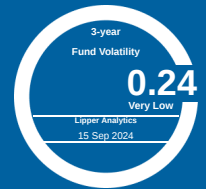


Principal Islamic Money Market Fund - Class AR

30 September 2024

Available under the EPF Members Investment Scheme



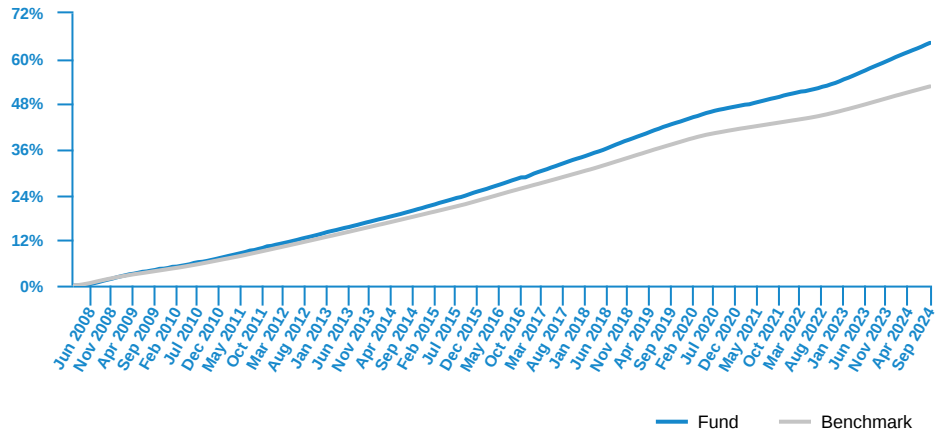
Fund Objective

The Fund aims to provide investors with liquidity and regular income, whilst maintaining capital stability by investing primarily in money market instruments that conform with Shariah principles. The Fund will place at least 90% of its NAV in Islamic money market instruments such as Islamic Accepted Bills, Islamic Negotiable Instruments of Deposits and Islamic Repurchase Agreements (Repo-i) as well as in any other Islamic fixed income instruments and placements of Islamic Deposits, all of which are highly liquid and have a remaining maturity period of less than 397 days or less.

Fund Information

ISIN Code	MYU0100A0856
Lipper ID	68667103
Bloomberg Ticker	PRIMMAM MK
Domicile	Malaysia
Currency	MYR
Base Currency	MYR
Fund Inception	17 Mar 2008
Benchmark	CIMB Islamic 1-Month Fixed Return Income Account-i (FRIA-i)
Application Fee	Nil
Management Fee	Up to 0.40% per annum
Trustee Fee	Up to 0.015% per annum
Fund Size (MYR)	MYR 313.89 million
Fund Unit	289.53 million units
NAV per unit (As at 30 Sep 2024)	MYR 1.0841
Initial Offering Period (IOP) Date	7 Apr 2008
Initial Offering Period (IOP) Price	MYR 1.00

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	1M	3M	6M	1Y	3Y	5Y	Since Inception
Fund	2.70	0.29	0.92	1.76	3.65	9.73	15.06	64.21
Benchmark	1.86	0.20	0.61	1.23	2.53	6.82	11.17	52.68

Calendar Year Returns (%)

	2023	2022	2021	2020	2019	2018
Fund	3.80	2.32	2.13	2.52	3.46	3.78
Benchmark	2.58	1.83	1.52	2.14	3.09	3.19

Most Recent Fund Distributions

	2024 Sep	2024 Aug	2024 Jul	2024 Jun	2024 May	2024 Apr
Gross (sen/unit)	0.31	0.35	0.34	0.28	0.33	0.32
Annualised Yield (%)	3.39	3.85	3.72	3.07	3.69	3.51

Note: March 2008 to September 2024.

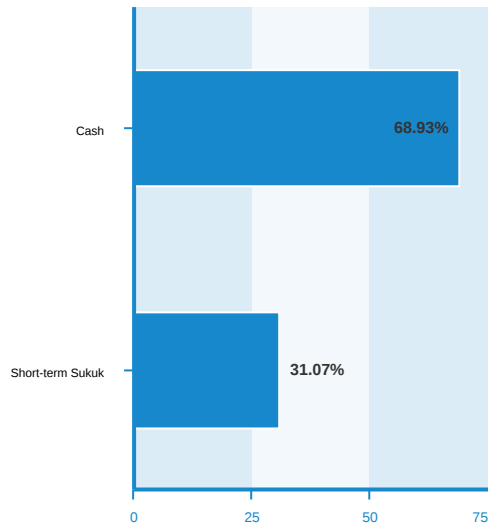
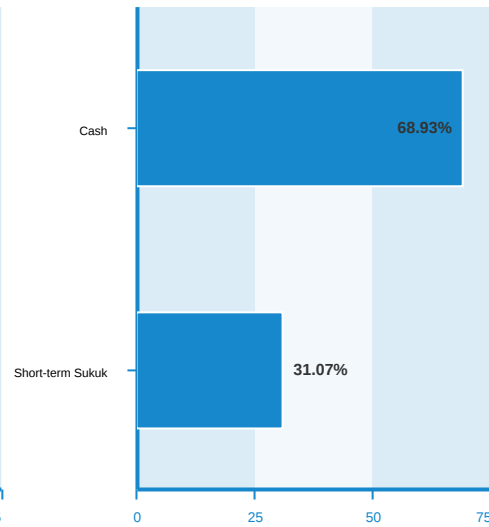
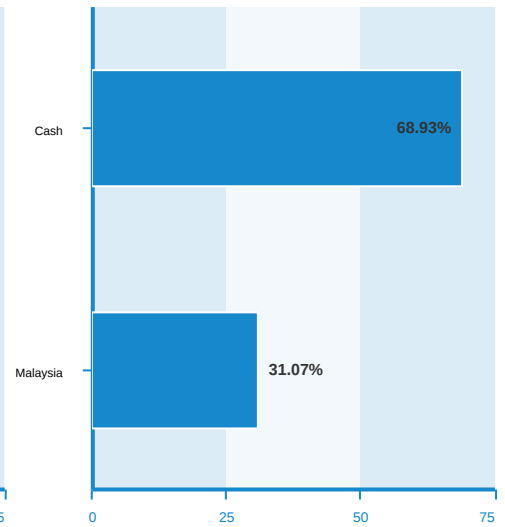
Performance data represents the combined income & capital return as a result of holding units in the fund for the specified length of time, based on bid to bid prices. Earnings are assumed to be reinvested.

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 Holdings	Country	% of Net Assets	Fund Risk Statistics	
Aeon Credit Service M Bhd	Malaysia	3.31	Beta	0.13
Aeon Credit Service M Bhd	Malaysia	2.20	Information Ratio	2.00
Bank Simpanan Nasional	Malaysia	1.78	Sharpe Ratio	-0.01
OCK Group Bhd	Malaysia	1.39	(3 years monthly data)	
East Klang Valley Expressway	Malaysia	1.36		
MMC Corporation Bhd	Malaysia	1.32		
Press Metal Aluminium	Malaysia	1.26		
AZRB Capital Sdn Bhd	Malaysia	1.16		
Edra Energy Sdn Bhd	Malaysia	1.12		
Northport Malaysia Bhd	Malaysia	1.12		

The holdings listed do not constitute a recommendation to purchase or sell a particular security. Any repeated issuer shown means same issuer with different coupon rate and/or maturity date. Cash and/or derivative positions that are not part of the core investment strategy will not be reflected in the top holdings list.

Asset Allocation (%)**Sector Allocation (%)****Regional Allocation (%)**

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

The Fund's performance for the month of September 2024 came in at 0.29%, outperforming the benchmark by 9bps. For the 12-months period ending 30 September 2024, the Fund delivered 3.65%, outperforming the benchmark by 112bps.

The 3-, 5-, 7-, 10-, 15-, 20- and 30-year benchmarks closed at 3.36% (-1bps), 3.51% (-1bps), 3.70% (-2bps), 3.72% (-5bps), 3.90% (-1bps), 4.04% (-2bps) and 4.20% (-1bps) respectively in September. The MGS yield curve flattened in September, with the 10-year yield compressing by 5bps, while both short-term and long-term yields remained relatively unchanged by the end of the month.

BNM kept the OPR unchanged at 3.00% at its September meeting. The MPC noted that the current rate is supportive of economic growth and aligns with their inflation and growth outlook. They emphasized a neutral monetary stance but remain watchful of domestic and inflationary trends heading into 2025. The MPC's assessment on growth outlook continues to see upside from global tech upcycle, robust tourist spending and faster investment project implementation, while the downside risk to growth comes mainly from external demand.

In August 2024, the headline inflation rate moderated to 1.9% YoY, slightly down from 2.0% in July. For the first eight months of 2024, inflation averaged 1.8%, compared to 2.5% for the whole of 2023. The broadening of the services tax base and its rate increase from 6% to a range of 6%-8% had a mild impact on services inflation, which remained at 2.2% YoY. Additionally, adjustments in diesel prices in Peninsular Malaysia had a muted effect on inflation so far.

The unemployment rate remained steady at 3.3% in July 2024, the same as the previous month. The number of unemployed persons decreased slightly by 0.3%, reflecting a stable labor market. This stability is supported by continuous economic growth, with sectors such as services, manufacturing, and construction showing positive employment trends.

BNM stated that the current monetary policy stance remains supportive of the economy and is consistent with the current assessment of the inflation and growth prospects. The MPC remains vigilant to ongoing developments to inform the assessment on the outlook of domestic inflation and growth. The MPC will ensure that the monetary policy stance remains supportive of the economy and is consistent with the current assessment of the inflation and growth prospects.

[^]Based on the fund's portfolio returns as at 15 September 2024, the Volatility Factor (VF) for this fund is 0.24 and is classified as "Very Low" (source: FIMM). 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 FIMM 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 Principal Islamic Money Market Fund Prospectus Issue No. M2 dated 14 April 2023, which has been duly registered with the Securities Commission Malaysia, before investing and that you keep the said Prospectus for your records. Any issue of units to which the Prospectus relates will only be made upon receipt of the completed application form referred to in and accompanying the Prospectus, subject to the terms and conditions therein. Investments in the Fund are exposed to country risk, credit and default risk, currency risk, interest rate risk*. You can obtain a copy of the Prospectus 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.