

Principal Islamic Lifetime Balanced Fund

Annual Report

For The Financial Year Ended 30 September 2024

PRINCIPAL ISLAMIC LIFETIME BALANCED FUND

ANNUAL REPORT

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 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 Annual Fund Report of the Principal Islamic Lifetime Balanced Fund for the financial year ended 30 September 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 in 2024. At the Asia Asset Management 2024 Best of the Best Awards, we won the Best of the Best Performance Award: China A-Share Equity (3 years) and Best Institutional House – Malaysia. At the 2024 Global Banking & Finance Awards, our CEO, Munirah Khairuddin, was named Asset Management CEO of the Year Malaysia, and we were recognized as Asset Management Company of the Year Malaysia. We also 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 won three awards: Best Absolute Return Strategy, Best Online & Mobile Platform (Asset Manager), and Best Asset Manager (Income Oriented, Money Market & Alternative Investment Funds). At the Triple A Sustainable Investing Awards 2024, we secured the Asset Management Company of the Year (Malaysia) award. The World Business Outlook magazine awarded us Best Investment Management and Solutions Provider Malaysia, Best Institutional House Malaysia, and Asset Management CEO (Munirah Khairuddin) of the Year Malaysia. Additionally, we received three awards at the iFast Awards 2024, seven at the LSEG Lipper Fund Awards 2024, and ten at the FSMOne Recommended Funds 2023/2024.

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

Chief Executive Officer,
Malaysia & Global Shariah & Managing Director,
Strategic Distribution & Institutional Client Relations
(Southeast Asia & Global Shariah)
Non-Independent Executive Director

MANAGER'S REPORT

FUND OBJECTIVE AND POLICY

What is the investment objective of the Fund?

The Fund aims to achieve medium to long-term growth in both capital and income by investing in permissible Shariah-compliant investments.

Has the Fund achieved its objective?

The Fund has achieved its objective of providing outperforming returns for investors.

What are the Fund investment policy and principal investment strategy?

The Fund aims to invest in a diversified portfolio of Shariah-compliant equities and Islamic fixed income investments. In line with its objective, the investment policy and strategy will be to maintain a balanced portfolio between Shariah-compliant equities and Islamic fixed income investments in the ratio of 60:40. The fixed income portion of the Fund is to provide some capital stability to the Fund whilst the equity portion will provide the added return in a rising market. The investments by the Fund in Shariah-compliant equities shall not exceed 60% of the Net Asset Value ("NAV") of the Fund and investments in Islamic fixed income securities and Islamic liquid assets shall not be less than 40% of the NAV of the Fund with a minimum credit rating of "BBB3" or "P2" by RAM Ratings ("RAM") or equivalent rating by Malaysian Rating Corporation Berhad ("MARC") or by local rating agency(ies) of the country of issuance; or "BBB-" by Standard & Poor's ("S&P") or equivalent rating by any other international rating agencies. The Fund may invest up to 40% of its NAV in Unrated Islamic fixed income securities. The Fund may opt to invest in foreign Shariah-compliant equities up to a maximum of 30% of its NAV. Such foreign Shariah-compliant equities must be of securities of companies domiciled in, listed in, and/or have significant operations in countries in Asia Pacific ex Japan. 'Significant operations' means major businesses of the company. For example, the Fund can invest in a company with significant business and/or operations in Thailand but listed on the New York Stock Exchange ("NYSE"). The threshold for 'significant operations' would be if more than 25% of total group revenue derives from countries in Asia Pacific ex Japan. The calculation would be based on the most recent financial reports released by the companies (e.g. interim and annual reports). Notwithstanding, up to 20% of the Fund's investment in foreign Shariah-compliant equities may be from companies that are listed globally with some operations or businesses within the Asia Pacific ex Japan region to capture growth opportunities with effect from 16 August 2021. The Fund may also opt to seek investment exposure via Islamic collective investment schemes that is in line with the Fund's objective, subject to the requirements of the Guidelines on Unit Trust Funds issued by Securities Commission Malaysia ("GUTF").

The asset allocation strategy for this Fund is as follows:

- the Shariah-compliant equities will not exceed 60% of the NAV of the Fund, subject to a minimum of 40%;
- investments in Islamic fixed income securities and Islamic liquid assets shall not be less than 40% of the NAV of the Fund, subject to a maximum of 60%;
- up to 40% of the Fund's NAV in Unrated Islamic fixed income securities; and
- at least 2% of NAV in Islamic liquid assets.

Fund category/type

Balanced (Shariah-compliant)/Growth & Income

When was the Fund launched?

Name of Class	Launch date
Class D	2 November 2023
Class MYR	8 March 2001

What was the size of the Fund as at 30 September 2024?

RM912.60 million (1,779.29 million units)

FUND OBJECTIVE AND POLICY (CONTINUED)

What is the Fund's benchmark?

30% FTSE Bursa Malaysia ("FBM") EMAS Shariah ("FBMS") Index + 30% MSCI All Country ("AC") Asia ex Japan Islamic Index + 40% CIMB Islamic 1-month Fixed Return Income Account-i ("FRIA-i")

Note: The benchmark is for comparison purpose only. The benchmark is customised as such to align it closer to the structure of the portfolio and the objective of the Fund. Investors are cautioned that the risk profile of the Fund is higher than the benchmark.

What is the Fund distribution policy?

The Manager has the discretion to distribute part or all of the Fund's distributable income. The distribution (if any) may vary from period to period depending on the investment objective and the performance of the Fund.

What was the net income distribution for the financial year ended 30 September 2024?

There was no distribution made for the financial year ended 30 September 2024.

PERFORMANCE DATA

Details of portfolio composition of the Fund for the last three audited financial years were as follows:

	30.09.2024	30.09.2023	30.09.2022
	%	%	%
Shariah-compliant collective investment schemes	2.55	2.89	2.61
Shariah-compliant quoted securities			
- Communication Services	2.83	2.68	3.05
- Construction	-	1.92	2.32
- Consumer Discretionary	4.70	4.55	3.63
- Consumer Staples	2.85	2.46	1.64
- Energy	6.22	5.81	4.85
- Financials	0.70	-	0.43
- Health Care	4.94	3.14	4.19
- Industrials	9.34	5.96	5.64
- Information Technology	9.12	14.24	10.31
- Materials	1.22	2.31	1.32
- Plantation	-	1.04	4.74
- Property	-	0.63	-
- Real Estate	5.86	0.57	0.27
- Transport and Logistic	-	1.32	1.81
- Utilities	5.80	2.65	1.79
Unquoted Sukuk	35.37	40.36	39.87
Cash and other net assets	10.21	8.33	12.72
Liabilities	(1.71)	(0.86)	(1.19)
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>
	30.09.2024	30.09.2023	30.09.2022
NAV (RM Million)			
- Class D	7.38	-	-
- Class MYR	905.22	803.69	733.36
Units in circulation (Million)			
- Class D	6.72	-	-
- Class MYR	1,772.57	1,725.47	1,625.06
NAV per unit (RM)			
- Class D	1.0979	-	-
- Class MYR	0.5106	0.4657	0.4512

PERFORMANCE DATA (CONTINUED)

Details of portfolio composition of the Fund for the last three audited financial years were as follows:
(continued)

	30.09.2024	30.09.2023	30.09.2022
Highest NAV per unit (RM)			
- Class D	1.1962	-	-
- Class MYR	0.5561	0.4721	0.5200
Lowest NAV per unit (RM)			
- Class D	1.0000	-	-
- Class MYR	0.4602	0.4488	0.4492
Total return (%)			
- Class D	-	-	-
- Class MYR	9.58	7.31	(9.53)
Capital growth (%)			
- Class D	-	-	-
- Class MYR	9.58	3.15	(11.37)
Income distribution (%)			
- Class D	-	-	-
- Class MYR	-	4.04	2.07
Total Expense Ratio ("TER") (%) ^	1.54	1.60	1.61
Portfolio Turnover Ratio ("PTR") (times) #	0.72	0.50	0.49

^ The Fund's TER decreased from 1.60% to 1.54% due to decreased in expenses during the financial year under review.

The Fund's PTR was slightly higher due to more trading activities during the financial year under review.

	01.10.2023 to 30.09.2024	01.10.2022 to 30.09.2023	01.10.2021 to 30.09.2022
Gross/Net distribution per unit (sen)			
Distribution on 23 November 2022	-	0.79	-
Distribution on 23 May 2023	-	1.04	-
Distribution on 18 May 2022	-	-	1.00

	30.09.2024 %	30.09.2023 %	30.09.2022 %	30.09.2021 %	30.09.2020 %
Annual total return					
- Class MYR	9.58	7.31	(9.53)	6.52	10.20

(Launch date: 8 March 2001)

	Since inception to 30.09.2024 %
Annual total return	
- Class D	9.67

(Launch date: 2 November 2023)

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 year have been extracted from Lipper.

MARKET REVIEW (1 OCTOBER 2023 TO 30 SEPTEMBER 2024)

Local Equities

The FBMS Index rose 13.14% in Malaysian Ringgit (“RM/MYR”) terms during the financial year under review.

The FBMS Index lost 33 points (“pts”) to 10,842 pts or 0.3% in October 2023, which improved the Year To Date (“YTD”) decline to 3.6%. There were bargain hunting in Financials and Commodities following the steep sell-off in the previous month, while Telecommunications (mainly mobile operators) were laggards. Within the broader market, Construction performed while Technology, Energy and Property languished. Overall sentiment remains clouded by the surge in USD treasury yields which topped 5% last month and persistent dollar strength affecting Emerging Market (“EM”) markets, coupled with tensions in the Middle East.

The FBMS Index gained 88 pts to 10,929 pts or 0.8% in November 2023. Overall sentiment was lifted by expectations that the US Federal Reserve (the “Fed”) (may be done with rate hikes given the cooling inflation and recent economic data out of the US. The pullback in US treasury yields and the weaker dollar lifted interest in EM markets.

The FBMS Index gained 59 pts to 10,989 pts or 0.5% in December 2023. Investors rejoiced at Fed's decision to hold rates and signaling the end of hikes given the cooling inflation data and recent economic data out of the USD, coupled with the weaker Dollar and falling treasury yields. Utilities, Healthcare and select Telcos saw gains, while select commodities and Consumer-related names were sold off. Within the broader market, Technology and Gloves did well, the latter spurred by recent surge in Coronavirus Disease 2019 (“COVID-19”) cases.

FBMS Index was up 2.6% or 289.4 pts in January 2024, closing the month at 11,278.09 pts. Sentiment was lifted by Fed's communication on interest rates given the recent cooling inflation and economic data out of the USD. The weaker Dollar and lower treasury yield that ensued favored EM. Utilities, Commodities, and Telecommunication topped the gainers list. Within the broader market, Energy, Construction and Property did well, while Technology languished despite the sentiment on Fed rates.

FBMS Index's rally extended into February, up 2.2% to close the month at 11,527.99 pts. This marked the 4th consecutive month of gains, with Malaysia outperforming most the Association of Southeast Asian Nations (“ASEAN”) markets. This was also despite the stronger USD following stronger-than-expected inflation and economic data out of the US, and bets on rate cuts by the Fed pushed back. Utilities, Commodities and Telcos topped the gainers list. Within the broader market, Energy did well, and Technology rebounded strongly.

FBMS Index's rally extended into March, up 1.0% to close the month at 11,643.52 pts. This marked the 4th consecutive month of gains, with Malaysia outperforming most ASEAN markets. Bets on rate cuts by the Fed were pushed back given the persistent strong data out of the US, and there was an absence of fresh catalysts domestically. During the month, there were also distortions caused by FTSE rebalancing (as well as MSCI rebalancing in February 2024) and many index stocks going ex-dividends. Transport, Utilities and Commodities topped the gainers list while Telcos languished. Within the broader market, Property, Construction, Technology, Healthcare and Energy did well.

FBMS Index's rally extended into April 2024, up 3.9% to close the month at 11,085.94 pts. This marked the 5th consecutive month of gains, with Malaysia outperforming most ASEAN markets. Bets on rate cuts by the Fed were pushed back given the persistent strong data out of the USD. The rally was broad-based but Utilities, Industrial (mainly PMAH), Healthcare and Transport led gains while Energy eased. Within the broader market, Property and Consumer did well.

FBMS Index's rally extended into May 2024, up 2.54% to close the month at 12,392.36 pts. Investors stayed upbeat despite bets on rate cuts by the Fed pushed back given the persistent strong economic data out of the US and sticky inflation. Utilities, Consumer and Industrial led gains while Telecommunications and Commodities lagged. Within the broader market, Construction, Property and Technology did well.

MARKET REVIEW (1 OCTOBER 2023 TO 30 SEPTEMBER 2024) (CONTINUED)

Local Equities (continued)

FBMS Index was up 1.3% in June 2024 as investors remained relatively upbeat considering the recent weakness in USD economic data and inflation moderating. Utilities and Healthcare rose while Consumer eased. Within the broader market, Construction and Technology posted strong gains, while other sectors were mixed.

FBMS Index was up 0.8% in July 2024 alongside regional markets and rebounding off the previous month's sell-off, spurred by Federal Open Market Committee ("FOMC") Fed cut bets considering the recent weakness in USD economic data and inflation moderating. Gainers were led by Utilities, Telecommunications, and Consumer, while Materials languished. Within the broader market, Construction and Property posted strong gains, while Technology and Healthcare yielded.

FBMS Index contracted 3.7% in August 2024. The sharp sell-off at the start of the month was due to the massive unwinding of the Yen carry trade. Sentiment was helped by waning USD recession fears given the more 'upbeat' economic data, and greater conviction on Fed cuts, coupled with the 5% appreciation in the Ringgit during the month. MSCI rebalancing also helped. Gains were largely concentrated on Plantations.

FBMS Index was -0.34% in September 2024. This was in stark contrast to the stronger USD market which recorded new highs following Fed's 50 bps cut during the month and greater confidence of a soft landing scenario for the USD economy. Most sectors were down except for Construction, Property and Healthcare, with Energy and Technology sold off the most.

Foreign Equities

At the beginning of the financial year under review, we saw an uneven recovery in China's economy. A sustained recovery was needed, supported by an improvement in labor conditions as well as the housing market. Amidst increasing expectations, the government has announced several measures to support the economy but we are still waiting for a clear signal on a firm turnaround in consumer and business confidence.

In the third quarter, the Fed has revised upwards its estimates for 2024 and 2025 median Fed funds rate by 50 bps to 5.1% and 3.9% respectively from 4.6% and 3.4% while keeping the 2023 median rate unchanged - implying one more rate hike to a median of 5.6% in 2023. In addition, the USD 10-year treasury bond yield is undergoing a price discovery. With increased treasury issuance in the second half of 2023 ("2H2023"), we expected US monetary policy to remain relatively hawkish for the next few months. Global stocks reacted negatively to the rising bond yields.

However, by October 2024 to November 2024 with inflation now showing consecutive months of sustained decline, the Fed went from raising rates and tackling inflation in 2023 to calibrating how many rate cuts to implement from 2024 onwards to avoid being overly restrictive on the economy. This was supportive for equities in terms of multiple expansion, provided earnings do not get marked down significantly. The magnitude of rate cuts would highly depend on the inflation and economic growth trajectory, whereby a soft landing is currently expected.

During this time, although we were seeing incrementally more stimulative measures being taken in China, e.g. expectations of Chinese Yuan Renminbi ("CNY") 1 trillion (~0.8% of Gross Domestic Product ("GDP")) sovereign debt issuance to fund water conservancy and flood prevention projects, it remains to be seen whether private sector and consumer confidence can improve meaningfully.

During the second quarter of 2024 ("2Q2024"), we started to see more forceful measures in China as witnessed by several moves including a 25 bps cut in the five-year loan prime rate which affects mortgages, sovereign entities buying more Exchange Traded Funds ("ETFs") and some green shoots in the economy with better tourism spending during the Spring Festival.

MARKET REVIEW (1 OCTOBER 2023 TO 30 SEPTEMBER 2024) (CONTINUED)

Foreign Equities (continued)

While we have turned incrementally more positive on China, we are mindful that its policies are a work-in-progress and efficacies remain to be seen. Meanwhile, in South Korea, the government's efforts to promote shareholder returns known as 'Corporate Value-up Program' akin to what happened in Japan could result in a re-rating in the stock market in the longer run.

Towards the end of the period, in India, the initial jitters regarding the BJP's seat tally proved to be short lived as it was able to form the government with its coalition members. In Asia, we are positive on the durability of the technology hardware cycle in South Korea and Taiwan and broad-based growth in India. Chinese policymakers announced a series of monetary easing measures and the establishment of a swap facility to support the equity market. The liquidity injection facility of RMB 800 billion for the domestic Chinese equity market is noteworthy. The People Bank of China ("PBOC") governor also mentioned that a market stabilization fund was being studied. While the market has reacted positively in the near term, implementation and expansion of the supportive measures remain key for longer term sustainability of the rally. Our view is that the government needs to roll out more measures on both fiscal and monetary front to improve business and household confidence.

The USD monetary policy has now shifted towards a rate cut environment with the Fed cutting rates by 50 bps in September 2024. This should allow central banks in Asia the leeway to reduce rates without worrying about their currencies in the foreseeable future. The Fed's dotplot is projecting another 150 bps rate cut to 3.1% to 3.6% by end 2025. The outcome of the upcoming USD elections have profound implications for Asian economies in terms of trade dynamics and geopolitical relations. India and ASEAN countries are more insulated and stand to benefit from supply chain shifts.

Sukuk

During the financial year under review, the sovereign yields moved lower across the curve by 19 bps to 28 bps. The 3-year, 5-year, 7-year, 10-year, 15-year, 20-year and 30-year Malaysian Government Securities ("MGS") closed at 3.38%, 3.53%, 3.69%, 3.75%, 3.92%, 4.07%, and 4.21% respectively in September 2024.

Budget 2024 was tabled in October 2023. With a lower fiscal deficit target for 2024 at 4.3% of GDP (2023: -5.0%, 2022: -5.8%), the government maintains its gradual fiscal consolidation path set out in the updated Medium-Term Fiscal Framework ("MTFF") with an average fiscal deficit of 3.5% of GDP (2024 to 2026).

The year 2023 closed with the sovereign yield curve continued to move lower as the USD Treasuries continued to rally, largely fuelled by the expectations that the Fed would start cutting interest rates soon. Sentiments continued to be supported during the month following the Fed December 2023 meeting, where it indicated an end to rate hikes and did not strongly oppose market bets on rate cuts in 2024.

The year 2024 began with the sovereign yield curve traded mixed. The movement in sovereign moved closely to the USD Treasuries in January 2024 as a correction was seen after the strong rally at the end of 2023. The credit segment continued to outperform the sovereign segment in the first 2 months of 2024.

BNM released its Annual Report 2023 in March 2024 together with the Economic & Monetary Review and Financial Stability Review 2H2023. On the economic front, BNM expects the Malaysian economy to expand by +4.0-5.0% in 2024, up from +3.7% reading for 2023, despite ongoing geopolitical tensions and potentially slower global growth. On the monetary front, BNM forecasts headline inflation between 2.0% to 3.5% (2023: 2.5%), incorporating fuel price adjustments from the fuel subsidy rationalization measures and core inflation between 2.0% to 3.0% (2023: 3.0%) for 2024. The full year inflation will only be marginally impacted from the new sales & services tax and utility tariffs. The central bank repeated that policy stance will remain conducive to a sustainable economic growth while safeguarding price stability.

MARKET REVIEW (1 OCTOBER 2023 TO 30 SEPTEMBER 2024) (CONTINUED)

Sukuk (continued)

Meanwhile, BNM kept the Overnight Policy Rate (“OPR”) unchanged at 3.00% at its September 2024 meeting. The Monetary Policy Committee (“MPC”) noted that the current rate is supportive of economic growth and aligns with their inflation and growth outlook.

On macro, Malaysia 2Q2024 GDP grew 5.9% Year-on-Year (“YoY”) (first quarter of 2024 (“1Q2024”): +4.2% YoY) higher than the advance estimates of 5.8%. The growth was mainly due to stronger domestic demand and further expansion in exports. On the demand side, private consumption rose 6% while private investment grew 12%. Net external demand turned positive at 3.4% (1Q2024: -24.5%). On the supply side, growth was broad based with most sectors registering better growth momentum. The services sector, which account for more than half of Malaysia’s economic output registered 5.9% from 4.8% YoY and manufacturing activity advanced by 4.7% from 1.9% YoY. The construction sector improved by 17.3% from 11.9% YoY. Meanwhile, inflation held steady at 2% in July 2024 for the third consecutive month. Prices continued to rise led by services related industries. This includes cost of healthcare, communication, recreation/culture, insurance & financial as well as restaurants & hotels. Core inflation was also unchanged at 1.9% YoY.

FUND PERFORMANCE

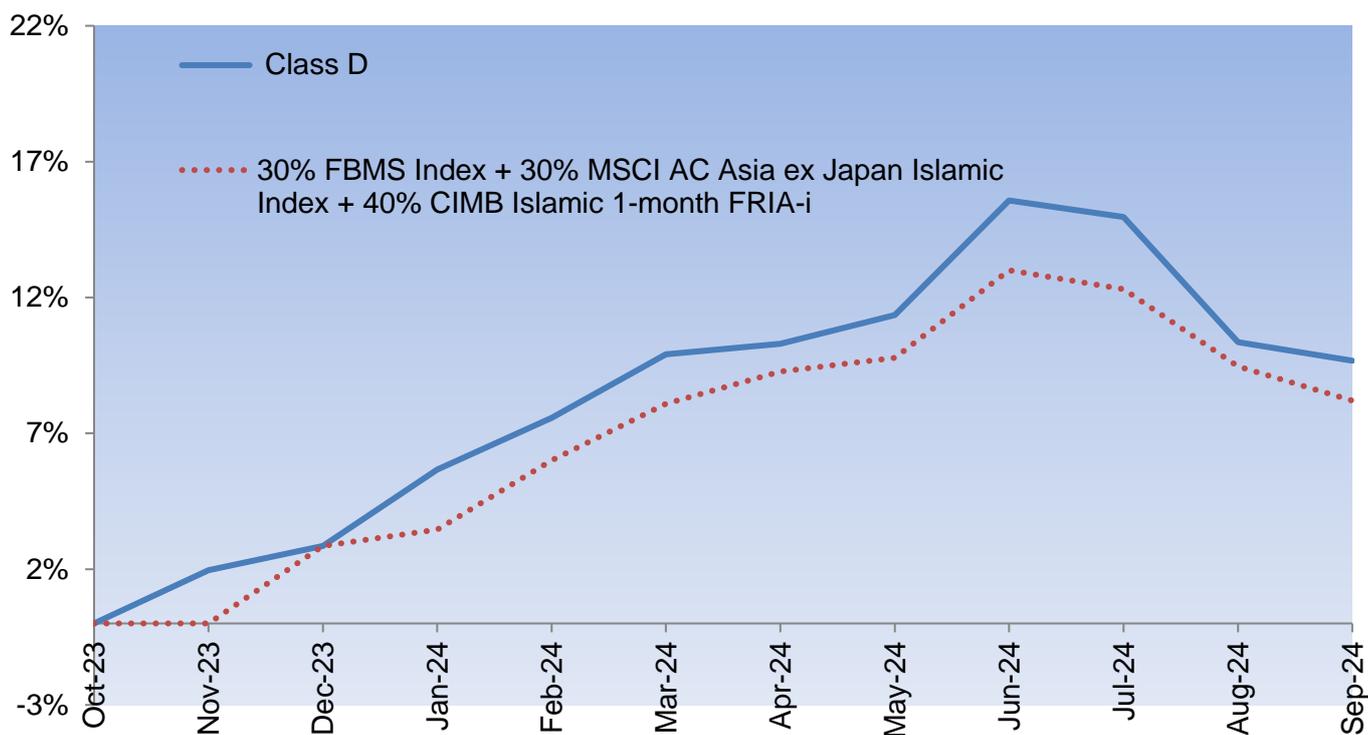
	1 year to 30.09.2024 %	3 years to 30.09.2024 %	5 years to 30.09.2024 %	Since inception to 30.09.2024 %
Income Distribution				
- Class D	-	-	-	-
- Class MYR	-	6.19	13.41	179.05
Capital Growth				
- Class D	-	-	-	9.67
- Class MYR	9.58	0.18	10.10	31.46
Total Return				
- Class D	-	-	-	9.67
- Class MYR	9.58	6.38	24.87	266.85
Benchmark				
- Class D	-	-	-	8.20
- Class MYR	8.03	3.18	17.87	159.35
Average Total Return				
- Class D	-	-	-	10.65
- Class MYR	9.58	2.08	4.54	5.67

For the financial year under review, the Fund gained 9.58%, while the benchmark gained 8.03%. As such, the Fund outperformed the benchmark by 155bps.

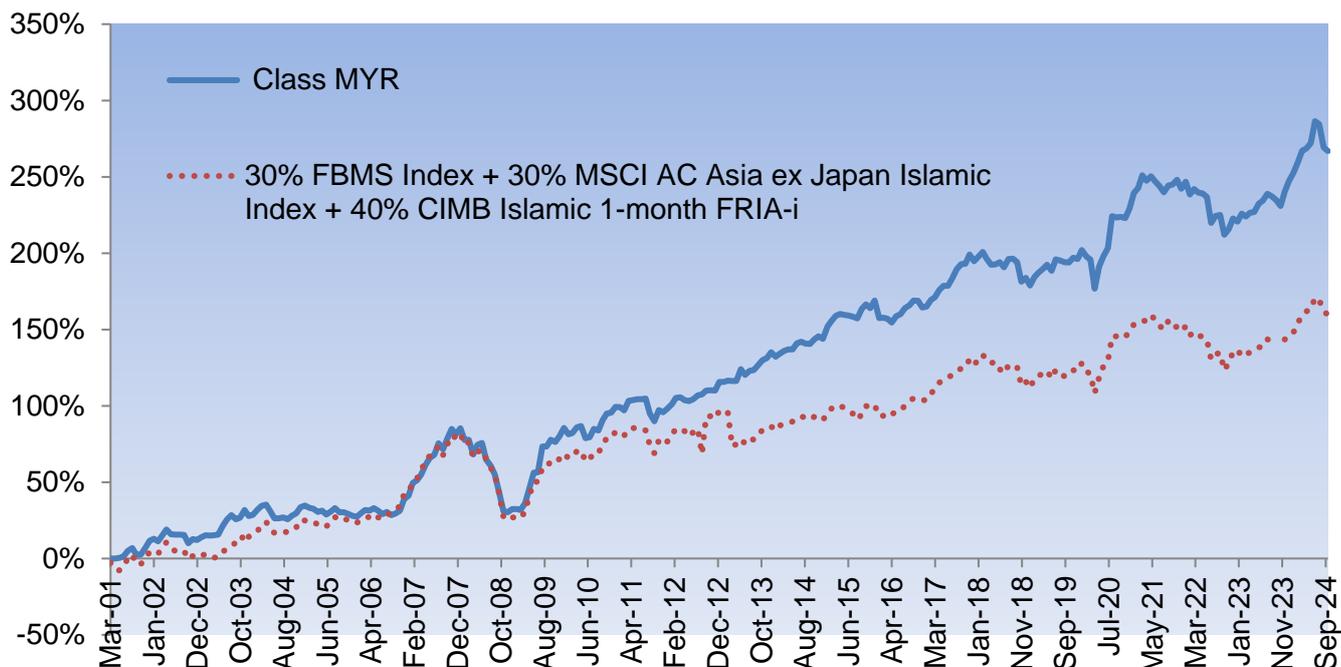
FUND PERFORMANCE (CONTINUED)

Since Inception

Class D



Class MYR



Changes in NAV

	30.09.2024	30.09.2023	Changes %
Class D			
NAV (RM Million)	7.38	-	-
NAV/Unit (RM)	1.0979	-	-

FUND PERFORMANCE (CONTINUED)

Changes in NAV (continued)

	30.09.2024	30.09.2023	Changes %
Class MYR			
NAV (RM Million)	905.22	803.69	12.63
NAV/Unit (RM)	0.5106	0.4657	9.64

During the year, NAV for Class MYR increased 12.63% to 905.22 million in value while per unit NAV for Class MYR increased 9.64% to RM0.5106 as the value of the underlying securities have increased

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 year have been extracted from Lipper.

PORTFOLIO STRUCTURE

Asset allocation

(% of NAV)	30.09.2024	30.09.2023
Shariah-compliant collective investment schemes	2.55	2.89
Shariah-compliant quoted securities – local	30.53	26.52
Shariah-compliant quoted securities – foreign	23.05	22.76
Unquoted Sukuk	35.37	40.36
Cash and other assets	10.21	8.33
Liabilities	(1.71)	(0.86)
TOTAL	100.00	100.00

Asset allocation into local Shariah-compliant quoted securities increased to 30.53% as at 30 September 2024 compared to 26.52% as at 30 September 2023 due to our positive stance on the local equity market.

MARKET OUTLOOK*

Local equities

Malaysia’s manufacturing sector moderated in September 2024 with a Purchasing Manager Index (“PMI”) reading of 49.5 pts vs 49.7 pts in the previous month. Standard & Poor’s (“S&P”) Global noted flat new order growth which contributed to lower production, while purchasing activity and inventories were scaled back further. Encouragingly, employment showed an uptick while inflationary pressures also eased, potentially due to the stronger Ringgit. Optimism of a recovery in new orders over the coming 12 months rose to a YTD high. The latest PMI data suggests third quarter of 2024 (“3Q2024”) GDP growth momentum could sustain at a similar pace as the preceding quarter, which was at 5.9%. To recap, BNM projects GDP to grow 4% to 5% in 2024.

We expect BNM to maintain OPR at 3.00% for the rest of the year given muted inflation and modest economic growth. Inflation eased slightly to 1.9% in August vs 2% in July. There appears to be sufficient headroom to central bank’s latest 2.0% to 3.5% Consume Price Index (“CPI”) forecast for 2024 with the impending subsidy rationalization plans.

MARKET OUTLOOK* (CONTINUED)

Foreign equities

The policy shift in China to stimulate growth is positive for Asia's outlook. Lower rates in USD and Europe, easing financial conditions and a potentially softer USD are supportive of Asian equities and currencies. We are looking for idiosyncratic ideas where the return drivers are not major macro factors. Our ideas include Chinese domestic consumption, technology (beneficiaries of Artificial Intelligence ("AI"), internet platforms), industrial names with exposure to grid capex, high dividend yielders, strong consumer and banking franchises in Southeast Asia, and selective Indian companies that benefit from strong domestic demand and capex spend.

Sukuk

The better-than-expected 2Q2024 GDP growth at 5.9% YoY which brings the first half of 2024 ("1H2024") growth to +5.1% YoY (1H2023:+4.1% YoY) was broad based driven. Meanwhile, Ringgit has appreciated around 6% against USD as it closed at 4.3135 as of 30th August 2024. Strong fundamentals, stable policy rates and narrowing rate differentials as the Fed signaling possibility of a September 2024 rate cut allure foreign interest into Ringgit assets. Credit spreads remained significantly below their long-term averages. Demand for corporate bonds remained healthy as investors continued to seek yields. The slightly lower gross sovereign securities supply for 2024 should provide positive catalyst for the local bond market. Meanwhile, market is expected to stay sideline while waiting for the announcement of Budget 2025 in October 2024.

*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

Local equities

On current market volatility, we are actively deploying cash that were raised earlier selectively into preferred sectors like Utilities, Property and Construction. We believe improved political stability, stronger earnings growth prospects and higher domestic investments would keep the market afloat. Key risks are the derailment of Malaysia's macroeconomic recovery and corporate earnings growth due to the larger-than-expected impact of rising inflation, slower global economic growth, and heightened geopolitical risk.

Foreign equities

We remain fully invested and well positioned in the areas of a) broad-based exposure across India in consumption, industrials, healthcare, property b) select technology names across foundry, IT services, software, internet c) ideas where return drivers are not major macro factors, e.g. ASEAN and global energy transmission, pharmaceuticals. During the month, we added selectively to China/ Hong Kong SAR in the areas of internet and consumption, in light of the recent stimulus announcements.

Sukuk

The better than expected 2Q2024 GDP growth at 5.9% YoY which brings the 1H2024 growth to +5.1% YoY (1H2023:+4.1% YoY) was broad based driven. Meanwhile, MYR has appreciated around 6% against USD as it closed at 4.3135 as of 30th August 2024. Strong fundamentals, stable policy rates and narrowing rate differentials as the Federal Reserve signaling possibility of a September rate cut allure foreign interest into Ringgit assets. Credit spreads remained significantly below their long-term averages. Demand for corporate bonds remained healthy as investors continued to seek yields. The slightly lower gross sovereign securities supply for 2024 should provide positive catalyst for the local bond market. Meanwhile, market is expected to stay sideline while waiting for the announcement of Budget 2025 in October 2024.

SOFT COMMISSIONS AND REBATES

Principal Asset Management Berhad (the “Manager”) and the Trustee will not retain any form of rebate 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 rebates 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 bring 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 Funds; and
- (c) the availability of soft commissions is not the sole or primary purpose to perform or arrange transactions with such broker or dealer, and the Manager will not enter into unnecessary trades in order to achieve a sufficient volume of transactions to qualify for soft commissions.

During the financial year under review, the Manager and the Trustee did not receive any rebates from the brokers or dealer, 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. The Manager confirms that the goods and services received were for the benefit of the Fund, the trades were made on a best execution basis and there was no churning of trades.

SECURITIES FINANCING TRANSACTIONS

The Fund has not undertaken any securities lending or repurchase transactions during the financial year under review.

STATE OF AFFAIR OF THE FUND

Effective 2 November 2023, the Fund has changed Trustee to HSBC (Malaysia) Trustee Berhad following the issuance of First Supplemental Master Prospectus (Islamic Funds) dated 5 September 2023.

There were no significant changes in the state of affairs of the Fund during the financial year 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 year under review.

CROSS TRADE

No cross-trade transactions have been carried out during the financial year under review.

UNIT SPLIT

No unit split exercise has been carried out during the financial year under review.

**STATEMENT BY MANAGER TO THE UNIT HOLDERS OF
PRINCIPAL ISLAMIC LIFETIME BALANCED FUND**

We, being the Directors of Principal Asset Management Berhad (the “Manager”), do hereby state that, in the opinion of the Manager, the accompanying audited financial statements set out on pages 9 to 63 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 30 September 2024 and of its financial performance, changes in net assets attributable to unit holders and cash flows for the financial year then ended in accordance with the provisions of the Malaysian Financial Reporting Standards (“MFRS”) and International Financial Reporting Standards (“IFRS”).

For and on behalf of the Manager

Principal Asset Management Berhad (Company No.: 199401018399 (304078-K))

MUNIRAH KHAIRUDDIN

Chief Executive Officer
Malaysia & Global Shariah & Managing Director,
Strategic Distribution & Institutional Client Relations
(Southeast Asia & Global Shariah)
Non-Independent Executive Director

UDAY JAYARAM

Executive Managing Director,
Head of Southeast Asia
Non-Independent Executive Director

Kuala Lumpur
15 November 2024

**TRUSTEE'S REPORT TO THE UNIT HOLDERS OF
PRINCIPAL ISLAMIC LIFETIME BALANCED FUND**

We have acted as Trustee of the Fund for the financial period from 1 October 2023 to 1 November 2023 and we hereby confirm to the best of our knowledge, after having made all reasonable enquires, Principal Asset Management Berhad has operated and managed the Fund during the period covered by these financial statements in accordance with the following:

- (a) Limitations imposed on the investment powers of the Management Company under the Deed, securities laws and the Guidelines on Unit Trust Funds;
- (b) Valuation and pricing is carried out in accordance with the Deed; and
- (c) Any creation and cancellation of units are carried out in accordance with the Deed and any relevant regulatory requirement.

For and on behalf of the Trustee
UNIVERSAL TRUSTEE (MALAYSIA) BERHAD

ONG TEE VANN
Chief Executive Officer

Kuala Lumpur
15 November 2024

TRUSTEE'S REPORT

**TO THE UNIT HOLDERS OF
PRINCIPAL ISLAMIC LIFETIME BALANCED FUND ("Fund")**

We have acted as Trustee of the Fund for the financial period from 2 November 2023 to 30 September 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
15 November 2024

SHARIAH ADVISER'S REPORT

To the Unit Holders of Principal Islamic Lifetime Balanced Fund ("Fund")

For the Financial Year Ended 30 September 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 year 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 assets of the Fund comprise instruments that have been classified as Shariah-compliant.

For Amanie Advisors Sdn Bhd

Tan Sri Dr Mohd Daud Bakar
Executive Chairman

Kuala Lumpur
15 November 2024

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
PRINCIPAL ISLAMIC LIFETIME BALANCED FUND**

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Principal Islamic Lifetime Balanced Fund (the "Fund"), which comprise the statement of financial position of the Fund as at 30 September 2024, and statement of comprehensive income, statement of changes in net assets attributable to unit holders and statement of cash flows of the Fund for the financial year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 9 to 63.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 September 2024, and of its financial performance and cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

Basis for opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the *Auditors' responsibilities for the audit of the financial statements* section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence and other ethical responsibilities

We are independent of the Fund in accordance with the By-Laws (on Professional Ethics, Conduct and Practice) of the Malaysian Institute of Accountants ("By-Laws") and the International Code of Ethics for Professional Accountants (including International Independence Standards) ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
PRINCIPAL ISLAMIC LIFETIME BALANCED FUND (cont'd.)**

Report on the audit of the financial statements (cont'd.)

Information other than the financial statements and auditors' report thereon

The Manager of the Fund (the "Manager") is responsible for the other information. The other information comprises the information included in the annual report of the Fund, but does not include the financial statements of the Fund and our auditors' report thereon.

Our opinion on the financial statements of the Fund does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Fund, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Fund or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Manager and the Trustee for the financial statements

The Manager is responsible for the preparation of financial statements of the Fund that give a true and fair view in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards. The Manager is also responsible for such internal control as the Manager determines is necessary to enable the preparation of financial statements of the Fund that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Fund, the Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

The Trustee is responsible for overseeing the Fund's financial reporting process. The Trustee is also responsible for ensuring that the Manager maintains proper accounting and other records as are necessary to enable true and fair presentation of these financial statements.

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
PRINCIPAL ISLAMIC LIFETIME BALANCED FUND (cont'd.)**

Report on the audit of the financial statements (cont'd.)

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Fund as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements of the Fund, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Fund or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements of the Fund, including the disclosures, and whether the financial statements of the Fund represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
PRINCIPAL ISLAMIC LIFETIME BALANCED FUND (cont'd.)**

Other matters

This report is made solely to the unit holders of the Fund, as a body, in accordance with the Guidelines on Unit Trust Funds issued by the Securities Commission Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

Ernst & Young PLT
202006000003 (LLP0022760-LCA) & AF 0039
Chartered Accountants

Yeo Beng Yean
No. 03013/10/2026 J
Chartered Accountant

Kuala Lumpur, Malaysia
15 November 2024

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024**

	Note	2024 RM	2023 RM
INCOME/(LOSS)			
Dividend income		9,502,457	9,825,861
Profit income from Shariah-compliant deposits with licensed Islamic financial institutions and Hibah		1,277,657	774,123
Profit income from unquoted Sukuk		12,921,765	14,048,938
Net gain on financial assets at fair value through profit or loss	8	75,438,611	45,303,078
Net foreign exchange loss		<u>(4,453,852)</u>	<u>(689,148)</u>
		<u>94,686,638</u>	<u>69,262,852</u>
EXPENSES			
Management fee	4	13,147,453	11,630,365
Trustee and custodian fees	5	502,579	940,824
Audit fee		10,500	10,500
Tax agent's fee		50,373	53,541
Transaction costs		2,064,130	1,190,562
Other expenses		<u>600,046</u>	<u>391,322</u>
		<u>16,375,081</u>	<u>14,217,114</u>
INCOME BEFORE TAXATION		78,311,557	55,045,738
Taxation	7	<u>(416,202)</u>	<u>(773,166)</u>
PROFIT AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR		<u>77,895,355</u>	<u>54,272,572</u>
Profit after taxation is made up as follows:			
Realised amount		19,593,929	(2,203,570)
Unrealised amount		<u>58,301,426</u>	<u>56,476,142</u>
		<u>77,895,355</u>	<u>54,272,572</u>

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

**STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2024**

	Note	2024 RM	2023 RM
ASSETS			
Cash and cash equivalents	9	68,229,575	62,525,935
Financial assets at fair value through profit or loss	8	835,066,993	743,640,096
Amount due from Stockbroker		3,623,911	-
Amount due from Dealer		12,352,931	-
Amount due from Manager		6,307,862	3,163,822
Amount due from Manager of collective investment schemes			
- management fee rebate		354,882	270,485
Dividends receivable		1,251,122	834,322
Tax recoverable		1,000,673	164,073
TOTAL ASSETS		<u>928,187,949</u>	<u>810,598,733</u>
LIABILITIES			
Amount due to Stockbrokers		10,467,981	-
Amount due to Dealer		1,001,230	3,600,746
Amount due to Manager		2,961,184	2,234,907
Accrued management fee		1,097,726	983,373
Amount due to Trustee		33,275	66,315
Other payables and accruals		24,900	19,900
TOTAL LIABILITIES		<u>15,586,296</u>	<u>6,905,241</u>
NET ASSET VALUE OF THE FUND		<u>912,601,653</u>	<u>803,693,492</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	10	<u>912,601,653</u>	<u>803,693,492</u>
REPRESENTED BY:			
FAIR VALUE OF OUTSTANDING UNITS			
- Class D		7,381,539	-
- Class MYR		905,220,114	803,693,492
		<u>912,601,653</u>	<u>803,693,492</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)			
- Class D		6,723,098	-
- Class MYR		1,772,568,449	1,725,465,090
	11	<u>1,779,291,547</u>	<u>1,725,465,090</u>
NET ASSET VALUE PER UNIT (RM)			
- Class D		1.0979	-
- Class MYR		0.5106	0.4657

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

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024**

	Note	2024 RM	2023 RM
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL YEAR		<u>803,693,492</u>	<u>733,357,538</u>
Movement in unit holders' contributions:			
Creation of units from applications			
- Class D		10,593,413	-
- Class MYR		253,663,575	138,695,267
		<u>264,256,988</u>	<u>138,695,267</u>
Creation of units from distributions			
- Class MYR		-	30,056,555
Cancellation of units			
- Class D		(2,990,342)	-
- Class MYR		(230,253,840)	(122,538,570)
		<u>(233,244,182)</u>	<u>(122,538,570)</u>
Total comprehensive income for the financial year		77,895,355	54,272,572
Distributions	6	-	(30,149,870)
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL YEAR	10	<u>912,601,653</u>	<u>803,693,492</u>

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

**STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024**

	Note	2024 RM	2023 RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from disposal of Shariah-compliant quoted securities		426,160,399	221,691,650
Proceeds from disposal of unquoted Sukuk		177,937,341	126,932,425
Proceeds from the redemption of unquoted Sukuk		14,767,172	27,946,750
Purchase of Shariah-compliant quoted securities		(443,434,509)	(249,294,523)
Purchase of unquoted Sukuk		(201,222,205)	(180,643,452)
Dividend income received		8,667,022	9,062,908
Profit income received from Shariah-compliant deposits with licensed Islamic financial institutions and hibah		1,277,656	774,124
Profit income received from unquoted Sukuk		13,232,867	14,268,712
Management fee paid		(13,033,011)	(11,561,614)
Management fee rebate received		213,618	144,748
Trustee and custodian fees paid		(535,619)	(936,240)
Payments for other fees and expenses		(140,432)	(77,503)
Payment of other foreign exchange loss		(739,039)	(865,621)
Tax paid		(1,252,802)	(1,166,039)
Net cash used in operating activities		<u>(18,101,542)</u>	<u>(43,723,675)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash proceeds from units created		261,112,948	137,325,950
Payments for cancellation of units		(232,517,905)	(122,181,089)
Distribution paid		-	(93,314)
Net cash generated from financing activities		<u>28,595,043</u>	<u>15,051,547</u>
Net increase/(decrease) in cash and cash equivalents		10,493,501	(28,672,128)
Effects of foreign exchange differences		(4,789,861)	184,675
Cash and cash equivalents at the beginning of the financial year		<u>62,525,935</u>	<u>91,013,388</u>
Cash and cash equivalents at the end of the financial year	9	<u>68,229,575</u>	<u>62,525,935</u>
<u>Cash and cash equivalents comprised:</u>			
Shariah-compliant deposits with licensed Islamic financial institutions	9	34,644,894	39,700,601
Bank balances	9	33,584,681	22,825,334
Cash and cash equivalents at the end of the financial year	9	<u>68,229,575</u>	<u>62,525,935</u>

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024**

1. THE FUND, THE MANAGER AND ITS PRINCIPAL ACTIVITIES

Principal Islamic Lifetime Balanced Fund (the “Fund”) is governed by a Master Deed dated 15 May 2008, a Fourth Supplemental Master Deed dated 25 June 2008, a Sixth Supplemental Master Deed dated 14 July 2008, a Seventh Supplemental Master Deed dated 19 November 2008, a Fourteenth Supplemental Master Deed dated 26 June 2012 and a Seventeenth Supplemental Master Deed dated 25 March 2015, a Nineteenth Supplemental Master Deed dated 18 June 2019 (collectively referred to as the “Deeds”), a Twenty third Supplemental Master Deed dated 27 June 2022, Twenty Fourth Supplemental Master Deed dated 20 September 2022 between, Principal Asset Management Berhad (the “Manager”) and Universal Trustee (Malaysia) Berhad (the “Previous Trustee”) and a Twenty Fifth Supplemental Master Deed dated 26 May 2023 (collectively referred to as the “Deeds”) between the Manager and HSBC (Malaysia) Trustee Berhad (the “Trustee”).

The Fund aims to invest in a diversified portfolio of Shariah-compliant equities and Islamic fixed income investments. In line with its objective, the investment policy and strategy will be to maintain a balanced portfolio between Shariah-compliant equities and Islamic fixed income investments in the ratio of 60:40. The fixed income portion of the Fund is to provide some capital stability to the Fund whilst the equity portion will provide the added return in a rising market. The investments by the Fund in Shariah-compliant equities shall not exceed 60% of the Net Asset Value (“NAV”) of the Fund and investments in Islamic fixed income securities and Islamic liquid assets shall not be less than 40% of the NAV of the Fund with a minimum credit rating of “BBB3” or “P2” by RAM Ratings (“RAM”) or equivalent rating by Malaysian Rating Corporation Berhad (“MARC”) or by local rating agency(ies) of the country of issuance; or “BBB-” by Standard & Poor’s (“S&P”) or equivalent rating by any other international rating agencies. The Fund may invest up to 40% of its NAV in Unrated Islamic fixed income securities. The Fund may opt to invest in foreign Shariah-compliant equities up to a maximum of 30% of its NAV. Such foreign Shariah-compliant equities must be of securities of companies domiciled in, listed in, and/or have significant operations in countries in Asia Pacific ex Japan. ‘Significant operations’ means major businesses of the company. For example, the Fund can invest in a company with significant business and/or operations in Thailand but listed on the New York Stock Exchange (“NYSE”). The threshold for ‘significant operations’ would be if more than 25% of total group revenue derives from countries in Asia Pacific ex Japan. The calculation would be based on the most recent financial reports released by the companies (e.g. interim and annual reports). Notwithstanding, up to 20% of the Fund’s investment in foreign Shariah-compliant equities may be from companies that are listed globally with some operations or businesses within the Asia Pacific ex Japan region to capture growth opportunities with effect from 16 August 2021. The Fund may also opt to seek investment exposure via Islamic collective investment schemes that is in line with the Fund’s objective, subject to the requirements of the GUTF.

The asset allocation strategy for this Fund is as follows:

- the Shariah-compliant equities will not exceed 60% of the NAV of the Fund, subject to a minimum of 40%;
- investments in Islamic fixed income securities and Islamic liquid assets shall not be less than 40% of the NAV of the Fund, subject to a maximum of 60%;
- up to 40% of the Fund’s NAV in Unrated Islamic fixed income securities; and
- at least 2% of NAV in Islamic liquid assets.

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.

1. THE FUND, THE MANAGER AND ITS PRINCIPAL ACTIVITIES (CONTINUED)

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 POLICY INFORMATION

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 year.

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 estimates and assumptions are significant to the financial statements are disclosed in Note 2(m).

There are no other standards, amendments to standards or interpretations that are effective for financial year beginning on 1 October 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 the financial year beginning on/after 1 October 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. The Fund has not taken the option to irrevocably designate any equity securities as fair value through OCI.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)**(b) Financial assets and financial liabilities (continued)**Classification (continued)

Investment in Shariah-compliant collective investment schemes has contractual cash flow that do not represent solely payment of principal and interest¹ ("SPPI") and therefore are classified as fair value through profit or loss.

The contractual cash flows of the Fund's debt securities are SPPI. However, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments are measured at fair value through profit or loss.

The Fund classifies cash and cash equivalents, amount due from Stockbroker, amount due from Dealer, amount due from Manager, amount due from Manager of Shariah-compliant collective investment schemes – management fee rebate and dividends receivable 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 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. Shariah-compliant 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 Shariah-compliant 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 year 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 schemes is valued based on the most recent published NAV per unit or share of such Shariah-compliant collective investment schemes or, if unavailable, the last published price of such unit or share (excluding any sales charge included in such selling price).

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

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)**(b) Financial assets and financial liabilities (continued)**Recognition and measurement (continued)

Shariah-compliant quoted securities in Malaysia are valued at the last traded market price quoted on Bursa Malaysia Securities Bhd ("Bursa Securities") at the date of the statement of financial position.

Foreign Shariah-compliant 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 Shariah-compliant 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 Shariah-compliant quoted securities for a period exceeding 14 days, or such shorter period as agreed by the Trustee, then the Shariah-compliant quoted securities are valued as determined in good faith by the Manager, based on the methods or basis approved by the Trustee after appropriate technical consultation.

Unquoted Sukuk denominated in MYR are revalued on a daily basis based on fair value prices quoted by a Bond Pricing Agency ("BPA") registered with the SC as per the SC GUTF. Refer to Note 2(m) for further explanation.

Shariah-compliant deposits with licensed Islamic financial institutions are stated at cost plus accrued profit calculated on the effective profit rate method over the period from the date of placement to the date of maturity of the respective deposits.

Financial assets at amortised cost and other financial liabilities are subsequently carried at amortised cost using the effective profit rate 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 POLICY INFORMATION (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 year.

(c) Income recognition

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

Profit income from Shariah-compliant deposits with licensed Islamic financial institutions and unquoted Sukuk are recognised on a time proportionate basis using the effective profit method on an accrual basis.

Profit income is calculated by applying the effective profit rate to the gross carrying amount of a financial asset except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets, the effective profit rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

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

Realised gain or loss on disposal of unquoted Sukuk is accounted for as the difference between the net disposal proceeds and the carrying amount of unquoted Sukuk, determined on cost adjusted for accretion of discount or amortisation of premium.

(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 Ringgit Malaysia ("MYR" or "RM"), 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 MYR primarily due to the following factors:

- i) Units of the Fund are denominated in MYR;
- ii) Significant portion of the Fund's expenses are denominated in MYR; and
- iii) Significant portion of the Fund's Shariah-compliant investments are denominated in MYR.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)**(d) Foreign currency (continued)**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 year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income.

(e) Cash and cash equivalents

For the purpose of statement of cash flows, cash and cash equivalents comprise bank balances and Shariah-compliant deposits with licensed Islamic financial institutions held in highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and 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 upon the taxable profit earned during the financial year.

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

Withholding taxes on investment income from investment are based on tax regime of the respective countries that the Fund invests in. They are presented within the other expenses line in the statement of comprehensive income.

Pursuant to Finance Act 2021, foreign-sourced income received in Malaysia will be taxed at prevailing tax rate(s) of the taxpayer and based on applicable tax rules. Bilateral or unilateral tax credits may be allowed if the same income has suffered foreign tax, and where relevant conditions are met.

Following the announcement by the Honorable Finance Minister II, tax on foreign-sourced income will be exempted for the period from 1 January 2024 until 31 December 2026.

(g) Distributions

Distributions to unit holders are recognized in the statements of comprehensive income as the unit holders' contributions are classified as financial liability. Distribution is reinvested into the Fund on the ex-date. Reinvestment of units is based on the NAV per unit on the ex-date, which is also the time of creation. Proposed distributions are recognized as a liability in the financial year in which it is approved by the Trustee.

In the previous financial years prior to issuance of different classes of units, a distribution to the Fund's unit holders is accounted for as a deduction from realized reserve before deduction from realized reserves as the unit holders' contributions were classified as equity.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(h) Amount due from/to stockbrokers/dealers

Amounts due to stockbrokers/dealers represent receivables/payables for Shariah-compliant quoted securities and unquoted Sukuk purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively.

(i) 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.

(j) Management fee rebate

Management fee rebate is derived from the Shariah-compliant collective investment schemes 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 Shariah-compliant collective investment schemes held.

(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) Unit holders' contributions

For the current financial year, 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 two classes of units, known respectively as the Class MYR and Class D which are cancelled at the unit holders' option and 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 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 members of respective classes with the total number of outstanding units of respective classes.

In the previous financial years prior to issuance of different classes of units, the unit holders' contributions to the Fund meet the criteria to be classified as equity instruments under MFRS 132 "Financial Instruments: Presentation". Those criteria include:

- the units entitle the holder to a proportionate share of the Fund's NAV;
- the units are the most subordinated class and class features are identical;
- there is no contractual obligations to deliver cash or another financial asset other than the obligation on the Fund to repurchase; and
- the total expected cash flows from the units over its life are based substantially on the profit or loss of the Fund.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)**(l) Unit holders' contributions (continued)**

The outstanding units are carried at the redemption amount that is payable at each financial year if unit holder exercises the right to put the unit back to the Fund.

Units are created and cancelled at prices based on the Fund's NAV per unit at the time of creation and cancellation. The Fund's NAV per unit is calculated by dividing the net assets attributable to unit holders with the total number of outstanding units.

(m) 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 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.

Estimate of fair value of unquoted Sukuk

In undertaking any of the Fund's Shariah-compliant investments, 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.

Ringgit-denominated unquoted Sukuk are valued using fair value prices quoted by a BPA. Where the Manager is of the view that the price quoted by BPA for a specific unquoted Sukuk differs from the market price by more than 20 bps, the Manager may use market price, provided that the Manager records its basis for using a non-BPA price, obtains necessary internal approvals to use the non-BPA price, and keeps an audit trail of all decisions and basis for adopting the use of non-BPA price.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments of the Fund are as follows:

	Financial assets at fair value through profit or loss RM	Financial assets at amortised cost RM	Total RM
2024			
Cash and cash equivalents (Note 9)	-	68,229,575	68,229,575
Shariah-compliant collective investment schemes (Note 8)	23,297,243	-	23,297,243
Shariah-compliant quoted securities (Note 8)	488,961,805	-	488,961,805
Unquoted Sukuk (Note 8)	322,807,945	-	322,807,945
Amount due from Dealer	-	12,352,931	12,352,931
Amount due from Stockbrokers	-	3,623,911	3,623,911
Amount due from Manager	-	6,307,862	6,307,862
Amount due from Manager of collective investment schemes - management fee rebate	-	354,882	354,882
Dividends receivable	-	1,251,122	1,251,122
	<u>835,066,993</u>	<u>92,120,283</u>	<u>927,187,276</u>
2023			
Cash and cash equivalents (Note 9)	-	62,525,935	62,525,935
Shariah-compliant collective investment schemes (Note 8)	23,260,821	-	23,260,821
Shariah-compliant quoted securities (Note 8)	395,999,105	-	395,999,105
Unquoted Sukuk (Note 8)	324,380,170	-	324,380,170
Amount due from Manager	-	3,163,822	3,163,822
Amount due from Manager of collective investment schemes - management fee rebate	-	270,485	270,485
Dividends receivable	-	834,322	834,322
	<u>743,640,096</u>	<u>66,794,564</u>	<u>810,434,660</u>

All of the Fund's financial liabilities are measured at amortised cost.

The investment objective of the Fund is to achieve medium to long-term growth in both capital and income by investing in permissible Shariah-compliant investments.

The Fund is exposed to a variety of risks which include market risk (inclusive of price risk, interest rate 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. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(a) Market risk

(i) Price risk

Price risk is the risk that the fair value of investment in Shariah-compliant collective investment schemes, Shariah-compliant quoted securities and unquoted Sukuk will fluctuate because of changes in market prices (other than those arising from interest rate risk and currency risk). The value of Shariah-compliant investments 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 Shariah-compliant collective investment schemes, Shariah-compliant quoted securities, unquoted Sukuk and other financial instruments within specified limits according to the Deeds.

The Fund's overall exposure to price risk was as follows:

	2024 RM	2023 RM
Financial assets at fair value through profit or loss:		
- Shariah-compliant collective investment schemes	23,297,243	23,260,821
- Shariah-compliant quoted securities - local	278,599,033	213,132,818
- Shariah-compliant quoted securities - foreign	210,362,772	182,866,287
- Unquoted Sukuk*	322,807,945	324,380,170
	<u>835,066,993</u>	<u>743,640,096</u>

* Includes profit receivables of RM3,293,603 (2023: RM3,805,268).

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

% Change in price of Shariah-compliant collective investment schemes and Shariah-compliant quoted securities	Market value RM	Impact on profit or loss/NAV RM
2024		
-5%	486,646,096	(25,612,952)
0%	512,259,048	-
+5%	<u>537,872,000</u>	<u>25,612,952</u>

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

(a) Market risk (continued)

(i) Price risk (continued)

% Change in price of Shariah-compliant collective investment schemes and Shariah-compliant quoted securities	Market value RM	Impact on profit or loss/NAV RM
2023		
-5%	398,296,930	(20,962,996)
0%	419,259,926	-
+5%	<u>440,222,922</u>	<u>20,962,996</u>

The Fund is exposed to price risk arising from profit rate fluctuation in relation to its investments of RM322,807,945 (2023: RM324,380,170) in unquoted Sukuk. The Fund's exposure to price risk arising from interest rate fluctuation and the related sensitivity analysis are disclosed in "interest rate risk" below.

(ii) Interest rate risk

In general, when interest rates rise, unquoted Sukuk prices will tend to fall and vice versa. Therefore, the NAV of the Fund may also tend to fall when interest rates rise or are expected to rise. However, investors should be aware that should the Fund hold an unquoted Sukuk till maturity, such price fluctuations would dissipate as it approaches maturity, and thus the growth of the NAV shall not be affected at maturity. In order to mitigate interest rates exposure of the Fund, the Manager will manage the duration of the portfolio via shorter or longer tenured assets depending on the view of the future interest rate trend of the Manager, which is based on its continuous fundamental research and analysis.

Although unquoted Sukuk is a non-interest bearing instrument, investors should note that the movement in prices of unquoted Sukuk are correlated to the movement in interest rates. As such, the investments in unquoted Sukuk are exposed to the movement of the interest rates. Even though the Fund does not invest in interest bearing instruments, the interest rate referred herein is to the general interest rate of the country, which may affect the value of the investment of the Fund. However, it does not in any way suggest that this Fund will invest in conventional financial instruments. All investments carried out for the Fund including placements and deposits are in accordance with Shariah.

This risk is crucial since unquoted Sukuk portfolio management depends on forecasting interest rate movements. Prices of unquoted Sukuk move inversely to interest rate movements, therefore as interest rates rise, the prices of unquoted Sukuk decrease and vice versa. Furthermore, unquoted Sukuk with longer maturity and lower yield interest rates are more susceptible to interest rate movements.

Such investments may be subject to unanticipated rise in interest rates which may impair the ability of the issuers to make payments of interest income and principal, especially if the issuers are highly leveraged. An increase in interest rates may therefore increase the potential for default by an issuer.

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

(a) Market risk (continued)

(ii) Interest rate risk (continued)

The table below summarises the sensitivity of the Fund's interest or loss and NAV to movements in prices of unquoted Sukuk held by the Fund as a result of movement in interest rate at the end of each reporting year. The analysis is based on the assumptions that the interest rate changes by 1% with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the interest rate, having regard to the historical volatility of the interest rate.

% Change in interest rate	Impact on profit or loss/NAV	
	2024 RM	2023 RM
+1%	(474,138)	(609,205)
-1%	<u>475,344</u>	<u>611,230</u>

Cash flow interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Fund is not exposed to cash flow interest rate risk as the Fund does not hold any financial instruments at variable interest rate.

The Fund's exposure to interest rate risk associated with Shariah-compliant deposits with licensed Islamic financial institutions is expected to be minimal as the deposits are held on short-term basis. The weighted average effective interest rate per annum is as follows:

	2024 %	2023 %
Shariah-compliant deposits with licensed Islamic financial institutions	<u>3.05</u>	<u>3.25</u>

(iii) Currency risk

Currency risk of the Fund is associated with Shariah-compliant 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 MYR based on considerations of economic fundamentals such as interest rate differentials, balance of payments position, debt levels, and technical chart considerations.

The following table sets out the foreign currency risk concentrations arising from the denomination of the Fund's financial instruments in foreign currencies:

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

(a) Market risk (continued)

(iii) Currency risk (continued)

Financial assets	Financial assets at fair value through profit or loss RM	Cash and cash equivalents RM	Amount due from Manager of collective investment schemes – management fee rebates RM	Dividends receivable RM	Total RM
2024					
AUD	5,823,626	-	-	-	5,823,626
CHF	5,032,023	-	-	-	5,032,023
CNY	3,044,187	-	-	-	3,044,187
EUR	-	1,196	-	-	1,196
HKD	35,533,449	-	-	250,137	35,783,586
IDR	-	-	8,283	-	8,283
INR	87,183,405	27,141	-	-	87,210,546
JPY	7,778,725	-	-	-	7,778,725
KRW	29,581,672	2	-	-	29,581,674
SGD	7,371,305	-	-	-	7,371,305
THB	2,894,386	-	-	-	2,894,386
TWD	18,962,335	-	-	43,844	19,006,179
USD	7,157,659	32,840,811	346,599	-	40,345,069
	<u>210,362,772</u>	<u>32,869,150</u>	<u>354,882</u>	<u>293,981</u>	<u>243,880,785</u>
2023					
AUD	2,390,902	11,917	-	-	2,402,819
CNY	2,361,569	-	-	-	2,361,569
EUR	4,677,156	-	-	-	4,677,156
GBP	5,526,632	-	-	-	5,526,632
HKD	19,490,997	71,146	-	66,947	19,629,090
IDR	-	39,493	20,794	-	60,287
INR	58,710,278	76,934	-	2,746	58,789,958
JPY	5,311,777	-	-	31,620	5,343,397
KRW	57,169,772	-	-	-	57,169,772
SGD	-	143,070	-	-	143,070
THB	7,019,489	-	-	-	7,019,489
TWD	7,895,267	2,562,841	-	22,571	10,480,679
USD	12,312,448	19,672,101	249,691	7,545	32,241,785
	<u>182,866,287</u>	<u>22,577,502</u>	<u>270,485</u>	<u>131,429</u>	<u>205,845,703</u>

The table below summarises the sensitivity of the Fund's profit or loss and NAV to changes in foreign exchange movements at the end of each reporting year. The analysis is based on the assumption that the foreign exchange rate fluctuates by 5%, with all other variables remaining constant. This represents management's best estimate of a reasonable possible shift in the foreign exchange rate, having regard to historical volatility of this rate. Disclosures below are shown in absolute terms, changes and impacts could be positive or negative. The following table sets out the foreign currency risk concentrations arising from the denomination of the Fund's financial instruments in foreign currencies:

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

(a) Market risk (continued)

(iii) Currency risk (continued)

	Change in foreign exchange rate	Impact on profit or loss/NAV	
		2024 RM	2023 RM
	%		
AUD	+/-5	+/-291,181	+/-120,141
CHF	+/-5	+/-251,601	-
CNY	+/-5	+/-152,209	+/-118,078
EUR	+/-5	+/-60	+/-233,858
GBP	+/-5	-	+/-276,332
HKD	+/-5	+/-1,789,179	+/-981,455
IDR	+/-5	+/-414	+/- 3,014
INR	+/-5	+/-4,360,527	+/- 2,939,498
JPY	+/-5	+/-388,936	+/-267,170
KRW	+/-5	+/-1,479,084	+/- 2,858,489
SGD	+/-5	+/-368,565	+/-7,154
THB	+/-5	+/-144,719	+/-350,974
TWD	+/-5	+/-950,309	+/- 524,034
USD	+/-5	+/-2,017,253	+/- 1,612,089
		<u>+/-12,194,039</u>	<u>+/-9,972,646</u>

(b) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligation resulting in financial loss to the Fund.

Investment in unquoted Sukuk may involve a certain degree of credit/default risk with regards to the issuers. Generally, credit risk or default risk is the risk of loss due to the issuer's non-payment or untimely payment of the investment amount as well as the returns on investment. This will cause a decline in value of the defaulted unquoted Sukuk and subsequently depress the NAV of the Fund. Usually, credit risk is more apparent for an investment with a longer tenure, i.e. the longer the duration, the higher the credit risk.

Credit risk can be managed by performing continuous fundamental credit research and analysis to ascertain the creditworthiness of its issuer. In addition, the Manager imposes a minimum rating requirement as rated by either local and/or foreign rating agencies and manages the duration of the investment in accordance with the objective of the Fund. For this Fund, the unquoted Sukuk investments must satisfy a minimum rating requirement of at least "BBB3" or "P2" by RAM or equivalent rating by MARC or by local rating agency(ies) of the country of issuance; "BBB-" by S&P or equivalent rating by any other international rating agencies.

The credit risk arising from placements of Shariah-compliant deposits in licensed Islamic financial institutions is managed by ensuring that the Fund will only place Shariah-compliant deposits in reputable licensed Islamic 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 exchanges. The credit risk is minimal as all transactions in Shariah-compliant quoted securities and unquoted Sukuk are settled/paid upon delivery using approved stockbrokers.

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

(b) Credit risk (continued)

For amount due from Manager of Shariah-compliant collective investment schemes, the Fund invests with an investment management company of the collective investment schemes which is authorised or approved by the relevant regulatory authority in its home jurisdiction.

The following table sets out the credit risk concentration of the Fund:

	Cash and cash equivalents RM	Financial assets at fair value through profit or loss- Unquoted Sukuk RM	Amount due from Manager RM	Amount due from Dealer RM	Amount due from Manager of collective investment scheme – fee rebate RM	Dividends receivable RM	Total RM
2024							
AAA	68,229,575	124,261,453	-	-	-	-	192,491,028
AA1	-	52,622,647	-	-	-	-	52,622,647
AA2	-	55,396,180	-	-	-	-	55,396,180
AA3	-	61,321,589	-	-	-	-	61,321,589
A1	-	7,056,204	-	-	-	-	7,056,204
A2	-	2,344,154	-	-	-	-	2,344,154
A3	-	1,342,234	-	-	-	-	1,342,234
GG/GB	-	8,456,732	-	-	-	-	8,456,732
Not Rated	-	10,006,752	6,307,862	12,352,931	354,882	1,251,122	30,273,549
	68,229,575	322,807,945	6,307,862	12,352,931	354,882	1,251,122	411,304,317
2023							
AAA	62,525,935	101,832,132	-	-	-	-	164,358,067
AA	-	101,848,276	-	-	-	-	101,848,274
AA1	-	23,451,886	-	-	-	-	23,451,888
AA2	-	11,154,000	-	-	-	-	11,153,999
AA3	-	14,921,473	-	-	-	-	14,921,474
A1	-	25,179,944	-	-	-	-	25,179,945
A2	-	4,662,180	-	-	-	-	4,662,180
A3	-	1,331,140	-	-	-	-	1,331,140
GG/GB	-	23,129,260	-	-	-	-	23,129,259
Not Rated	-	16,869,879	3,163,822	-	270,485	834,322	21,138,508
	62,525,935	324,380,170	3,163,822	-	270,485	834,322	391,174,734

Shariah-compliant deposits with licensed Islamic financial institutions of the Fund have an average maturity of 1 day (2023: 3 days).

(c) Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting its financial obligations.

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

(c) Liquidity risk (continued)

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, Shariah-compliant deposits with licensed Islamic financial institutions and other instruments, which are capable of being converted into cash within 7 business days.

The Fund's investment in Shariah-compliant collective investment schemes is realisable which is capable of being converted into cash within 10 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.

The table below summarises the Fund's financial liabilities into relevant maturity groupings based on the remaining year as at the end of the reporting year to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	Less than 1 month RM	Between 1 month to 1 year RM	Total RM
2024			
Amount due to stockbrokers	10,467,981	-	10,467,981
Amount due to dealer	1,001,230	-	1,001,230
Amount due to Manager	2,961,184	-	2,961,184
Accrued management fee	1,097,726	-	1,097,726
Amount due to Trustee	33,275	-	33,275
Other payables and accruals	-	24,900	24,900
Contractual undiscounted cash flows	15,561,396	24,900	15,586,296
2023			
Amount due to dealer	3,600,746	-	3,600,746
Amount due to Manager	2,234,907	-	2,234,907
Accrued management fee	983,373	-	983,373
Amount due to Trustee	66,315	-	66,315
Other payables and accruals	-	19,900	19,900
Contractual undiscounted cash flows	6,885,341	19,900	6,905,241

(d) Capital risk management

The capital of the Fund is net assets attributable to unit holders of RM912,601,653 (2023: RM803,693,492). 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.

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

(d) Capital risk management (continued)

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 values 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 year 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 market 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 RM	Level 2 RM	Level 3 RM	Total RM
2024				
Financial assets at fair value through profit or loss:				
- Shariah-compliant Collective investment	23,297,243	-	-	23,297,243
- Shariah-compliant quoted securities - local	278,599,033	-	-	278,599,033
- Shariah-compliant quoted securities - foreign	210,362,772	-	-	210,362,772
- Unquoted Sukuk	-	322,807,945	-	322,807,945
	<u>512,259,048</u>	<u>322,807,945</u>	<u>-</u>	<u>835,066,993</u>
2023				
Financial assets at fair value through profit or loss:				
- Shariah-compliant Collective investment	23,260,821	-	-	23,260,821
- Shariah-compliant quoted securities - local	213,132,818	-	-	213,132,818
- Shariah-compliant quoted securities - foreign	182,866,287	-	-	182,866,287
- Unquoted Sukuk	-	324,380,170	-	324,380,170
	<u>419,259,926</u>	<u>324,380,170</u>	<u>-</u>	<u>743,640,096</u>

Shariah-compliant 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).

Financial instruments that trade in markets that are not 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.

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

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

These include unquoted Sukuk. 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. 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 Stockbroker, amount due from Dealer, amount due from Manager, amount due from Manager of Shariah-compliant collective investment schemes – management fee rebate, 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 1.50% per annum, calculated daily based on the NAV of the Fund.

For the financial year ended 30 September 2024, the management fee is recognised at a rate of 1.50% per annum (2023: 1.50% per annum).

There was 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 0.045% per annum calculated daily based on the NAV of the Fund.

The Trustee Fee includes local custodian fee but excludes foreign sub-custodian fee (if any). Foreign sub-custodian fee is dependent on the country invested and is charged monthly in arrears.

For the financial period from 1 October 2023 until 1 November 2023, the Trustee fee is recognised at a rate of 0.10%. Effective 2 November 2023, the Trustee Fee is recognised at a rate of 0.045% per annum.

During the financial year ended 30 September 2024, the Fund incurred custodian fees of RM69,476 (2023: RM165,466).

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

6. DISTRIBUTIONS

Distributions to unit holders were derived from the following sources (assessed up to distribution declaration date):

6. DISTRIBUTIONS (CONTINUED)

Breakdown of distribution were as follows:

	2024		2023	
	RM	%	RM	%
Source of distribution				
Distribution out of current year's income	-	-	2,027,735	100.00
Distribution out of prior year's income/capital*	-	-	28,122,135	-
Total	-	-	30,149,870	100.00

	2024	2023
Gross/Net distribution per unit (sen)		
Distribution on 23 November 2022	-	0.79
Distribution on 23 May 2023	-	1.04
	-	1.83

* Distribution income has been accrued as at the end of the prior financial year but is not declared and paid as distribution.

Gross distribution is derived using total income less total expenses. Net distribution above is sourced from current and prior financial years' realised income.

Gross distribution per unit is derived from gross realised income less expense, divided by the number of units in circulation. Net distribution per unit is derived from gross realised income less expenses and taxation, divided by the number of units in circulation.

There were no unrealised losses during the financial year ended 30 September 2024 and 30 September 2023.

7. TAXATION

	2024 RM	2023 RM
Tax charged for the financial year:		
- Capital gains tax	875,278	329,707
- Tax on foreign source income	61,020	735,861
- Over provision of tax in prior year	(520,096)	(292,402)
	<u>416,202</u>	<u>773,166</u>

A numerical reconciliation between the profit before taxation multiplied by the Malaysian statutory income tax rate and tax expense of the Fund is as follows:

	2024 RM	2023 RM
Profit before taxation	<u>78,311,557</u>	<u>55,045,738</u>
Taxation at Malaysian statutory rate of 24% (2023: 24%)	18,794,774	13,210,977
Tax effects of:		
Investment income not subject to tax	(22,724,792)	(16,623,084)
Expenses not deductible for tax purposes	769,565	617,698
Restriction on tax deductible expenses for Unit Trust Funds	3,160,453	2,794,409
Capital gains tax	875,278	329,707
Tax on foreign source income	61,020	735,861
Over provision of tax in prior year	(520,096)	(292,402)
Taxation	<u>416,202</u>	<u>773,166</u>

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2024 RM	2023 RM
At fair value through profit or loss:		
- Shariah-compliant collective investment schemes	23,297,243	23,260,821
- Shariah-compliant quoted securities - local	278,599,033	213,132,818
- Shariah-compliant quoted securities - foreign	210,362,772	182,866,287
- Unquoted Sukuk	322,807,945	324,380,170
	<u>835,066,993</u>	<u>743,640,096</u>
Net gain on financial assets at fair value through profit or loss:		
- Realised gain/(loss) on disposals	12,283,771	(10,965,032)
- Unrealised fair value gain	62,856,736	56,045,588
- Management fee rebates #	298,104	222,522
	<u>75,438,611</u>	<u>45,303,078</u>

Management fee rebates represent the Fund's entitlements to management fee rebates from the Manager and the Manager of the Shariah-compliant collective investment schemes the Fund invests in.

	2024 %	2023 %
Reksa Dana Syariah Principal Islamic ASEAN Equity Syariah	2.50	2.50
Reksa Dana Principal Islamic Equity Growth Syariah	2.00	2.00
Principal Islamic Asia Pacific Dynamic Income & Growth Fund	1.00	1.00
Principal Islamic Global Responsible Equity Fund	0.80	0.80

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2024				
SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEMES				
INDONESIA				
Reksa Dana Syariah Principal Islamic ASEAN Equity Syariah	590,000	2,605,440	2,483,791	0.27
Reksa Dana Principal Islamic Equity Growth Syariah	<u>5,082,958</u>	<u>2,251,776</u>	<u>1,676,270</u>	<u>0.18</u>
	<u>5,672,958</u>	<u>4,857,216</u>	<u>4,160,061</u>	<u>0.45</u>
IRELAND				
Principal Islamic Asia Pacific Dynamic Income & Growth Fund	346,900	14,363,395	14,581,664	1.60
Principal Islamic Global Responsible Equity Fund	<u>98,000</u>	<u>4,135,110</u>	<u>4,555,518</u>	<u>0.50</u>
	<u>444,900</u>	<u>18,498,505</u>	<u>19,137,182</u>	<u>2.10</u>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2024 (CONTINUED)				
SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEMES (CONTINUED)				
TOTAL SHARIAH- COMPLIANT COLLECTIVE INVESTMENT SCHEMES	6,117,858	23,355,721	23,297,243	2.55
ACCUMULATED UNREALISED LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		(58,478)		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		23,297,243		
2024				
SHARIAH-COMPLIANT QUOTED SECURITIES - LOCAL				
Communication Services				
CelcomDigi Bhd	1,000,000	3,834,350	3,720,000	0.41
Telekom Malaysia Bhd	2,202,341	11,218,236	14,799,732	1.62
	<u>3,202,341</u>	<u>15,052,586</u>	<u>18,519,732</u>	<u>2.03</u>
Consumer Discretionary				
Mr D.I.Y. Group (M) Bhd	4,000,000	6,590,667	8,480,000	0.93
Consumer Staples				
Johor Plantations Group Bhd	1,681,800	1,412,712	1,631,346	0.18
SD Guthrie Bhd	1,300,000	5,910,055	6,227,000	0.68
	<u>2,981,800</u>	<u>7,322,767</u>	<u>7,858,346</u>	<u>0.86</u>
Energy				
Dayang Enterprise Holdings Bhd	5,684,400	9,675,624	12,960,432	1.42
Dialog Group Bhd	4,892,200	11,057,945	10,518,230	1.15
	<u>10,576,600</u>	<u>20,733,569</u>	<u>23,478,662</u>	<u>2.57</u>
Financials				
Bursa Malaysia Bhd	671,700	6,259,324	6,394,584	0.70

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2024 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES – LOCAL (CONTINUED)				
Health Care				
Hartalega Holdings Bhd	4,000,000	6,777,253	11,160,000	1.22
Kossan Rubber Industries Bhd	4,000,000	4,549,711	7,480,000	0.82
KPJ Healthcare Bhd	4,300,000	6,117,445	9,116,000	1.00
	<u>12,300,000</u>	<u>17,444,409</u>	<u>27,756,000</u>	<u>3.04</u>
Industrials				
Farm Fresh Bhd	2,720,300	4,122,141	5,005,352	0.55
Frontken Corporation Bhd	2,000,000	7,066,953	7,340,000	0.80
Gamuda Bhd	3,143,433	13,744,986	25,398,939	2.78
IJM Corp Bhd	3,400,000	5,914,326	9,962,000	1.09
ITMAX System Bhd	2,600,000	8,450,000	9,386,000	1.03
Keyfield International Bhd	1,000,000	2,543,440	2,320,000	0.25
MISC Bhd	900,000	7,314,500	7,020,000	0.77
Westports Holdings Bhd	1,300,000	4,966,843	5,551,000	0.61
	<u>17,063,733</u>	<u>54,123,189</u>	<u>71,983,291</u>	<u>7.89</u>
Information Technology				
Genetec Technology Bhd	1,000,000	2,419,535	830,000	0.09
Nationgate Holdings Bhd	7,085,000	10,972,644	12,257,050	1.34
Vitrox Corporation Bhd	1,044,800	2,254,716	3,374,704	0.37
V.S. Industry Bhd	4,000,000	4,346,748	3,940,000	0.43
V.S. Industry Bhd Warrants	400,000	-	74,000	0.01
	<u>13,529,800</u>	<u>19,993,643</u>	<u>20,475,754</u>	<u>2.24</u>
Materials				
Press Metal Aluminium Holdings Bhd	1,800,032	8,194,508	9,108,162	1.00
Real Estate				
Eastern and Oriental Bhd	3,362,100	2,142,666	3,059,511	0.34
Skyworld Development Bhd	1,216,200	972,960	674,991	0.07
Sunway Bhd	5,600,000	12,264,901	23,520,000	2.58
Sime Darby Property Bhd	1,000,000	1,478,600	1,470,000	0.16
SP Setia Bhd	10,000,000	14,085,405	12,500,000	1.37
	<u>21,178,300</u>	<u>30,944,532</u>	<u>41,224,502</u>	<u>4.52</u>
Utilities				
Tenaga Nasional Bhd	3,000,000	29,846,384	43,320,000	4.75
TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES - LOCAL	<u>90,304,306</u>	<u>216,505,578</u>	<u>278,599,033</u>	<u>30.53</u>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2024				
SHARIAH-COMPLIANT QUOTED SECURITIES – FOREIGN				
AUSTRALIA				
Real Estate				
GOODMAN GROUP	55,191	5,381,355	5,823,627	0.64
TOTAL AUSTRALIA	55,191	5,381,355	5,823,627	0.64
CHINA				
Energy				
PetroChina Co. Ltd	1,364,000	6,784,710	4,588,501	0.50
Industrials				
Contemporary Amperex Technology	20,594	2,798,141	3,044,187	0.34
TOTAL CHINA	1,384,594	9,582,851	7,632,688	0.84
HONG KONG SAR				
Consumer Discretionary				
Alibaba Group Holding Ltd	174,800	8,491,509	10,202,377	1.12
Meituan	104,510	8,033,910	9,537,917	1.04
	279,310	16,525,419	19,740,294	2.16
Consumer Staples				
China Mengniu Dairy Co. Ltd	279,000	2,774,107	2,768,299	0.30
Industrials				
Techtronic Industries Co	47,000	2,695,209	2,945,201	0.32
Real Estate				
China Resources Land Ltd	193,000	2,838,760	2,933,926	0.32
Utilities				
CLP Holdings Ltd	70,000	2,715,885	2,557,227	0.29
TOTAL HONG KONG SAR	868,310	27,549,380	30,944,947	3.39
INDIA				
Consumer Discretionary				
Maruti Suzuki India Ltd	2,788	1,799,129	1,815,851	0.20
Bajaj Auto Ltd	11,032	5,240,587	6,701,066	0.73
Trent Ltd	7,288	2,697,824	2,716,039	0.30
	21,108	9,737,540	11,232,956	1.23

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2024 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES – FOREIGN (CONTINUED)				
Consumer Staples				
Dabur India Ltd	86,448	2,672,368	2,659,127	0.29
Hindustan Unilever Ltd	30,524	4,491,249	4,442,718	0.49
Varun Beverages Ltd	158,042	3,251,259	4,714,387	0.52
Avenue Supermarts Ltd	14,161	3,653,552	3,550,700	0.38
	<u>289,175</u>	<u>14,068,428</u>	<u>15,366,932</u>	<u>1.68</u>
Energy				
Reliance Industries Ltd	171,788	20,841,397	24,959,934	2.74
Oil & Natural Gas Corp Ltd	251,921	4,112,839	3,688,607	0.40
	<u>423,709</u>	<u>24,954,236</u>	<u>28,648,541</u>	<u>3.14</u>
Health Care				
Sun Pharma Industries Ltd	56,782	5,399,611	5,382,572	0.59
Fortis Healthcare Ltd	51,089	1,399,477	1,546,102	0.17
Max Healthcare Institute Ltd	50,975	2,743,137	2,472,231	0.27
	<u>158,846</u>	<u>9,542,225</u>	<u>9,400,905</u>	<u>1.03</u>
Industrials				
Havells India Ltd	26,293	2,747,302	2,603,919	0.29
Siemens India Ltd	12,832	4,475,368	4,577,174	0.50
	<u>39,125</u>	<u>7,222,670</u>	<u>7,181,093</u>	<u>0.79</u>
Information Technology				
Tata Consultancy Services Ltd	12,342	2,904,677	2,591,946	0.28
Materials				
Ultra Tech Cement Ltd	3,285	1,305,760	1,907,463	0.21
Real Estate				
Macrotech Developers Ltd	61,253	2,476,848	3,720,047	0.41
Utilities				
Gail India Ltd	603,397	7,190,941	7,133,521	0.78
TOTAL INDIA	<u>1,612,240</u>	<u>79,403,325</u>	<u>87,183,404</u>	<u>9.55</u>
JAPAN				
Information Technology				
Hitachi Ltd	71,400	6,774,464	7,778,726	0.85
TOTAL JAPAN	<u>71,400</u>	<u>6,774,464</u>	<u>7,778,726</u>	<u>0.85</u>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2024 (CONTINUED)				
SHARIAH-COMPLIANT				
QUOTED SECURITIES –				
FOREIGN (CONTINUED)				
SINGAPORE				
Communication Services				
Singapore				
Telecommunications	707,100	7,481,319	7,371,305	0.81
TOTAL SINGAPORE	707,100	7,481,319	7,371,305	0.81
SOUTH KOREA				
Consumer Discretionary				
KIA Corporation	10,912	3,378,731	3,417,927	0.37
Information Technology				
Samsung Electronics Co. Ltd	135,685	33,943,055	26,163,745	2.87
TOTAL SOUTH KOREA	146,597	37,321,786	29,581,672	3.24
SWITZERLAND				
Health Care				
Lonza Group AG	1,928	5,304,518	5,032,024	0.55
TOTAL SWITZERLAND	1,928	5,304,518	5,032,024	0.55
TAIWAN				
Information Technology				
E Ink Holdings Inc	57,000	686,363	2,172,800	0.24
Largan Precision Co. Ltd	12,000	5,142,715	3,965,448	0.43
Taiwan Semiconductor Manufacturing Co Ltd	103,000	10,403,843	12,824,087	1.41
	172,000	16,232,921	18,962,335	2.08
TOTAL TAIWAN	172,000	16,232,921	18,962,335	2.08
THAILAND				
Health Care				
Bumrungrad Hospital	84,300	2,809,515	2,894,387	0.32
TOTAL THAILAND	84,300	2,809,515	2,894,387	0.32

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2024 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES – FOREIGN (CONTINUED)				
UNITED STATES				
Information Technology				
Apple Inc.	3,349	2,856,600	3,215,686	0.35
Microsoft Corp	2,223	4,151,448	3,941,971	0.43
	<u>5,572</u>	<u>7,008,048</u>	<u>7,157,657</u>	<u>0.78</u>
TOTAL UNITED STATES	<u>5,572</u>	<u>7,008,048</u>	<u>7,157,657</u>	<u>0.78</u>
TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES - FOREIGN	5,109,232	204,849,482	210,362,772	23.05
TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES	<u>95,413,538</u>	<u>421,355,060</u>	<u>488,961,805</u>	<u>53.58</u>
ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>67,606,745</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>488,961,805</u>		
2024 UNQUOTED SUKUK				
Aeon Co. M Bhd 4.41% 05/07/2028 (AA2)	2,000,000	2,021,455	2,060,005	0.23
Aeon Credit Service M Bhd 3.80% 10/02/2027 (AA3)	1,450,000	1,457,548	1,458,460	0.16
Aeon Credit Service M Bhd 3.85% 10/02/2028 (AA3)	3,250,000	3,264,522	3,271,300	0.36
Aeon Credit Service M Bhd 3.95% 12/03/2030 (A1)	5,500,000	5,510,298	5,510,923	0.60
Affin Islamic Bank Bhd 4.75% 16/12/2027 (AA3)	5,000,000	5,187,160	5,197,587	0.57
AmBank Islamic 3.75% 20/09/2027 (AA2)	5,000,000	5,005,751	5,006,300	0.55
AmBank Islamic 4.53% 28/03/2033 (AA3)	4,290,000	4,290,532	4,379,722	0.48
Bank Pembangunan Malaysia Bhd 3.00% 12/10/2027 (AAA)	5,000,000	4,886,589	4,965,185	0.54

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2024 (CONTINUED)				
UNQUOTED SUKUK				
(CONTINUED)				
Bank Pembangunan Malaysia Bhd 4.05% 06/06/2031 (AAA)	1,540,000	1,555,045	1,575,325	0.17
Bank Pembangunan Malaysia Bhd BPMB 1MTN 4.98% 2/3/2032-Issue (AAA)	2,000,000	2,139,426	2,145,875	0.24
Bank Simpanan Nasional 3.47% 21/10/2026 (AAA)	2,850,000	2,841,563	2,878,560	0.32
Bank Simpanan Nasional 3.89% 20/10/2028 (AAA)	3,970,000	4,038,401	4,042,592	0.44
Bank Simpanan Nasional IMTN 3.90% 12/02/2029 (AAA)	2,000,000	2,010,044	2,012,524	0.22
Benih Restu Berhad IMTN 4.08% 28/07/2034 (AA2)	1,930,000	1,943,830	1,958,649	0.21
Bumitama Agri Ltd 4.20% 22/07/2026 (AA2)	6,600,000	6,682,097	6,703,487	0.73
Cagamas Bhd 3.90% 14/04/2026 (AAA)	1,700,000	1,730,698	1,739,487	0.19
CIMB Islamic Bank IMTN 4.00% 30/07/2032 (AAA)	10,000,000	10,069,041	10,098,641	1.11
CIMB Islamic Bank IMTN 4.02% 30/11/2028 (AAA)	2,670,000	2,706,464	2,725,181	0.30
CIMB Islamic Bank IMTN 4.07% 30/07/2035 (AAA)	2,930,000	2,950,583	2,967,548	0.33
Danum Capital Bhd 2.97% 13/05/2025 (AAA)	3,000,000	3,041,264	3,024,669	0.33
DIGI Telecomm Sdn Bhd 3.50% 18/09/2026 (AAA)	1,900,000	1,888,243	1,896,665	0.21
DIGI Telecomm Sdn Bhd 4.05% 30/05/2030 (AAA)	2,340,000	2,371,439	2,398,895	0.26
DIGI Telecomm Sdn Bhd IMTN 3.93% 27/06/2031 (AAA)	5,000,000	5,051,682	5,068,482	0.56
DRB-Hicom Bhd 4.55% 12/12/2024 (AA3)	750,000	761,085	761,563	0.08
DRB-Hicom Bhd 4.850% 11/12/2026 (AA3)	9,100,000	9,304,849	9,421,861	1.03
Edotco Malaysia Sdn Bhd 4.44% 07/09/2029 (AA1)	5,430,000	5,473,483	5,598,689	0.61
Edra Energy Sdn Bhd IMTN 5.88% 03/07/2026-Tranche (AA3)	2,500,000	2,596,391	2,623,791	0.29
Exsim Capital Resources Bhd 4.50% 09/07/2025 (AAA)	1,410,000	1,425,450	1,428,353	0.16
Fortune Premiere Sdn Bhd IMTN 3.985% 11/09/2026 (AA2)	2,100,000	2,106,665	2,106,853	0.23

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2024 (CONTINUED)				
UNQUOTED SUKUK				
(CONTINUED)				
Fortune Premiere Sdn Bhd IMTN 5.05% 05/09/2025 (AA2)	5,000,000	5,065,273	5,069,769	0.56
GII Murabahah - 4.119% 30/11/2034 (GB)	3,000,000	3,295,767	3,134,079	0.34
GII Murabahah 4.895% 08/05/2047 (GB)	3,000,000	3,659,434	3,400,981	0.37
IJM Land Bhd Perpetual Sukuk 5.65% 17/03/2119 (A2)	2,300,000	2,338,710	2,344,154	0.26
Imtiaz Sukuk II Bhd 3.54% 17/04/2026 (AA2)	1,200,000	1,208,430	1,216,179	0.13
Imtiaz Sukuk II Bhd 4.38% 12/05/2027 (AA2)	700,000	711,844	722,967	0.08
Infracap Resources Sdn Bhd 3.69% 15/04/2026 (AAA)	5,000,000	5,098,114	5,089,876	0.56
Jimah East Power Sdn Bhd - 5.770% 04/12/2029 (AA3)	1,000,000	1,096,939	1,099,282	0.12
Johor Corporation 4.45% 05/07/2030 (AAA)	1,050,000	1,060,753	1,092,579	0.12
Johor Corporation 4.54% 06/07/2033 (AAA)	1,740,000	1,823,270	1,831,138	0.20
Johor Port Bhd 5.10% 04/10/2027 (AA3)	940,000	988,402	998,835	0.11
Kimanis Power Sdn Bhd - 5.50% 08/08/2028 (AA2)	10,000,000	10,586,925	10,687,270	1.17
Kuala Lumpur Kepong Bhd 4.17% 16/03/2032 (AA1)	1,000,000	1,006,744	1,020,999	0.11
Mah Sing Group Bhd 4.35% 13/03/2025 (NR)	10,000,000	10,021,452	10,006,752	1.10
Malayan Banking Bhd 3.10% 08/10/2032 (AA1)	5,000,000	4,903,753	4,962,115	0.54
Malayan Banking Bhd 3.41% 05/08/2031 (AA1)	2,500,000	2,513,313	2,493,688	0.27
Malayan Cement Bhd IMTN 5.07% 11/12/2029 (AA3)	1,060,000	1,122,172	1,128,282	0.12
Malaysia Airports Holdings Bhd 4.14% 29/12/2028 (AAA)	1,100,000	1,119,102	1,125,724	0.12
Manjung Island Energy Bhd 4.74% 23/11/2029 (AAA)	5,000,000	5,136,027	5,302,013	0.58
MBSB Bank Berhad 5.250% 19/12/2031 (A3)	1,290,000	1,308,926	1,342,234	0.15
MMC Corporation Berhad 5.40% 30/11/2029 (AA3)	2,470,000	2,520,647	2,685,150	0.29

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2024 (CONTINUED)				
UNQUOTED SUKUK				
(CONTINUED)				
MMC Port Hldgs Sdn Bhd 4.66% 06/04/2029 (AA3)	2,100,000	2,199,670	2,214,303	0.24
OSK Rated Bond Sdn Bhd 4.39% 28/04/2028 (AA2)	2,000,000	2,066,186	2,074,184	0.23
Pelabuhan Tanjung Pelepas Sdn 3.74% 21/04/2026 (AA2)	3,480,000	3,527,800	3,539,993	0.39
Penang Port Sdn Bhd 4.48% 27/12/2029 (AA3)	200,000	202,357	207,927	0.02
Penang Port Sdn Bhd 4.68% 26/12/2031 (AA3)	5,000,000	5,147,381	5,282,895	0.58
Pengerang LNG (Two) Sdn Bhd 2.67% 21/10/2026 (AAA)	2,600,000	2,577,594	2,580,709	0.28
Pengerang LNG (Two) Sdn Bhd 2.76% 21/10/2027 (AAA)	5,000,000	4,883,824	4,925,549	0.54
Pengerang LNG (Two) Sdn Bhd 2.86% 20/10/2028 (AAA)	830,000	803,767	812,880	0.09
Pengurusan Air SPV Bhd 3.73% 02/06/2028 (AAA)	1,400,000	1,401,523	1,412,839	0.15
Pengurusan Air SPV Bhd 4.51% 04/04/2031 (AAA)	930,000	950,684	984,899	0.11
Pengurusan Air SPV Bhd 4.56% 31/01/2030 (AAA)	2,270,000	2,313,021	2,363,822	0.26
Pengurusan Air SPV Bhd IMTN 4.07% 07/02/2031 (AAA)	2,770,000	2,787,888	2,818,898	0.31
Petroleum Sarawak Exploration & Production 4.54% 22/02/2030 (AAA)	2,330,000	2,347,061	2,419,904	0.27
Press Metal Aluminium Holdings Bhd 4.81% 07/12/2028 (AA2)	2,860,000	2,954,777	3,005,879	0.33
Projek Lebuhraya Usahasama Bhd Sukuk Plus 4.88% 12/01/2028 (AAA)	5,000,000	5,351,307	5,233,698	0.57
Sabah Credit Corporation 3.91% 25/01/2027 (AA1)	1,670,000	1,682,252	1,685,138	0.18
Sabah Credit Corporation 4.33% 14/09/2029 (AA1)	5,000,000	5,084,408	5,099,704	0.56
Sarawak Energy Bhd 5.040% 25/04/2031 (AAA)	5,000,000	5,506,432	5,454,875	0.60
Sarawak Petchem Sdn Bhd 5.05% 27/07/2029 (AAA)	1,100,000	1,149,665	1,172,495	0.13

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2024 (CONTINUED) UNQUOTED SUKUK (CONTINUED)				
Sime Darby Property Bhd 3.42% 03/12/2027 (AA1)	10,000,000	9,956,805	9,986,001	1.09
SME Bank Bhd 3.10% 31/07/2026 (AAA)	1,770,000	1,762,936	1,755,532	0.19
SME Bank Bhd 3.30% 23/04/2027 (GG)	1,900,000	1,909,838	1,921,672	0.21
Southern Power Generation IMTN 5.040% 28/04/2028 (AA3)	5,000,000	5,227,576	5,308,273	0.58
Southern Power Generation IMTN 5.25% 30/04/2031 (AA3)	5,000,000	5,405,226	5,484,503	0.60
SP Setia Bhd 4.30% 23/06/2026 (AA2)	440,000	446,732	449,052	0.05
SP Setia Bhd 4.30% 23/06/2028 (AA2)	7,160,000	7,326,388	7,354,646	0.81
Sunway Healthcare Treasury Sdn IMTN 3.85% 29/04/2027 (AA2)	3,375,000	3,430,179	3,440,945	0.38
Tenaga Nasional Bhd 2.90% 12/08/2030 (AAA)	3,750,000	3,764,897	3,591,760	0.39
Tenaga Nasional Bhd 3.92% 24/11/2028 (AAA)	5,000,000	5,068,197	5,106,347	0.56
Tenaga Nasional Bhd IMTN 4.98% 27/08/2038 (AAA)	5,000,000	5,408,634	5,558,512	0.61
TNB Northern Energy Berhad 4.35% 29/05/2029 (AAA)	5,000,000	5,377,118	5,182,486	0.57
Toyota Capital (M) Sdn Bhd IMTN 4.43% 24/01/2029 (AAA)	3,000,000	3,110,259	3,119,754	0.34
UEM Edgenta Bhd 4.25% 24/04/2026 (AA3)	2,000,000	2,037,321	2,050,355	0.22
UEM Sunrise Bhd 4.40% 08/09/2026 (AA3)	5,000,000	5,063,473	5,068,560	0.56
UEM Sunrise Bhd IMTN 4.84% 14/02/2034 (AA3)	2,500,000	2,672,757	2,678,937	0.29
UMW Holdings Bhd 3.88% 24/11/2026 (AA1)	8,250,000	8,293,743	8,399,153	0.92
UNITAPAH 5.96% 12.12.2028 (AAA)	5,000,000	5,294,954	5,489,625	0.60
WCT Holdings Bhd IMTN 5.65% 20/4/2026 (A1)	1,500,000	1,540,289	1,545,280	0.17
Westports Malaysia Sdn Bhd IMTN 4.29% 13/05/2039 (AAA)	830,000	848,007	867,555	0.10
YTL Power International Bhd 4.88% 22/03/2030 (AA1)	2,500,000	2,508,192	2,622,540	0.29

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2024 (CONTINUED)				
UNQUOTED SUKUK (CONTINUED)				
YTL Power International Bhd 4.99% 24/03/2033 (AA1)	5,330,000	5,424,992	5,712,252	0.63
YTL Power International Bhd IMTN 4.005% 26/08/2031 (AA1)	3,000,000	3,012,645	3,022,530	0.33
YTL Power International Bhd IMTN 4.18% 18/03/2036 (AA1)	2,000,000	2,008,356	2,019,838	0.22
TOTAL UNQUOTED FIXED INCOME SECURITIES	313,405,000	320,734,706	322,807,945	35.37
ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		2,073,239		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		322,807,945		
2023				
SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEMES				
INDONESIA				
Reksa Dana Syariah Principal Islamic ASEAN Equity Syariah	590,000	2,605,440	2,524,683	0.31
Reksa Dana Principal Islamic Equity Growth Syariah	5,082,958	2,251,776	1,915,265	0.24
	<u>5,672,958</u>	<u>4,857,216</u>	<u>4,439,948</u>	<u>0.55</u>
IRELAND				
Principal Islamic Asia Pacific Dynamic Income & Growth Fund	346,900	14,363,395	14,424,095	1.79
Principal Islamic Global Responsible Equity Fund	98,000	4,135,110	4,396,778	0.55
	<u>444,900</u>	<u>18,498,505</u>	<u>18,820,873</u>	<u>2.34</u>

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

Name of issuer	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED)				
SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEMES (CONTINUED)				
TOTAL SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEMES	6,117,858	23,355,721	23,260,821	2.89
ACCUMULATED UNREALISED LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		(94,900)		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		23,260,821		
SHARIAH-COMPLIANT QUOTED SECURITIES - LOCAL				
Communication Services				
Maxis Bhd	556,400	2,155,469	2,247,856	0.28
Telekom Malaysia Bhd	1,363,441	6,844,044	6,680,861	0.83
	<u>1,919,841</u>	<u>8,999,513</u>	<u>8,928,717</u>	<u>1.11</u>
Construction				
Gamuda Bhd	1,855,716	6,630,033	8,220,822	1.02
IJM Corporation Bhd	2,436,400	3,856,103	4,531,704	0.56
	<u>4,292,116</u>	<u>10,486,136</u>	<u>12,752,526</u>	<u>1.58</u>
Consumer Discretionary				
Mr D.I.Y. Group (M) Bhd	8,616,300	13,008,652	13,010,613	1.62
MST Golf Group Bhd	1,341,000	891,509	697,320	0.09
QL Resources Bhd	300,200	1,587,832	1,639,092	0.20
	<u>10,257,500</u>	<u>15,487,993</u>	<u>15,347,025</u>	<u>1.91</u>
Energy				
Dayang Enterprise Holding Bhd	3,865,100	5,306,164	7,459,643	0.93
Dialog Group Bhd	1,970,300	4,550,650	4,177,036	0.52
Hibiscus Petroleum Bhd	9,079,950	8,544,464	10,260,344	1.28
	<u>14,915,350</u>	<u>18,401,278</u>	<u>21,897,023</u>	<u>2.73</u>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES - LOCAL (CONTINUED)				
Health Care				
Hartalega Holdings Bhd	5,191,800	8,796,535	10,331,682	1.29
Kossan Rubber Industries Bhd	7,331,400	8,338,938	9,677,448	1.20
KPJ Healthcare Bhd	1,079,500	1,194,686	1,230,630	0.15
	<u>13,602,700</u>	<u>18,330,159</u>	<u>21,239,760</u>	<u>2.64</u>
Industrials				
Natongate Holdings Bhd	5,232,700	7,683,193	6,959,491	0.87
Press Metal Aluminium Holdings Bhd	2,331,132	9,510,082	10,979,632	1.37
Sunway Bhd	4,196,000	7,973,248	8,266,120	1.03
V.S. Industry Bhd	5,604,300	6,090,121	5,716,386	0.71
	<u>17,364,132</u>	<u>31,256,644</u>	<u>31,921,629</u>	<u>3.98</u>
Information Technology				
Agmo Holdings Bhd	21,567	-	12,509	0.00*
CTOS Digital Bhd	2,514,500	3,576,001	3,520,300	0.44
Frontken Corporate Bhd	2,274,900	7,940,758	7,165,935	0.89
Genetec Technology Berhad	2,397,100	6,347,861	5,729,069	0.71
Inari Amertron Bhd	8,376,900	25,403,621	24,293,010	3.02
My E.G. Services Bhd	11,365,032	11,367,586	9,035,200	1.12
UWC Bhd	366,000	2,178,567	1,361,520	0.17
Vitrox Corporation Bhd	614,400	2,651,795	4,571,136	0.57
	<u>27,930,399</u>	<u>59,466,189</u>	<u>55,688,679</u>	<u>6.93</u>
Plantation				
Kuala Lumpur Kepong Bhd	180,500	4,777,707	3,862,700	0.48
Sime Darby Plantation Bhd	1,045,400	4,700,203	4,474,312	0.56
	<u>1,225,900</u>	<u>9,477,910</u>	<u>8,337,012</u>	<u>1.04</u>
Property				
Skyworld Development Bhd	4,852,900	3,882,320	2,838,947	0.35
Eastern and Oriental Bhd	3,362,100	2,142,666	2,252,607	0.28
	<u>8,215,000</u>	<u>6,024,986</u>	<u>5,091,554</u>	<u>0.63</u>
Transport and Logistic				
Westports Holdings Bhd	3,281,500	11,990,262	10,599,245	1.32
Utilities				
Tenaga Nasional Bhd	2,135,100	20,220,801	21,329,648	2.65

* 0.00 denotes percentage less than 0.01%.

PRINCIPAL ISLAMIC LIFETIME BALANCED FUND

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES – LOCAL (CONTINUED)				
TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES - LOCAL	105,139,538	210,141,871	213,132,818	26.52
SHARIAH-COMPLIANT QUOTED SECURITIES - FOREIGN				
AUSTRALIA				
Materials				
BHP Group Ltd	17,731	2,304,755	2,390,902	0.30
TOTAL AUSTRALIA	17,731	2,304,755	2,390,902	0.30
CAYMAN ISLANDS				
Consumer Discretionary				
Alibaba Group Holding Ltd	83,600	11,183,088	4,287,971	0.53
TOTAL CAYMAN ISLANDS	83,600	11,183,088	4,287,971	0.53
CHINA				
Consumer Discretionary				
BYD Company Ltd	18,000	2,575,191	2,610,115	0.33
Information Technology				
NARI Technology Development Co Ltd A	165,820	2,540,693	2,361,569	0.29
TOTAL CHINA	183,820	5,115,884	4,971,684	0.62
FRANCE				
Consumer Staples				
L'Oreal	2,388	4,868,956	4,677,156	0.58
TOTAL FRANCE	2,388	4,868,956	4,677,156	0.58

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES – FOREIGN (CONTINUED)				
HONG KONG SAR, CHINA				
Communication Services				
Tencent Holdings Ltd	42,600	10,581,846	7,816,037	0.97
Consumer Discretionary				
Meituan	2,910	407,966	199,825	0.03
Real Estate				
China Overseas Land & Investment Ltd	247,500	2,964,939	2,408,424	0.30
Link REIT	116,000	2,257,625	2,168,625	0.27
	363,500	5,222,564	4,577,049	0.57
TOTAL HONG KONG SAR, CHINA	409,010	16,212,376	12,592,911	1.57
INDIA				
Consumer Discretionary				
Maruti Suzuki India Ltd	9,506	4,481,331	5,698,837	0.71
Titan Co Ltd	31,434	2,749,767	5,592,335	0.70
	40,940	7,231,098	11,291,172	1.41
Consumer Staples				
Hindustan Unilever Ltd	33,093	4,806,230	4,610,067	0.57
Varun Beverages Ltd	97,036	4,990,574	5,184,832	0.65
	130,129	9,796,804	9,794,899	1.22
Energy				
Reliance Industries Ltd	128,364	13,064,749	17,007,267	2.12
Health Care				
Sun Pharmaceutical Industries Ltd	61,678	3,349,476	4,037,672	0.50
Information Technology				
Tata Consultancy Services Ltd	20,904	3,995,199	4,167,545	0.52

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED) SHARIAH-COMPLIANT QUOTED SECURITIES – FOREIGN (CONTINUED)				
INDIA (CONTINUED)				
Industrials				
Asian Paints Ltd	24,140	4,321,586	4,311,388	0.54
UltraTech Cement Ltd	11,432	4,544,126	5,331,874	0.66
	<u>35,572</u>	<u>8,865,712</u>	<u>9,643,262</u>	<u>1.20</u>
Construction				
Macrotech Developers Ltd	61,253	2,476,848	2,768,463	0.34
TOTAL INDIA	<u>478,840</u>	<u>48,779,886</u>	<u>58,710,280</u>	<u>7.31</u>
JAPAN				
Consumer Staples				
Ajinomoto Co Inc	29,300	5,650,348	5,311,777	0.66
TOTAL JAPAN	<u>29,300</u>	<u>5,650,348</u>	<u>5,311,777</u>	<u>0.66</u>
NETHERLANDS				
Information Technology				
ASML Holding N.V.	796	2,238,682	2,199,015	0.27
TOTAL NETHERLANDS	<u>796</u>	<u>2,238,682</u>	<u>2,199,015</u>	<u>0.27</u>
SOUTH KOREA				
Consumer Discretionary				
KIA Corporation	9,634	2,323,602	2,729,042	0.34
Industrials				
LG Energy Solution Ltd	2,426	4,711,711	4,022,842	0.50
Information Technology				
Samsung Electronics Co. Ltd	113,500	28,088,943	27,016,632	3.36
Samsung Electro- Mechanics	9,673	4,569,245	4,625,164	0.58
SK Hynix Inc	20,591	8,216,661	8,219,021	1.02
	<u>143,764</u>	<u>40,874,849</u>	<u>39,860,817</u>	<u>4.96</u>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES – FOREIGN (CONTINUED)				
SOUTH KOREA (CONTINUED)				
Materials				
LG Chem Ltd	2,274	5,089,957	3,929,063	0.49
POSCO Holdings Inc	3,560	3,479,295	6,628,008	0.82
	<u>5,834</u>	<u>8,569,252</u>	<u>10,557,071</u>	<u>1.31</u>
TOTAL SOUTH KOREA	<u>161,658</u>	<u>56,479,414</u>	<u>57,169,772</u>	<u>7.11</u>
TAIWAN				
Information Technology				
E Ink Holdings Inc	110,000	1,324,561	2,872,898	0.36
Taiwan Semiconductor Manufacturing Co Ltd	66,000	3,331,737	5,022,369	0.62
	<u>176,000</u>	<u>4,656,298</u>	<u>7,895,267</u>	<u>0.98</u>
TOTAL TAIWAN	<u>176,000</u>	<u>4,656,298</u>	<u>7,895,267</u>	<u>0.98</u>
THAILAND				
Communication Services				
Advanced Info Service PCL	164,200	4,550,377	4,811,555	0.60
Industrials				
Airports Of Thailand – NVDR ²	246,300	2,097,379	2,207,934	0.27
TOTAL THAILAND	<u>410,500</u>	<u>6,647,756</u>	<u>7,019,489</u>	<u>0.87</u>
UNITED KINGDOM				
Energy				
Shell PLC	36,849	4,385,878	5,526,632	0.69
TOTAL UNITED KINGDOM	<u>36,849</u>	<u>4,385,878</u>	<u>5,526,632</u>	<u>0.69</u>
UNITED STATES				
Energy				
ConocoPhillips	3,838	2,239,352	2,157,805	0.27

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED) SHARIAH-COMPLIANT QUOTED SECURITIES – FOREIGN (CONTINUED)				
UNITED STATES (CONTINUED)				
Information Technology				
Apple Inc.	2,955	2,403,125	2,375,308	0.30
Materials				
Linde PLC	3,194	4,150,469	5,581,318	0.70
TOTAL UNITED STATES	9,987	8,792,946	10,113,431	1.27
TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES - FOREIGN	2,000,479	177,316,267	182,866,287	22.76
TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES	107,140,017	387,458,138	395,999,105	49.28
ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		8,540,967		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		395,999,105		

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED) UNQUOTED SUKUK				
Aeon Co. M Bhd 4.41% 05/07/2028 (AA2)	2,000,000	2,021,527	2,030,265	0.25
Aeon Credit Service M Bhd 3.80% 10/02/2027 (AA3)	1,450,000	1,457,850	1,434,606	0.18
Aeon Credit Service M Bhd 3.85% 10/02/2028 (AA3)	1,100,000	1,106,033	1,082,933	0.13
Aeon Credit Service M Bhd 3.95% 12/03/2030 (A1)	4,400,000	4,412,035	4,376,179	0.54

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED)				
UNQUOTED SUKUK				
(CONTINUED)				
Amanat Lebuhraya Rakyat Bhd 4.66% 13/10/2026 (AAA)	5,000,000	5,109,159	5,196,659	0.65
Amanat Lebuhraya Rakyat Bhd 4.97% 12/10/2029 (AAA)	4,330,000	4,430,820	4,600,556	0.57
Amanat Lebuhraya Rakyat Bhd 5.32% 13/10/2034 (AAA)	3,000,000	3,074,772	3,260,712	0.41
AmBank Islamic 4.53% 28/03/2033 (A1)	4,290,000	4,291,065	4,305,393	0.54
Azrb Capital Sdn Bhd 4.85% 26/12/2024 (AA)	1,800,000	1,823,200	1,822,642	0.23
Azrb Capital Sdn Bhd 4.85% 26/12/2024 (AA)	4,600,000	4,650,358	4,657,864	0.58
Bank Pembangunan Malaysia Bhd 3.00% 12/10/2027 (AAA)	5,000,000	4,830,730	4,876,135	0.61
Bank Pembangunan Malaysia Bhd 4.05% 06/06/2031 (AAA)	920,000	931,739	923,018	0.11
Bank Pembangunan Malaysia Bhd 4.05% 06/06/2031 (AAA)	620,000	623,105	622,034	0.08
Bank Simpanan Nasional 3.47% 21/10/2026 (AAA)	1,710,000	1,679,098	1,712,643	0.21
Bank Simpanan Nasional 3.47% 21/10/2026 (AAA)	1,140,000	1,137,823	1,141,762	0.14
Bank Simpanan Nasional 3.89% 20/10/2028 (AAA)	470,000	477,964	473,960	0.06
Bumitama Agri Ltd 4.20% 22/07/2026 (AA2)	1,300,000	1,310,322	1,314,755	0.16
Bumitama Agri Ltd 4.20% 22/07/2026 (AA2)	1,300,000	1,346,045	1,314,755	0.16
Cagamas Bhd 3.90% 14/04/2026 (AAA)	1,700,000	1,730,879	1,731,355	0.22
Cenergi Sea Bhd 5.30% 23/12/2026 (AA3)	1,250,000	1,271,754	1,291,488	0.16
Danum Capital Bhd 2.97% 13/05/2025 (AAA)	375,000	380,595	374,760	0.05
Danum Capital Bhd 2.97% 13/05/2025 (AAA)	1,875,000	1,907,999	1,873,801	0.23
Danum Capital Bhd 2.97% 13/05/2025 (AAA)	750,000	763,217	749,520	0.09
Danum Capital Bhd 3.42% 21/02/2035 (AAA)	1,000,000	860,122	929,332	0.12
DIGI Telecomm Sdn Bhd 3.50% 18/09/2026 (AAA)	1,900,000	1,881,616	1,882,909	0.23

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED)				
UNQUOTED SUKUK				
(CONTINUED)				
DIGI Telecomm Sdn Bhd 4.05% 30/05/2030 (AAA)	1,951,875	1,978,731	1,974,807	0.25
DIGI Telecomm Sdn Bhd 4.05% 30/05/2030 (AAA)	388,125	392,593	392,685	0.05
DRB-Hicom Bhd 4.85% 04/08/2028 (A1)	2,330,000	2,351,802	2,315,224	0.29
DRB-Hicom Bhd 4.85% 11/12/2026 (A1)	3,800,000	3,856,047	3,853,463	0.48
DRB-Hicom Bhd 4.85% 11/12/2026 (A1)	2,500,000	2,606,018	2,535,173	0.32
DRB-Hicom Bhd 4.85% 11/12/2026 (A1)	1,500,000	1,548,267	1,521,104	0.19
DRB-Hicom Bhd 4.85% 11/12/2026 (A1)	1,300,000	1,324,906	1,318,290	0.16
DRB-Hicom Bhd 5.05% 06/08/2031 (A1)	2,000,000	2,021,521	1,949,959	0.24
DRB-Hicom Bhd 5.10% 12/12/2029 (A1)	3,000,000	3,081,302	3,005,159	0.37
Edotco Malaysia Sdn Bhd 4.44% 07/09/2029 (AA)	430,000	431,046	437,217	0.05
Edotco Malaysia Sdn Bhd 4.44% 07/09/2029 (AA)	5,000,000	5,046,325	5,083,914	0.63
Edra Energy Sdn Bhd IMTN 5.88% 03/07/2026 (AA3)	1,500,000	1,570,005	1,588,825	0.20
Edra Energy Sdn Bhd IMTN 5.88% 03/07/2026 (AA3)	1,000,000	1,059,316	1,059,216	0.13
Edra Energy Sdn Bhd IMTN 6.51% 05/07/2035 (AA3)	5,000,000	5,953,321	5,930,327	0.74
Exsim Capital Resources Bhd 4.50% 09/07/2025 (AA3)	2,115,000	2,139,668	2,122,620	0.26
Fortune Premiere Sdn Bhd IMTN 3.98% 11/09/2026 (AA)	3,350,000	3,362,273	3,329,543	0.41
Gamuda Land (T12) Sdn Bhd 4.40% 11/10/2028 (AA3)	400,000	408,342	411,458	0.05
GII Murabahah - 4.11% 30/11/2034 #	5,000,000	5,488,408	5,086,063	0.63
GII Murabahah - 4.11% 30/11/2034 #	5,000,000	5,568,678	5,086,063	0.63
GII Murabahah 3.44% 15/07/2036 #	3,000,000	2,740,491	2,817,171	0.35
GII Murabahah 4.29% 14/08/2043 #	5,000,000	5,027,121	5,007,985	0.62

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED) UNQUOTED SUKUK (CONTINUED)				
GII Murabahah 4.89% 08/05/2047 #	3,000,000	3,676,447	3,235,141	0.40
IJM Land Bhd 4.73% 17/03/2119 (A2)	1,450,000	1,452,703	1,428,014	0.18
IJM Land Bhd 4.73% 17/03/2119 (A2)	900,000	903,683	886,354	0.11
IJM Land Bhd Perpetual Sukuk Musharakah 5.65% 17/03/2119 (A2)	1,000,000	1,026,243	1,020,788	0.13
IJM Land Bhd Perpetual Sukuk Musharakah 5.65% 17 5.65% 17/03/2119 (A2)	1,300,000	1,334,117	1,327,024	0.17
Imtiaz Sukuk II Bhd 3.54% 17/04/2026 AA2	1,200,000	1,201,792	1,206,663	0.15
Imtiaz Sukuk II Bhd 4.38% 12/05/2027 (AA2)	700,000	711,928	719,516	0.09
Imtiaz Sukuk II Bhd 4.77% 11/05/2029 (AA2)	3,000,000	3,108,861	3,142,282	0.39
Infracap Resources Sdn Bhd 3.69% 15/04/2026 (AAA)	5,000,000	5,105,053	5,052,965	0.63
Jimah East Power Sdn Bhd - 5.77% 04/12/2029 (AA)	1,000,000	1,110,267	1,084,962	0.13
Johor Corporation 4.45% 05/07/2030 (AAA)	1,050,000	1,061,137	1,079,964	0.13
Johor Port Bhd 5.10% 04/10/2027 (AA)	1,940,000	2,055,799	2,055,470	0.26
Johor Port Bhd 5.30% 04/10/2029 (AA)	1,430,000	1,544,947	1,545,175	0.19
Kuala Lumpur Kepong Bhd 4.17% 16/03/2032 (AA1)	5,500,000	5,508,169	5,467,469	0.68
LBS Bina Group Bhd 6.85% 29/03/2120 (NR)	2,000,000	2,023,271	1,992,951	0.25
Mah Sing Group Bhd 4.35% 13/03/2025 (NR)	15,000,000	15,032,178	14,876,928	1.85
Malayan Banking Bhd 3.10% 08/10/2032 (AA1)	5,000,000	4,851,381	4,862,940	0.61
Malayan Banking Bhd 3.41% 05/08/2031 (AA1)	2,500,000	2,512,846	2,460,296	0.31
Malayan Banking Bhd IMTN 4.63% 31/01/2029 (AA1)	350,000	354,557	353,649	0.04
Malaysia Airports Holding Bhd 3.87% 30/12/2026 (AAA)	6,600,000	6,659,273	6,647,656	0.83

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED)				
UNQUOTED SUKUK				
(CONTINUED)				
Malaysian Resources Corp Bhd 4.25% 13/08/2027 (AA)	1,150,000	1,160,436	1,127,079	0.14
Malaysian Resources Corp Bhd 5.09% 18/10/2028 (AA)	2,560,000	2,624,797	2,627,556	0.33
Malaysian Resources Corp Bhd 5.26% 26/02/2027 (AA)	1,120,000	1,126,493	1,136,027	0.14
Manjung Island Energy Bhd 4.74% 23/11/2029 (AAA)	2,500,000	2,548,474	2,618,106	0.33
Manjung Island Energy Bhd 4.74% 23/11/2029 (AAA)	2,500,000	2,598,000	2,618,106	0.33
MBSB Bank Bhd 5.25% 19/12/2031 (A3)	1,290,000	1,308,926	1,331,140	0.17
MMC Corporation Bhd 5.40% 30/11/2029 (AA)	2,470,000	2,521,553	2,619,967	0.33
Pelabuhan Tanjung Pelepas Sdn 3.15% 28/08/2025 (AA)	2,500,000	2,466,065	2,468,111	0.31
Pelabuhan Tanjung Pelepas Sdn 3.74% 18/06/2025 (AA)	2,000,000	2,021,928	2,013,228	0.25
Pelabuhan Tanjung Pelepas Sdn 3.74% 18/06/2025 (AA)	3,000,000	3,002,073	3,019,842	0.38
Pelabuhan Tanjung Pelepas Sdn 3.74% 21/04/2026 (AA)	320,000	325,213	322,935	0.04
Penang Port Sdn Bhd 4.48% 27/12/2029 (AA)	200,000	202,357	204,853	0.03
Penang Port Sdn Bhd 4.68% 26/12/2031 (AA)	5,000,000	5,157,311	5,149,445	0.64
Pengerang LNG (Two) Sdn Bhd 2.67% 21/10/2026 (AAA)	1,000,000	1,011,631	974,001	0.12
Pengerang LNG (Two) Sdn Bhd 2.67% 21/10/2026 (AAA)	1,600,000	1,541,102	1,558,402	0.19
Pengurusan Air SPV Bhd 4.51% 04/04/2031 (AAA)	930,000	950,684	961,547	0.12
Petroleum Sarawak Explore & Pro 4.54% 22/02/2030 (AAA)	2,330,000	2,347,955	2,385,746	0.30

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED) UNQUOTED SUKUK (CONTINUED)				
Petroleum Sarawak Explore & Pro 5.08% 11/11/2027 (AAA)	2,470,000	2,523,585	2,611,364	0.32
Projek Lebuhraya Usahasama Bhd Sukuk Plus 4.88% 12/01/2028 (AAA)	5,000,000	5,436,575	5,207,348	0.65
Quantum Solar Park Green SRI Sukuk 5.72% 5/10/29 (AA)	2,000,000	2,085,355	2,196,750	0.27
Quantum Solar Park Green Sri Sukuk 5.76% 5/4/2030 (AA)	2,500,000	2,556,950	2,759,625	0.34
RHB Islamic Bank Bhd 4.32% 21/05/2029 (AA2)	400,000	406,249	407,361	0.05
RHB Islamic Bank Bhd 4.32% 21/05/2029 (AA2)	1,000,000	1,024,129	1,018,403	0.13
Sabah Credit Corp 3.91% 25/01/2027 (AA1)	1,670,000	1,682,317	1,667,369	0.21
Sarawak Energy Bhd 5.04% 25/04/2031 (AAA)	5,000,000	5,559,101	5,398,575	0.67
Sarawak Petchem Sdn Bhd 5.05% 27/07/2029 (AAA)	1,100,000	1,157,318	1,160,612	0.14
Sepangar Bay Power Corporate 5.00% 03/07/2025 (AA1)	1,000,000	1,029,843	1,031,219	0.13
Sime Darby Property Bhd 3.42% 03/12/2027 (AA)	5,000,000	4,961,277	4,933,214	0.61
SME Bank Bhd 3.10% 31/07/2026 (AAA)	710,000	713,618	696,578	0.09
SME Bank Bhd 3.10% 31/07/2026 (AAA)	1,060,000	1,041,000	1,039,962	0.13
SME Bank Bhd 3.30% 23/04/2027 (GG)	1,900,000	1,902,964	1,896,837	0.24
Southern Power Generation IMTN 5.04% 28/04/2028 (AA)	3,000,000	3,113,619	3,161,912	0.39
Southern Power Generation IMTN 5.04% 28/04/2028 (AA)	2,000,000	2,146,355	2,107,942	0.26
Southern Power Generation IMTN 5.25% 30/04/2031 (AA)	5,000,000	5,443,472	5,362,453	0.67
SP Setia Bhd 3.85% 25/06/2026 (AA)	700,000	698,994	702,353	0.09
SP Setia Bhd 4.30% 23/06/2026 (AA)	440,000	447,675	447,212	0.06

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED)				
UNQUOTED SUKUK				
(CONTINUED)				
Tenaga Nasional Bhd 2.90% 12/08/2030 (AAA)	3,750,000	3,764,301	3,476,001	0.43
Tenaga Nasional Bhd 3.55% 10/08/2040 (AAA)	1,750,000	1,758,170	1,569,275	0.20
Tenaga Nasional Bhd 3.92% 24/11/2028 (AAA)	5,000,000	5,069,271	5,036,121	0.63
Tenaga Nasional Bhd IMTN 4.98% 27/08/2038 (AAA)	5,000,000	5,480,490	5,327,812	0.66
TG Excellence Bhd 3.95% 27/02/2120 (AA)	6,450,000	6,473,732	6,367,436	0.79
TNB Northern Energy Bhd 4.35% 29/05/2029 (AA)	5,000,000	5,437,040	5,124,936	0.64
Toyota Capital (M) Sdn Bhd 3.80% 24/12/2024 (AAA)	2,500,000	2,492,196	2,507,855	0.31
UEM Edgenta Bhd 4.25% 24/04/2026 (AA)	2,000,000	2,037,668	2,041,895	0.25
UEM Sunrise Bhd 4.40% 08/09/2026 (AA)	2,000,000	2,008,192	1,990,845	0.25
UEM Sunrise Bhd 5.39% 05/03/2026 (AA)	1,500,000	1,506,986	1,531,206	0.19
UMW Holding Bhd 3.88% 24/11/2026 (AA)	1,500,000	1,522,429	1,514,489	0.19
UMW Holding Bhd 3.88% 24/11/2026 (AA)	3,000,000	2,997,035	3,028,978	0.38
UMW Holding Bhd 3.88% 24/11/2026 (AA)	2,250,000	2,230,966	2,271,733	0.28
UMW Holding Bhd 3.88% 24/11/2026 (AA)	1,500,000	1,512,889	1,514,489	0.19
UniTapah Sdn Bhd 5.96% 12.12.2028 (AAA)	5,000,000	5,338,013	5,517,425	0.69
UniTapah Sdn Bhd 6.15% 12/12/2030 (AAA)	2,000,000	2,177,513	2,268,025	0.28
UniTapah Sdn Bhd 6.15% 12/12/2030 (AAA)	1,000,000	1,089,958	1,134,013	0.14
UniTapah Sdn Bhd 6.15% 12/12/2030 (AAA)	2,000,000	2,184,966	2,268,025	0.28
WCT Holdings Bhd 5.15% 01/04/2024 (AA)	2,300,000	2,301,228	2,302,880	0.29
WCT Holdings Bhd 5.17% 23/10/2023 (AA)	5,000,000	5,112,445	5,113,557	0.64
WCT Holdings Bhd 5.17% 23/10/2023 (AA)	3,000,000	3,067,590	3,068,134	0.38
WCT Holdings Bhd 5.17% 23/10/2023 (AA)	2,000,000	2,045,842	2,045,423	0.25
WCT Holdings Bhd IMTN 5.65% 20/4/2026 (AA)	1,500,000	1,542,393	1,554,984	0.19

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED) UNQUOTED SUKUK (CONTINUED)				
YTL Power International Bhd 4.45% 24/08/2032 (AA1)	1,500,000	1,510,158	1,520,824	0.19
YTL Power International Bhd 4.88% 22/03/2030 (AA1)	2,500,000	2,508,780	2,590,755	0.31
YTL Power International Bhd 4.99% 24/03/2033 (AA1)	3,330,000	3,345,166	3,497,365	0.44
TOTAL UNQUOTED FIXED INCOME SECURITIES	<u>317,515,000</u>	<u>326,061,471</u>	<u>324,380,170</u>	<u>40.36</u>
ACCUMULATED UNREALISED LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>(1,681,301)</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>324,380,170</u>		

9. CASH AND CASH EQUIVALENTS

	2024 RM	2023 RM
Shariah-compliant deposits with licensed Islamic financial institutions	34,644,894	39,700,601
Bank balances	<u>33,584,681</u>	<u>22,825,334</u>
	<u>68,229,575</u>	<u>62,525,935</u>

10. NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS

Net assets attributable to unit holders as at the reporting date comprise:

	2023 RM
Unit holders' contributions	745,838,856
Retained earnings	<u>57,854,636</u>
	<u>803,693,492</u>

10. NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS (CONTINUED)

The movement in the components of net assets attributable to unit holders for the year were as follows:

	Unit holders' contributions RM	Retained earnings RM	Total RM
Balance as at 1 October 2022	699,625,604	33,731,934	733,357,538
Movement in unit holders' contributions:			
- Creation of units from applications	138,695,267	-	138,695,267
- Creation of units from distribution	30,056,555	-	30,056,555
- Cancellation of units	(122,538,570)	-	(122,538,570)
Total comprehensive income for the financial year	-	54,272,572	54,272,572
Distributions	-	(30,149,870)	(30,149,870)
Balance as at 30 September 2023	<u>745,838,856</u>	<u>57,854,636</u>	<u>803,693,492</u>

Disclosure of net assets attributable to unit holders have not been disclosed for the financial year ended 30 September 2024 as unit holders' contribution are classified as liabilities in the current year.

11. NUMBER OF UNITS IN CIRCULATION (UNITS)

	<u>2024</u>	<u>2023</u>
	No. of units	No. of units
Class D (i)	6,723,098	-
Class MYR (ii)	1,772,568,449	1,725,465,090
	<u>1,779,291,547</u>	<u>1,725,465,090</u>
 (i) Class D		
At the beginning of the financial year	-	-
Add : Creation of units from applications	9,391,118	-
Less : Cancellation of units	(2,668,020)	-
At the end of the financial year	<u>6,723,098</u>	<u>-</u>
 (ii) Class MYR		
At the beginning of the financial year	1,725,465,090	1,625,063,455
Add : Creation of units from applications	500,156,195	298,714,088
Add : Creation of units from distribution	-	65,658,339
Less : Cancellation of units	(453,052,836)	(263,970,792)
At the end of the financial year	<u>1,772,568,449</u>	<u>1,725,465,090</u>

12. TOTAL EXPENSE RATIO ("TER")

	<u>2024</u>	<u>2023</u>
	%	%
TER	<u>1.54</u>	<u>1.60</u>

TER is derived from the following calculation:

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

12. TOTAL EXPENSE RATIO ("TER") (CONTINUED)

TER is derived from the following calculation (continued):

- A = Management fee (excluded management fee rebates)
- B = Trustee and custodian fees
- C = Audit fee
- D = Tax agent's fee
- E = Other expenses excluding CDS transfer fee and withholding tax
- F = Average NAV of the Fund calculated on a daily basis

The average NAV of the Fund for the financial year calculated on a daily basis is RM875,878,295 (2023: RM775,402,973).

13. PORTFOLIO TURNOVER RATIO ("PTR")

	2024	2023
PTR (times)	0.72	0.50

PTR is based on the following calculation:

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

Where:

- total acquisition for the financial year = RM650,199,613 (2023: RM426,229,288)
- total disposal for the financial year = RM618,079,584 (2023: RM348,039,512)

14. UNITS HELD BY THE MANAGER, PARTIES RELATED TO THE MANAGER, AND SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES

<u>Related parties</u>	<u>Relationship</u>
Principal Asset Management Berhad	The Manager
Principal Financial Group, Incorporation	Ultimate holding company of shareholder of the Manager
Principal International (Asia) Limited	Shareholder of the Manager
Subsidiaries and associates of Principal Financial Group Incorporation, 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
CIMB Islamic Bank Bhd	Fellow related party to Manager
CIMB Bank Bhd	Fellow related party to Manager
CGS-CIMB Securities Sdn Bhd	Fellow related party to Manager
CIMB Investment Bank Bhd	Fellow related party to Manager

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

<u>Related parties</u>	<u>Relationship</u>
CGS-CIMB Securities (Singapore) Pte Ltd	Fellow related party to Manager
Subsidiaries and associates of CIMB Group Holdings Berhad, other than above, as disclosed in its financial statements	Fellow subsidiary and associated companies of the ultimate holding company of shareholder of the Manager

Units held by the Manager and parties related to the Manager

	<u>2024</u>		<u>2023</u>	
	<u>No. of units</u>	<u>RM</u>	<u>No. of units</u>	<u>RM</u>
Manager				
Principal Asset Management Berhad	71,232	36,364	233,312	108,653

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.

In addition to related party disclosures mentioned elsewhere in the financial statements, set out below are other significant related party transactions and balances. The Manager is of the opinion that all transactions with the related companies have been entered into in the normal course of business at agreed terms between the related parties.

Significant related party balance

Shariah-compliant collective investment schemes		
- Reksa Dana Principal Islamic Equity Growth Syariah	1,676,270	1,915,265
- Principal Islamic Asia Pacific Dynamic Income & Growth Fund	14,581,663	14,424,095
- Principal Islamic Global Responsible Equity Fund	4,555,518	4,396,778
- Reksa Dana Syariah Principal Islamic ASEAN Equity	2,483,792	2,524,683
	<u>23,297,243</u>	<u>23,260,821</u>

15. TRANSACTIONS WITH BROKERS/DEALERS

Details of transactions with the top 10 brokers/dealers for the financial year ended 30 September 2024 are as follows:

Brokers/Dealers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
Citigroup Global Markets Ltd	188,163,458	14.84	106,475	8.36
RHB Bank Bhd - Repo	112,985,852	8.91	-	-
CLSA Ltd	100,019,095	7.89	135,132	10.61
RHB Investment Bank Bhd	87,643,587	6.91	80,674	6.34
Jefferies International Ltd	83,606,278	6.59	78,523	6.17
Hong Leong Investment Bank Bhd	78,053,498	6.16	3,570	0.28
J.P. Morgan Securities LLC	68,978,883	5.44	20,694	1.63
Affin Hwang Investment Bank Bhd	49,878,935	3.93	63,777	5.01
JP Morgan Securities (Asia Pac)	43,638,204	3.44	104,711	8.23
Sanford C Bernstein Hong Kong Ltd	42,823,561	3.38	80,521	6.32
Others #	411,985,583	32.51	599,002	47.05
	<u>1,267,776,934</u>	<u>100.00</u>	<u>1,273,079</u>	<u>100.00</u>

Details of transactions with the top 10 brokers/dealers for the financial year ended 30 September 2023 are as follows:

Brokers/Dealers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
RHB Investment Bank Bhd	99,182,340	12.81	64,438	8.20
RHB Bank Berhad	81,647,826	10.55	-	-
Citigroup Global Markets Ltd	60,441,607	7.81	58,371	7.43
Affin Hwang Investment Bank Bhd	55,876,690	7.22	19,404	2.47
Jefferies International Ltd	35,871,879	4.63	43,861	5.58
Maybank Investment Bank Bhd	32,947,907	4.26	74,189	9.44
CGS-CIMB Securities Sdn Bhd #	31,407,959	4.06	64,703	8.24
Macquarie Capital Sec (M) SB	29,335,215	3.79	62,867	8.00
J.P. Morgan Sec (M) Sdn Bhd	28,649,605	3.70	43,678	5.56
Sanford C Bernstein & Co LLC	21,429,892	2.77	35,544	4.53
Others #	297,477,880	38.40	318,438	40.55
	<u>774,268,800</u>	<u>100.00</u>	<u>785,493</u>	<u>100.00</u>

15. TRANSACTIONS WITH BROKERS/DEALERS (CONTINUED)

Included in the transactions are trades conducted with CGS-CIMB Securities Sdn Bhd, CIMB Bank Bhd, CIMB Islamic Bank Bhd and CGS-CIMB Securities (S) Pte Ltd, fellow related parties to the Manager amounting to RM9,016,568 (2023: RM31,407,959), RM22,739,900 (2023: RM20,680,237), Nil (2023: RM9,243,000) and RM4,020,368 (2023: RM4,162,524) respectively. The Manager is of the opinion that all transactions with the related companies have been entered into in the normal course of business at agreed terms between the related parties.

16. APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved for issue by the Manager on 15 November 2024.

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