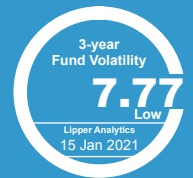


Principal Islamic Lifetime Balanced Growth Fund (formerly known as CIMB Islamic Balanced Growth Fund)

31 January 2021

Available under the EPF Members Investment Scheme.



Fund Objective

To grow the value of the Unit holders' investments over the long-term in a diversified mix of Malaysian assets in approved Shariah instruments while providing consistent income.

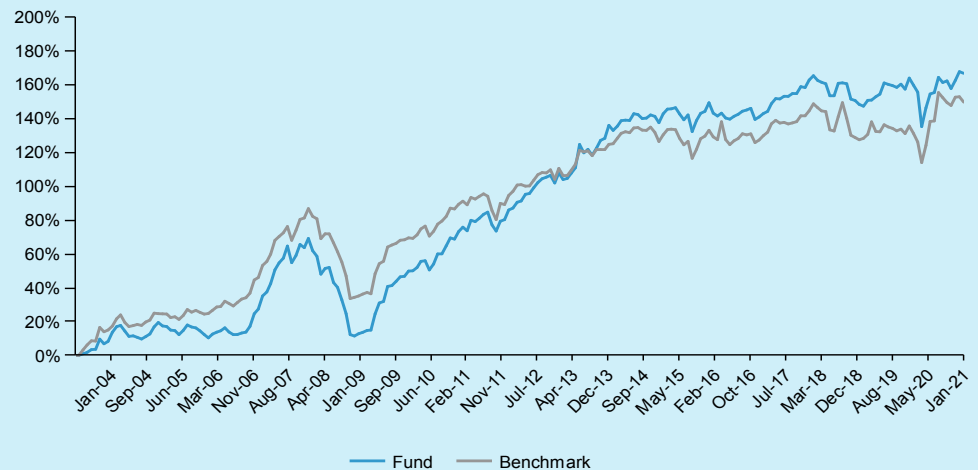
Currency: MYR ISIN Code: MYU1000AK006

Bloomberg Ticker: COMDBAR MK

Fund Information

Location	Malaysia
Domicile	Malaysia
Fund Currency	Ringgit Malaysia
Fund Size (MYR)	MYR 326.75 million
Fund Unit	534.31 million units
Fund Launch	26 May 2003
Benchmark	60% FBM EMAS Shariah Index + 40% CIMB Islamic 1-Month Fixed Return Income Account-i (FRIA-I)
Dealing	Daily (as per Bursa Malaysia trading day)
Application Fee	IUTAs: 5.00% of the NAV per unit Principal Agency Distributor: 6.00% of NAV per unit
Management Fee	1.50% p.a. of the NAV
Trustee Fee	0.07% p.a. of the NAV
Unit NAV (MYR)	MYR 0.6115

Fund Performance



Past performance does not guarantee future results. Asset allocation and diversification do not ensure a profit or protect against a loss.

Cumulative Performance (%)

	YTD	1 Month	3 Months	6 Months	1-Year	3-Year	5-Year	Since Inception
Fund	-0.38	-0.38	3.47	0.90	2.72	0.52	9.70	166.82
Benchmark	-1.26	-1.26	0.82	-2.17	8.10	0.48	9.06	149.78

Calendar Year Returns (%)

	2020	2019	2018	2017	2016	2015
Fund	1.46	6.26	-5.49	9.05	-3.36	4.96
Benchmark	7.42	3.59	-6.99	7.60	-2.49	2.72

Most Recent Fund Distributions

	2021 Jan	2020 Jan	2019 Jan	2018 Jan	2017 Jan	2016 Jan
Gross (Sen/Unit)	0.92	2.66	1.55	2.65	2.50	2.65
Annualised Yield (%)	1.47	4.13	2.51	3.89	3.85	3.79

Note: May 2003 to January 2021.

Performance data represents the combined income & capital return as a result of holding units in the fund for the specified length of time, based on bid to bid prices. Earnings are assumed to be reinvested.

Annualised yield is calculated as the most recent monthly dividend distribution multiplied by the Fund's dividend frequency and divided by the latest NAV.

Source : Lipper

Top 10 Holdings

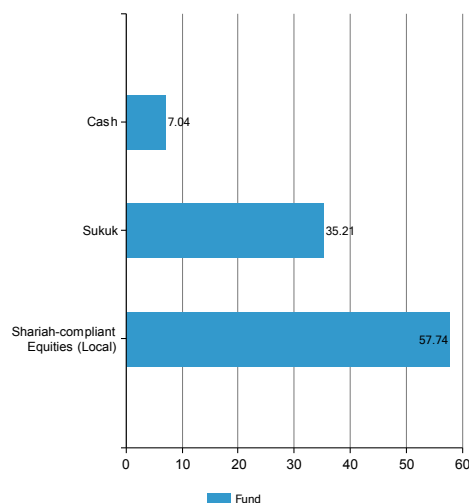
	Country	% of net assets
Press Metal Aluminium Hldg Bhd	Malaysia	4.76
Mah Sing Group Bhd	Malaysia	3.81
Edra Energy Sdn Bhd	Malaysia	3.75
Quantum Solar Park	Malaysia	3.25
DRB-Hicom Bhd	Malaysia	2.96
Petronas Chemicals Group Bhd	Malaysia	2.92
Sime Darby Plantation Bhd	Malaysia	2.71
MI Technovation Bhd	Malaysia	2.64
Telekom Malaysia Bhd	Malaysia	2.20
Pentamaster Corp Bhd	Malaysia	2.19

The holdings listed do not constitute a recommendation to purchase or sell a particular security. Cash and/or derivative positions that are not part of the core investment strategy will not be reflected in the top holdings list.

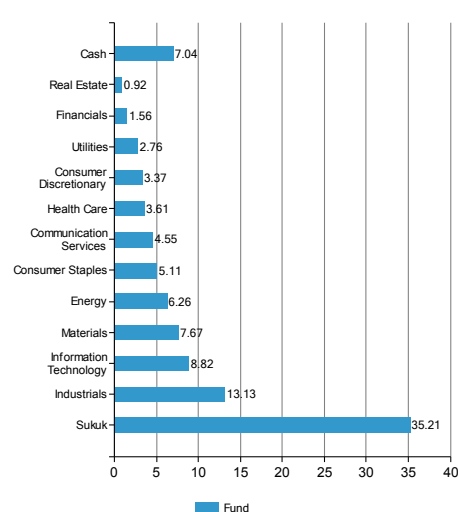
Fund Risk Statistics

Beta	0.80
Information Ratio	-0.02
Sharpe Ratio	-0.34
3 years monthly data	

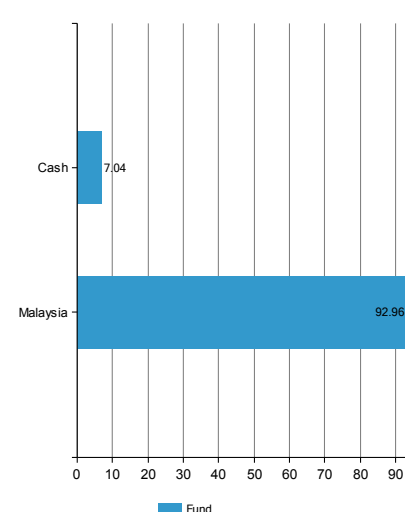
Asset Allocation (%)



Sector Allocation (%)



Regional Allocation (%)



Source: Factset. Fund holdings and allocations shown are unaudited and may not be representative of current or future investments. Percentages may not add up to 100% due to rounding and/or inclusion or exclusion of cash will not be reflected in the top holdings list.

Fund Manager's Report

In January, the fund fell – 0.38% in MYR terms, outperforming the Benchmark by 88 bps. The outperformance is contributed by both equities and fixed income.

The FTSE Bursa Malaysia Emas Shariah Index ("FBMS") rebounded to close higher +3.1% MoM at 13,147.37. Positive catalysts for the market were the successful test trials of several covid19 vaccines and passing of the 2020 Budget by parliament which kept the PN government in power. Sector wise, Energy +24.0%, Transport +15.7%, Finance +15.0% were the top performers for the month.

For Malaysia, the recovery and growth all hinges on our fight against COVID-19. With the vaccine roll-out, the economy will normalize and then recovery and growth in the economy as well as in corporate earnings can take place. We remain constructive on the market and look ahead towards normalization. With that, we maintain our high AA of 94-98% and focusing on post COVID-19 recovery theme. The sectors in focus are Consumer & Retail, Technology and Commodity-related (weakening of USD), whilst underweighting Healthcare and Plantations.

For MYR Sukuk strategy, we carry on with our Q42020 strategy to take profit on government Sukuk and move to Corporate Sukuk for better yield pick-up. With that said, we continue to be mindful in our credit selection with a preference on Issuers/Sectors which are more resilient with stronger fundamentals, as well as better liquidity. Any sell-off in the market is an opportunity to buy on dip as we continue to expect government Sukuk yields to remain range-bound but to be mindful that it is for trading purposes only.

*Based on the fund's portfolio returns as at 15 January 2021, the Volatility Factor (VF) for this fund is 7.770 and is classified as "Low" (source: Lipper). "Low" includes funds with VF that are above 3.645 but not more than 10.755. The VF means there is a possibility for the fund in generating an upside return or downside return around this VF. The Volatility Class (VC) is assigned by Lipper based on quintile ranks of VF for qualified funds. VF is subject to monthly revision and VC will be revised every six months. The fund's portfolio may have changed since this date and there is no guarantee that the fund will continue to have the same VF or VC in the future. Presently, only funds launched in the market for at least 36 months will display the VF and its VC.

We recommend that you read and understand the contents of the Master Prospectus (Islamic Funds) dated 31 December 2019, which has been duly registered with the Securities Commission Malaysia, before investing and that you keep the said Master Prospectus (Shariah-Compliant Funds) for your records. Any issue of units to which the Master Prospectus (Shariah-Compliant Funds) relates will only be made upon receipt of the completed application form referred to in and accompanying the Master Prospectus (Shariah-Compliant Funds), subject to the terms and conditions therein. Investments in the Fund are exposed to credit and default risk, interest rate risk and stock specific risk. You can obtain a copy of the Master Prospectus (Shariah-Compliant Funds) from the head office of Principal Asset Management Berhad or from any of our approved distributors. Product Highlight Sheet ("PHS") is available and that investors have the right to request for a PHS; and the PHS and any other product disclosure document should be read and understood before making any investment decision. There are fees and charges involved in investing in the funds. We suggest that you consider these fees and charges carefully prior to making an investment. Unit prices and income distributions, if any, may fall or rise. Past performance is not reflective of future performance and income distributions are not guaranteed. You are also advised to read and understand the contents of the Financing for Investment in Unit Trust Risk Disclosure Statement before deciding to obtain financing to purchase units. Where a unit split/distribution is declared, you are advised that following the issue of additional units/distribution, the NAV per unit will be reduced from pre-unit split NAV/cum-distribution NAV to post-unit split NAV/ex-distribution NAV; and where a unit split is declared, the value of your investment in Malaysian ringgit will remain unchanged after the distribution of the additional units.

*Note: 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 investments of the Fund.

Carefully consider a fund's objective, risks, charges and expenses.

Visit www.principal.com.my for a prospectus containing this and other information. Please read it carefully before investing.

Principal Asset Management Berhad

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