

**PRINCIPAL ISLAMIC MONEY MARKET FUND**  
**ANNUAL REPORT**  
**FOR THE FINANCIAL YEAR ENDED 30 NOVEMBER 2024**

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## INVESTORS' LETTER

Dear Valued Investor,

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

We are pleased to bring you a copy of the Annual Fund Report of the Principal Islamic Money Market Fund for the financial year ended 30 November 2024. You may also download this report from our website at [www.principal.com.my](http://www.principal.com.my).

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

At the Alpha Southeast Asia Fund Management Awards 2024, we won three awards: Best Absolute Return Strategy, Best Online & Mobile Platform (Asset Manager), and Best Asset Manager (Income-Oriented, Money Market & Alternative Investment Funds). The International Finance Awards honored us with 'Best Asset Management Company – Malaysia 2024' and 'Best Asset Management CEO – Munirah Khairuddin – Malaysia 2024'. At the Triple A Sustainable Investing Awards 2024, we secured the Asset Management Company of the Year (Malaysia) award. The World Business Outlook magazine recognized us with the titles of Best Investment Management and Solutions Provider Malaysia, Best Institutional House Malaysia, and Asset Management CEO (Munirah Khairuddin) of the Year Malaysia. Additionally, we received three awards at the iFast Awards 2024, seven at the LSEG Lipper Fund Awards 2024, ten at the FSMOne Recommended Funds 2023/2024, and two at the Edge Awards 2024.

Digital innovation is central to our strategy, as we use data and technology to develop the right solutions for you. We will continue to advance our digital capabilities to provide easy access to your investment portfolio and enable you to carry out transactions seamlessly. Please continue to check out our website, like our Facebook page (@PrincipalMalaysia), follow us on our Instagram account (@principalmalaysia), and LinkedIn page (Principal Malaysia) for the latest updates, market insights and investment articles.

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

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

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

## MANAGER'S REPORT

### FUND OBJECTIVE AND POLICY

#### What is the investment objective of the Fund?

The Fund aims to provide investors with liquidity and regular income, whilst maintaining capital stability by investing primarily in money market instruments that conform with Shariah principles.

#### Has the Fund achieved its objective?

For the financial year under review, the Fund is in line with its stated objective.

#### What are the Fund investment policy and principal investment strategy?

The Fund will place at least 90% of its Net Asset Value ("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 Sukuk and placements of Islamic deposits, all of which are highly liquid and have a remaining maturity period of 397 days or less. Up to 10% of the Fund's NAV may be invested in Sukuk, which have a remaining maturity period of more than 397 days but less than 732 days. The Fund will be actively managed with frequency that will depend on the market conditions and market outlook. The strategy is to invest in liquid and low risk short-term investments for capital preservation\*. The investment strategy adheres to the Guidelines on Unit Trust Funds ("GUTF") pertaining to investments for a money market fund.

*\*The Fund is neither a capital guaranteed fund, nor a capital protected fund within the definition in the GUTF.*

The asset allocation strategy for this Fund is as follows:

- at least 90% of the Fund's NAV will be invested in Islamic money market instruments and/or Islamic Deposits; and
- up to 10% of the Fund's NAV may be invested in Sukuk, which have a remaining maturity period of more than 397 days but less than 732 days.

We formulate an interest rate outlook by considering factors such as the Malaysian inflation rate, monetary policies and economic growth. With an interest rate outlook and yield curve analysis, we identify the weighting of the investment tenure and credit for the Fund. The ratings of the Islamic money market instruments and Sukuk will be at least a "BBB3" or "P2" rating by RAM Holdings Bhd ("RAM") or equivalent rating by Malaysian Rating Corporation Bhd ("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 30% of its NAV in foreign Eligible Markets.

#### Fund category/type

Money Market (Islamic)/Income

#### When was the Fund launched?

Name of Class	Launch date
Class AI	17 March 2008
Class AR	13 August 2021
Class D	7 June 2022

#### What was the size of the Fund as at 30 November 2024?

RM2,008.68 million (1,837.44 million units)

#### What is the Fund's benchmark?

CIMB Islamic 1-Month Fixed Return Income Account-i ("FRIA-i")

*Note: The Fund's benchmark is for comparison purpose only.*

## FUND OBJECTIVE AND POLICY (CONTINUED)

### What is the Fund distribution policy?

Monthly, depending on the level of income (if any) the Fund generates.

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

The Fund distributed a total net income of RM33.44 million to unit holders for the financial year ended 30 November 2024.

The Fund's NAV per unit were as follows:

Date	NAV per unit (before distribution) RM	NAV per unit (after distribution) RM
Distribution on 27 December 2023		
- Class AI	1.0836	1.0820
- Class AR	1.0848	1.0816
- Class D	1.0303	1.0273
Distribution on 29 January 2024		
- Class AI	1.0859	1.0837
- Class AR	1.0854	1.0839
- Class D	1.0309	1.0274
Distribution on 27 February 2024		
- Class AI	1.0868	1.0851
- Class AR	1.0871	1.0839
- Class D	1.0306	1.0276
Distribution on 27 March 2024		
- Class AI	1.0883	1.0866
- Class AR	1.0870	1.0840
- Class D	1.0305	1.0275
Distribution on 26 April 2024		
- Class AI	1.0896	1.0882
- Class AR	1.0870	1.0838
- Class D	1.0305	1.0274
Distribution on 29 May 2024		
- Class AI	1.0916	1.0904
- Class AR	1.0871	1.0837
- Class D	1.0306	1.0275
Distribution on 26 June 2024		
- Class AI	1.0932	1.0921
- Class AR	1.0866	1.0838
- Class D	1.0302	1.0275
Distribution on 29 July 2024		
- Class AI	1.0955	1.0944
- Class AR	1.0870	1.0836
- Class D	1.0307	1.0276
Distribution on 28 August 2024		
- Class AI	1.0979	1.0969
- Class AR	1.0872	1.0837
- Class D	1.0309	1.0276
Distribution on 26 September 2024		
- Class AI	1.1002	1.0994
- Class AR	1.0868	1.0837
- Class D	1.0306	1.0276
Distribution on 29 October 2024		
- Class AI	1.1029	1.1020
- Class AR	1.0871	1.0836
- Class D	1.0310	1.0277

**FUND OBJECTIVE AND POLICY (CONTINUED)**

The Fund's NAV per unit were as follows (continued):

Date	NAV per unit (before distribution) RM	NAV per unit (after distribution) RM
Distribution on 27 November 2024		
- Class AI	1.1050	1.1043
- Class AR	1.0866	1.0835
- Class D	1.0305	1.0275

	30.11.2024		30.11.2023	
	RM	%	RM	%
<b>Source of distribution</b>				
Distribution out of current year's income	33,441,349	100.00	17,841,294	54.59
Distribution out of prior year's income/capital	-	-	14,841,657	45.41
Total	33,441,349	100.00	32,682,951	100.00

**PERFORMANCE DATA**

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

	30.11.2024 %	30.11.2023 %	30.11.2022 %
Unquoted Sukuk and Islamic commercial papers	28.56	50.99	67.37
Shariah-compliant deposits with licensed Islamic financial institutions	67.72	33.64	-
Cash and other assets	4.11	15.48	33.55
Liabilities	(0.39)	(0.11)	(0.92)
	100.00	100.00	100.00

Performance details of the Fund for the last three audited financial years were as follows:

	30.11.2024	30.11.2023	30.11.2022
NAV (RM Million) *			
- Class AI	1,494.05	1,357.59	1,224.94
- Class AR	311.11	99.74	63.46
- Class D	203.52	136.24	52.09
Units in circulation (Million)			
- Class AI	1,352.42	1,256.28	1,149.62
- Class AR	287.03	92.20	59.56
- Class D	197.99	132.61	51.76
NAV per unit (RM)*			
- Class AI	1.1047	1.0806	1.0655
- Class AR	1.0839	1.0818	1.0655
- Class D	1.0279	1.0274	1.0064
Highest NAV per unit (RM)			
- Class AI	1.1050	1.0823	1.0698
- Class AR	1.0872	1.0835	1.0698
- Class D	1.0310	1.0288	1.0100
Lowest NAV per unit (RM)			
- Class AI	1.0815	1.0663	1.0642
- Class AR	1.0817	1.0656	1.0643
- Class D	1.0274	1.0064	0.0000

**PERFORMANCE DATA (CONTINUED)**

Performance details of the Fund for the last three audited financial years were as follows:

	30.11.2024	30.11.2023	30.11.2022
Total return (%)			
- Class AI	3.61	3.77	2.21
- Class AR	3.60	3.78	2.21
- Class D	3.68	3.86	-
- Capital growth (%)			
- Class AI	2.23	1.42	(0.22)
- Class AR	0.18	1.53	(0.22)
- Class D	0.05	2.09	-
- Income distribution (%)			
- Class AI	1.35	2.32	2.44
- Class AR	3.41	2.21	2.44
- Class D	3.63	1.73	-

\*Ex-distribution

Total Expense Ratio ("TER") (%)	0.42	0.42	0.42
Portfolio Turnover Ratio ("PTR") (times) #	0.37	0.77	0.68

# The Fund's PTR for the financial year under review decreased from 0.77 times to 0.37 times compared to the previous year's due to the decrease in number of transactions.

Date of distribution	30.11.2024	30.11.2023	30.11.2022
<b>Gross/Net distribution per unit (sen)</b>			
Distribution on 27 December 2023			
- Class AI	0.16	-	-
- Class AR	0.32	-	-
- Class D	0.30	-	-
Distribution on 29 January 2024			
- Class AI	0.22	-	-
- Class AR	0.14	-	-
- Class D	0.34	-	-
Distribution on 27 February 2024			
- Class AI	0.16	-	-
- Class AR	0.32	-	-
- Class D	0.29	-	-
Distribution on 27 March 2024			
- Class AI	0.17	-	-
- Class AR	0.30	-	-
- Class D	0.30	-	-
Distribution on 26 April 2024			
- Class AI	0.13	-	-
- Class AR	0.32	-	-
- Class D	0.31	-	-
Distribution on 29 May 2024			
- Class AI	0.12	-	-
- Class AR	0.33	-	-
- Class D	0.31	-	-
Distribution on 26 June 2024			
- Class AI	0.10	-	-
- Class AR	0.28	-	-
- Class D	0.26	-	-

PERFORMANCE DATA (CONTINUED)

Date of distribution	30.11.2024	30.11.2023	30.11.2022
<b>Gross/Net distribution per unit (sen)</b>			
Distribution on 29 July 2024			
- Class AI	0.10	-	-
- Class AR	0.34	-	-
- Class D	0.31	-	-
Distribution on 28 August 2024			
- Class AI	0.09	-	-
- Class AR	0.35	-	-
- Class D	0.33	-	-
Distribution on 26 September 2024			
- Class AI	0.07	-	-
- Class AR	0.31	-	-
- Class D	0.29	-	-
Distribution on 29 October 2024			
- Class AI	0.08	-	-
- Class AR	0.34	-	-
- Class D	0.33	-	-
Distribution on 27 November 2024			
- Class AI	0.06	-	-
- Class AR	0.30	-	-
- Class D	0.29	-	-
Distribution on 30 December 2022			
- Class AI	-	0.21	-
- Class AR	-	0.21	-
- Class D	-	0.14	-
Distribution on 27 January 2023			
- Class AI	-	0.21	-
- Class AR	-	0.21	-
- Class D	-	0.14	-
Distribution on 24 February 2023			
- Class AI	-	0.21	-
- Class AR	-	0.21	-
- Class D	-	0.14	-
Distribution on 29 March 2023			
- Class AI	-	0.21	-
- Class AR	-	0.21	-
- Class D	-	0.15	-
Distribution on 26 April 2023			
- Class AI	-	0.20	-
- Class AR	-	0.20	-
- Class D	-	0.14	-
Distribution on 29 May 2023			
- Class AI	-	0.23	-
- Class AR	-	0.23	-
- Class D	-	0.14	-
Distribution on 27 June 2023			
- Class AI	-	0.23	-
- Class AR	-	0.23	-
- Class D	-	0.14	-
Distribution on 27 July 2023			
- Class AI	-	0.22	-
- Class AR	-	0.16	-
- Class D	-	0.14	-

PERFORMANCE DATA (CONTINUED)

Date of distribution	30.11.2024	30.11.2023	30.11.2022
<b>Gross/Net distribution per unit (sen)</b>			
Distribution on 28 August 2023			
- Class AI	-	0.22	-
- Class AR	-	0.16	-
- Class D	-	0.14	-
Distribution on 26 September 2023			
- Class AI	-	0.16	-
- Class AR	-	0.16	-
- Class D	-	0.15	-
Distribution on 27 October 2023			
- Class AI	-	0.17	-
- Class AR	-	0.17	-
- Class D	-	0.16	-
Distribution on 28 November 2023			
- Class AI	-	0.19	-
- Class AR	-	0.20	-
- Class D	-	0.17	-
Distribution on 31 December 2021			
- Class AI	-	-	0.24
- Class AR	-	-	0.24
Distribution on 31 January 2022			
- Class AI	-	-	0.24
- Class AR	-	-	0.24
Distribution on 28 February 2022			
- Class AI	-	-	0.22
- Class AR	-	-	0.22
Distribution on 31 March 2022			
- Class AI	-	-	0.20
- Class AR	-	-	0.20
Distribution on 29 April 2022			
- Class AI	-	-	0.20
- Class AR	-	-	0.20
Distribution on 31 May 2022			
- Class AI	-	-	0.21
- Class AR	-	-	0.21
Distribution on 30 June 2022			
- Class AI	-	-	0.21
- Class AR	-	-	0.21
Distribution on 30 July 2022			
- Class AI	-	-	0.21
- Class AR	-	-	0.21
- Class D	-	-	0.06
Distribution on 30 August 2022			
- Class AI	-	-	0.21
- Class AR	-	-	0.21
- Class D	-	-	0.17
Distribution on 30 September 2022			
- Class AI	-	-	0.21
- Class AR	-	-	0.21
- Class D	-	-	0.18
Distribution on 29 October 2022			
- Class AI	-	-	0.21
- Class AR	-	-	0.21
- Class D	-	-	0.17

**PERFORMANCE DATA (CONTINUED)**

Date of distribution	30.11.2024	30.11.2023	30.11.2022
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**Gross/Net distribution per unit (sen)**

Distribution on 30 November 2022

- Class AI	-	-	0.21
- Class AR	-	-	0.21
- Class D	-	-	0.17

	30.11.2024	30.11.2023	30.11.2022	30.11.2021	30.11.2020
	%	%	%	%	%
Annual total return					
- Class AI	3.61	3.77	2.21	2.10	2.65
- Class AR*	3.60	3.78	2.21	2.10	2.65

(Launch date: 17 March 2008)

\*The effective launch date of Class AR will be the date of the Fund is split into Class AI and AR.

	30.11.2024	30.11.2023	Since inception to 30.11.2022
	%	%	%
Annual total return			
- Class D	3.68	3.86	1.37

(Launch date: 7 June 2022)

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

**MARKET REVIEW (1 DECEMBER 2023 TO 30 NOVEMBER 2024)**

Bank Negara Malaysia (“BNM”) kept the Overnight Policy Rate (“OPR”) at 3% at its Monetary Policy Committee (“MPC”) meeting on 5 & 6 November 2024. In a statement, BNM said that the monetary policy stance remains supportive of the economy and is consistent with the current assessment of inflation and growth prospects.

Malaysia’s Gross Domestic Product (“GDP”) expanded by 5.3% Year on Year (“yoy”) in third quarter of 2024 but slowed from 5.9% in second quarter of 2024 (18-month high). Growth was largely driven by strength in investment activities linked to investment projects (+15.3%, up from +11.5% in second quarter) and exports (+11.8%, up from +8.4% in second quarter) as well as household spending. However, private consumption growth slowed to +4.8% (from +6.0% in second quarter). The third quarter of 2024 figure was in line with the advanced estimate of 5.3% reported by the statistics department in October 2024. For the first nine months of 2024, Malaysia’s economic growth was 5.2%, compared to a 3.8% growth in the same period last year, putting the country on track to achieve the government’s official forecast range of 4.8% to 5.3% for 2024.

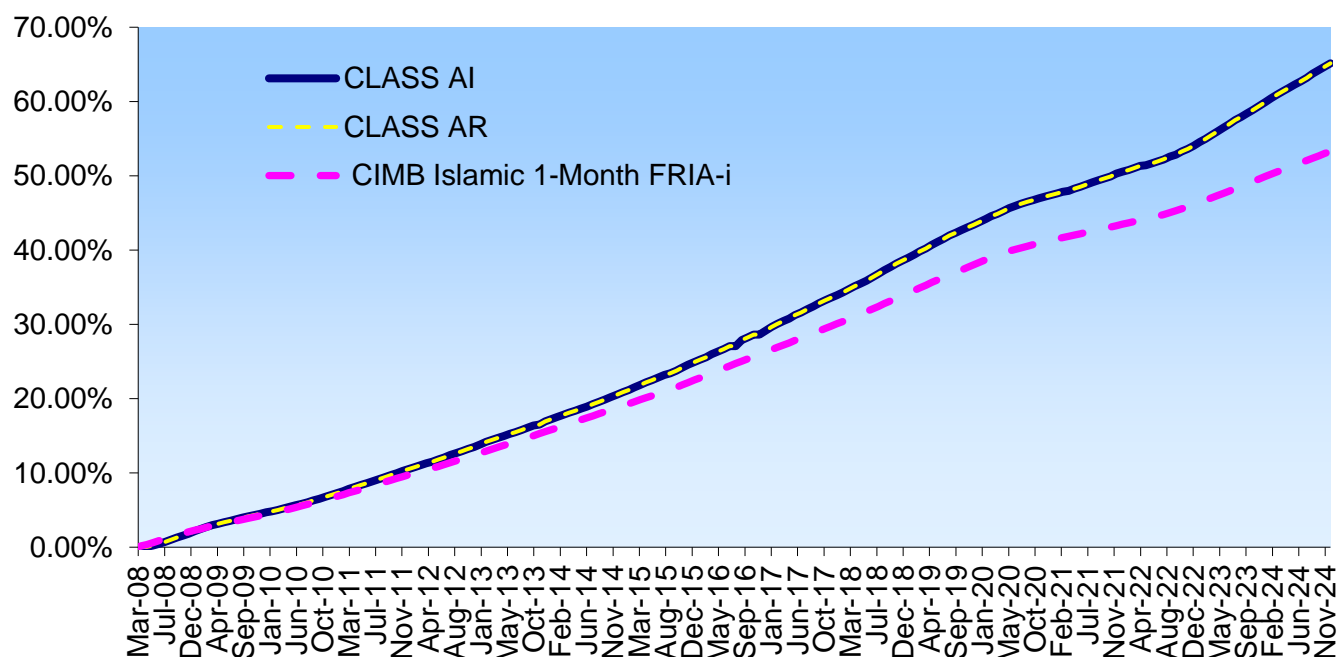
Malaysia’s headline inflation rose slightly to 1.9% yoy in October 2024 from 1.8% in September 2024, not exceeding 2% for the 15<sup>th</sup> consecutive month. Inflation was primarily driven by higher prices in food and beverages (up 2.3%), personal care, social protection, and miscellaneous goods and services (up 3.4%). Core inflation remained steady at 1.8% yoy in October 2024 (September 2024: 1.8%).

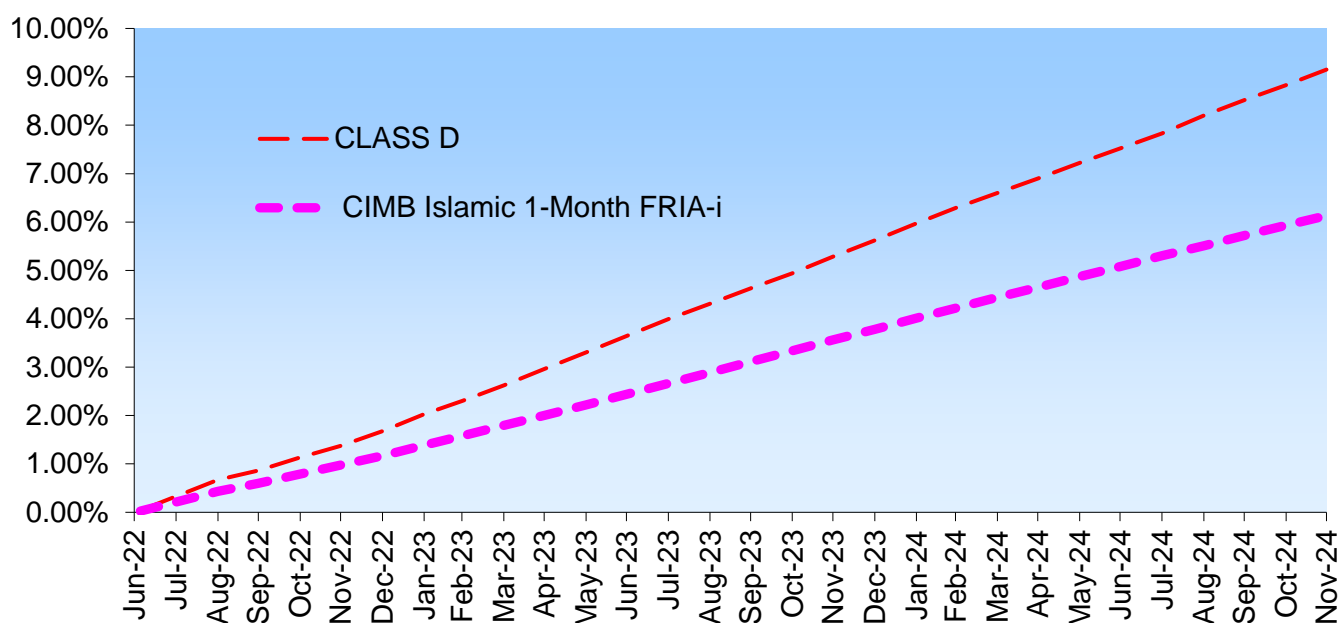
Malaysia’s unemployment rate remained stable at 3.2% in September 2024 (August 2024: 3.2%), marking the lowest level since January 2020, and generally considered a level of full employment according to the Department of Statistics Malaysia.

**FUND PERFORMANCE**

	<b>1 year to 30.11.2024 %</b>	<b>3 years to 30.11.2024 %</b>	<b>5 years to 30.11.2024 %</b>	<b>Since inception to 30.11.2024 %</b>
Income Distribution				
- Class AI	1.35	6.23	12.85	49.83
- Class AR	3.41	8.28	15.03	52.37
- Class D	3.63	-	-	6.20
Capital Growth				
- Class AI	2.23	3.45	2.05	10.22
- Class AR	0.18	1.49	0.12	8.38
- Class D	0.05	-	-	2.78
Total Return				
- Class AI	3.61	9.89	15.17	65.14
- Class AR	3.60	9.89	15.17	65.14
- Class D	3.68	-	-	9.15
Benchmark				
- Class AI	2.49	6.97	11.06	53.28
- Class AR	2.49	6.97	11.06	53.28
- Class D	2.49	-	-	6.13
Average Total Return				
- Class AI	3.61	3.19	2.86	3.05
- Class AR	3.60	3.19	2.86	3.05
- Class D	3.68	-	-	3.59

As at 30 November 2024, the total return for Class AI a on a 1 year, 3 years, and 5 years basis stood at 3.61%, 9.89% and 15.17% respectively meanwhile the total return for Class AR on a 1 year, 3 years, and 5 years basis stood at 3.60%, 9.89% and 15.17% respectively. Both classes outperformed the benchmark in the respective periods. Since inception, both Class AI and Class AR achieved a total return of 65.14% respectively, also outperforming the benchmark returns. Total return for Class D on 1 year stood at 3.68%. Since inception, the total return for Class D stood at 9.15%.

**Since inception**
**Class AI & AR**


**FUND PERFORMANCE (CONTINUED)**
**Since inception**
**Class D**

**Changes in NAV**

	30.11.2024	30.11.2023	Changes %
<b>CLASS AI</b>			
NAV (RM Million)*	1,494.05	1,357.59	10.05
NAV/Unit (RM)*	1.1047	1.0806	2.23
<b>CLASS AR</b>			
NAV (RM Million)*	311.11	99.74	>100
NAV/Unit (RM)*	1.0839	1.0818	0.19
<b>CLASS D</b>			
NAV (RM Million)*	203.52	136.24	49.38
NAV/Unit (RM)*	1.0279	1.0274	0.05

The Fund's NAV for class AI as at 30 November 2024 increased by 10.05% to RM1,494.05 million from RM1,357.59 million on 30 November 2023. Meanwhile, the NAV per unit increased by 2.23% from RM1.0806 per unit to RM1.1047 per unit.

The Fund's NAV for class AR as at 30 November 2024 increased by >100% to RM311.11 million from RM99.74 million on 30 November 2023. Meanwhile, the NAV per unit increased by 0.19% from RM1.0818 unit to RM1.0839 per unit.

The Fund's NAV for class D as at 30 November 2024 increased by 49.38% to RM203.52 million from RM136.24 million on 30 November 2023. Meanwhile, the NAV per unit increased by 0.05% from RM1.0274 per unit to RM1.0279 per unit.

\*Ex-distribution

Performance data represents the combined income and capital return as a result of holding units in the Fund for the specified length of time, based on NAV to NAV price. The performance data assumes that all earnings from the Fund are reinvested and are net of management and trustee fees. Past performance is not reflective of future performance and income distributions are not guaranteed. Unit prices and income distributions, if any, may fall and rise. All performance figures for the financial year have been extracted from Lipper.

**PORTFOLIO STRUCTURE**
**Asset allocation**

	<b>30.11.2024</b>	<b>30.11.2023</b>
Unquoted Sukuk and Islamic commercial papers	28.56	50.99
Shariah-compliant deposits with licensed Islamic financial institutions	67.72	33.64
Cash and other assets	4.11	15.48
Liabilities	(0.39)	(0.11)
<b>TOTAL</b>	<b>100.00</b>	<b>100.00</b>

As at 30 November 2024, the Fund was 28.56% invested in unquoted Sukuk and Islamic commercial papers, with the remaining 71.83% in Shariah-compliant deposits, cash and other net assets (net of liabilities).

**MARKET OUTLOOK\***

BNM expects Malaysia's economy to remain robust in 2025 (2025 GDP growth expectation: 4.5% to 5.5%), underpinned by resilient domestic demand supported by improvements in employment and income, alongside a recovery in exports. Also, the increase in civil servants' minimum wages in February 2025 is likely to stimulate economic growth through a boost in domestic consumption.

Inflation is expected to remain moderate in 2025 but with potential upside risk from subsidy rationalisation measures (eg RON95 petrol subsidies by mid-2025). This could exert upward pressure on bond yields.

BNM emphasized that the current monetary policy stance continues to support the economy and aligns with the present evaluation of inflation and growth prospects. The MPC will continue to ensure that the monetary policy stance remains consistent with the current assessment of the inflation and growth prospects.

We believe BNM will keep its OPR unchanged for now with core inflation being modest and economy remains resilient driven by domestic expenditure and positive turnaround in exports.

\*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**

We continue to diversify the investments in decent yield deposits and quality short term sukuk papers as well as Islamic commercial papers issued by corporates with strong fundamentals.

**SOFT COMMISSIONS AND REBATES**

Principal Malaysia (the "Manager") and the Trustee will not retain any form of rebate from, or otherwise share in any commission with, any broker or dealer in consideration for directing dealings in the investments of the Principal Malaysia Funds ("Funds"). Accordingly, any rebate or shared commission will be directed to the account of the Fund. The Manager may retain goods and services (soft commission) provided by any broker or dealer if the following conditions are met:

**SOFT COMMISSIONS AND REBATES (CONTINUED)**

- (a) the soft commission brings direct benefit or advantage to the management of the Fund and may include research and advisory related services;
- (b) any dealings with the broker or dealer is executed on terms which are the most favourable for the Fund; and
- (c) the availability of soft commission is not the sole or primary purpose to perform or arrange transactions with such broker or dealer, and we and the fund the manager will not enter into unnecessary trades in order to achieve a sufficient volume of transactions to qualify for soft commission.

During the financial year under review, the Manager and Trustee did not receive any rebates from the brokers or dealers but the Manager has retained soft commission in the form of goods and services for the benefit of the fund such as financial wire services and stock quotations system incidental to investment management of the Funds and there was no churning of trades.

**SECURITIES FINANCING TRANSACTIONS**

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

**STATE OF AFFAIR OF THE FUND**

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

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

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

**CROSS TRADE**

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

**UNIT SPLIT**

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

**STATEMENT BY MANAGER TO THE UNIT HOLDERS OF  
PRINCIPAL ISLAMIC MONEY MARKET FUND**

We, being the Directors of Principal Asset Management Berhad (the “Manager”), do hereby state that, in the opinion of the Manager, the accompanying audited financial statements set out on pages 8 to 37 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 30 November 2024 and of its financial performance, changes in net assets attributable to unit holders and cash flows for the financial year then ended in accordance with the provisions of the MFRS Accounting Standards and IFRS Accounting Standards.

For and on behalf of the Manager

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

**MUNIRAH KHAIRUDDIN**

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

**UDAY JAYARAM**

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

Kuala Lumpur  
16 January 2025

**TRUSTEE'S REPORT**

**TO THE UNIT HOLDERS OF  
PRINCIPAL ISLAMIC MONEY MARKET FUND ("Fund")**

We have acted as Trustee of the Fund for the financial year ended 30 November 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, Principal Asset Management Berhad has operated and managed the Fund during the year covered by these financial statements in accordance with the following:

1. Limitations imposed on the investment powers of the Management Company under the Deeds, securities laws and the Guidelines on the Unit Trust Funds;
2. Valuation and pricing is carried out in accordance with the Deeds; and
3. Any creation and cancellation of units are carried out in accordance with the Deeds and any regulatory requirement.

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

For HSBC (Malaysia) Trustee Berhad

Lee Cincee  
Senior Manager, Trustee and Fiduciary Services

Kuala Lumpur  
16 January 2025

**SHARIAH ADVISER'S REPORT**

**To the Unit Holders of Principal Islamic Money Market Fund ("Fund")**

**For the Financial Year ended 30 November 2024**

We hereby confirm the following:

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

**For Amanie Advisors Sdn Bhd**

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

Kuala Lumpur  
16 January 2025

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF  
PRINCIPAL ISLAMIC MONEY MARKET FUND**

**Report on the audit of the financial statements**

*Opinion*

We have audited the financial statements of Principal Islamic Money Market Fund (the "Fund"), which comprise the statement of financial position of the Fund as at 30 November 2024, statement of comprehensive income, statement of changes in net assets attributable to unit holders and statement of cash flows of the Fund for the financial year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 8 to 37.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 November 2024, and of its financial performance and cash flows for the financial year then ended in accordance with MFRS Accounting Standards and IFRS Accounting Standards.

*Basis for opinion*

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

*Independence and other ethical responsibilities*

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

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF  
PRINCIPAL ISLAMIC MONEY MARKET FUND (CONT'D.)**

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

*Information other than the financial statements and auditors' report thereon*

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

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

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

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

*Responsibilities of the Manager and the Trustee for the financial statements*

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

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

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

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF  
PRINCIPAL ISLAMIC MONEY MARKET FUND (CONT'D.)**

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

*Auditors' responsibilities for the audit of the financial statements*

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

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

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

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

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF  
PRINCIPAL ISLAMIC MONEY MARKET FUND (CONT'D.)**

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

**Other matters**

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

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

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

Kuala Lumpur, Malaysia  
16 January 2025

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

	Note	2024 RM	2023 RM
<b>INCOME</b>			
Profit income from unquoted Sukuk and Islamic commercial papers at fair value through profit or loss		30,156,205	35,286,835
Profit income from Shariah-compliant deposits with licensed Islamic financial institutions at amortised cost and Hibah earned		41,353,026	23,294,706
Net gain on financial assets at fair value through profit or loss	8, 15	133,993	2,734,280
		<u>71,643,224</u>	<u>61,315,821</u>
<b>EXPENSES</b>			
Management fee	4	7,247,723	5,929,886
Trustee fee	5	271,790	272,187
Audit fee		8,400	11,110
Tax agent's fee		4,003	7,000
Other expenses		32,720	25,962
		<u>7,564,636</u>	<u>6,246,145</u>
<b>PROFIT BEFORE DISTRIBUTIONS AND TAXATION</b>		<u>64,078,588</u>	<u>55,069,676</u>
Distributions:			
- Class AI		17,097,973	29,169,911
- Class AR		10,080,621	1,653,965
- Class D		6,262,755	1,859,075
	6	<u>33,441,349</u>	<u>32,682,951</u>
<b>PROFIT BEFORE TAXATION</b>		30,637,239	22,386,725
Taxation	7	<u>-</u>	<u>-</u>
<b>PROFIT AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR</b>		<u>30,637,239</u>	<u>22,386,725</u>
Profit after taxation is made up as follows:			
Realised amount		30,830,848	20,034,786
Unrealised amount		(193,609)	2,351,939
		<u>30,637,239</u>	<u>22,386,725</u>

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

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

		<b>2024</b>	<b>2023</b>
	<b>Note</b>	<b>RM</b>	<b>(Restated) RM</b>
<b>ASSETS</b>			
Cash and cash equivalents	<b>9, 15</b>	59,660,916	245,051,782
Financial assets at fair value through profit or loss (Shariah-compliant)	<b>8, 15</b>	1,933,922,062	1,348,622,681
Amount due from Manager		22,843,258	1,601,213
<b>TOTAL ASSETS</b>		<u>2,016,426,236</u>	<u>1,595,275,676</u>
<b>LIABILITIES</b>			
Amount due to Manager		6,361,509	1,188,360
Accrued management fee		670,326	482,629
Amount due to Trustee		25,137	18,099
Distribution payable		675,669	931
Other payables and accruals		15,082	16,325
<b>TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS)</b>		<u>7,747,723</u>	<u>1,706,344</u>
<b>NET ASSET VALUE OF THE FUND</b>		<u>2,008,678,513</u>	<u>1,593,569,332</u>
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS</b>		<u>2,008,678,513</u>	<u>1,593,569,332</u>
<b>REPRESENTED BY:</b>			
<b>FAIR VALUE OF OUTSTANDING UNITS</b>			
- Class AI		1,494,053,405	1,357,588,628
- Class AR		311,107,207	99,738,289
- Class D		203,517,901	136,242,415
		<u>2,008,678,513</u>	<u>1,593,569,332</u>
<b>NUMBER OF UNITS IN CIRCULATION (UNITS)</b>			
- Class AI		1,352,424,574	1,256,275,890
- Class AR		287,027,756	92,195,518
- Class D		197,991,217	132,609,263
	<b>10</b>	<u>1,837,443,547</u>	<u>1,481,080,671</u>
<b>NET ASSET VALUE PER UNIT (RM) (EX-DISTRIBUTION)</b>			
- Class AI		1.1047	1.0806
- Class AR		1.0839	1.0818
- Class D		<u>1.0279</u>	<u>1.0274</u>

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

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

	Note	2024 RM	2023 RM
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL YEAR</b>		<u>1,593,569,332</u>	<u>1,340,490,077</u>
Movement due to units created and cancelled during the financial year:			
Creation of units from applications			
- Class AI		1,487,770,872	1,826,604,139
- Class AR		572,868,730	188,616,495
- Class D		261,723,130	245,925,321
		<u>2,322,362,732</u>	<u>2,261,145,955</u>
Creation of units from distributions			
- Class AI		17,097,973	29,169,911
- Class AR		3,035,350	1,645,689
- Class D		6,262,755	1,859,075
		<u>26,396,078</u>	<u>32,674,675</u>
Cancellation of units			
- Class AI		(1,399,032,379)	(1,742,134,226)
- Class AR		(364,531,872)	(155,239,955)
- Class D		(200,722,617)	(165,753,919)
		<u>(1,964,286,868)</u>	<u>(2,063,128,100)</u>
Total comprehensive income for the financial year		30,637,239	22,386,725
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL YEAR</b>		<u><u>2,008,678,513</u></u>	<u><u>1,593,569,332</u></u>

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

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

		<b>2024</b>	<b>2023</b>
	<b>Note</b>	<b>RM</b>	<b>(Restated)</b>
			<b>RM</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Proceeds from disposal of unquoted Sukuk and Islamic commercial papers		438,566,627	468,701,325
Purchase of unquoted Sukuk and Islamic commercial papers		(929,385,042)	(1,808,083,721)
Proceeds from maturity of unquoted Sukuk and Islamic commercial papers		724,750,000	1,445,520,000
Proceeds from redemption of unquoted Sukuk and Islamic commercial papers		474,771	5,005,112
Placement of Shariah-compliant deposits with licensed Islamic financial institutions		(2,177,300,000)	(1,170,000,000)
Proceeds from maturity of Shariah-compliant deposits with licensed Islamic financial institutions		1,363,000,000	816,009,000
Profit income received from Shariah-compliant deposits with licensed Islamic financial institutions and Hibah received		31,353,568	15,860,420
Profit income received from unquoted Sukuk and Islamic commercial papers		34,883,919	18,979,266
Management fee paid		(7,060,026)	(5,891,058)
Trustee fee paid		(264,752)	(276,278)
Payments for other fees and expenses		(46,366)	(41,963)
<b>Net cash used in operating activities</b>		<b>(521,027,301)</b>	<b>(214,217,897)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Cash proceeds from units created		2,301,120,687	2,267,473,729
Payments for cancellation of units		(1,959,113,719)	(2,073,731,285)
Distributions paid		(6,370,533)	(8,377)
<b>Net cash generated from financing activities</b>		<b>335,636,435</b>	<b>193,734,067</b>
Net decrease in cash and cash equivalents		(185,390,866)	(20,483,830)
Cash and cash equivalents at the beginning of the financial year		245,051,782	265,535,612
Cash and cash equivalents at the end of the financial year	<b>9, 15</b>	<b>59,660,916</b>	<b>245,051,782</b>
<u>Cash and cash equivalents comprised:</u>			
Bank balances		29,327,183	352,491
Shariah-compliant deposits with licensed Islamic financial institutions with original maturity less than 3 months		30,333,733	244,699,291
Cash and cash equivalents at the end of the financial year	<b>9, 15</b>	<b>59,660,916</b>	<b>245,051,782</b>

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

## NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 NOVEMBER 2024

### 1. THE FUND, THE MANAGER AND ITS PRINCIPAL ACTIVITIES

Principal Islamic Money Market Fund (the “Fund”) is governed by a Deed dated 15 May 2008, a Third 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 Fifteenth Supplemental Master Deed dated 21 September 2012, a Seventeenth Supplemental Master Deed dated 25 March 2015, a Nineteenth Supplemental Master Deed dated 18 June 2019, a Twentieth Supplemental Master Deed dated 9 April 2021, and a Twenty first Supplemental Master Deed dated 15 April 2021 between Principal Asset Management Berhad and MTrustee Berhad (the “Previous Trustee”), a Twenty second Supplemental Master Deed dated 7 December 2021, a Twenty third Supplemental Master Deed dated 27 June 2022 and a Twenty fourth Supplemental Master Deed dated 20 September 2022 (collectively referred to as the “Deeds”) between Principal Asset Management Berhad and HSBC Malaysia Trustee Berhad .

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 Sukuk and placements of Islamic Deposits, all of which are highly liquid and have a remaining maturity period of 397 days or less. Up to 10% of the Fund’s NAV may be invested in Sukuk, which have a remaining maturity period of more than 397 days but less than 732 days. The Fund will be actively managed with frequency that will depend on the market conditions and market outlook. The strategy is to invest in liquid and low risk short-term investments for capital preservation. The investment strategy adheres to the Guidelines on Unit Trust Funds (“GUTF”) pertaining to investments for a money market fund.

The asset allocation strategy for this Fund is as follows:

- at least 90% of the Fund’s NAV will be invested in Islamic money market instruments and/or Islamic Deposits; and
- up to 10% of the Fund’s NAV may be invested in Sukuk, which have a remaining maturity period of more than 397 days but less than 732 days.

We formulate an interest rate outlook by considering factors such as the Malaysian inflation rate, monetary policies and economic growth. With an interest rate outlook and yield curve analysis, we identify the weighting of the investment tenure and credit for the Fund. The ratings of the Islamic money market instruments and Sukuk will be at least a “BBB3” or “P2” rating 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 30% of its NAV in foreign Eligible Markets.

All investments are subjected to the GUTF, Securities Commission Malaysia (“SC”) requirements, the Deeds, except where exemptions or variations have been approved by the SC, internal policies and procedures and the Fund’s objective.

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

## 2. MATERIAL ACCOUNTING POLICY INFORMATION

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

### (a) Basis of preparation

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

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

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

It also requires the Manager to exercise their judgement in the process of applying the Fund’s accounting policies. Although these estimates and judgement 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(j).

There are no other standards, amendments to standards or interpretations effective for financial year beginning on 1 December 2023 that have a material effect on the financial statements of the Fund.

None of the standards, amendments to standards or interpretations that are effective for financial year beginning on/after 1 December 2024 that 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 contractual cash flows of the Fund’s debt securities are solely payment of 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.

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

## 2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

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

#### Classification (continued)

The Fund classifies cash and cash equivalents and amount due from Manager 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 recognised at fair value.

Financial liabilities 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 investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities are derecognised when it is extinguished, i.e. when the obligation specified in the contract is discharged or cancelled or expired.

Unrealised gains or losses arising from changes in the fair value of the financial assets at fair value through profit or loss are presented in the statement of comprehensive income within net gain or loss on financial assets at fair value through profit or loss in the financial year which they arise.

Unquoted Sukuk and Islamic commercial papers 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(j) 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 Shariah-compliant deposits.

Financial assets at amortised cost and other financial liabilities are subsequently carried at amortised cost using the effective profit method.

#### Impairment on 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.

**2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)****(b) Financial assets and financial liabilities (continued)**Definition of default and credit-impaired financial assets

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

Write-off

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

**(c) Income recognition**

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 unquoted Sukuk and Islamic commercial papers are accounted for as the difference between the net disposal proceeds and the carrying amount of unquoted Sukuk and Islamic commercial papers, determined on cost adjusted for accretion of discount or amortisation of premium.

**(d) 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 Malaysian Ringgit ("MYR" or "RM"), which is the Fund's functional and presentation currency.

**(e) Cash and cash equivalents**

For the purpose of statement of cash flows, cash and cash equivalents comprise bank balance and Shariah-compliant deposits with licensed Islamic financial institutions held in highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**(f) Taxation**

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

**2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)****(g) Distribution**

Distributions to unit holders are recognised in the statement of comprehensive income as the unit holders' contribution are classified as financial liability. Distribution is reinvested into the Fund on the ex-date. Reinvestment of units is based on the NAV per unit on the ex-date, which is also the time of creation. A proposed distribution is recognised as a liability in the financial year in which it is approved by the Trustee.

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

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

**(i) Unit holders' contributions**

The unit holders' contributions to the Fund meet the definition of puttable instruments classified as financial liability under MFRS 132 "Financial Instruments: Presentation".

The Fund issues cancellable units, in three classes of units, known respectively as the Class AI, Class AR and Class D which are cancelled at the unit holder's option and do not have identical features subject to restrictions as stipulated in the Prospectus and GUTF. The units are classified as financial liabilities. Cancellable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's NAV of respective classes. The outstanding units are carried at the redemption amount that is payable at the date of the statement of financial position if the member exercises the right to put back the unit to the Fund.

Units are created and cancelled at the unit holders' option at prices based on the Fund's NAV per unit of respective classes at the close of business on the relevant dealing day. The Fund's NAV per unit of respective classes is calculated by dividing the net assets attributable to members of respective classes with the total number of outstanding units of respective classes.

**(j) 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 Fund's results and financial position are tested for sensitivity to changes in the underlying parameters.

Estimates and judgements are continually evaluated by the Manager and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

**Estimate of fair value of unquoted Sukuk and Islamic commercial papers**

In undertaking any of the Fund's investment, the Manager will ensure that all assets of the Fund under management will be valued appropriately, that is at fair value and in compliance with the GUTF.

Ringgit-denominated unquoted Sukuk and Islamic commercial papers 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.

## 2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

## (j) Critical accounting estimates and judgements in applying accounting policies (continued)

Estimate of fair value of unquoted Sukuk and Islamic commercial papers (continued)

Islamic commercial papers are revalued at least weekly by reference to bid and offer prices quoted by three (3) independent and reputable financial institutions of similar standing at the close of trading.

## 3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments of the Fund were as follows:

	Financial assets at fair value through profit or loss RM	Financial assets at amortised cost RM	Total RM
<b>2024</b>			
Cash and cash equivalents (Note 9)	-	59,660,916	59,660,916
Unquoted Sukuk and Islamic commercial papers (Note 8)	573,692,751	-	573,692,751
Shariah-compliant deposits with licensed Islamic financial institutions (Note 8)	1,360,229,311	-	1,360,229,311
Amount due from Manager	-	22,843,258	22,843,258
	<u>1,933,922,062</u>	<u>82,504,174</u>	<u>2,016,426,236</u>
<b>2023</b>			
Cash and cash equivalents (Note 9)	-	245,051,782	245,051,782
Unquoted Sukuk and Islamic commercial papers (Note 8)	812,603,386	-	812,603,386
Shariah-compliant deposits with licensed Islamic financial institutions (Note 8)	536,019,295	-	536,019,295
Amount due from Manager	-	1,601,213	1,601,213
	<u>1,348,622,681</u>	<u>246,652,995</u>	<u>1,595,275,676</u>

All liabilities are financial liabilities which are carried at amortised cost.

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 is exposed to a variety of risks which include market risk (inclusive of price risk and interest rate risk), credit risk and liquidity risk.

Financial risk management is carried out through internal control process adopted by the Manager and adherence to the investment restrictions as stipulated in the Deeds and GUTF.

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

#### (a) Market risk

##### (i) Price risk

This is the risk that the fair value of a Shariah-compliant investment in unquoted Sukuk and Islamic commercial papers will fluctuate because of changes in market prices (other than those arising from interest rate risk). The value of unquoted Sukuk and Islamic commercial papers 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.

This is the risk that the fair value of a Shariah-compliant investment in unquoted Sukuk and Islamic commercial papers will fluctuate because of changes in market prices (other than those arising from interest rate risk). The value of unquoted Sukuk and Islamic commercial papers 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 unquoted Sukuk and Islamic commercial papers within specified limits according to the Deeds.

The Fund is exposed to price risk arising from profit rate fluctuation in relation to its investments of RM573,692,751 (2023: RM812,603,386) in unquoted Sukuk and Islamic commercial papers. The Fund's exposure to price risk arising from profit rate fluctuation and the related sensitivity analysis are disclosed in "interest rate risk" below.

##### (ii) Interest rate risk

In general, when interest rates rise, unquoted Sukuk and Islamic commercial papers 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 or Islamic commercial papers 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.

Investors should note that the movement in prices of unquoted Sukuk, Islamic commercial papers and Shariah-compliant money market instruments are benchmarked against interest rates. As such, the investments are exposed to the movement of the interest rates. 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 and Islamic commercial papers portfolio management depends on forecasting interest rate movements. Prices of unquoted Sukuk and Islamic commercial papers move inversely to interest rate movements, therefore as interest rates rise, the prices of unquoted Sukuk and Islamic commercial papers decrease and vice versa.

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

#### (a) Market risk (continued)

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

Furthermore, unquoted Sukuk and Islamic commercial papers with longer maturity and lower yield coupon rates are more susceptible to interest rate movements.

Such investments may be subject to unanticipated rise in interest rates which may impair the ability of the issuers to meet 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 table below summarises the sensitivity of the Fund's interest or loss and NAV to movements in prices of unquoted Sukuk and Islamic commercial papers held by the Fund as a result of movement in interest rate at the end of each reporting year. The analysis is based on the assumptions that the interest rate changed by 1% with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the interest rate, having regard to the historical volatility of the interest rate.

% Change in interest rate	Impact on profit or loss/NAV	
	2024	2023
	RM	RM
+1%	(93,720)	(173,793)
-1%	<u>93,772</u>	<u>173,885</u>

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

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

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

#### (b) Credit risk

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

Investment in unquoted Sukuk and Islamic commercial papers 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 Islamic commercial papers 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.

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

#### (b) Credit risk (continued)

For this Fund, the unquoted Sukuk and Islamic commercial papers investments must satisfy a minimum rating requirement of at least a “BBB3” or “P2” rating 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 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.

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

	Cash and cash equivalents RM	Financial assets at fair value through profit or loss RM	Amount due from Manager RM	Total RM
<b>2024</b>				
AAA	953,200	819,489,248	-	820,442,448
AA1	30,199,260	40,267,754	-	70,467,014
AA	-	248,921,132	-	248,921,132
AA2	28,508,456	126,578,531	-	155,086,987
AA3	-	546,872,122	-	546,872,122
P1	-	151,793,275	-	151,793,275
Not rated	-	-	22,843,258	22,843,258
	<u>59,660,916</u>	<u>1,933,922,062</u>	<u>22,843,258</u>	<u>2,016,426,236</u>
<b>2023</b>				
AAA	151,749,795	545,628,313	-	697,378,108
AA1	10,039,534	66,340,501	-	76,380,035
AA2	-	86,431,032	-	86,431,032
AA3	-	560,251,355	-	560,251,355
A1	83,262,453	-	-	83,262,453
A3	-	15,257,897	-	15,257,897
P1	-	69,626,800	-	69,626,800
Not rated	-	5,086,783	1,601,213	6,687,996
	<u>245,051,782</u>	<u>1,348,622,681</u>	<u>1,601,213</u>	<u>1,595,275,676</u>

#### (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, Shariah-compliant deposits with licensed Islamic financial institutions and other instruments, 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.

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

#### (c) Liquidity risk (continued)

For the purpose of the Fund, the Manager will attempt to balance the entire portfolio by investing in a mix of assets with satisfactory trading volume and those that occasionally could encounter poor liquidity. This is expected to reduce the risks for the entire portfolio without limiting the Fund's growth potentials.

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

	Less than 1 month RM	Between 1 month to 1 year RM	Total RM
<b>2024</b>			
Amount due to Manager	6,361,509	-	6,361,509
Accrued management fee	670,326	-	670,326
Amount due to Trustee	25,137	-	25,137
Distribution payable	675,669	-	675,669
Other payables and accruals	-	15,082	15,082
Net assets attributable to unitholders*	2,008,678,513	-	2,008,678,513
<b>Contractual undiscounted cash flows</b>	<b>2,016,411,154</b>	<b>15,082</b>	<b>2,016,426,236</b>
<b>2023</b>			
Amount due to Manager	1,188,360	-	1,188,360
Accrued management fee	482,629	-	482,629
Amount due to Trustee	18,099	-	18,099
Distribution payable	931	-	931
Other payables and accruals	-	16,325	16,325
Net assets attributable to unitholders*	1,593,569,332	-	1,593,569,332
<b>Contractual undiscounted cash flows</b>	<b>1,595,259,351</b>	<b>16,325</b>	<b>1,595,275,676</b>

\* Outstanding units are redeemed on demand at the unit holder's option. However, the Manager does not envisage that the contractual maturity disclosed in the table above will be representative of the actual cash outflows, as holders of these instruments typically retain them for the medium to long term.

#### (d) Capital risk management

The capital of the Fund is represented net assets attributable to unit holders of RM2,008,678,513 (2023: RM1,593,569,332). The amount of capital can change significantly on a daily basis as the Fund is subjected 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.

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

#### (e) Fair value estimation

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

The fair value of financial assets traded in active markets (such as trading securities) are based on quoted market prices at the close of trading on the financial year end date. The Fund utilises the last traded market price for financial assets where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager will determine the point within the bid-ask spread that is most representative of the fair value.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The fair value of financial assets that are not traded in an active market is determined by using valuation techniques.

#### (i) Fair value hierarchy

The table below analyses financial instruments carried at fair value. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active market for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2)
- Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs) (Level 3)

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety.

If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement.

Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

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.

### 3. FINANCIAL INSTRUMENTS AND 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>2024</b>				
Financial assets at fair value through profit or loss:				
- Unquoted Sukuk and Islamic commercial papers	-	573,692,751	-	573,692,751
- Shariah-compliant deposits with licensed financial institutions	-	1,360,229,311	-	1,360,229,311
	<u>-</u>	<u>1,933,922,062</u>	<u>-</u>	<u>1,933,922,062</u>
<b>2023</b>				
Financial assets at fair value through profit or loss:				
- Unquoted Sukuk and Islamic commercial papers	-	812,603,386	-	812,603,386
- Shariah-compliant deposits with licensed financial institutions	-	536,019,295	-	536,019,295
	<u>-</u>	<u>1,348,622,681</u>	<u>-</u>	<u>1,348,622,681</u>

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. These include unquoted Sukuk and Islamic commercial papers.

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 Manager, 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 3.00% per annum, calculated daily based on the NAV of the Fund.

For the financial year ended 30 November 2024, the management fee for the respective classes is recognised at the following rates (2023: 0.50% per annum for each class).

**4. MANAGEMENT FEE (CONTINUED)**

<b>Class AI</b>	<b>Class AR</b>	<b>Class D</b>
0.40%	0.40%	0.40%

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

**5. TRUSTEE FEE**

In accordance with the Deeds, the Trustee is entitled to a maximum Trustee fee of 0.02% per annum calculated daily based on the NAV of the Fund. The Trustee fee includes the local custodian fee but excludes the foreign sub-custodian fees and charges (if any).

For the financial year ended 30 November 2024, the Trustee fee for the respective classes is recognised at the following rates (2023: 0.02% per annum for each class).

<b>Class AI</b>	<b>Class AR</b>	<b>Class D</b>
0.015%	0.015%	0.015%

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

**6. DISTRIBUTIONS**

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

	<b>2024</b>		<b>2023</b>	
	<b>RM</b>	<b>%</b>	<b>RM</b>	<b>%</b>
<b>Source of distributions</b>				
Distributions out of current year's income	33,441,349	100.00	17,841,294	54.59
Distributions out of prior year's income/capital*	-	-	14,841,657	45.41
<b>Total</b>	<b>33,441,349</b>	<b>100.00</b>	<b>32,682,951</b>	<b>100.00</b>

	<b>2024</b>	<b>2023</b>
<b>Gross/Net distribution per unit (sen)</b>	<b>RM</b>	<b>RM</b>
Distribution on 27 December 2023		
- Class AI	0.16	-
- Class AR	0.32	-
- Class D	0.30	-
Distribution on 29 January 2024		
- Class AI	0.22	-
- Class AR	0.14	-
- Class D	0.34	-
Distribution on 27 February 2024		
- Class AI	0.16	-
- Class AR	0.32	-
- Class D	0.29	-
Distribution on 27 March 2024		
- Class AI	0.17	-
- Class AR	0.30	-
- Class D	0.30	-

## 6. DISTRIBUTIONS (CONTINUED)

	2024 RM	2023 RM
<b>Gross/Net distribution per unit (sen)</b>		
Distribution on 26 April 2024		
- Class AI	0.13	-
- Class AR	0.32	-
- Class D	0.31	-
Distribution on 29 May 2024		
- Class AI	0.12	-
- Class AR	0.33	-
- Class D	0.31	-
Distribution on 26 June 2024		
- Class AI	0.10	-
- Class AR	0.28	-
- Class D	0.26	-
Distribution on 29 July 2024		
- Class AI	0.10	-
- Class AR	0.34	-
- Class D	0.31	-
Distribution on 28 August 2024		
- Class AI	0.09	-
- Class AR	0.35	-
- Class D	0.33	-
Distribution on 26 September 2024		
- Class AI	0.07	-
- Class AR	0.31	-
- Class D	0.29	-
Distribution on 29 October 2024		
- Class AI	0.08	-
- Class AR	0.34	-
- Class D	0.33	-
Distribution on 27 November 2024		
- Class AI	0.06	-
- Class AR	0.30	-
- Class D	0.29	-
Distribution on 30 December 2022		
- Class AI	-	0.21
- Class AR	-	0.21
- Class D	-	0.14
Distribution on 27 January 2023		
- Class AI	-	0.21
- Class AR	-	0.21
- Class D	-	0.14
Distribution on 24 February 2023		
- Class AI	-	0.21
- Class AR	-	0.21
- Class D	-	0.14
Distribution on 29 March 2023		
- Class AI	-	0.21
- Class AR	-	0.21
- Class D	-	0.15

**6. DISTRIBUTIONS (CONTINUED)**

	<b>2024</b>	<b>2023</b>
<b>Gross/Net distribution per unit (sen)</b>	<b>RM</b>	<b>RM</b>
Distribution on 26 April 2023		
- Class AI	-	0.20
- Class AR	-	0.20
- Class D	-	0.14
Distribution on 29 May 2023		
- Class AI	-	0.23
- Class AR	-	0.23
- Class D	-	0.14
Distribution on 27 June 2023		
- Class AI	-	0.23
- Class AR	-	0.23
- Class D	-	0.14
Distribution on 27 July 2023		
- Class AI	-	0.22
- Class AR	-	0.16
- Class D	-	0.14
Distribution on 28 August 2023		
- Class AI	-	0.22
- Class AR	-	0.16
- Class D	-	0.14
Distribution on 26 September 2023		
- Class AI	-	0.16
- Class AR	-	0.16
- Class D	-	0.15
Distribution on 27 October 2023		
- Class AI	-	0.17
- Class AR	-	0.17
- Class D	-	0.16
Distribution on 28 November 2023		
- Class AI	-	0.19
- Class AR	-	0.20
- Class D	-	0.17

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

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

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

There were unrealised losses of RM193,609 (2023: nil) during the financial year ended 30 November 2024.

**7. TAXATION**

	<b>2024</b> <b>RM</b>	<b>2023</b> <b>RM</b>
Tax charged for the financial year:		
- Current taxation	-	-

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

	<b>2024</b> <b>RM</b>	<b>2023</b> <b>RM</b>
Profit before taxation	30,637,239	22,386,725
Taxation at Malaysian statutory rate of 24% (2023: 24%)	7,352,937	5,372,814
Tax effects of:		
- Income not subject to tax	(17,194,374)	(14,715,797)
- Expenses not deductible for tax purposes	8,099,967	7,917,144
- Restriction on tax deductible expenses for Unit Trust Funds	1,741,470	1,425,839
Taxation	-	-

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

	<b>2024</b> <b>RM</b>	<b>2023</b> <b>(Restated)</b> <b>RM</b>
At fair value through profit or loss:		
- Unquoted Sukuk	390,354,836	742,976,586
- Islamic commercial papers	183,337,915	69,626,800
- Shariah-compliant deposits with licensed Islamic financial institutions*	1,360,229,311	536,019,295
	<u>1,933,922,062</u>	<u>1,348,622,681</u>

\*Includes profit receivable of RM15,929,311(2023: RM 6,019,295)

Net gain on financial assets at fair value  
through profit or loss:

- Realised gain on disposals	389,061	213,050
- Unrealised fair value (loss)/gain	(255,068)	2,521,230
	<u>133,993</u>	<u>2,734,280</u>

Shariah-compliant deposits with licensed Islamic financial institutions

The weighted average effective interest rate per annum are as follows:

	<b>2024</b> <b>%</b>	<b>2023</b> <b>%</b>
Shariah-compliant deposits with licensed Islamic financial institutions	<u>3.92</u>	<u>3.74</u>

For the financial year ended 30 November 2024, the Shariah-compliant deposits with licensed Islamic financial institutions of the Fund have an average maturity of 87 days (2023: 48 days).

## 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>2024</b>				
<b>UNQUOTED SUKUK</b>				
Azrb Capital Sdn Bhd 4.85% 26/12/2024 (AA)	26,000,000	26,544,481	26,552,098	1.32
Bank Simpanan Nasional IMTN 3.74% 13/02/2026 (AAA)	25,000,000	25,276,658	25,300,908	1.26
Cagamas Bhd 3.31% 31/01/2025 (AAA)	12,500,000	12,631,600	12,636,178	0.63
Cerah Sama Sdn Bhd 4.93% 31/01/2025 (AA)	5,000,000	5,091,257	5,091,767	0.25
Edra Energy Sdn Bhd IMTN 5.79% 03/01/2025- Tranche (AA3)	30,000,000	30,757,803	30,761,577	1.53
Edra Energy Sdn Bhd IMTN 5.82% 04/07/2025- Tranche (AA3)	10,000,000	10,346,007	10,358,184	0.52
Ekve Sdn Bhd 5.25% 29/01/2026 (AAA)	30,000,000	30,992,842	30,999,284	1.54
Fortune Premiere Sdn Bhd IMTN 5.05% 05/09/2025 (AA)	5,000,000	5,092,210	5,103,868	0.25
Fortune Premiere Sdn Bhd IMTN 5.05% 31/10/2025 (AA)	2,500,000	2,533,478	2,536,814	0.13
Jimah East Power Sdn Bhd 5.40% 04/12/2024 (AA)	10,000,000	10,267,335	10,267,001	0.51
Jimah East Power Sdn Bhd 5.42% 4/6/2025 (AA)	10,000,000	10,332,416	10,346,888	0.52
Kapar Energy Ventures 4.87% 04/07/2025 (AA)	5,000,000	5,126,157	5,129,851	0.26
Kapar Energy Ventures 4.95% 03/07/2026 (AA)	6,000,000	6,215,064	6,211,361	0.31
Konsortium KAJV Sdn Bhd 5.15% 13/05/2025 (AA)	200,000	200,689	200,878	0.01
Malakoff Power Bhd 5.55% 17/12/2024 (AA)	22,500,000	23,079,155	23,082,325	1.15
Malaysian Resources Corporation Bhd 4.66% 16/10/2026 (AA)	10,000,000	10,138,683	10,140,675	0.50
Malaysian Resources Corporation Bhd 5.19% 27/02/2026 (AA)	30,000	30,735	30,783	0.00
MMC Corporation Bhd 5.80% 12/11/2025 (AA)	29,000,000	29,557,749	29,629,856	1.48
Northport 5.78% 19/12/2024 IMTN (AA)	25,000,000	25,674,686	25,676,434	1.28
Pelabuhan Tanjung Pelepas Sdn bhd 3.15% 28/08/2025 (AA)	2,500,000	2,504,613	2,511,872	0.13

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
<b>2024 (CONTINUED) UNQUOTED SUKUK (CONTINUED)</b>				
Perbadanan Kemajuan Pertanian Negeri Pahang 4.11% 30/10/2025 (AA3)	1,000,000	996,463	999,353	0.05
Quantum Solar Park Green SRI Sukuk 5.36% 4/4/2025 (AA)	5,000,000	5,065,287	5,066,534	0.25
Suria KLCC Sdn Bhd 4.73% 31/12/2024 (AAA)	300,000	306,322	306,353	0.02
Tanjung Bin Power Sdn Bhd 5.12% 15/08/2025 (AA2)	10,000,000	10,224,146	10,243,093	0.51
TNB Western Energy Berhad 5.10% 30/01/2025 (AAA)	10,000,000	10,193,268	10,193,060	0.51
TNB Western Energy Bhd 5.14% 30/07/2025 (AAA)	20,000,000	20,511,335	20,515,238	1.02
TNB Western Energy Bhd 5.18% 30/01/2026 (AAA)	15,000,000	15,465,857	15,477,567	0.77
TNB Western Energy bhd 5.21% 30/07/2026 (AAA)	5,000,000	5,192,647	5,187,549	0.26
UEM Sunrise Bhd 5.39% 05/03/2026 (AA)	20,000,000	20,577,302	20,627,734	1.03
UEM Sunrise Bhd IMTN 4.60% 14/02/2025 (AA)	5,000,000	5,074,858	5,077,105	0.25
UEM Sunrise Bhd IMTN 5.03% 19/09/2025 (AA)	10,000,000	10,196,802	10,198,322	0.51
UEM Sunrise Bhd IMTN 5.15% 31/10/2025 (AA)	10,000,000	10,156,781	10,167,051	0.50
UEM Sunrise Bhd IMTN 5.25% 14/04/2025 (AA)	2,500,000	2,529,301	2,531,310	0.12
UMW Holding Bhd 3.03% 05/11/2025 (AA)	1,200,000	1,195,111	1,195,965	0.05
<b>TOTAL UNQUOTED SUKUK</b>	<b>381,230,000</b>	<b>390,079,098</b>	<b>390,354,836</b>	<b>19.43</b>
<b>ISLAMIC COMMERCIAL PAPERS</b>				
Aeon Credit Service M Bhd 178D 16/01/2025 (P1)	50,000,000	49,752,027	49,773,000	2.48
Aeon Credit Service M Bhd 182D 20/12/2024 (P1)	75,000,000	74,845,737	74,866,500	3.73
Bermaz Auto Berhad 181D 25/03/2025 (P1)	17,500,000	17,289,179	17,297,175	0.86
OCK Group Bhd 274D 11/04/2025 (AA)	32,000,000	31,525,305	31,544,640	1.57
Pengurusan Air SPV Bhd 182D 30/04/2025 (P1)	10,000,000	9,842,640	9,856,600	0.49
<b>TOTAL ISLAMIC COMMERCIAL PAPERS</b>	<b>184,500,000</b>	<b>183,254,888</b>	<b>183,337,915</b>	<b>9.13</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>2024 (CONTINUED)</b>				
<b>TOTAL UNQUOTED SUKUK AND ISLAMIC COMMERCIAL PAPERS</b>	<b><u>565,730,000</u></b>	<b>573,333,986</b>	<b><u>573,692,751</u></b>	<b><u>28.56</u></b>
<b>ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b><u>358,765</u></b>		
<b>TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b><u>573,692,751</u></b>		
<b>2023</b>				
<b>UNQUOTED SUKUK</b>				
Aman Sukuk Bhd 4.780% 30/05/2024 (AAA)	10,000,000	10,057,164	10,059,310	0.63
Amanat Lebuhraya Rakyat Bhd 4.28% 11/10/2024 (AAA)	45,000,000	45,344,665	45,438,109	2.85
AZRB Capital Sdn Bhd 4.85% 26/12/2024 (AA3)	26,000,000	26,537,724	26,560,158	1.67
Bank Pembangunan Malaysia Bhd 4.380% 12/09/2024 (NR(LT))	5,000,000	5,080,092	5,086,782	0.32
Bermaz Auto Berhad 3.26% 18/12/2023 (AA3)	19,900,000	20,185,719	20,187,495	1.27
BGSM Management Sdn Bhd 5.450% 28/06/2024 (AA3)	10,000,000	10,320,037	10,328,232	0.65
Binariang GSM Sdn Bhd - 5.6% 27/12/2023 (AA3)	600,000	615,068	615,141	0.04
Cagamas Bhd 3.74% 24/07/2024 (AAA)	40,000,000	40,532,822	40,568,022	2.55
Celcom Networks Sdn Bhd 5.05% 29/08/2024 (AAA)	5,000,000	5,107,307	5,116,427	0.32
Cerah Sama Sdn Bhd 4.87% 31/01/2024 (AA3)	5,000,000	5,087,585	5,089,556	0.32
Edra Energy Sdn Bhd 5.73% 05/01/2024 (AA3)	10,000,000	10,250,352	10,251,310	0.64
Edra Energy Sdn Bhd 5.76% 05/07/2024 (AA3)	10,000,000	10,335,538	10,347,134	0.65
Edra Energy Sdn Bhd 5.79% 03/01/2025 (AA3)	10,000,000	10,404,162	10,433,959	0.65
Edra Energy Sdn Bhd 5.82% 04/07/2025 (AA3)	5,000,000	5,245,400	5,257,192	0.33
Edra Solar Sdn Bhd 4.25% 11/10/2024 (AA2)	5,000,000	5,040,049	5,040,842	0.32

## 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>2023 (CONTINUED) UNQUOTED SUKUK (CONTINUED)</b>				
Fortune Premiere Sdn Bhd 5.05% 05/09/2025 (AA2)	5,000,000	5,138,133	5,136,451	0.32
IJM Corp Bhd 4.600% 17/10/2024 (AA3)	2,500,000	2,525,903	2,530,228	0.16
Infracap Resources Sdn Bhd 3.11% 15/04/2024 (AAA)	5,000,000	5,006,845	5,010,897	0.31
Jimah East Power Sdn Bhd 5.27% 04/12/2023 (AA3)	20,000,000	20,515,881	20,515,805	1.29
Jimah East Power Sdn Bhd 5.40% 04/12/2024 (AA3)	5,000,000	5,190,628	5,194,371	0.33
Jimah East Power Sdn Bhd 5.42% 4/6/2025 (AA3)	5,000,000	5,219,168	5,220,159	0.33
Kapar Energy Ventures 4.87% 04/07/2025 (AA1)	5,000,000	5,170,592	5,168,501	0.32
Konsortium KAJV Sdn Bhd 5.10% 13/05/2024 (AA3)	18,000,000	18,060,140	18,063,456	1.13
Lafarge Cement Sdn Bhd 4.40% 11/12/2023 (AA3)	32,800,000	33,483,007	33,482,379	2.10
Malakoff Power Bhd 5.45% 15/12/2023 (AA3)	15,000,000	15,377,470	15,377,655	0.96
Malakoff Power Bhd 5.55% 17/12/2024 (AA3)	22,500,000	23,338,875	23,369,828	1.47
Northport (Malaysia) Bhd 5.78% 19/12/2024 (AA2)	15,000,000	15,665,501	15,676,911	0.98
Pelabuhan Tanjung Pelepas Sdn Bhd 3.15% 28/08/2025 (AA2)	4,750,000	4,718,675	4,722,633	0.30
Pelabuhan Tanjung Pelepas Sdn Bhd 3.74% 18/06/2025 (AA2)	5,000,000	5,060,597	5,067,584	0.32
Pengurusan Air SPV Bhd 4.00% 04/06/2024 (AAA)	30,000,000	30,615,598	30,614,605	1.92
Pengurusan Air SPV Bhd 4.30% 07/02/2024 (AAA)	20,000,000	20,292,247	20,290,915	1.27
Perbadanan Kemaj Pertanian Negeri Pahang 3.96% 30/10/2024 (AA3)	20,000,000	19,904,043	19,918,836	1.25
Press Metal Aluminium Holdings Bhd 4.10% 17/10/2024 (AA2)	40,300,000	40,544,639	40,562,143	2.55
Projek Lebuhraya Usahasama Bhd Sukuk Plus 4.64% 10/01/2025 (AAA)	26,000,000	26,699,180	26,695,019	1.68
Quantum Solar Park Green SRI Sukuk 5.32% 4/10/24 (AA3)	5,000,000	5,089,446	5,095,761	0.32
Sarawak Energy Bhd 5.000% 04/07/2024 (AAA)	1,200,000	1,233,989	1,234,054	0.08

## 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>2023 (CONTINUED) UNQUOTED SUKUK (CONTINUED)</b>				
Sarawak Hidro Sdn Bhd 4.38% 11/08/2025 (AAA)	3,500,000	3,582,527	3,584,210	0.22
Southern Power Generation Bhd 4.82% 30/04/2024 (AA3)	5,000,000	5,038,411	5,041,518	0.32
Southern Power Generation Bhd 4.85% 31/10/2024 (AA3)	10,000,000	10,120,330	10,129,592	0.64
Tanjung Bin Power Sdn Bhd 5.01% 16/08/2024 (AA2)	10,000,000	10,218,330	10,224,468	0.64
TNB Western Energy Berhad 5.06% 30/07/2024 (AAA)	8,500,000	8,700,951	8,709,623	0.55
Toyota Capital (M) Sdn Bhd 3.80% 24/12/2024 (AAA)	2,500,000	2,522,942	2,524,382	0.16
UEM Sunrise Bhd 4.00% 16/02/2024 (AA3)	18,600,000	18,788,511	18,803,983	1.18
UEM Sunrise Bhd 5.05% 15/04/2024 (AA3)	65,000,000	65,437,635	65,600,885	4.12
UEM Sunrise Bhd 5.32% 11/12/2024 (AA3)	10,000,000	10,336,597	10,346,396	0.65
UEM Sunrise Bhd 4.75% 22/03/2024 (AA3)	20,500,000	20,708,467	20,717,292	1.30
UniTapah Sdn Bhd 5.49% 12/12/2023 (AAA)	5,000,000	5,131,644	5,132,053	0.32
UniTapah Sdn Bhd 5.54% 12/06/2024 (AAA)	5,000,000	5,176,417	5,179,832	0.33
UniTapah Sdn Bhd 5.59% 12/12/2024 (AAA)	5,000,000	5,203,566	5,222,260	0.32
WCT Holdings Bhd 5.15% 01/04/2024 (AA3)	50,000,000	50,449,432	50,410,952	3.15
Westports Malaysia Sdn Bhd 5.25% 03/05/2024 (AAA)	2,000,000	2,017,897	2,021,280	0.12
<b>TOTAL UNQUOTED SUKUK</b>	<b>730,150,000</b>	<b>742,427,898</b>	<b>742,976,586</b>	<b>46.62</b>
<b>ISLAMIC COMMERCIAL PAPERS</b>				
Aeon Credit Service M Bhd 14/12/2023 (P1)	50,000,000	49,930,713	49,939,000	3.13
UEM Sunrise Bhd 18/04/2024 (P1)	20,000,000	19,630,942	19,687,800	1.24
<b>TOTAL ISLAMIC COMMERCIAL PAPERS</b>	<b>70,000,000</b>	<b>69,561,655</b>	<b>69,626,800</b>	<b>4.37</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>2023 (CONTINUED)</b>				
TOTAL UNQUOTED SUKUK AND ISLAMIC COMMERCIAL PAPERS	<u>800,150,000</u>	811,989,553	<u>812,603,386</u>	<u>50.99</u>
ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>613,833</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>812,603,386</u>		

9. CASH AND CASH EQUIVALENTS

	2024 RM	2023 (Restated) RM
Shariah-compliant deposits with licensed Islamic financial institutions with original maturity less than 3 months	30,333,733	244,699,291
Bank balances	<u>29,327,183</u>	<u>352,491</u>
	<u>59,660,916</u>	<u>245,051,782</u>

10. NUMBER OF UNITS IN CIRCULATION (UNITS)

	2024	2023
	No. of units	No. of units
(i) Class AI	1,352,424,574	1,256,275,890
(ii) Class AR	287,027,756	92,195,518
(iii) Class D	<u>197,991,217</u>	<u>132,609,263</u>
	<u>1,837,443,547</u>	<u>1,481,080,671</u>
(i) Class AI		
At the beginning of the financial year	1,256,275,890	1,149,619,482
Add: Creation of units from applications	1,360,933,190	1,699,503,779
Add: Creation of units from distributions	15,679,757	27,194,665
Less: Cancellation of units	<u>(1,280,464,263)</u>	<u>(1,620,042,036)</u>
At the end of the financial year	<u>1,352,424,574</u>	<u>1,256,275,890</u>
(ii) Class AR		
At the beginning of the financial year	92,195,518	59,554,207
Add: Creation of units from applications	527,915,675	175,352,132
Add: Creation of units from distributions	2,801,283	1,531,547
Less: Cancellation of units	<u>(335,884,720)</u>	<u>(144,242,368)</u>
At the end of the financial year	<u>287,027,756</u>	<u>92,195,518</u>

**10. NUMBER OF UNITS IN CIRCULATION (UNITS)(CONTINUED)**

	<b>2024</b>	<b>2023</b>
	<b>No. of units</b>	<b>No. of units</b>
(iii) Class D		
At the beginning of the financial year	132,609,263	51,761,608
Add: Creation of units from applications	254,331,943	241,933,627
Add: Creation of units from distributions	6,094,979	1,824,691
Less: Cancellation of units	(195,044,968)	(162,910,663)
At the end of the financial year	<u>197,991,217</u>	<u>132,609,263</u>

**11. TOTAL EXPENSE RATIO ("TER")**

	<b>2024</b>	<b>2023</b>
	<b>%</b>	<b>%</b>
TER	<u>0.42</u>	<u>0.42</u>

TER is derived based on the following calculation:

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

A = Management fee

B = Trustee fee

C = Audit fee

D = Tax agent's fee

E = Other expenses

F = Average NAV of the Fund calculated on a daily basis

The average NAV of the Fund for the financial year calculated on a daily basis is RM1,811,571,945 (2023: RM1,481,266,787).

**12. PORTFOLIO TURNOVER RATIO ("PTR")**

	<b>2024</b>	<b>2023</b>
PTR (times)	<u>0.37</u>	<u>0.77</u>

PTR is derived from the following calculation:

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

where:

total acquisition for the financial year = RM923,250,667 (2023: RM1,820,985,972)

total disposal for the financial year = RM433,512,853 (2023: RM465,781,972)

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

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

<u>Related parties</u>	<u>Relationship</u>
Principal Asset Management Berhad	The Manager
Principal Financial Group, Inc.	Ultimate holding company of shareholder of the Manager
Principal International (Asia) Ltd	Shareholder of the Manager
Subsidiaries and associates of Principal Financial Group Inc., other than above, as disclosed in its financial statements	Fellow subsidiary and associated companies of the ultimate holding company of shareholder of the Manager
CIMB Group Holdings Bhd	Ultimate holding company of shareholder of the Manager
CIMB Group Sdn Bhd	Shareholder of the Manager
CIMB Bank Bhd	Fellow related party to the Manager
CIMB Islamic Bank Bhd	Fellow related party to the Manager
Subsidiaries and associates of CIMB Group Holdings Bhd, other than above, as disclosed in its financial statements	Fellow subsidiary and associated companies of the ultimate holding company of the shareholder of the Manager

Units held by the Manager and parties related to the Manager

		<b>2024</b>		<b>2023</b>
	<b>No. of units</b>	<b>RM</b>	<b>No. of units</b>	<b>RM</b>
<b>Manager</b>				
Principal Asset Management Berhad				
- Class AI	3,391	3,746	3,659	3,954
- Class AR	4,334	4,698	2,401	2,597

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

The units are held beneficially by the Manager for booking purposes. Other than the above, there were no units held by the Directors or parties related to the Manager.

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

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

	2024 RM	2023 RM
<u>Significant related party transactions</u>		
Profit income from Shariah-compliant deposits with licensed Islamic financial institution:		
- CIMB Islamic Bank Bhd	6,960,428	3,285,058
<u>Significant related party balance</u>		
Shariah-compliant deposits with licensed Islamic financial institution:		
- CIMB Islamic Bank Bhd	315,004,251	172,500,208

**14. TRANSACTIONS WITH BROKERS/DEALERS**

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

Brokers/Dealers	Value of trades RM	Percentage of total trades %
RHB Investment Bank Bhd	292,747,035	21.58
HLG Securities Sendirian Bhd	248,976,444	18.35
Ambank (M) Bhd	130,528,000	9.62
RHB Bank Bhd	113,839,479	8.39
Malayan Banking Bhd (Maybank)	99,920,520	7.36
Ambank Islamic Berhad	79,432,060	5.85
Hwang-DBS Investment Bank Bhd	70,876,300	5.22
Hong Leong Bank Berhad	69,055,600	5.09
CIMB Islamic Bank Berhad #	55,167,000	4.07
Kenanga Investment Bank Berhad	49,528,750	3.65
Others #	146,692,332	10.82
	<u>1,356,763,520</u>	<u>100.00</u>

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

Brokers/Dealers	Value of trades RM	Percentage of total trades %
RHB Investment Bank Bhd	387,267,025	16.94
RHB Bank Bhd	347,838,877	15.21
Hwang-DBS Investment Bank Bhd	265,398,924	11.61
Ambank (M) Bhd	238,664,982	10.44
Malayan Banking Bhd (Maybank)	230,892,758	10.10
CIMB Islamic Bank Bhd #	140,694,250	6.15
HLG Securities Sendirian Bhd	125,933,213	5.51
Hong Leong Bank Bhd	102,778,000	4.49
CIMB Bank Bhd #	93,349,220	4.08
United Overseas Bank Bhd	64,982,500	2.84
Others	288,968,195	12.63
	<u>2,286,767,944</u>	<u>100.00</u>

**14. TRANSACTIONS WITH BROKERS/DEALERS (CONTINUED)**

# Included in the transactions are trades conducted with CIMB Bank Bhd and CIMB Islamic Bank Bhd, fellow related parties to the Manager amounting to RM44,968,750 (2023: RM93,349,200) and RM55,167,000 (2023: RM140,694,250). The Manager is of the opinion that all transactions with the related company have been entered into in the normal course of business at agreed terms between the related parties.

**15. COMPARATIVE FIGURES**

Certain amounts in the comparative financial statements and note disclosures have been reclassified to conform with the current year's presentation. The reclassification is as follows:

	As previously reported RM	Reclassification RM	Restated RM
<b>Statement of financial position</b>			
Cash and cash equivalents	781,071,077	(536,019,295)	245,051,782
Financial assets at fair value through profit or loss	812,603,386	536,019,295	1,348,622,681
<b>Statement of cash flows</b>			
Placement of Shariah-compliant deposits with licensed Islamic financial institutions	-	(1,170,000,000)	(1,170,000,000)
Proceeds from maturity of Shariah-compliant deposits with licensed Islamic financial institutions	-	816,009,000	816,009,000
Profit income received from Shariah-compliant deposits with licensed Islamic financial institutions	21,652,990	(5,792,570)	15,860,420
Net cash used generated from/ (used in) operating activities	145,565,673	(359,783,570)	(214,217,897)
Net increase/(decrease) in cash and cash equivalents	339,299,740	(359,783,570)	(20,483,830)
Cash and cash equivalents at the beginning of the financial year	441,771,337	(176,235,725)	265,535,612
Cash and cash equivalents at the end of the financial year	781,071,077	(536,019,295)	245,051,782
<b>As disclosed in Note 8 to the financial statements</b>			
Financial assets at fair value through profit or loss:			
- Shariah-compliant deposits with licensed Islamic financial institutions	-	536,019,295	536,019,295
<b>As disclosed in Note 9 to the financial statements</b>			
Cash and cash equivalents			
- Shariah-compliant deposits with licensed Islamic financial institutions with original maturity less than 3 months	780,718,586	(536,019,295)	244,699,291

**16. APPROVAL OF FINANCIAL STATEMENTS**

The financial statements have been approved for issue by the Manager on 16 January 2025.

## DIRECTORY

### Head Office of the Manager

Principal Asset Management Berhad (Company No.: 199401018399 (304078-K))  
Level 32, Exchange 106,  
Lingkaran TRX,  
55188 Tun Razak Exchange, Kuala Lumpur  
MALAYSIA.  
Tel: (03) 8680 8000

### Website

[www.principal.com.my](http://www.principal.com.my)

### E-mail address

[myservice@principal.com](mailto:myservice@principal.com)

### Customer Care Centre

(03) 7723 7260

### Chat with us via WhatsApp

(6016) 299 9792

### Trustee for the Principal Islamic Money Market Fund

HSBC (Malaysia) Trustee Berhad (Company No.: 193701000084 (1281-T))  
19th Floor, Menara IQ,  
Lingkaran TRX,  
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Tel: (03) 2075 7800  
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### Shariah Adviser of the Principal Islamic Money Market Fund

Amanie Advisors Sdn. Bhd. (Company No.: 200501007003 (0684050-H))  
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Fax: (03) 2161 0262

### Auditors of the Fund and of the Manager

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