

# Principal Islamic Lifetime Balanced Fund

Semi-Annual Report

For The Six Months Financial Period Ended 31 March 2023

**PRINCIPAL ISLAMIC LIFETIME BALANCED FUND**

**UNAUDITED SEMI-ANNUAL REPORT**

**FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2023**

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## INVESTORS' LETTER

Dear Valued Investor,

Greetings from Principal Asset Management Berhad ("Principal Malaysia") and thank you for investing with us!

We are pleased to bring you a copy of the unaudited Semi-Annual Fund Report of the Principal Islamic Lifetime Balanced Fund for the financial period ended 31 March 2023. You may also download this report from our website at [www.principal.com.my](http://www.principal.com.my).

We are pleased to share that we continue to win accolades – the most recent recognition coming from the Refinitiv Lipper Fund Awards 2023 with five awards where Principal Asia Titans Fund won Best Equity Asia Pacific ex-Japan (Provident) in the 10-year category, while Principal Islamic Asia Pacific Dynamic Equity won the same award in the Islamic universe in the three-, five- and 10-year categories. Principal Global Titans MYR won the Best Equity Global (Malaysia) award in the five-year category.

Digital innovation is central to our strategy, as we use data and technology to develop the right solutions for you. We will continue to advance our digital capabilities to provide easy access to your investment portfolio and enable you to carry out transactions seamlessly. Please continue to check out our website ([www.principal.com.my](http://www.principal.com.my)), like our Facebook page (@PrincipalAssetMY), follow us on our Instagram account (@principalassetmanagement\_my), and LinkedIn page (Principal Asset Management Berhad) for the latest updates, market insights and investment articles.

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

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

**Munirah Khairuddin**  
Chief Executive Officer

**MANAGER'S REPORT****FUND OBJECTIVE AND POLICY****What is the investment objective of the Fund?**

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

**Has the Fund achieved its objective?**

For the period under review, the Fund is in line with its stated objectives as stated under the fund performance review.

**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 securities. 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 securities 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. 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 calculation would be based on the most recent financial reports released by the companies (e.g. interim and annual reports). 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 ("GUTF") issued by Securities Commissions Malaysia.

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 and Income

**When was the Fund launched?**

8 March 2001

**What was the size of the Fund as at 31 March 2023?**

RM769.56 million (1,657.33 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 Fund's benchmark is for performance 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 six months financial period ended 31 March 2023?

The Fund distributed a total net income of RM12.87 million to unit holders for the financial period ended 30 September 2022. As a result, the NAV per unit dropped from RM0.4926 to RM0.4826 on 18 May 2022.

Breakdown of distribution were as follows:

	RM	%
Income	12,870,208	100.00
Capital	-	-
Total	12,870,208	100.00

## PERFORMANCE DATA

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

	31.03.2023 %	31.03.2022 %	31.03.2021 %
Shariah-compliant collective investment schemes	2.61	2.17	2.09
Shariah-compliant quoted securities			
- Communication Services	3.35	4.29	3.90
- Consumer Discretionary	4.38	4.53	8.30
- Consumer Staples	2.37	3.33	0.93
- Energy	5.93	5.24	8.90
- Financials	-	0.45	0.82
- Health Care	4.93	4.43	1.50
- Industrials	7.78	6.68	8.54
- Information Technology	10.97	14.68	13.22
- Materials	4.99	9.69	8.44
- Real Estate	0.88	0.50	0.34
- Utilities	2.76	1.35	2.27
Unquoted Sukuk	43.31	35.62	35.18
Cash and other assets	7.55	9.13	6.85
Liabilities	(1.81)	(2.09)	(1.28)
	100.00	100.00	100.00

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

	31.03.2023	31.03.2022	31.03.2021
NAV (RM Million)	769.56	798.36	848.84
Units in circulation (Million)	1,657.33	1,591.90	1,601.90
NAV per Unit (RM)	0.4643	0.5015	0.5298

**PERFORMANCE DATA (CONTINUED)**

	<b>01.10.2022 to 31.03.2023</b>	<b>01.10.2021 to 31.03.2022</b>	<b>01.10.2020 to 31.03.2021</b>
Highest NAV per unit (RM)	0.4671	0.5200	0.5478
Lowest NAV per unit (RM)	0.4488	0.4861	0.4916
Total return (%)	4.63	(1.51)	7.33
- Capital growth (%)	2.84	(1.51)	7.33
- Income distribution (%)	1.74	-	-

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

Total Expense Ratio ("TER") (%) ^	0.80	0.79	0.81
Portfolio Turnover Ratio ("PTR") (times) #	0.30	0.25	0.40

^ The Fund's TER increased from 0.79% to 0.80% due to decrease in average NAV during the financial period under review.

# The Fund's PTR increased from 0.25 times to 0.30 times as of 31st March 2023 due to higher trading activities.

Gross/Net distribution per unit (sen)

Distribution on 23 November 2022	0.79	-	-
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	<b>31.03.2023 %</b>	<b>31.03.2022 %</b>	<b>31.03.2021 %</b>	<b>31.03.2020 %</b>	<b>31.03.2019 %</b>
Annual total return	(3.90)	(2.26)	25.62	(4.53)	(0.91)

(Launch date: 8 March 2001)

Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up. All performance figures for the financial period have been extracted from Lipper.

**MARKET REVIEW (1 OCTOBER 2022 TO 31 MARCH 2023)**

**Local Equities**

FBMS Index jumped 403.08 points ("pts") or 4.0% to 10,411 pts in October 2022 in tandem with the rebound in global and regional markets. Investors shrugged off recent hot inflation print and strong employment data in the US, and instead focused on pockets of softness in the economy and expect the US Federal Reserve (the "Fed's") to ease off its aggressive rate hikes soon. Recent corporate earnings in the US were also quite robust, albeit glaring weakness in some of the Technology giants. Consequently, the US dollar strength waned and treasury yields compressed, helping Emerging Market ("EM") flows and currencies. Healthcare (+15%; mainly Gloves), Transport (+12%) and Commodities (Energy +4%, Plantations +6% and metals) and Telcos (+4%) were among the key winners for the month. The optimism lasted into November 2022 with FBMS Index extending another 371.98 pts or 3.6% gains to 10,783 pts.

FBMS Index rose 155.46 pts and ended the year at 10,938.55 pts, aided by year-end window-dressing and optimism over China's reopening come 8th January 2023. However, these were negated by renewed fears of a US recession with concerns of inflation staying higher for longer and as the pace of the Fed rate hikes starts taking a toll on the economy. Recent Institute for Supply Management ("ISM") data showed an unexpected rise in services industry in November 2022 while employment and wage growth remain robust, albeit US home prices fell for the fourth month running. Commodities (mainly Plantation +5%), Transport (+5%; mainly MISC), Healthcare (+7%) and Utilities (+2%) were among the key gainers for the month, while Tech and Telcos languished.

**MARKET REVIEW (1 OCTOBER 2022 TO 31 MARCH 2023) (CONTINUED)****Local Equities (continued)**

The FBMS Index rallied on during the month of January 2023 gaining 137.65 points or 1.26% to end the month at 11,076.20 pts despite Malaysia's Purchasing Managers Index ("PMI") declined further from 46.5 pts from 47.8 pts in December 2022, representing the sixth consecutive month of contraction which contrasted the rest of ASEAN. Bank Negara also surprised with a rate hike pause, holding Opening Price Rate ("OPR") at 2.75%.

In February 2023, the FBMS Index eased 278.53 points or 2.51%. Investors remained cautious leading up to Budget 2023 while renewed concerns over the Fed staying hawkish given persistent inflation coupled with encouraging consumption and employment data in the US recently further weighed on sentiment. The rebound in the US dollar also took flows out of emerging markets.

FBMS index fell 81pts or -0.8%, ending the month of March 2023 at 10,716 pts. Weakness was in line with the sell-off in regional markets as investors aggressively risked off following the collapse of several high-profile banks in the US and Europe, potentially triggering a global liquidity squeeze, and mounting worries that US Fed's aggressive tightening may have finally taken a toll on the US economy. Market however rebounded towards the later part of the month following Fed's decision to go ahead with a 25 basis points ("bps") hike, downplaying fears of a banking contagion and shifting attention back to inflation which has started to ease, albeit very gradually. Commodities were sold down in favor of defensive sectors such as Healthcare and Utilities during the month.

**Foreign Equities**

During the financial period under review, topical issues were: a) Tightening monetary policy environment led by the Fed and b) Loosening Coronavirus Disease 2019 ("COVID-19") restrictions in China.

In October 2022, we see signs that the largest contributors such as shelter (rent), transportation and food could be peaking. The big unknown is the possible second order effects of wage-price spiral, i.e., demand driven inflation from wage growth.

China held its 20<sup>th</sup> National Congress wherein President Xi cemented a third term. Policies slowly shifted to be more pragmatic, specifically on zero-COVID-19. Government introduced more stimulus to areas at risk (e.g., property) and to promote investment in strategic sectors.

In end-2022, North Asian markets rallied on the back of easing of zero COVID-19 policy from China, announcement of measures to support the property market and the meeting between President Xi and President Biden in Bali eased concerns about US-China tension. The move by China to implement more pragmatic policies paved the way for Chinese economy to recover from the economic impact of the lockdowns and weakness in property market.

Towards the end of February 2023, US economic data is more mixed versus being on the weaker side in January 2023. Inflation is expected to reach ~3.5% in June 2023 from the peak of 9% in June 2022. There is more uncertainty on the pace of rate hikes.

In March 2023, the interest rate trajectory is made more complicated with early signs of stress in the banking system, i.e. the regional banks. The Fed had reacted quickly with its the Bank Term Funding Program to alleviate any potential liquidity concerns. The futures market is now implying a modest 25 bps rate hike in the Fed's upcoming May meeting and thereafter between 1-2 rate cuts by yearend. We maintain our view that Asian equities will be supported by China's reopening, bottoming of the tech hardware cycle and undemanding valuations. As we approach closer to the peak interest rate environment, risk assets such as equities should be supported.



## MARKET REVIEW (1 OCTOBER 2022 TO 31 MARCH 2023) (CONTINUED)

**Sukuk**

The Monetary Policy Committee (“MPC”) of Bank Negara Malaysia (“BNM”) decided to raise the OPR by 25 bps at the last meeting for the year held on 3 November 2022. Overall, a total of 100 bps hike was seen in 2022. A pause was seen in the first three months of 2023 whereby the committee maintained the OPR at 2.75% throughout the two meetings held in January and March 2023. The statement released in March 2023 stated that they will continue to assess the impact of the cumulative OPR adjustments, given the lag effects of monetary policy on the economy.

Malaysia’s headline inflation numbers were on a deceleration pace in October 2022 and November 2022 as it recorded 4.0% YoY increase for both months. In December 2022, it eased to 3.8% Year-on-Year (“YoY”) with a slower increase in the Food & Non-Alcoholic Beverages (“F&B”) group. It continued to decelerate to 3.7% in January 2023 and remained there in the month of February 2023. The Consumer Price Index (“CPI”) reading continued to trend lower in the month of March 2022, coming in at 3.4%. March’s reading represented the weakest inflation rate since June 2022. The moderation was primarily driven by slower increase in prices for food and non-alcoholic beverages. In addition to this, the price pressures for housing and utilities also softened. However, core inflation which measures changes in the prices of all goods and services, excluding volatile prices of items for fresh food as well as administered prices of goods by the government remained high at 3.8% (February 2023: 3.9%).

Malaysia’s fourth quarter of 2022 (“4Q2022”) Gross Domestic Product (“GDP”) growth slowed but came in slightly higher than market consensus at 7.0% YoY (market consensus: +6.7%, third quarter of 2022 (“3Q2022”): 14.2% YoY). This brought the full year 2022 GDP to 8.7% YoY (2021: 3.1% YoY). Growth in the 4Q2022 was supported by private consumption and investment as well as net exports.

In October 2022, the fixed income market started recording positive returns reversing their dismal performance in the months prior. The Malaysian Government Securities (“MGS”) yield curve flattened in November 2022 with the yields seen falling across the curve by 6 bps to 70 bps. Sentiment turned positive due to the mix of the Federal Open Market Committee (“FOMC”) minutes which hinted smaller rate hikes as well as better political clarity with the formation of unity government led by Pakatan Harapan and the announcement of Anwar Ibrahim as the Prime Minister. The bond rally continued until the end of December 2022, albeit at a milder pace and with some volatility during the month. Meanwhile, the first quarter of 2023 (“1Q2023”) bode well for the fixed income market despite continued volatility seen. For 1Q2023, the Quantshop GII Long Index was the best performer YTD with a return of +3.35% and the Bond Pricing Agency Malaysia (“BPAM”) Corporates All Bond (1-3y) Index recorded the lowest return of +1.41% during the period. The 3-, 5-, 7-, 10-, 15-, 20- and 30-year MGS yields closed at 3.33%, 3.57%, 3.81%, 3.92%, 4.18%, 4.23% and 4.42% respectively at the end of March 2023.

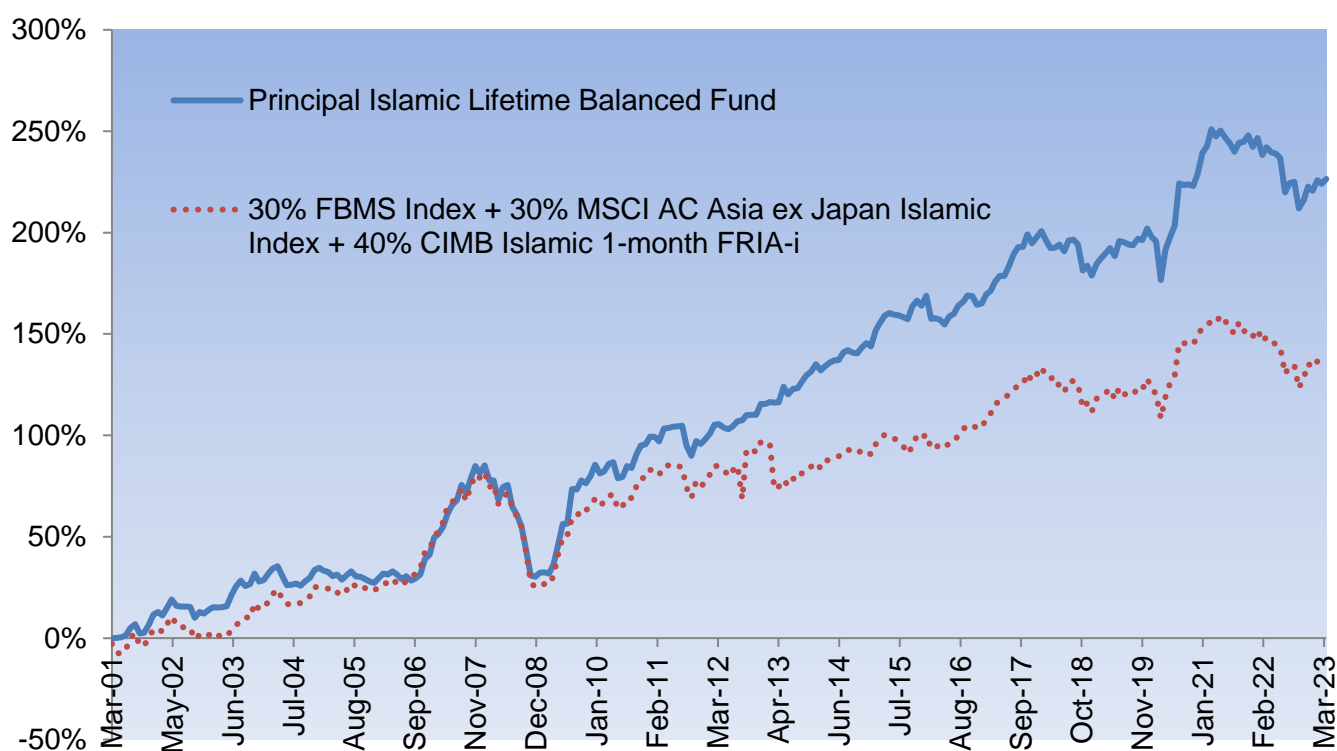
**FUND PERFORMANCE**

	<b>6 months</b>	<b>1 year</b>	<b>3 years</b>	<b>5 years</b>	<b>Since</b>
	<b>to 31.03.2023</b>	<b>to 31.03.2023</b>	<b>to 31.03.2023</b>	<b>to 31.03.2023</b>	<b>inception</b>
	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>
Income Distribution	1.74	3.85	10.91	21.49	172.89
Capital Growth	2.84	(7.46)	6.40	(8.12)	19.61
Total Return	4.63	(3.90)	18.00	11.63	226.40
Benchmark	5.14	(4.56)	12.72	3.03	134.86
Average Total					
Return	0.91	(3.90)	5.67	2.23	5.50

For the period under review ended 31 March 2023, the Fund delivered a total return 4.63% versus the benchmark return of 5.14%, underperforming by 51 bps.

## FUND PERFORMANCE (CONTINUED)

### Since Inception



### Changes in NAV

	31.03.2023	30.09.2022 Audited	Changes %
NAV (RM Million)	769.56	733.36	4.94
NAV/Unit (RM)	0.4643	0.4512	2.90

NAV per unit has increased 2.90% due to fund returns. The Fund has also seen unit subscriptions.

## PORTFOLIO STRUCTURE

### Asset allocation

(% of NAV)	31.03.2023	30.09.2022 Audited
Shariah-compliant collective investment schemes	2.61	2.61
Shariah-compliant quoted securities - local	24.91	23.57
Shariah-compliant quoted securities - foreign	23.43	22.42
Unquoted Sukuk	43.31	39.87
Cash and other assets	7.55	12.72
Liabilities	(1.81)	(1.19)
<b>TOTAL</b>	<b>100.00</b>	<b>100.00</b>

The Fund has increased allocation towards local Shariah-compliant quoted securities.

**MARKET OUTLOOK\*****Local Equities**

Malaysia's PMI improved further from 48.4 pts in February to 48.8 pts in March 2023, alongside improvements seen in many economies in Asia. According to S&P Global, the latest reading was consistent with sustained, solid expansions in both manufacturing production and GDP, with signs that growth has accelerated since the start of the year. New orders scaled back to the least extent since last October 2022 but production volumes still remain muted as client confidence was still relatively subdued. Encouragingly, both input cost and selling price inflation eased, the former at its lowest in 34 months, and delivery times shortened further. Overall, Malaysian firms surveyed remained hopeful that demand conditions would normalize over the coming 12 months.

BNM now projects Malaysia's GDP growth to moderate from 8.7% in 2022 to 4% to 5% in 2023 (from 4.5% previously), due to the slowdown in global growth on the back of persistent pressures from inflation and tightening of global financial conditions, in addition to a high base effect. The central bank in its latest Stability Report showed that the domestic banking sector remains healthy and will not need additional capital even under severe scenarios. Last MPC meeting, the central bank held OPR at 2.75%, while economists are still expecting up to 50 bps hike for the rest of the year. Malaysia's CPI remained at a rate of 3.7% in February 2023, and was still driven by Restaurant and Hotels, and Food and Non-alcoholic beverages. The latest reading was within BNM's inflation target of 2.8-3.8% for 2023.

Malaysia's equity market valuations remain extremely compressed with forward Price-to-Earnings ("P/E") of under 13x still at over -2SD below the historical mean. This is based on consensus earnings growth 9% growth (trimmed from 10% on the back of slightly higher 2022 base and sizeable downgrade for PCHEM) for 2023 and 6% for 2024. The re-tabled Budget 2023 offered much needed clarity on the new Government's policy posture. Overall, we are encouraged by the non-extension of Prosperity Tax (no derailment of re-acceleration of corporate earnings in 2023), delayed implementation of GST and capital gains tax, and fiscal target discipline. There were also numerous tax incentives to spur MSMEs and investments into various high impact sectors. We remain hopeful that elevated risk premiums on Malaysia would abate over time. We maintain a year-end FBM30 index target of 1,600 pts.

**Foreign Equities**

Recent economic data in the US has questioned the magnitude of the disinflation trend given the strong labour market and inflation that declined slower than expected. The "peak" Fed Funds policy rate has been revised upwards to between 50 bps to 75 bps rate hikes this year. Much of the policy rate trajectory will depend on the inflation footprint and recent weakness in US regional banks have complicated the outlook. Nevertheless, our view is that Asian equities should be supported by China's reopening, bottoming of the technology hardware cycle in Korea or Taiwan and light fund positioning.

Still early in its recovery phase, we are expecting China's economic momentum to pick up throughout the year. The tailwinds of reopening and more pro-growth policies such as those observed in property and internet are still in place. We prefer domestic oriented companies that are more insulated from geopolitical tensions and where valuations are not demanding.

**Sukuk**

At the end of February 2023, we saw Budget 2023 being re-tabled by Prime Minister Anwar Ibrahim, who also serves as the country's Minister of Finance. It is expected that the re-tabled budget deficit of RM93.9 billion versus previous RM99.0 billion will see lower gross issuance of RM175 billion in 2023 (vs previous earlier projection of RM180 billion). However, this is still marginally higher than the gross issuance of RM172 billion in 2022. The projected decline in the fiscal deficit to 5.0% of GDP (from 5.6% of GDP in 2022) augurs well for the long-term trajectory of reducing public debt with the commitment of the new government to further reduce its fiscal deficit to 3.2% in 2025. The international rating agencies, especially S&P and Moody's have reiterated that they are willing to overlook higher debt levels in the short term if this is balanced by a healthy growth outlook. As such, we expect Malaysia's credit ratings to remain stable in the near to intermediate term.

**MARKET OUTLOOK\* (CONTINUED)****Sukuk (continued)**

Meanwhile, at the end of March, BNM released their 2022 Annual Report whereby they projected for Malaysia's real GDP to grow by 4% to 5% in 2023 which is in line with the Ministry of Finance's expectation. Downside risks to growth stem from slower global growth, further escalations of geopolitical conflicts and higher input costs. Meanwhile, upside risks stem from the reopening of China's economy, improved employment and income, and implementation of multi-year investment projects. The output gap is also projected to turn positive in second half of 2023 ("2H2023"), after the faster than expected narrowing of negative output gap in 2022, though BNM continues to acknowledge the slack in the job market.

Overall, as we have past the highest expected quarterly net issuances in 1Q2023, the net issuances in second quarter of 2023 ("2Q2023") is expected to be the lowest as we have large government bond maturities during this period.

\*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**

We remain positive as we expect Malaysia to benefit from robust domestic economic activity, further buoyed by China's recovery. We favour domestic driven sectors such as Consumer Discretionary, Industrials and Utilities. We also prefer select Technology for structural growth and Gloves as values have emerged. Key risks are derailment of Malaysia's macro recovery and corporate earnings growth due to a larger-than-expected impact of rising inflation, slower global economic growth as well as heightened geopolitical risks.

**Foreign Equities**

We remain fully invested. With the economic repair in China and bottoming of the technology hardware cycle in Korea/ Taiwan, we are positive on Asian equities. In the most recent month, we added a consumer discretionary name in China and Korean automaker at the expense of more defensive names.

**Sukuk**

We remain positive on the local bond market as we expect the tightening trend in monetary policies to reach a peak in the near term. We continue to be defensive in our credit selections on the back of potential implications for economic growth and credit conditions.

**SOFT COMMISSIONS AND REBATES**

Principal Asset Management Berhad (the "Manager") and the Trustee will not retain any form of rebate or soft commission from, or otherwise share in any commission with, any broker in consideration for directing dealings in the investments of the Principal Malaysia Funds ("Funds") unless the soft commission received is retained in the form of goods and services such as research and advisory services that assist in the decision making process relating to the Fund's investments. All dealings with brokers are executed on most favourable terms available for the Fund. Any rebates will be directed to the account of the Fund.

### **SOFT COMMISSIONS AND REBATES (CONTINUED)**

During the financial period under review, the Manager and the Trustee did not receive any rebates from the brokers or dealers, but the Manager has retained soft commission in the form of goods and services such as financial wire services and stock quotations system incidental to investment management of the Funds. 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 period under review.

### **STATE OF AFFAIR OF THE FUND**

There were no significant changes in the state of affairs of the Fund during the period and up to the date of Manager's report, not otherwise disclosed in the financial statements.

### **CIRCUMSTANCES THAT MATERIALLY AFFECT ANY INTEREST OF UNIT HOLDERS**

There were no circumstances that had materially affected the interest of the unit holders during the financial period under review.

### **CROSS TRADE**

No cross-trade transactions have been carried out during the financial period under reviewed.

### **UNIT SPLIT**

No unit split exercise have been carried out during the financial period under review.

**STATEMENT BY MANAGER TO THE UNIT HOLDERS OF  
PRINCIPAL ISLAMIC 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 unaudited financial statements set out on pages 4 to 50 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 31 March 2023 of its financial performance, changes in net assets attributable to unit holders and cash flows for the financial period then ended in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134 - Interim Financial Reporting and International Accounting Standards (“IAS”) 34 - Interim Financial Reporting.

For and on behalf of the Manager

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

**MUNIRAH KHAIRUDDIN**

Chief Executive Officer/Executive Director

**UDAY JAYARAM**

Director

Kuala Lumpur  
17 May 2023

**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 ended 31 March 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 year 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.

We are of the opinion that the distributions of income by the Fund are appropriate and reflects the investment objective of the Fund.

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

**ONG TEE VANN**  
Chief Executive Officer

Kuala Lumpur  
17 May 2023

**SHARIAH ADVISER'S REPORT**

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

**For the Six Months Financial Period ended 31 March 2023**

We hereby confirm the following:

1. To the best of our knowledge, after having made all reasonable enquiries, Principal Asset Management Berhad has operated and managed the Fund during the period covered by these financial statements in accordance with the Shariah principles and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia ("SC") pertaining to Shariah matters; and
2. The asset of the Fund comprises of instruments that have been classified as Shariah compliant.

**For Amanie Advisors Sdn Bhd**

**Tan Sri Dr Mohd Daud Bakar**  
Executive Chairman

Kuala Lumpur  
17 May 2023



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

	Note	01.10.2022 to 31.03.2023 RM	01.10.2021 to 31.03.2022 RM
<b>INCOME/(LOSS)</b>			
Dividend income		5,330,927	4,587,026
Profit income from Shariah-compliant deposits with licensed Islamic financial institutions and Hibah earned		445,092	236,906
Profit income from unquoted Sukuk		6,716,040	5,756,377
Net gain/(loss) on financial assets at fair value through profit or loss	7	30,854,255	(14,719,101)
Net foreign exchange loss		(1,687,654)	(790,760)
		<u>41,658,660</u>	<u>(4,929,552)</u>
<b>EXPENSES</b>			
Management fee	4	5,671,340	6,097,289
Trustee and custodian fees	5	447,025	406,486
Audit fee		5,236	5,250
Tax agent's fee		47,017	21,832
Transaction costs		688,345	652,355
Other expenses		188,193	123,931
		<u>7,047,156</u>	<u>7,307,143</u>
<b>PROFIT/(LOSS) BEFORE TAXATION</b>		34,611,504	(12,236,695)
Taxation	6	(196,532)	-
<b>PROFIT/(LOSS) AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE FINANCIAL PERIOD</b>		<u>34,414,972</u>	<u>(12,236,695)</u>
Profit/(Loss) after taxation is made up as follows:			
Realised amount		(4,374,479)	28,759,953
Unrealised amount		38,789,451	(40,996,648)
		<u>34,414,972</u>	<u>(12,236,695)</u>

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

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

		<b>31.03.2023</b>	<b>30.09.2022</b>
	<b>Note</b>	<b>RM</b>	<b>Audited RM</b>
<b>ASSETS</b>			
Cash and cash equivalents	<b>8</b>	52,235,428	91,013,392
Financial assets at fair value through profit or loss (Shariah-compliant)	<b>7</b>	725,365,644	648,771,935
Amount due from stockbrokers/dealers		2,491,556	-
Amount due from Manager		2,001,534	1,794,505
Amount due from Manager of collective investment schemes			
- management fee rebate		209,119	194,709
Dividends receivable		1,148,056	284,961
<b>TOTAL ASSETS</b>		<u>783,451,337</u>	<u>742,059,502</u>
<b>LIABILITIES</b>			
Amount due to stockbrokers		10,664,072	-
Amount due to dealers		-	5,601,886
Amount due to Manager		2,145,983	1,877,427
Accrued management fee		965,260	916,620
Amount due to Trustee		64,938	61,731
Tax payable		40,753	228,800
Other payables and accruals		12,328	15,500
<b>TOTAL LIABILITIES</b>		<u>13,893,334</u>	<u>8,701,964</u>
<b>NET ASSET VALUE OF THE FUND</b>		<u>769,558,003</u>	<u>733,357,538</u>
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS</b>	<b>9</b>	<u>769,558,003</u>	<u>733,357,538</u>
<b>NUMBER OF UNITS IN CIRCULATION (UNITS)</b>	<b>10</b>	<u>1657,332,155</u>	<u>1,625,063,455</u>
<b>NET ASSET VALUE PER UNIT (RM)</b>		<u>0.4643</u>	<u>0.4512</u>

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

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

	<b>Note</b>	<b>01.10.2022 to 31.03.2023 RM</b>	<b>01.10.2021 to 31.03.2022 RM</b>
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL YEAR</b>		<u>733,357,538</u>	<u>830,978,460</u>
Movement due to units created and cancelled during the financial period:			
- Creation of units from applications		54,775,362	55,973,636
- Creation of units from distributions		12,832,047	-
- Cancellation of units		<u>(52,951,708)</u>	<u>(76,357,633)</u>
		<u>14,655,701</u>	<u>(20,383,997)</u>
Total comprehensive income/(loss) for the financial period		34,414,972	(12,236,695)
Distributions		(12,870,208)	-
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL PERIOD</b>	<b>9</b>	<u><u>769,558,003</u></u>	<u><u>798,357,768</u></u>

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

**UNAUDITED STATEMENT OF CASH FLOWS  
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2023**

	<b>01.10.2022 to 31.03.2023 RM</b>	<b>01.10.2021 to 31.03.2022 RM</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Proceeds from disposal of Shariah-compliant quoted securities	135,185,195	172,497,895
Proceeds from disposal of unquoted Sukuk	58,653,150	42,386,773
Purchase of Shariah-compliant quoted securities	(136,582,076)	(153,254,378)
Purchase of unquoted Sukuk	(122,584,508)	(43,026,988)
Proceeds from the redemption of unquoted Sukuk	21,446,750	-
Dividend income received	4,307,497	4,361,814
Profit income received from Shariah-compliant deposits with licensed Islamic financial institutions and Hibah earned	445,091	236,906
Profit income received from unquoted Sukuk	6,564,960	6,356,516
Management fee paid	(5,623,238)	(6,116,417)
Management fee rebate received	68,995	55,852
Trustee and custodian fees paid	(443,818)	(407,761)
Payments for other fees and expenses	(67,761)	(25,649)
Net realised foreign exchange loss	(62,019)	(243,457)
Tax paid	(384,579)	-
<b>Net cash generated from operating activities</b>	<b>(39,076,361)</b>	<b>22,821,106</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Cash proceeds from units created	54,568,333	56,215,947
Payments for cancellation of units	(52,683,152)	(77,384,763)
Distribution paid	(38,161)	(108,195)
<b>Net cash used in financing activities</b>	<b>1,847,020</b>	<b>(21,277,011)</b>
Net (decrease)/increase in cash and cash equivalents	(37,229,341)	1,544,095
Effects of foreign exchange differences	(1,548,619)	(290,683)
Cash and cash equivalents at the beginning of the financial period	91,013,388	67,144,848
Cash and cash equivalents at the end of the financial period	<u>52,235,428</u>	<u>68,398,260</u>
<u>Cash and cash equivalents comprised of:</u>		
Shariah-compliant deposits with licensed Islamic financial institutions	32,835,564	44,623,261
Bank balances	<u>19,399,864</u>	<u>23,774,999</u>
Cash and cash equivalents at the end of the financial period	<u>52,235,428</u>	<u>68,398,260</u>

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

**NOTES TO THE FINANCIAL STATEMENT  
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2023**

**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 and a Nineteenth Supplemental Master Deed dated 18 June 2019 (collectively referred to as the “Deeds”), between, Principal Asset Management Berhad (the “Manager”) and Universal Trustee (Malaysia) Berhad (the “Trustee”).

The Fund aims to invest in a diversified portfolio of Shariah-compliant equities and Islamic fixed income securities. 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 securities 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 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 or equivalent rating by MARC or by local rating agency(ies) of the country of issuance; or “BBB-” by 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 NYSE. The threshold for ‘significant operations’ would be if more than 25% of total group revenue derives from countries in Asia Pacific ex Japan. 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 calculation would be based on the most recent financial reports released by the companies (e.g. interim and annual reports). 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 issued by Securities Commission.

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.

The Manager is a joint venture between Principal Financial Group®, a member of the FORTUNE 500® and a Nasdaq-listed global financial services and CIMB Group Holdings Berhad, one of Southeast Asia’s leading universal banking groups. The principal activities of the Manager are the establishment and management of unit trust funds and fund management activities.

## 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the financial statements:

### (a) Basis of preparation

The financial statements have been prepared in accordance with the provisions of the MFRS as issued by the Malaysian Accounting Standards Board ("MASB") and International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB").

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

The preparation of financial statements in conformity with MFRS and IFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported period.

It also requires the Manager to exercise their judgement in the process of applying the Fund's accounting policies. Although these estimates and assumptions are based on the Manager's best knowledge of current events and actions, actual results may differ.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 2(l).

There are no other standards, amendments to standards or interpretations that are effective for financial periods beginning on 1 October 2022 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 period beginning on/after 1 April 2023 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 other comprehensive income ("OCI").

## 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### (b) Financial assets and financial liabilities (continued)

#### Classification (continued)

The contractual cash flows of the Fund's debt securities are solely principal and interest<sup>1</sup> ("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 stockbrokers/dealers, amount due from Manager, amount due from Manager of collective investment scheme – 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 are measured at amortised cost.

#### Recognition and measurement

Regular purchases and sales of financial assets are recognised on the trade-date, the date on which the Fund commits to purchase or sell the asset. Shariah-compliant investments are initially recognized 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 with net gain or loss on financial assets at fair value through profit or loss in the financial period which they arise.

Dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income as part of gross dividend income when the Fund's right to receive payments is established.

Shariah-compliant collective investment 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).

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

## 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (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 bases approved by the Trustee after appropriate technical consultation.

Unquoted Sukuk denominated in Malaysian Ringgit ("MYR" or "RM") 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 GUTF. Refer to Note 2(l) for further explanation.

Shariah-compliant deposits with licensed Islamic financial institutions are stated at cost plus accrued profit calculated on the effective profit 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 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. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****(b) Financial assets and financial liabilities (continued)**Write-off

The Fund writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded there is no reasonable expectation of recovery. The assessment of no reasonable expectation of recovery is based on unavailability of debtor's sources of income or assets to generate sufficient future cash flows to repay the amount. The Fund may write-off financial assets that are still subject to enforcement activity. Subsequent recoveries of amounts previously written off will result in impairment gains. There are no write-offs/recoveries during the financial period.

**(c) Income recognition**

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

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 rate 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 collective investment schemes and Shariah-compliant quoted securities are accounted for as the difference between the net disposal proceeds and the carrying amount of Shariah-compliant collective investment schemes and Shariah-compliant quoted securities, 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 currency**Functional and presentation currency

Items included in the financial statements of the Fund are measured using the currency of the primary economic environment in which the Fund operates (the "functional currency"). The financial statements are presented in MYR, 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) The Fund's units are denominated in MYR.
- ii) Significant portion of the Fund's expenses are denominated in MYR.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (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 period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in statement of comprehensive income.

**(e) Cash and cash equivalents**

For the purpose of statement of cash flows, cash and cash equivalents comprise bank balance and Shariah-compliant deposits 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. Such withholding taxed are not "income tax" in nature and are recognised and measured based on the requirements of MFRS 137. They are presented within other expenses line in the statement of comprehensive income.

**(g) Amount due from/to stockbrokers/dealers**

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

**(h) 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.

**(i) Management Fee Rebate**

Management fee rebate is deemed 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.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****(j) Unit holders' contributions**

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.

The outstanding units are carried at the redemption amount that is payable at each financial period 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 or 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.

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

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

**(l) Critical accounting estimates and judgements in applying accounting policies**

The Fund makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, rarely equal the related actual results. To enhance the information content of the estimates, certain key variables that are anticipated to have material impact to the Funds' results and financial position are tested for sensitivity to changes in the underlying parameters.

Estimates and 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. RISK MANAGEMENT OBJECTIVES AND POLICIES

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, profit 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.

#### (a) Market risk

##### (i) Price risk

This 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 profit 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.

##### (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 holds 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 placement 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 coupon rates are more susceptible to interest rate movements.

### 3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

#### (a) Market risk (Continued)

##### (ii) Interest rate risk (continued)

Such investments may be subject to unanticipated rise in interest rates which may impair the ability of the issuers to meet the obligation under the instrument, especially if the issuers are highly leveraged. An increase in interest rates may therefore increase the potential for default by an issuer.

The Fund's exposure to interest rate risk associated with Shariah-compliant deposits with licensed Islamic financial institutions is not material as the Shariah-compliant deposits are held on short-term basis.

##### (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 profit rate differentials, balance of payments position, debt levels, and technical chart considerations.

#### (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 are settled/paid upon delivery using approved stockbrokers.

**3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)****(c) Liquidity risk**

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

The Manager manages this risk by maintaining sufficient level of liquid assets to meet anticipated payments and cancellations of the units by unit holders. Liquid assets comprise bank balances and Shariah-compliant deposits with licensed Islamic financial institutions, which are capable of being converted into cash within 7 business days. Generally, all investments are subject to a certain degree of liquidity risk depending on the nature of the investment instruments, market, sector and other factors. For the purpose of the Fund, the Manager will attempt to balance the entire portfolio by investing in a mix of assets with satisfactory trading volume and those that occasionally could encounter poor liquidity. This is expected to reduce the risks for the entire portfolio without limiting the Fund's growth potentials.

**(d) Capital risk management**

The capital of the Fund is represented by net assets attributable to unit holders. The amount of capital can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of unit holders. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns to unit holders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

**(e) Fair value estimation**

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

The fair value of financial assets traded in active markets (such as trading securities) is based on quoted market prices at the close of trading on the financial period end date. The Fund utilises the last traded market price for financial assets where the last traded price falls within the bid-ask spread. In circumstances where the last traded 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.

### 3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

#### (e) Fair value estimation (continued)

##### (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.

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
<b>31.03.2023</b>				
Financial assets at fair value through profit or loss:				
- Shariah-compliant collective investment schemes	20,064,910	-	-	20,064,910
- Shariah- compliant quoted securities - local	191,692,704	-	-	191,692,704
- Shariah- compliant quoted securities - foreign	180,312,788			180,312,788
- Unquoted Sukuk	-	333,295,242	-	333,295,242
	<u>412,135,313</u>	<u>333,295,242</u>	<u>-</u>	<u>725,365,644</u>

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
<b>30.09.2022</b>				
<b>Audited</b>				
Financial assets at fair value through profit or loss:				
- Shariah-compliant collective investment schemes	19,158,566	-	-	19,158,566
- Shariah- compliant quoted securities - local	172,851,000	-	-	172,851,000
- Shariah- compliant quoted securities - foreign	164,399,551	-	-	164,399,551
- Unquoted Sukuk	-	292,362,818	-	292,362,818
	<u>356,409,117</u>	<u>292,362,818</u>	<u>-</u>	<u>648,771,935</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 Shariah-compliant equities and Shariah-compliant collective investment schemes. 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. This includes 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 stockbrokers/dealers, amount due from Manager, amount due from Manager of collective investment scheme - 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 six months financial period ended 31 March 2023, the management fee was recognised at a rate of 1.50% per annum (31.03.2022: 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 0.10% per annum calculated daily based on the NAV of the Fund.

The foreign custody charges (safekeeping fee and transaction fee, including out of pocket charges) are subject to a minimum of USD500 per month and are charged monthly in arrears. The safekeeping fee ranges from a minimum of 0.04% per annum to a maximum of 0.38% per annum on the market value of the respective foreign portfolio, depending on the country invested. The transaction fee is charged for every transaction and the amount is dependent on the country invested.

For the six months financial period ended 31 March 2023, the Trustee fee was recognised at a rate of 0.10% per annum (31.03.2022: 0.10% per annum).

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

#### 6. DISTRIBUTION

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

	<b>2023</b>	<b>2022</b>
	<b>RM</b>	<b>RM</b>
Dividend income	4,416,479	-
Profit income	2,824,613	-
Net realised gain on disposal of Shariah-compliant investments	7,722,293	-
	<u>14,963,385</u>	<u>-</u>
Less:		
Expenses	2,093,177	-
Net distribution amount	<u>12,870,208</u>	<u>-</u>
Gross/Net distribution per unit (sen)		
Distribution on 23 November 2022	<u>0.79</u>	<u>-</u>

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.

**6. DISTRIBUTION (CONTINUED)**

There were unrealised losses of RM40,996,648 (during the financial period ended 31 March 2022).

**7. TAXATION**

	<b>01.10.2022 to 31.03.2023 RM</b>	<b>01.10.2021 to 31.03.2022 RM</b>
Tax charged for the financial period:		
- Tax on foreign source income	<u>196,532</u>	<u>-</u>

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

	<b>01.10.2022 to 31.03.2023 RM</b>	<b>01.10.2021 to 31.03.2022 RM</b>
Profit/(Loss) before taxation	<u>34,611,504</u>	<u>(12,236,695)</u>
Taxation at Malaysian statutory rate of 24% (31.03.2022: 24%)	8,306,760	(2,936,807)
Tax effects of:		
- Loss not deductible for tax purposes/(Income not subject to tax)	(9,998,079)	1,183,092
- Expenses not deductible for tax purposes	328,650	289,072
- Restriction on tax deductible expenses for Unit Trust Funds	1,362,669	1,464,643
Tax on foreign source income	<u>196,532</u>	<u>-</u>
Taxation	<u>196,532</u>	<u>-</u>

**8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS**

	<b>31.03.2023 RM</b>	<b>30.09.2022 Audited RM</b>
At fair value through profit or loss:		
- Shariah-compliant collective investment schemes	20,064,910	19,158,566
- Shariah-compliant quoted securities - local	191,692,704	172,851,000
- Shariah-compliant quoted securities - foreign	180,312,788	164,399,551
- Unquoted Sukuk	<u>333,295,242</u>	<u>292,362,818</u>
	<u>725,365,644</u>	<u>648,771,935</u>
	<b>01.10.2022 to 31.03.2023 RM</b>	<b>01.10.2021 to 31.03.2022 RM</b>
Net gain/(loss) on financial assets at fair value through profit or loss:		
- Realised (loss)/gain on disposals	(9,451,359)	25,869,293
- Unrealised fair value gain/(loss)	40,222,747	(40,696,013)
- Management fee rebate #	<u>82,867</u>	<u>107,619</u>
	<u>30,854,255</u>	<u>(14,719,101)</u>

# Management fee rebate represents the Fund's entitlement to management fee rebate from the Manager and the Manager of Shariah-compliant collective investment schemes the Fund invests in.

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

For the financial period/ year ended 31 March 2023 and 30 September 2022 , the rebate is recognised at a rate of 3.00% for Reksa Dana Principal Islamic Equity Growth Syariah and 1.00% for Principal Islamic Asia Pacific Dynamic Income & Growth Fund, calculated and accrued daily based on the NAV of the Shariah-compliant collective investment schemes.

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
<b>31.03.2023</b>				
<b>SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEMES</b>				
<b>INDONESIA</b>				
Reksa Dana Principal Islamic Equity Growth Syariah	5,082,958	2,251,776	1,819,132	0.24
<b>IRELAND</b>				
Principal Islamic Asia Pacific Dynamic Income & Growth Fund	346,900	14,363,395	14,206,471	1.85
Principal Islamic Global Responsible Equity Fund	98,000	4,135,110	4,039,307	0.52
	444,900	18,498,505	18,245,778	2.37
<b>TOTAL SHARIAH- COMPLIANT COLLECTIVE INVESTMENT SCHEMES</b>	<b>5,527,858</b>	<b>20,750,281</b>	<b>20,064,910</b>	<b>2.61</b>
<b>ACCUMULATED UNREALISED LOSS ON SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEMES</b>		<b>(685,371)</b>		
<b>TOTAL SHARIAH- COMPLIANT COLLECTIVE INVESTMENT SCHEMES AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b>20,064,910</b>		
<b>SHARIAH-COMPLIANT QUOTED SECURITIES - LOCAL</b>				
<b>Communication Services</b>				
Maxis Bhd	978,900	3,792,216	4,042,857	0.53
Telekom Malaysia Bhd	1,363,441	6,844,044	6,680,861	0.86
	2,342,341	10,636,260	10,723,718	1.39

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 %
<b>31.03.2023 (CONTINUED)</b>				
<b>SHARIAH-COMPLIANT QUOTED SECURITIES - LOCAL</b>				
<b>Consumer Discretionary</b>				
Mr D.I.Y. Group (M) Bhd	8,616,300	13,008,652	13,355,265	1.74
<b>Consumer Staples</b>				
Kuala Lumpur Kepong Bhd	180,500	4,777,707	3,750,790	0.49
Sime Darby Plantation Bhd	1,045,400	4,700,203	4,463,858	0.58
QL Resources Bhd	394,200	2,085,021	2,290,302	0.30
	1,620,100	11,562,931	10,504,950	1.37
<b>Energy</b>				
Dayang Enterprise Hldg Bhd	3,865,100	5,306,164	5,179,234	0.67
Dialog Group Bhd	1,970,300	4,550,650	4,649,908	0.60
Hibiscus Petroleum Bhd	9,079,950	8,544,464	8,989,151	1.18
	14,915,350	18,401,278	18,818,293	2.45
<b>Health Care</b>				
Hartalega Holding Bhd	5,047,000	8,335,095	9,589,300	1.25
IHH Healthcare Bhd	1,827,500	11,847,532	10,508,125	1.36
KPJ Healthcare Bhd	1,079,500	1,194,686	1,219,835	0.16
Kossan Rubber Industries	6,536,100	7,071,881	8,562,291	1.11
	14,490,100	28,449,194	29,879,551	3.88
<b>Industrials</b>				
CTOS Digital Bhd	2,514,500	3,576,001	3,293,995	0.43
Farm Fresh Bhd	139,900	225,239	209,850	0.03
Frontken Corporation Bhd	2,274,900	7,940,758	7,097,688	0.92
Gamuda Bhd	1,828,088	6,520,350	7,458,599	0.97
IJM Corporation Bhd	2,436,400	3,856,103	3,898,240	0.51
MISC Bhd	422,600	3,005,265	3,051,172	0.40
Pentamaster Corporation Bhd	437,000	2,325,045	2,141,300	0.27
UWC Bhd	366,000	2,178,567	1,262,700	0.16
Westports Holdings Bhd	3,281,500	11,990,262	11,813,400	1.54
	13,700,888	41,617,590	40,226,944	5.23
<b>Information Technology</b>				
GHL Systems Bhd	216,900	379,575	186,534	0.02
Inari Amertron Bhd	2,280,100	6,910,035	5,609,046	0.73
My Eg Services Bhd	11,182,053	11,236,756	8,554,271	1.11
V.S. Industry	2,090,000	3,120,537	1,682,450	0.22
Vitrox Corporation Bhd	614,400	2,651,795	4,902,912	0.64
Agmo Holdings Bhd	105,029	-	67,219	0.01
Datasonic Group Bhd	1,782,100	943,800	748,482	0.10

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 %
<b>31.03.2023 (CONTINUED)</b>				
<b>SHARIAH-COMPLIANT QUOTED SECURITIES - LOCAL</b>				
<b>Information Technology (continued)</b>				
Genetec Technology Bhd	2,356,900	6,251,534	6,363,630	0.82
Nationgate Holdings Bhd	2,376,700	3,409,103	2,970,875	0.39
	<u>23,004,182</u>	<u>34,903,135</u>	<u>31,085,419</u>	<u>4.04</u>
<b>Materials</b>				
Press Metal Aluminium Holdings Bhd	<u>3,262,132</u>	<u>13,308,188</u>	<u>15,886,581</u>	<u>2.06</u>
<b>Utilities</b>				
Taliworks Corporations Bhd	1,770,600	1,592,147	1,505,010	0.20
Tenaga Nasional Bhd	2,135,100	20,220,801	19,706,973	2.56
	<u>3,905,700</u>	<u>21,812,948</u>	<u>21,211,983</u>	<u>2.76%</u>
<b>TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES - LOCAL</b>	<u><b>85,857,093</b></u>	<u><b>193,700,176</b></u>	<u><b>191,692,704</b></u>	<u><b>24.91</b></u>
<b>SHARIAH-COMPLIANT QUOTED SECURITIES – FOREIGN</b>				
<b>AUSTRALIA</b>				
<b>Health Care</b>				
CSL Ltd	<u>2,748</u>	<u>2,375,536</u>	<u>2,340,698</u>	<u>0.30</u>
<b>TOTAL AUSTRALIA</b>	<u><b>2,748</b></u>	<u><b>2,375,536</b></u>	<u><b>2,340,698</b></u>	<u><b>0.30</b></u>
<b>CAYMAN ISLAND</b>				
<b>Consumer Services</b>				
Alibaba Group Holdings Ltd	<u>83,600</u>	<u>11,183,088</u>	<u>4,718,792</u>	<u>0.61</u>
<b>TOTAL CAYMAN ISLAND</b>	<u><b>83,600</b></u>	<u><b>11,183,088</b></u>	<u><b>4,718,792</b></u>	<u><b>0.61</b></u>
<b>CHINA</b>				
<b>Consumer Discretionary</b>				
BYD Company Ltd	18,000	2,575,191	2,325,484	0.30

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 %
<b>31.03.2023 (CONTINUED)</b>				
<b>SHARIAH-COMPLIANT QUOTED SECURITIES – FOREIGN (CONTINUED)</b>				
<b>CHINA (CONTINUED)</b>				
<b>Energy</b>				
China Petroleum & Chemical	852,000	2,266,415	2,222,534	0.29
<b>Industrials</b>				
Shenzhen Inovance Technology	60,992	2,061,775	2,752,642	0.36
NARI Tech Development Co Ltd	138,184	2,540,693	2,404,965	0.32
Shanghai International Airport A	175,096	6,408,597	6,264,505	0.81
	374,272	11,011,065	11,422,112	1.49
<b>TOTAL CHINA</b>	<b>1,244,272</b>	<b>15,852,671</b>	<b>15,970,130</b>	<b>2.08</b>
<b>HONG KONG, CHINA</b>				
<b>Communication Services</b>				
Tencent Holdings Ltd	42,600	10,581,846	9,239,802	1.20
<b>Consumer Discretionary</b>				
Shenzhou International Group	34,700	2,048,907	1,607,487	0.21
Chow Tai Fook Jewellery	522,600	4,803,695	4,577,493	0.59
Meituan	2,910	407,966	234,766	0.03
	560,210	7,260,568	6,419,746	0.83
<b>Consumer Staples</b>				
China Mengniu Dairy Co. Ltd	229,000	5,087,315	4,145,550	0.54
<b>REITS</b>				
Link REIT	83,280	2,726,469	2,364,411	0.31
China Overseas Land & Investment	193,000	2,293,996	2,057,247	0.27
China Resources Land Ltd	116,000	2,257,625	2,334,704	0.30
	392,280	7,278,090	6,756,362	0.88
<b>TOTAL HONG KONG, CHINA</b>	<b>1,224,090</b>	<b>30,207,819</b>	<b>26,561,460</b>	<b>3.45</b>

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 %
<b>31.03.2023 (CONTINUED)</b>				
<b>SHARIAH-COMPLIANT</b>				
<b>QUOTED SECURITIES –</b>				
<b>FOREIGN (CONTINUED)</b>				
<b>INDIA</b>				
<b>Consumer Discretionary</b>				
Titan Co Ltd	31,434	2,749,767	4,245,166	0.55
<b>Consumer Staples</b>				
Hindustan Unilever Ltd	26,092	3,784,664	3,587,410	0.47
<b>Energy</b>				
Reliance Industries Ltd	146,877	14,948,982	18,385,679	2.39
<b>Health Care</b>				
Sun Pharma Industries Ltd	61,678	3,349,476	3,256,134	0.42
<b>Industrials</b>				
Container Corporation of India Ltd	110,314	3,732,185	3,437,321	0.45
<b>Materials</b>				
Asian Paints Ltd	24,140	4,321,586	3,579,977	0.47
Ultra Technology Cement Ltd	11,432	4,544,126	4,679,226	0.61
	35,572	8,865,712	8,259,203	1.07
<b>TOTAL INDIA</b>	<b>411,967</b>	<b>37,430,786</b>	<b>41,170,913</b>	<b>5.35</b>
<b>INDONESIA</b>				
<b>Telecommunications</b>				
Telekomunikasi TBK PT	2,865,600	3,284,976	3,422,822	0.44
<b>TOTAL INDONESIA</b>	<b>2,865,600</b>	<b>3,284,976</b>	<b>3,422,822</b>	<b>0.44</b>
<b>SOUTH KOREA</b>				
<b>Consumer Discretionary</b>				
KIA Corporation	9,634	2,323,602	2,645,322	0.34
<b>Industrials</b>				
LG Energy Solution	1,266	2,312,116	2,506,302	0.33

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 %
<b>31.03.2023 (CONTINUED)</b>				
<b>SHARIAH-COMPLIANT QUOTED SECURITIES – FOREIGN (CONTINUED)</b>				
<b>SOUTH KOREA (CONTINUED)</b>				
<b>Information Technology</b>				
Samsung Electronics	99,316	24,508,979	21,546,964	2.80
SK Hynix Inc	28,480	11,364,698	8,553,830	1.11
Samsung Electronics Mechanics	9,673	4,569,245	5,007,110	0.65
	<u>137,469</u>	<u>40,442,922</u>	<u>35,107,904</u>	<u>4.56</u>
<b>Materials</b>				
LG Chem Ltd	1,994	4,411,518	4,812,736	0.63
POSCO Holdings	3,560	3,479,295	4,441,040	0.58
	<u>5,554</u>	<u>7,890,813</u>	<u>9,253,776</u>	<u>1.20</u>
<b>TOTAL SOUTH KOREA</b>	<b><u>153,923</u></b>	<b><u>52,969,453</u></b>	<b><u>49,513,304</u></b>	<b><u>6.43</u></b>
<b>TAIWAN</b>				
<b>Information Technology</b>				
E Ink Holding Inc	110,000	1,324,561	2,987,380	0.38
MediaTek Inc	48,000	4,874,378	5,466,187	0.71
Taiwan Semiconductor Manufacturing Co Ltd	127,000	6,411,069	9,794,888	1.27
	<u>285,000</u>	<u>12,610,008</u>	<u>18,197,762</u>	<u>4.25</u>
<b>TOTAL TAIWAN</b>	<b><u>285,000</u></b>	<b><u>12,610,008</u></b>	<b><u>18,197,762</u></b>	<b><u>4.25</u></b>
<b>THAILAND</b>				
<b>Communication Services</b>				
Advanced Info Service PCL - NVDR	87,300	2,318,862	2,389,387	0.31
<b>Health Care</b>				
Bangkok Dusit Medical Service	639,700	2,014,149	2,436,322	0.32
<b>Industrials</b>				
Airports of Thailand Public Co Ltd	246,300	2,097,379	2,257,663	0.29
<b>TOTAL THAILAND</b>	<b><u>973,300</u></b>	<b><u>6,430,390</u></b>	<b><u>7,083,372</u></b>	<b><u>0.92</u></b>



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 %
<b>31.03.2023 (CONTINUED)</b>				
<b>SHARIAH-COMPLIANT QUOTED SECURITIES – FOREIGN (CONTINUED)</b>				
<b>UNITED STATES</b>				
<b>Energy</b>				
ConocoPhillips	3,838	2,239,352	1,680,329	0.22
<b>Materials</b>				
Linde PLC	3,194	4,150,469	5,009,970	0.65
<b>TOTAL UNITED STATES</b>	<b>7,032</b>	<b>6,389,821</b>	<b>6,690,299</b>	<b>0.87</b>
<b>UNITED KINGDOM</b>				
<b>Energy</b>				
Shell PLC	36,849	4,385,878	4,643,237	0.60
<b>TOTAL UNITED KINGDOM</b>	<b>36,849</b>	<b>4,385,878</b>	<b>4,643,237</b>	<b>0.60</b>
<b>TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES - FOREIGN</b>	<b>7,288,381</b>	<b>183,120,426</b>	<b>180,312,789</b>	<b>23.43</b>
<b>TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES</b>	<b>93,145,474</b>	<b>376,820,602</b>	<b>372,005,493</b>	<b>48.34</b>
<b>ACCUMULATED UNREALISED LOSS ON SHARIAH-COMPLIANT QUOTED SECURITIES</b>		<b>(4,815,109)</b>		
<b>TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b>372,005,493</b>		

## 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 %
<b>31.03.2023 (CONTINUED)</b>				
<b>UNQUOTED SUKUK</b>				
Aeon Credit Service M Bhd 3.80% 10/02/2027 (AA3)	1,450,000	1,457,548	1,428,997	0.19
Aeon Credit Service M Bhd 3.85% 10/02/2028 (AA3)	1,100,000	1,105,801	1,078,334	0.14
Aeon Credit Service M Bhd 3.95% 12/03/2030 (A1)	4,400,000	4,413,055	4,363,903	0.57
Amanat Lebuhraya Rakyat Bhd 4.39% 13/10/2025 (AAA)	2,500,000	2,551,116	2,574,266	0.33
Amanat Lebuhraya Rakyat Bhd 4.66% 13/10/2026 (AAA)	5,000,000	5,108,521	5,201,371	0.68
Amanat Lebuhraya Rakyat Bhd 4.97% 12/10/2029 (AAA)	4,330,000	4,430,231	4,595,723	0.60
Amanat Lebuhraya Rakyat Bhd 5.32% 13/10/2034 (AAA)	3,000,000	3,074,334	3,212,724	0.42
AmBank Islamic 4.53% 28/03/2033 (NR(LT))	4,290,000	4,292,130	4,262,057	0.55
AZRB Capital Sdn Bhd 4.85% 26/12/2024 (AA-)	6,400,000	6,468,542	6,462,677	0.84
Bank Pembangunan Malaysia Bhd 3.00% 12/10/2027 (AAA)	5,000,000	4,803,273	4,842,924	0.63
Bank Pembangunan Malaysia Bhd 4.05% 06/06/2031 (AAA)	920,000	931,637	912,833	0.12
Bank Simpanan Nasional 3.47% 21/10/2026 (AAA)	2,850,000	2,806,209	2,848,293	0.37
Bank Simpanan Nasional 3.89% 20/10/2028 (AAA)	470,000	478,115	472,818	0.06
Bumitama Agri Ltd 4.20% 22/07/2026 (AA2)	2,600,000	2,661,534	2,615,560	0.34
Cagamas Bhd 4.26% 18/01/2028 (AAA)	6,000,000	6,051,120	6,098,220	0.79
Cenergi Sea Bhd 5.30% 23/12/2026 (A1)	1,250,000	1,272,096	1,262,532	0.16
Danum Capital Bhd 2.97% 13/05/2025 (AAA)	3,000,000	3,056,979	2,978,367	0.39
Danum Capital Bhd 3.42% 21/02/2035 (AAA)	1,000,000	855,317	911,664	0.12
DRB-Hicom Bhd 4.85% 04/08/2028 (A+)	2,330,000	2,351,638	2,309,711	0.30
DRB-Hicom Bhd 4.85% 11/12/2026 (A+)	9,100,000	9,348,777	9,201,706	1.20

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 %
<b>31.03.2023 (CONTINUED)</b>				
<b>UNQUOTED SUKUK</b>				
DRB-Hicom Bhd 5.05% 06/08/2031 (A+)	2,000,000	2,021,307	1,950,506	0.25
DRB-Hicom Bhd 5.10% 12/12/2029 (A+)	3,000,000	3,083,710	3,004,800	0.39
Edotco Malaysia Sdn Bhd 4.44% 07/09/2029 (AA+)	5,430,000	5,481,829	5,513,176	0.72
Edra Energy Sdn Bhd IMTN 5.88% 03/07/2026- Tranche (AA3)	1,500,000	1,577,774	1,590,291	0.21
Edra Energy Sdn Bhd IMTN 6.51% 05/07/2035- Tranche (AA3)	5,000,000	5,979,492	5,716,343	0.74
Exsim Capital Resources Bhd 4.50% 09/07/2025 (AA3)	2,115,000	2,140,258	2,110,938	0.27
Fortune Premiere Sdn Bhd IMTN 3.985% 11/09/2026 (AA)	3,350,000	3,362,710	3,302,177	0.43
Gamuda Land (T12) Sdn Bhd 4.40% 11/10/2028 (AA3)	400,000	408,294	405,486	0.05
GII Murabahah - 4.119% 30/11/2034 (NR(LT))	10,000,000	11,090,944	10,138,054	1.32
GII Murabahah 3.447% 15/07/2036 ()	3,000,000	2,732,052	2,784,487	0.36
GII Murabahah 4.895% 08/05/2047 (NR(LT))	3,000,000	3,684,866	3,276,005	0.43
IJM Corp Bhd 4.640% 2/6/2023 (AA3)	5,000,000	5,082,591	5,082,467	0.66
IJM Land Bhd 4.73% 17/03/2119 (A2)	2,350,000	2,357,201	2,302,335	0.30
IJM Land Bhd PERPETUAL SUK 5.65% 17/03/2119 (A2)	2,300,000	2,370,667	2,342,302	0.30
Imtiaz Sukuk II Bhd 3.54% 17/04/2026 (AA2)	1,200,000	1,198,458	1,200,319	0.16
Imtiaz Sukuk II Bhd 4.38% 12/05/2027 (AA2)	4,500,000	4,574,520	4,611,060	0.60
Imtiaz Sukuk II Bhd 4.77% 11/05/2029 (AA2)	3,000,000	3,111,457	3,115,454	0.40
Infracap Resources Sdn Bhd 3.69% 15/04/2026 (AAA)	5,000,000	5,108,419	5,038,160	0.65
Jimah East Power Sdn Bhd - 5.770% 04/12/2029 (AA)	1,000,000	1,116,732	1,071,934	0.14
Konsortium KAJV Sdn Bhd 5.10% 13/05/2024 (AA-)	10,000,000	10,197,045	10,194,422	1.32

## 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 %
<b>31.03.2023 (CONTINUED)</b>				
<b>UNQUOTED SUKUK</b>				
<b>(CONTINUED)</b>				
Kuala Lumpur Kepong Bhd 4.17% 16/03/2032 (AA1)	5,500,000	5,510,054	5,420,294	0.70
LBS Bina Group Bhd 6.85% 29/03/2120 (NR(LT))	2,000,000	2,022,896	1,999,936	0.26
Mah Sing Group Bhd 4.35% 13/03/2025 (NR(LT))	15,000,000	15,033,966	14,877,816	1.93
Malayan Banking Bhd 3.10% 08/10/2032 (AA1)	5,000,000	4,825,381	4,832,891	0.63
Malayan Banking Bhd 3.4 1% 05/08/2031 (AA1)	2,500,000	2,512,379	2,449,354	0.32
Malayan Banking Bhd IM TN 4.63% 31.01.2029 (AA1)	350,000	357,163	354,470	0.05
Malaysia Airports Hldg Bhd 3.30% 05/11/2027 (AAA)	3,000,000	3,040,142	2,917,472	0.38
Malaysian Resources Corp Bhd 4.25% 13/08/2027 (AA-)	1,150,000	1,160,651	1,114,829	0.14
Malaysian Resources Corp Bhd 5.09% 18/10/2028 (AA-)	2,560,000	2,624,922	2,599,602	0.34
Malaysian Resources Corp Bhd 5.26% 26/02/2027 (AA-)	2,270,000	2,282,805	2,289,071	0.30
Manjung Island Energy Bhd 4.74% 23/11/2029 (AAA)	5,000,000	5,149,618	5,227,363	0.68
MBSB Bank Bhd 5.250% 19/12/2031 (A3)	1,290,000	1,308,740	1,332,760	0.17
MMC Corporation Berhad 5.40% 30/11/2029 (AA-)	2,470,000	2,521,167	2,596,339	0.34
MMC Port Holdings Sdn Bhd 4.40% 08/04/2027 (AA-)	1,880,000	1,918,980	1,912,946	0.25
NORTHPORT 5.780% 19/12/2024 IMTN (AA)	5,000,000	5,230,639	5,217,953	0.68
Pelabuhan Tanjung Pelepas Sdn 3.74% 18/06/2025 (AA)	5,000,000	5,014,947	5,010,157	0.65
Pelabuhan Tanjung Pelepas Sdn 3.74% 21/04/2026 (AA)	320,000	325,312	321,168	0.04
Penang Port Sdn Bhd 4.30% 24/12/2026 (AA-)	1,000,000	1,011,192	1,014,652	0.13
Penang Port Sdn Bhd 4.48% 27/12/2029 (AA-)	200,000	202,332	202,008	0.03
Pengerang LNG (Two) Sdn Bhd 2.67% 21/10/2026 (AAA)	2,600,000	2,541,547	2,508,819	0.33

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 %
<b>31.03.2023 (CONTINUED)</b>				
<b>UNQUOTED SUKUK (CONTINUED)</b>				
Petroleum Sarawak Exploration & Production 4.54% 22/02/2030 (AAA)	2,330,000	2,347,817	2,363,148	0.31
Petroleum Sarawak Exploration & Production 5.08% 11/11/2027 (AAA)	2,470,000	2,523,261	2,617,173	0.34
Press Metal Aluminium Holdings Bhd 4.10% 17/10/2024 (AA2)	3,200,000	3,259,669	3,262,837	0.42
Projek Lebuhraya Usahasama Bhd Sukuk Plus 4.88% 12/01/2028 (AAA)	5,000,000	5,476,948	5,196,611	0.68
Quantum Solar Park Green SRI Sukuk 5.72% 5/10/29 (AA-)	2,000,000	2,087,102	2,185,996	0.28
Quantum Solar Park Green Sri Sukuk 5.76% 5/4/2030 (AA-)	2,500,000	2,555,725	2,740,455	0.36
RHB Islamic Bank Bhd 4.32% 21/05/2029 (AA2)	1,400,000	1,436,806	1,426,355	0.18
Sabah Credit Corporation 3.91% 25/01/2027 (AA1)	1,670,000	1,681,995	1,661,300	0.21
Sarawak Energy Bhd 5.040% 25/04/2031 (AAA)	5,000,000	5,584,035	5,376,885	0.69
Sarawak Petchem Sdn Bhd 4.38% 25/07/2025 (AAA)	5,000,000	5,070,283	5,090,100	0.65
Sarawak Petchem Sdn Bhd 5.05% 27/07/2029 (AAA)	3,330,000	3,513,394	3,526,652	0.46
Sime Darby Property Bhd 3.42% 03/12/2027 (AA+)	5,000,000	4,951,047	4,895,164	0.64
SME Bank Bhd 3.10% 31/07/2026 (AAA)	1,770,000	1,750,282	1,732,434	0.22
Southern Power Generation IMTN 5.040% 28/04/2028 (AA-)	5,000,000	5,272,270	5,242,392	0.68
Southern Power Generation IMTN 5.25% 30/04/2031 (AA-)	5,000,000	5,462,629	5,273,465	0.69
Tenaga Nasional Bhd 2.90% 12/08/2030 (NR(LT))	3,750,000	3,764,003	3,455,191	0.45
Tenaga Nasional Bhd 3.55% 10/08/2040 (AAA)	1,750,000	1,758,000	1,542,365	0.20
Tenaga Nasional Bhd 3.92% 24/11/2028 (AAA)	5,000,000	5,068,197	5,023,997	0.65
Tenaga Nasional Bhd IMTN 4.98% 27/08/2038 (AAA)	5,000,000	5,633,773	5,405,535	0.68

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 %
<b>31.03.2023 (CONTINUED)</b>				
<b>UNQUOTED SUKUK (CONTINUED)</b>				
TG Excellence Berhad 3.95% 27/02/2120 (AA-)	6,450,000	6,473,034	6,329,070	0.83
TNB Northern Energy Berhad 4.35% 29/05/2029 (AAA)	5,000,000	5,465,162	5,099,095	0.66
Toyota Capital (M) Sdn Bhd 3.80% 24/12/2024 (AAA)	2,500,000	2,484,334	2,504,714	0.33
UEM Edgenta Bhd 4.25% 24/04/2026 (AA-)	2,000,000	2,037,604	2,031,402	0.26
UEM Sunrise Bhd 4.40% 08/09/2026 (AA-)	2,000,000	2,008,854	1,949,886	0.25
UEM Sunrise Bhd 5.000% 19/05/2023 (AA-)	1,500,000	1,529,729	1,527,908	0.21
UEM Sunrise Bhd 5.39% 05/03/2026 (AA-)	1,500,000	1,507,531	1,509,918	0.20
UMW Hldg Bhd 3.88% 24/11/2026 (AA+)	6,750,000	6,735,444	6,800,804	0.88
UniTapah 5.96% 12.12.2028 (AA1)	5,000,000	5,357,967	5,497,058	0.71
UniTapah Sdn Bhd 6.150% 12/12/2030 (AA1)	5,000,000	5,472,212	5,586,271	0.73
WCT Hldgs Bhd 5.15% 01/04/2024 (AA-)	2,300,000	2,301,467	2,301,406	0.30
WCT Hldgs Bhd 5.170% 23/10/2023 (AA-)	10,000,000	10,232,649	10,238,497	1.33
WCT Hldgs Bhd IMTN 5.65% 20/4/2026 (AA-)	1,500,000	1,542,949	1,550,552	0.20
YTL Power International Bhd 4.88% 22/03/2030 (AA1)	2,500,000	2,509,874	2,529,124	0.33
YTL Power International Bhd 4.99% 24/03/2033 (AA1)	3,330,000	3,346,565	3,383,292	0.45
<b>TOTAL UNQUOTED SUKUK</b>	<b><u>327,725,000</u></b>	<b>336,852,837</b>	<b><u>333,295,242</u></b>	<b><u>43.31</u></b>
<b>ACCUMULATED UNREALISED LOSS ON UNQUOTED SUKUK</b>		<b><u>(3,557,595)</u></b>		
<b>TOTAL UNQUOTED SUKUK AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b><u>333,295,242</u></b>		

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 %
<b>30.09.2022</b>				
<b>Audited</b>				
<b>SHARIAH-COMPLIANT</b>				
<b>COLLECTIVE</b>				
<b>INVESTMENT SCHEME</b>				
<b>INDONESIA</b>				
Reksa Dana Principal Islamic Equity Growth Syariah	5,082,958	2,251,776	1,853,639	0.25
<b>IRELAND</b>				
Principal Islamic Asia Pacific Dynamic Income & Growth Fund	346,900	14,363,395	13,702,106	1.87
Principal Islam Global Responsible Equity Fund	98,000	4,135,110	3,602,821	0.49
	444,900	18,498,505	17,304,927	2.36
<b>TOTAL SHARIAH- COMPLIANT COLLECTIVE INVESTMENT SCHEMES</b>	<b>5,527,858</b>	<b>20,750,281</b>	<b>19,158,566</b>	<b>2.61</b>
<b>ACCUMULATED UNREALISED LOSS ON COLLECTIVE INVESTMENT SCHEMES AT FAIR VALUE THROUGH PROFIT OR LOSS</b>				
		(1,591,715)		
<b>TOTAL COLLECTIVE INVESTMENT SCHEMES AT FAIR VALUE THROUGH PROFIT OR LOSS</b>				
		19,158,566		
<b>30.09.2022</b>				
<b>Audited</b>				
<b>SHARIAH-COMPLIANT</b>				
<b>QUOTED SECURITIES - LOCAL</b>				
<b>Communication Services</b>				
Telekom Malaysia Bhd	705,341	3,420,673	3,858,215	0.53
<b>Consumer Discretionary</b>				
Mr D.I.Y. Group (M) Bhd	5,122,700	10,312,189	10,091,719	1.38

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 %
<b>30.09.2022</b>				
<b>Audited (CONTINUED)</b>				
<b>SHARIAH-COMPLIANT</b>				
<b>QUOTED SECURITIES –</b>				
<b>LOCAL (CONTINUED)</b>				
<b>Consumer Staples</b>				
IOI Corp Bhd	1,092,000	4,880,483	4,116,840	0.56
Kuala Lumpur Kepong Bhd	928,400	24,574,089	19,217,880	2.62
Sime Darby Plantation Bhd	2,797,900	12,579,586	11,443,411	1.56
	<u>4,818,300</u>	<u>42,034,158</u>	<u>34,778,131</u>	<u>4.74</u>
<b>Energy</b>				
Dayang Enterprise Holding Bhd	3,865,100	5,306,164	4,290,261	0.59
Hibiscus Petroleum Bhd	9,079,950	8,544,464	7,627,158	1.04
	<u>12,945,050</u>	<u>13,850,628</u>	<u>11,917,419</u>	<u>1.63</u>
<b>Financials</b>				
Bank Islam Malaysia Bhd	1,220,500	3,285,326	3,136,685	0.43
<b>Health Care</b>				
Hartalega Holdings Bhd	139,000	837,517	230,740	0.03
IHH Healthcare Bhd	2,610,500	16,923,656	15,401,950	2.10
Kossan Rubber Industries Bhd	1,520,200	1,643,601	1,641,816	0.22
KPJ Healthcare Bhd	1,079,500	1,194,686	852,805	0.12
	<u>5,349,200</u>	<u>20,599,460</u>	<u>18,127,311</u>	<u>2.47</u>
<b>Industrials</b>				
CTOS Digital Bhd	2,514,500	3,576,001	3,369,430	0.46
Frontken Corporation Bhd	1,109,700	4,230,079	3,051,675	0.42
Gamuda Bhd	2,536,278	9,007,218	9,967,573	1.36
IJM Corporation Bhd	4,239,700	6,710,196	7,080,299	0.97
MISC Bhd	721,600	5,131,565	4,878,016	0.66
Pentamaster Corporation Bhd	437,000	2,325,045	1,813,550	0.25
Sime Darby Bhd	1,404,976	3,000,747	3,006,649	0.41
UWC Bhd	366,000	2,178,567	1,434,720	0.20
Westports Holdings Bhd	2,734,500	10,117,066	8,367,570	1.14
	<u>16,064,254</u>	<u>46,276,484</u>	<u>42,969,482</u>	<u>5.86</u>
<b>Information Technology</b>				
Datasonic Group Bhd	1,782,100	943,800	828,677	0.11
GHL Systems Bhd	853,800	1,494,150	657,426	0.09
Inari Amertron Bhd	4,144,800	12,561,165	10,444,896	1.42
My Eg Services Bhd	9,006,453	9,356,167	7,655,485	1.04
V.S. Industry	2,090,000	3,120,537	2,027,300	0.28
Vitrox Corporation Bhd	614,400	2,651,795	4,442,112	0.61
	<u>18,491,553</u>	<u>30,127,614</u>	<u>26,055,896</u>	<u>3.55</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 %
<b>30.09.2022 (CONTINUED)</b>				
<b>Audited (Continued)</b>				
<b>SHARIAH-COMPLIANT QUOTED SECURITIES - LOCAL (CONTINUED)</b>				
<b>Materials</b>				
Press Metal Aluminium Holding Bhd	3,262,132	13,308,188	13,179,013	1.80
<b>Utilities</b>				
Taliworks Corporation Bhd	2,009,900	1,807,329	1,818,959	0.25
Tenaga Nasional Bhd	859,400	9,248,051	6,918,170	0.94
	2,869,300	11,055,380	8,737,129	1.19
<b>TOTAL SHARIAH-COMPLIANT QUOTED SECURITIES - LOCAL</b>	<b>70,848,330</b>	<b>194,270,100</b>	<b>172,851,000</b>	<b>23.57</b>
<b>SHARIAH-COMPLIANT QUOTED SECURITIES - FOREIGN</b>				
<b>AUSTRALIA</b>				
<b>Energy</b>				
Santos Ltd	115,140	2,454,940	2,456,457	0.33
<b>Health Care</b>				
CSL Ltd	5,892	5,093,399	5,053,295	0.69
Ramsay Health Care Ltd	10,365	2,210,681	1,786,524	0.24
	16,257	7,304,080	6,839,819	0.93
<b>TOTAL AUSTRALIA</b>	<b>131,397</b>	<b>9,759,020</b>	<b>9,296,276</b>	<b>1.27</b>
<b>CAYMAN ISLANDS</b>				
<b>Consumer Discretionary</b>				
Alibaba Group Holding Ltd	112,200	15,008,881	5,165,382	0.70
<b>TOTAL CAYMAN ISLANDS</b>	<b>112,200</b>	<b>15,008,881</b>	<b>5,165,382</b>	<b>0.70</b>
<b>CHINA</b>				
<b>Consumer Discretionary</b>				
BYD Company Ltd	18,000	2,575,191	2,066,628	0.28

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 %
<b>30.09.2022 (CONTINUED)</b>				
<b>Audited (Continued)</b>				
<b>SHARIAH-COMPLIANT</b>				
<b>QUOTED SECURITIES -</b>				
<b>FOREIGN (CONTINUED)</b>				
<b>CHINA (CONTINUED)</b>				
<b>Industrials</b>				
NARI Tech Dev Co Ltd A	247,784	4,555,833	4,011,715	0.55
Shenzhen Inovance Technology	60,992	2,061,775	2,283,480	0.31
	<u>308,776</u>	<u>6,617,608</u>	<u>6,295,195</u>	<u>0.86</u>
<b>Information Technology</b>				
LONGi Green Energy Technology -A	<u>56,600</u>	<u>2,300,575</u>	<u>1,765,321</u>	<u>0.24</u>
<b>Materials</b>				
Yunnan Energy New Material Co	<u>12,197</u>	<u>2,102,077</u>	<u>1,382,555</u>	<u>0.20</u>
<b>Utilities</b>				
China Yangtze Power Co A	<u>295,900</u>	<u>4,623,654</u>	<u>4,380,427</u>	<u>0.60</u>
<b>TOTAL CHINA</b>	<u><b>691,473</b></u>	<u><b>18,219,105</b></u>	<u><b>15,890,126</b></u>	<u><b>2.18</b></u>
<b>HONG KONG SAR, CHINA</b>				
<b>Communication Services</b>				
Tencent Holding Ltd	<u>29,100</u>	<u>7,773,704</u>	<u>4,578,473</u>	<u>0.62</u>
<b>Consumer Discretionary</b>				
Shenzhen International Group	<u>34,700</u>	<u>2,048,907</u>	<u>1,257,296</u>	<u>0.17</u>
<b>Consumer Staples</b>				
China Mengniu Dairy Co. Ltd	<u>229,000</u>	<u>5,087,315</u>	<u>4,212,957</u>	<u>0.57</u>
<b>Information Technology</b>				
Kingboard Laminates Holding Ltd	<u>319,000</u>	<u>1,379,507</u>	<u>1,331,998</u>	<u>0.18</u>
<b>Real Estate</b>				
Link REIT	<u>61,600</u>	<u>2,184,169</u>	<u>1,997,315</u>	<u>0.27</u>
<b>TOTAL HONG KONG SAR, CHINA</b>	<u><b>673,400</b></u>	<u><b>18,473,602</b></u>	<u><b>13,378,039</b></u>	<u><b>1.82</b></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 %
<b>30.09.2022 (CONTINUED)</b>				
<b>Audited (Continued)</b>				
<b>SHARIAH-COMPLIANT</b>				
<b>QUOTED SECURITIES -</b>				
<b>FOREIGN (CONTINUED)</b>				
<b>INDIA</b>				
<b>Consumer Discretionary</b>				
Maruti Suzuki India Ltd	6,761	3,465,357	3,402,166	0.46
Titan Co Ltd	31,434	2,749,767	4,670,971	0.64
	<u>38,195</u>	<u>6,215,124</u>	<u>8,073,137</u>	<u>1.10</u>
<b>Consumer Staples</b>				
Dabur India Ltd	<u>146,808</u>	<u>4,379,238</u>	<u>4,794,478</u>	<u>0.65</u>
<b>Energy</b>				
Reliance Industries Ltd	<u>125,099</u>	<u>11,957,254</u>	<u>16,954,886</u>	<u>2.31</u>
<b>Industrials</b>				
Container Corp of India Ltd	<u>129,851</u>	<u>4,393,168</u>	<u>5,267,282</u>	<u>0.72</u>
<b>Information Technology</b>				
Tata Consultancy Services Ltd	<u>12,782</u>	<u>1,637,495</u>	<u>2,189,037</u>	<u>0.30</u>
<b>Materials</b>				
Asian Paints Ltd	24,140	4,321,586	4,599,144	0.63
Ultra Tech Cement Ltd	6,212	2,353,947	2,214,831	0.30
	<u>30,352</u>	<u>6,675,533</u>	<u>6,813,975</u>	<u>0.93</u>
<b>TOTAL INDIA</b>	<b><u>483,087</u></b>	<b><u>35,257,812</u></b>	<b><u>44,092,795</u></b>	<b><u>6.01</u></b>
<b>INDONESIA</b>				
<b>Communication Services</b>				
Telekomunikasi TBK PT	<u>2,865,600</u>	<u>3,284,976</u>	<u>3,890,407</u>	<u>0.53</u>
<b>TOTAL INDONESIA</b>	<b><u>2,865,600</u></b>	<b><u>3,284,976</u></b>	<b><u>3,890,407</u></b>	<b><u>0.53</u></b>
<b>SINGAPORE</b>				
<b>Communication Services</b>				
NetLink NBN Trust	761,000	2,309,777	2,229,820	0.30
Singapore				
Telecommunications	903,500	7,079,114	7,781,197	1.06
	<u>1,664,500</u>	<u>9,388,891</u>	<u>10,011,017</u>	<u>1.36</u>
<b>TOTAL SINGAPORE</b>	<b><u>1,664,500</u></b>	<b><u>9,388,891</u></b>	<b><u>10,011,017</u></b>	<b><u>1.36</u></b>

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 %
<b>30.09.2022 (CONTINUED)</b>				
<b>Audited (Continued)</b>				
<b>SHARIAH-COMPLIANT</b>				
<b>QUOTED SECURITIES -</b>				
<b>FOREIGN (CONTINUED)</b>				
<b>SOUTH KOREA</b>				
<b>Information Technology</b>				
Samsung Electronics Co. Ltd	99,316	24,508,979	17,069,319	2.33
SK Hynix Inc	28,480	11,364,698	7,660,259	1.04
	<u>127,796</u>	<u>35,873,677</u>	<u>24,729,578</u>	<u>3.37</u>
<b>Materials</b>				
LG Chem Ltd	1,994	4,411,518	3,459,333	0.47
<b>TOTAL SOUTH KOREA</b>	<b><u>129,790</u></b>	<b><u>40,285,195</u></b>	<b><u>28,188,911</u></b>	<b><u>3.84</u></b>
<b>TAIWAN</b>				
<b>Industrials</b>				
AirTac International Group	18,836	1,870,231	2,013,041	0.27
<b>Information Technology</b>				
E Ink Holding Inc	110,000	1,324,561	3,404,720	0.46
MediaTek Inc.	41,000	4,069,084	3,298,286	0.45
Taiwan Semiconductor Manufacturing Co Ltd	85,000	3,443,806	5,237,020	0.71
	<u>236,000</u>	<u>8,837,451</u>	<u>11,940,026</u>	<u>1.63</u>
<b>TOTAL TAIWAN</b>	<b><u>254,836</u></b>	<b><u>10,707,682</u></b>	<b><u>13,953,067</u></b>	<b><u>1.90</u></b>
<b>THAILAND</b>				
<b>Health Care</b>				
Bangkok Dusit Medical Service - NVDR	1,572,700	4,951,778	5,686,639	0.78
<b>Industrials</b>				
Airports Of Thailand – NVDR	648,100	5,518,924	5,759,274	0.79
<b>TOTAL THAILAND</b>	<b><u>2,220,800</u></b>	<b><u>10,470,702</u></b>	<b><u>11,445,913</u></b>	<b><u>1.56</u></b>

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 %
<b>30.09.2022 (CONTINUED)</b>				
<b>Audited (Continued)</b>				
<b>SHARIAH-COMPLIANT</b>				
<b>QUOTED SECURITIES -</b>				
<b>FOREIGN (CONTINUED)</b>				
<b>UNITED KINGDOM</b>				
<b>Energy</b>				
Shell PLC	36,849	4,385,878	4,302,060	0.59
<b>TOTAL UNITED KINGDOM</b>	<b>36,849</b>	<b>4,385,878</b>	<b>4,302,060</b>	<b>0.59</b>
<b>UNITED STATES</b>				
<b>Materials</b>				
Linde PLC	3,829	4,975,625	4,785,558	0.65
<b>TOTAL UNITED STATES</b>	<b>3,829</b>	<b>4,975,625</b>	<b>4,785,558</b>	<b>0.65</b>
<b>TOTAL SHARIAH-COMPLIANT QUOTED SECURITIES - FOREIGN</b>	<b>9,267,761</b>	<b>180,217,369</b>	<b>164,399,551</b>	<b>22.42</b>
<b>TOTAL SHARIAH-COMPLIANT QUOTED SECURITIES</b>	<b>80,116,091</b>	<b>374,487,469</b>	<b>337,250,551</b>	<b>45.98</b>
<b>ACCUMULATED UNREALISED LOSS ON SHARIAH-COMPLIANT QUOTED SECURITIES</b>		<b>(37,236,918)</b>		
<b>TOTAL SHARIAH-COMPLIANT QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b>337,250,551</b>		

## 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 %
<b>30.09.2022 (CONTINUED)</b>				
<b>Audited (Continued)</b>				
<b>UNQUOTED SUKUK</b>				
Aeon Credit Service M Bhd 3.80% 10/02/2027 (AA3)	1,450,000	1,457,850	1,404,301	0.19
Aeon Credit Service M Bhd 3.85% 10/02/2028 (AA3)	1,100,000	1,106,033	1,054,267	0.14
Aeon Credit Service M Bhd 3.95% 12/03/2030 (A1)	4,400,000	4,414,055	4,328,351	0.59
AZRB Capital Sdn Bhd 4.70% 23/12/2022 (AA3)	5,000,000	5,061,808	5,067,608	0.69
AZRB Capital Sdn Bhd 4.85% 26/12/2024 (AA3)	1,800,000	1,822,961	1,809,767	0.25
Bank Pembangunan Malaysia Bhd 3.00% 12/10/2027 (AAA)	5,000,000	4,777,356	4,733,385	0.65
Bank Pembangunan Malaysia Bhd 4.05% 06/06/2031 (AAA)	920,000	931,739	880,698	0.12
Bank Simpanan Nasional 3.89% 20/10/2028 (AAA)	470,000	478,165	459,929	0.06
Bermaz Auto Bhd 3.26% 18/12/2023 (AA3)	830,000	837,858	828,985	0.11
Bumitama Agri Ltd 4.20% 22/07/2026AA2	2,600,000	2,668,957	2,575,716	0.35
Celcom Networks Sdn Bhd 5.05% 29/08/2024 (AA3)	5,000,000	5,226,137	5,117,079	0.70
Cenergi Sea Bhd 5.30% 23/12/2026 (A1)	1,250,000	1,272,784	1,250,251	0.17
Danum Capital Bhd 2.97% 13/05/2025 (AAA)	3,000,000	3,063,023	2,943,849	0.40
Dialog Group Bhd 4.53% 28/01/2032 (AA2)	1,630,000	1,643,149	1,577,037	0.22
DRB-Hicom Bhd 4.85% 04/08/2028 (A1)	2,330,000	2,352,379	2,271,133	0.31
DRB-Hicom Bhd 4.85% 11/12/2026 (A1)	9,100,000	9,364,358	9,116,374	1.24
DRB-Hicom Bhd 5.05% 06/08/2031 (A1)	2,000,000	2,021,903	1,910,702	0.26
DRB-Hicom Bhd 5.10% 12/12/2029 (A1)	3,000,000	3,086,061	2,947,649	0.40
Edotco Malaysia Sdn Bhd 4.44% 07/09/2029 (AA1)	430,000	431,151	423,991	0.06
Edra Energy Sdn Bhd 5.88% 03/07/2026 (AA3)	1,500,000	1,586,865	1,584,765	0.22
Edra Energy Sdn Bhd 6.51% 05/07/2035 (AA3)	5,000,000	6,008,424	5,578,977	0.76
Exsim Capital Resources Bhd 4.50% 09/07/2025 (AA3)	2,820,000	2,854,437	2,800,870	0.38
Fortune Premiere Sdn Bhd 3.985% 11/09/2026 (AA)	3,350,000	3,363,491	3,236,148	0.44

## 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 %
<b>30.09.2022 (CONTINUED)</b>				
<b>Audited (Continued)</b>				
<b>UNQUOTED SUKUK</b>				
<b>(CONTINUED)</b>				
Gamuda Land (T12) Sdn Bhd 4.40% 11/10/2028 (AA3)	400,000	408,342	395,910	0.05
GII Murabahah 4.11% 30/11/2034 #	10,000,000	11,124,899	9,661,825	1.32
GII Murabahah 3.422% 30/09/2027 #	5,000,000	4,916,890	4,850,470	0.66
GII Murabahah 3.44% 15/07/2036 #	3,000,000	2,724,683	2,668,880	0.36
GII Murabahah 4.89% 08/05/2047 #	3,000,000	3,692,864	3,010,381	0.41
IJM Land Bhd 4.73% 17/03/2119 (A2)	2,350,000	2,357,396	2,270,940	0.31
IJM Land Bhd 5.65% 17/03/2119 (A2)	2,300,000	2,381,623	2,323,799	0.32
Imtiaz Sukuk II Bhd 4.38% 12/05/2027 (AA2)	4,500,000	4,576,680	4,522,050	0.62
Imtiaz Sukuk II Bhd 4.77% 11/05/2029 (AA2)	5,000,000	5,115,147	5,029,936	0.69
Infracap Resources Sdn Bhd 3.69% 15/04/2026 (AAA)	5,000,000	5,113,721	4,957,826	0.68
Jimah East Power Sdn Bhd 5.77% 04/12/2029 (AA3)	2,000,000	2,246,137	2,088,244	0.28
Kedah Cement Sdn Bhd 4.55% 07/07/2023 (AA3)	8,000,000	8,130,338	8,088,138	1.10
Konsortium KAJV Sdn Bhd 5.10% 13/05/2024 (AA3)	2,000,000	2,047,150	2,024,622	0.28
Kuala Lumpur Kepong Bhd 4.17% 16/03/2032 (AA1)	5,500,000	5,507,540	5,198,495	0.71
LBS Bina Group Bhd 6.85% 29/03/2120 #	2,000,000	2,024,022	1,963,822	0.27
Mah Sing Group Bhd 4.35% 13/03/2025 #	15,000,000	15,032,178	14,654,028	2.00
Malayan Banking Bhd 3.10% 08/10/2032 (AA1)	5,000,000	4,801,323	4,747,916	0.65
Malayan Banking Bhd 3.41% 05/08/2031 (AA1)	2,500,000	2,513,313	2,420,263	0.33
Malayan Banking Bhd 4.63% 31.01.2029 (AA1)	350,000	359,978	356,611	0.05
Malaysia Airports Hldg Bhd 3.30% 05/11/2027 (AAA)	3,000,000	3,040,142	2,874,872	0.39
Malaysian Resources Corporation Bhd 4.25% 13/08/2027 (AA3)	1,150,000	1,161,252	1,096,160	0.15

## 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 %
<b>30.09.2022 (CONTINUED)</b>				
<b>Audited (Continued)</b>				
<b>UNQUOTED SUKUK</b>				
<b>(CONTINUED)</b>				
Malaysian Resources Corporation Bhd 5.09% 18/10/2028 (AA4)	2,560,000	2,625,750	2,537,290	0.35
MBSB Bank Bhd 5.25% 19/12/2031 (A3)	1,290,000	1,308,926	1,327,695	0.18
MMC Port Holdings Sdn Bhd 4.40% 08/04/2027 (AA3)	1,880,000	1,919,887	1,876,816	0.26
Northport 5.78% 19/12/2024 (AA3)	5,000,000	5,272,098	5,240,653	0.71
Northport 5.00% 02/12/2022 (AA3)	1,000,000	1,020,458	1,019,142	0.14
OSK Rated Bond Sdn Bhd 4.39% 28/04/2028 (AA)	3,000,000	3,055,927	2,965,447	0.40
Pelabuhan Tanjung Pelepas Sdn Bhd 3.74% 18/06/2025 (AA3)	2,000,000	2,021,723	1,985,083	0.27
Pelabuhan Tanjung Pelepas Sdn Bhd 3.74% 21/04/2026 (AA3)	320,000	325,345	316,385	0.04
Penang Port Sdn Bhd 4.30% 24/12/2026 (AA3)	1,000,000	1,011,310	1,000,380	0.14
Penang Port Sdn Bhd 4.48% 27/12/2029 (AA3)	200,000	202,357	195,497	0.03
Pengerang LNG (Two) Sdn Bhd 2.67% 21/10/2026 (AAA)	1,000,000	1,011,924	949,954	0.13
Perbadanan Kemajuan Pertanian Negeri Pahang 4.21% 30/10/2026 (AA3)	2,000,000	2,039,370	1,939,956	0.26
Perbadanan Kemajuan Pertanian Negeri Selangor 5.013% 31/10/2023 (AA3)	6,000,000	6,183,529	6,176,149	0.84
Press Metal Aluminium Holding Bhd 4.10% 17/10/2024 (AA3)	3,200,000	3,259,669	3,261,301	0.44
Projek Lebuhraya Usahasama Bhd 4.88% 12/01/2028 (AAA)	5,000,000	5,426,514	5,106,798	0.70
Quantum Solar Park Green 5.72% 5/10/29 (AA3)	2,000,000	2,089,414	2,125,790	0.29
Quantum Solar Park Green 5.76% 5/4/2030 (AA3)	2,500,000	2,555,323	2,663,350	0.36
RHB Islamic Bank Bhd 4.32% 21/05/2029 (AA2)	1,400,000	1,443,269	1,427,685	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 %
<b>30.09.2022 (CONTINUED)</b>				
<b>Audited (Continued)</b>				
<b>UNQUOTED SUKUK</b>				
<b>(CONTINUED)</b>				
Sabah Credit Corporation 3.91% 25/01/2027 (AA1)	1,670,000	1,682,380	1,632,482	0.22
Sarawak Energy Bhd 5.04% 25/04/2031 (AAA)	5,000,000	5,609,754	5,189,875	0.71
Sarawak Petchem Sdn Bhd 4.38% 25/07/2025 (AAA)	5,000,000	5,077,996	5,036,850	0.69
Sime Darby Property Bhd 3.42% 03/12/2027 (AA1)	5,000,000	4,942,467	4,787,469	0.65
SME Bank Bhd 3.02% 23/04/2025 #	1,150,000	1,184,184	1,135,206	0.15
SME Bank Bhd 3.10% 31/07/2026 (AAA)	710,000	713,618	682,371	0.09
Southern Power Generation 5.04% 28/04/2028 (AA3)	5,000,000	5,289,008	5,147,114	0.70
Southern Power Generation 5.25% 30/04/2031 (AA3)	5,000,000	5,480,156	5,114,653	0.70
Telekom Malaysia Bhd 4.342% 25/08/2023 (AAA)	5,000,000	5,103,572	5,054,918	0.69
Tenaga Nasional Bhd 2.90% 12/08/2030 (AAA)	3,750,000	3,764,897	3,313,997	0.45
Tenaga Nasional Bhd 3.55% 10/08/2040 (AAA)	1,750,000	1,758,510	1,416,788	0.19
Tenaga Nasional Bhd 3.92% 24/11/2028 (AAA)	5,000,000	5,069,271	4,897,571	0.67
Tenaga Nasional Bhd 4.98% 27/08/2038 (AAA)	5,000,000	5,502,304	4,911,662	0.67
TG Excellence Bhd 3.95% 27/02/2120 (AA3)	6,450,000	6,473,034	6,381,186	0.87
The Holstein Milk Company Sdn Bhd 3.72% 28/05/2026 (AA3)	860,000	870,869	840,717	0.11
TNB Northern Energy Bhd 4.35% 29/05/2029 (AAA)	5,000,000	5,494,483	4,965,690	0.68
UEM Edgenta Bhd 4.25% 24/04/2026 (AA3)	2,000,000	2,037,900	2,007,455	0.27
UEM Sunrise Bhd 4.40% 08/09/2026 (AA3)	2,000,000	2,009,035	1,938,845	0.26
UEM Sunrise Bhd 5.00% 19/05/2023 (AA3)	1,500,000	1,541,110	1,535,814	0.21
UMW Holding Bhd 3.88% 24/11/2026 (AA1)	4,500,000	4,508,209	4,470,803	0.61
UNITAPAH 5.96% 12/12/2028 (AA1)	5,000,000	5,378,135	5,390,558	0.73
UniTapah Sdn Bhd 6.15% 12/12/2030 (AA1)	5,000,000	5,492,225	5,421,521	0.74
WCT Holdings Bhd 4.05% 31/03/2023 (AA3)	5,000,000	5,001,809	4,985,655	0.68

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 %
<b>30.09.2022 (CONTINUED)</b>				
<b>Audited (Continued)</b>				
<b>UNQUOTED SUKUK</b>				
<b>(CONTINUED)</b>				
WCT Holdings Bhd 5.17% 23/10/2023 (AA3)	10,000,000	10,242,036	10,257,014	1.40
WCT Holdings Bhd 5.65% 20/4/2026 (AA3)	1,500,000	1,543,946	1,539,700	0.21
Westports M'sia Sdn Bhd 4.43% 01/04/2025 (AAA)	3,000,000	3,164,744	3,084,513	0.42
<b>TOTAL UNQUOTED FIXED INCOME SECURITIES</b>	<b>293,220,000</b>	<b>302,815,007</b>	<b>292,362,818</b>	<b>39.87</b>
<b>ACCUMULATED UNREALISED LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b>(10,452,189)</b>		
<b>TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b>292,362,818</b>		

# The unquoted fixed income securities which are not rated as at the end of each financial year are issued, backed or guaranteed by government or government agencies.

<sup>1</sup> H shares refer to the shares of companies incorporated in the Chinese mainland that are listed on the Hong Kong Stock Exchange or other foreign exchange. H shares are still regulated by Chinese law, but they are denominated in Hong Kong dollars and trade the same as other equities on the Hong Kong Stock exchange.

<sup>2</sup> NVDR, or non-voting depository receipt, is a trading instrument issued by Thai NVDR Company Limited, a subsidiary wholly owned by the Stock Exchange of Thailand ("SET"). It is a valid security as specified by the United States Securities and Exchange Commission ("SEC") and is automatically regarded as a listed security by the SET. The underlying security is a listed security in the SET.

9. CASH AND CASH EQUIVALENTS

	31.03.2023	30.09.2022
	RM	Audited RM
Shariah-compliant deposits with licensed Islamic financial institutions	32,835,564	55,879,708
Bank balances	19,399,864	35,133,684
	<u>52,235,428</u>	<u>91,013,392</u>

# 10. NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS

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

	31.03.2023	30.09.2022 Audited
	RM	RM
Unit holders' contributions	714,281,305	699,625,604
Retained earnings	55,276,698	33,731,934
	<u>769,558,003</u>	<u>733,357,538</u>

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

	Unit holders' contributions RM	Retained earnings RM	Total RM
<b>Balance as at 1 October 2022</b>	699,625,604	33,731,934	733,357,538
Movement in unit holders' contributions:			
- Creation of units from applications	54,775,362	-	54,775,362
- Creation of units from distributions	12,832,047	-	12,832,047
- Cancellation of units	(52,951,708)	-	(52,951,708)
Total comprehensive loss for the financial period	-	34,414,972	34,414,972
Distributions	-	(12,870,208)	(12,870,208)
<b>Balance as at 31 March 2023</b>	<u>714,281,305</u>	<u>55,276,698</u>	<u>769,558,003</u>
<b>Balance as at 1 October 2021</b>	704,213,825	126,764,636	830,978,461
Movement in unit holders' contributions:			
- Creation of units from applications	55,973,635	-	55,973,635
- Cancellation of units	(76,357,633)	-	(76,357,633)
Total comprehensive income for the financial period	-	(12,236,695)	(12,236,695)
<b>Balance as at 31 March 2022</b>	<u>683,829,827</u>	<u>114,527,941</u>	<u>798,357,768</u>

# 11. NUMBER OF UNITS IN CIRCULATION (UNITS)

	01.10.2022 to 31.03.2023	01.10.2021 to 30.09.2022 Audited
	No of units	No of units
At the beginning of the financial year/period	1,625,063,455	1,631,712,274
Add : Creation of units from applications	119,193,196	238,295,499
Add : Creation of units from distribution	28,270,647	32,818,234
Less : Cancellation of units	(115,195,143)	(277,762,552)
At the end of the financial period/year	<u>1,657,332,155</u>	<u>1,625,063,455</u>

# 12. TOTAL EXPENSE RATIO ("TER")

	01.10.2022 to 31.03.2023	01.10.2021 to 31.03.2022
	%	%
TER	<u>0.80</u>	<u>0.79</u>

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

TER is derived from the following calculation:

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

- A = Management fee
- B = Trustee and custodian fees
- C = Audit fee
- D = Tax agent's fee
- E = Other expenses
- F = Average NAV of the Fund calculated on a daily basis

The average NAV of the Fund for the financial period calculated on a daily basis was RM758,305,399 (31.03.2022: RM815,644,770).

## 13. PORTFOLIO TURNOVER RATIO ("PTR")

	<b>01.10.2022 to 31.03.2023</b>	<b>01.10.2021 to 31.03.2022</b>
PTR (times)	<u>0.30</u>	<u>0.25</u>

PTR is based on the following calculation:

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

Where:

- total acquisition for the financial period = RM263,323,397 (31.03.2022: RM206,733,167)
- total disposal for the financial period = RM196,128,751 (31.03.2022: RM207,881,325)

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

The related parties and their relationship with the Fund are as follows:

<u>Related parties</u>	<u>Relationship</u>
Principal Asset Management Berhad	The Manager
Principal Financial Group, 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

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

The related parties and their relationship with the Fund are as follows (continued):

<u>Related parties</u>	<u>Relationship</u>
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
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
CGS-CIMB Securities (Singapore) Pte Ltd	Fellow related party to Manager

Units held by the Manager and parties related to the Manager

	<b>31.03.2023</b>		<b>30.09.2022</b>	
			<b>Audited</b>	
	<b>No. of units</b>	<b>RM</b>	<b>No. of units</b>	<b>RM</b>
<b>Manager</b>				
Principal Asset Management Berhad	20,838	9,675	108,294	28,862

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. 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.

	<b>01.10.2022 to 31.03.2023 RM</b>	<b>01.10.2021 to 31.03.2022 RM</b>
<u>Significant related party transactions</u>		
Profit income from Shariah-compliant deposits with licensed Islamic financial institution:		
- CIMB Islamic Bank Bhd	-	-
Management fee rebate:		
- PT Principal Asset Management	32,368	53,808
- Principal Islamic Asset Management (Ireland) PLC	50,229	53,811
	<u>82,867</u>	<u>107,619</u>

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

	31.03.2023	30.09.2022 Audited
<u>Significant related party balances</u>		
Shariah-compliant deposits with licensed Islamic financial institution:		
- CIMB Islamic Bank Bhd	5,000,240	52,248,088
Shariah-compliant collective investment schemes:		
- Reksa Dana Principal Islamic Equity Growth Syariah	1,819,132	1,853,639
- Principal Islamic Asia Pacific Dynamic Income & Growth Fund	14,206,471	13,702,106
- Principal Islam Global Responsible Equity Fund	4,039,307	3,602,821
	20,064,910	19,158,566

**15. TRANSACTIONS WITH BROKERS/DEALERS**

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

Brokers/Dealers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
RHB Bank Bhd	59,385,945	12.93	-	0.00
RHB Investment Bank Bhd	54,014,089	11.76	52,868	11.29
Affin Hwang Investment Bank Bhd	34,915,024	7.61	10,698	2.28
MayBank Investment Bank Bhd	32,947,907	7.17	74,189	15.84
Citigroup Global Markets Ltd	29,918,039	6.51	28,265	6.02
CGS-CIMB Securities Sdn Bhd #	26,030,249	5.67	53,776	11.48
Macquarie Securities Ltd	25,682,331	5.59	54,648	11.67
CIMB Bank Bhd	20,680,237	4.50	-	0.00
Jefferies International Ltd	16,548,773	3.60	16,249	3.47
J.P. Morgan Sec (M) Sdn Bhd	12,137,625	2.64	21,086	4.50
Others #	147,001,801	32.02	156,650	33.45
	459,262,020	100.00	468,429	100.00

# 15. TRANSACTIONS WITH BROKERS/DEALERS (CONTINUED)

Details of transactions with the top 10 brokers/dealers for the six months financial period ended 31 March 2022 were as follows:

Brokers/Dealers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
J.P. Morgan Securities LLC	49,681,796	11.99	17,308	4.11
RHB Investment Bank Bhd	36,192,786	8.74	27,182	6.46
Citigroup Global Markets Ltd	33,637,141	8.12	21,176	5.03
CLSA Securities (M) Sdn Bhd	21,452,240	5.18	16,507	3.92
Credit Suisse (HK) Ltd	21,334,986	5.15	13,996	3.32
MayBank Investment Bank Bhd	20,685,218	4.99	43,144	10.25
CGS-CIMB Securities Sdn Bhd #	19,781,534	4.77	39,520	9.39
Macquarie Securities Ltd	15,928,369	3.84	19,720	4.68
Affin Hwang Investment Bank Bhd	14,301,281	3.45	13,893	3.30
J.P. Morgan Sec (M) Sdn Bhd	13,640,929	3.29	28,846	6.85
Others #	167,676,388	40.48	179,688	42.69
	<u>414,312,668</u>	<u>100.00</u>	<u>420,980</u>	<u>100.00</u>

# Included in the transactions are trades conducted with CGS-CIMB Securities Sdn Bhd, Principal Islamic Asset Management (Ireland) PLC, CIMB Islamic Bank Bhd, CIMB Bank Bhd fellow related parties to the Manager amounting to RM32,947,907 (31.03.2022: RM 19,781,534), NIL (31.03.2022: NIL), NIL (31.03.2022: NIL) and RM20,680,237 (31.03.2022: RM9,981,334) 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. SIGNIFICANT EVENT DURING THE PERIOD

The COVID-19 pandemic, with its related lockdowns and movement restrictions, together with geopolitical tensions and heightened inflationary environment globally have had, and will continue to have, a significant impact on global economic conditions and the environment which the Fund operates.

The Manager continues to closely monitor the macro-economic outlook as a result of COVID-19 pandemic and its impact to the Fund's performance and will be managing the risks to achieve the Fund's objective.

## DIRECTORY

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