

PRINCIPAL ISLAMIC MONEY MARKET FUND
UNAUDITED SEMI-ANNUAL REPORT
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MAY 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 Unaudited Semi-Annual Fund Report of the Principal Islamic Money Market Fund for the financial period ended 31 May 2024. You may also download this report from our website at www.principal.com.my.

We are happy to share that Principal Malaysia won two honours at the Asia Asset Management 2024 Best of the Best Awards. The awards were for Best of the Best Performance Awards: China A-Share Equity (3 years) for the Principal China Direct Opportunities Fund (Class MYR) and Best of the Best Country Awards: Best Institutional House – Malaysia. We also won another two awards at the 2024 Global Banking & Finance Awards® for Asset Management CEO of the Year Malaysia 2024 - Munirah Khairuddin and Asset Management Company of the Year Malaysia 2024. At the EPF External Fund Managers Awards 2023, we were awarded with the Best International Equity Fund Manager for MSCI EM Latin America 2023 category. The World Business Outlook magazine also awarded us with the Best Investment Management and Solutions Provider Malaysia 2024, Best Institutional House Malaysia 2024, and Asset Management CEO (Munirah Khairuddin) of the Year Malaysia 2024 awards at its 2024 Annual Awards. We also won three awards at iFast Awards 2024 and another 7 awards at the LSEG Lipper Fund 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 (www.principal.com.my), like our Facebook page (@PrincipalAssetMY), follow us on our Instagram account (@principalassetmanagement_my), and LinkedIn page (Principal Asset Management Berhad) for the latest updates, market insights and investment articles.

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

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

Munirah Khairuddin

Country Head and Chief Executive Officer, Malaysia
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 period 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 of 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.*

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.

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

* With effect from 13 August 2021, the Fund were split into Class AI and AR where individual unitholders were designated to Class AR and non-individual unit holders were designated to Class AI.

What was the size of the Fund as at 31 May 2024?

RM1,879.76 million (1,735.27 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 performance comparison only. The benchmark is reflective of the objective of the Fund. Thus, you are cautioned that the risk profile of the Fund is higher than the benchmark.

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 six months financial period ended 31 May 2024?

The Fund distributed a total net income of RM17.79 million to unit holders for the six months financial period ended 31 May 2024.

The Fund's NAV per unit before and after distributions 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

Breakdown of distribution were as follows:

Source of distribution	31.05.2024		31.05.2023	
	RM	%	RM	%
Distribution out of current period's income	17,790,472	100	16,695,831	100
Distribution out of prior period's income/capital	-	-	-	-
Total	17,790,472	100	16,695,831	100

PERFORMANCE DATA

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

	31.05.2024	31.05.2023	31.05.2022
	%	%	%
Unquoted Sukuk and Islamic Commercial Papers	40.45	61.74	85.52
Shariah-compliant deposits with licensed Islamic financial institutions	-	16.69	-
Cash and other assets	59.68	26.46	16.26
Liabilities	(0.13)	(4.89)	(1.78)
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

NAV (RM Million)*

- Class AI	1,379.70	1,410.52	1,429.29
- Class AR	324.21	48.92	113.80
- Class D	175.85	110.51	-

Units in circulation (Million)

- Class AI	1,265.06	1,315.21	1,342.30
- Class AR	299.09	45.62	106.88
- Class D	171.12	108.66	-

NAV per unit (RM)*

- Class AI	1.0906	1.0725	1.0648
- Class AR	1.0840	1.0725	1.0648
- Class D	1.0277	1.0170	-

*Ex-distribution

	01.12.2023 to 31.05.2024	01.12.2022 to 31.05.2023	01.12.2021 to 31.05.2022
Highest NAV per unit (RM)			
- Class AI	1.0916	1.0745	1.0698
- Class AR	1.0871	1.0745	1.0698
- Class D	1.0306	1.0182	-
Lowest NAV per unit (RM)			
- Class AI	1.0815	1.0663	1.0648
- Class AR	1.0817	1.0656	1.0648
- Class D	1.0274	1.0064	-
Total return (%)			
- Class AI	1.81	1.86	0.94
- Class AR	1.81	1.86	0.94
- Class D	1.84	1.90	-
- Capital growth (%)			
- Class AI	0.93	0.66	(0.29)
- Class AR	0.20	0.66	(0.29)
- Class D	0.03	1.05	-
- Income distribution (%)			
- Class AI	0.88	1.19	1.24
- Class AR	1.60	1.19	1.24
- Class D	1.82	0.84	-
Total Expense Ratio ("TER") (%)	0.21	0.21	0.21
Portfolio Turnover Ratio ("PTR") (times) #	0.26	0.39	0.75

PERFORMANCE DATA (CONTINUED)

The Fund's PTR for the financial period under review decreased from 0.39 times to 0.26 times compared to the previous period's corresponding period due to the decrease in number of transactions.

	01.12.2023 to 31.05.2024	01.12.2022 to 31.05.2023	01.12.2021 to 31.05.2022
Date of distribution			
Gross/Net distribution per unit (sen)			
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 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	-

PERFORMANCE DATA (CONTINUED)

	01.12.2023 to 31.05.2024	01.12.2022 to 31.05.2023	01.12.2021 to 31.05.2022
Date of distribution			
Gross/Net distribution per unit (sen)			
Distribution on 29 May 2023			
- Class AI	-	0.23	-
- Class AR	-	0.23	-
- Class D	-	0.14	-
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
	31.05.2024	31.05.2023	31.05.2022
	%	%	%
Annual total return			
- Class AI	3.72	3.14	2.12
- Class AR*	3.73	3.14	2.12
(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.

	31.05.2024	Since inception to 31.05.2023
	%	%
Annual total return		
- Class D	3.79	3.30
(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 period have been extracted from Lipper.

MARKET REVIEW (1 DECEMBER 2023 TO 31 MAY 2024)

Bank Negara Malaysia ("BNM") maintained its overnight policy rate at 3% for the sixth consecutive meeting in May 2024, with policymakers emphasizing that the current monetary policy stance continues to support the economy and aligns with the present evaluation of inflation and growth prospects.

MARKET REVIEW (1 DECEMBER 2023 TO 31 MAY 2024) (CONTINUED)

Malaysia's Gross Domestic Product ("GDP") grew by 4.2% in first quarter of 2024 ("Q124"), surpassing the consensus and advanced estimate of 3.9%. This marks the first upward revision from the advanced estimate since its introduction in third quarter of 2023 ("Q323"). The accelerated growth was driven by a faster expansion in the services sector, which grew by 4.7% (advanced estimate: 4.4%, fourth quarter of 2023 ("Q423"): 4.1%).

Malaysia's headline inflation remained steady at 1.8% in April 2024 (March 2024: 1.8%), slightly below the market expectation of 1.9%. A higher increase in food prices of 2.0% in April 2024 (March 2024: 1.7%) was offset by a smaller increase in transportation costs of 0.8% (March 2024: 1.3%). Utility costs remained high at 3.0% (March 2024: 3.0%) following the revised tariffs in February. Year-to-date ("YTD") inflation registered at 1.7%, but the rate is likely to pick up in the coming months in anticipation of the rollout of fuel subsidy rationalisation in the second half of 2024 ("2H24"), with the diesel subsidy expected to begin as early as June 2024.

FUND PERFORMANCE

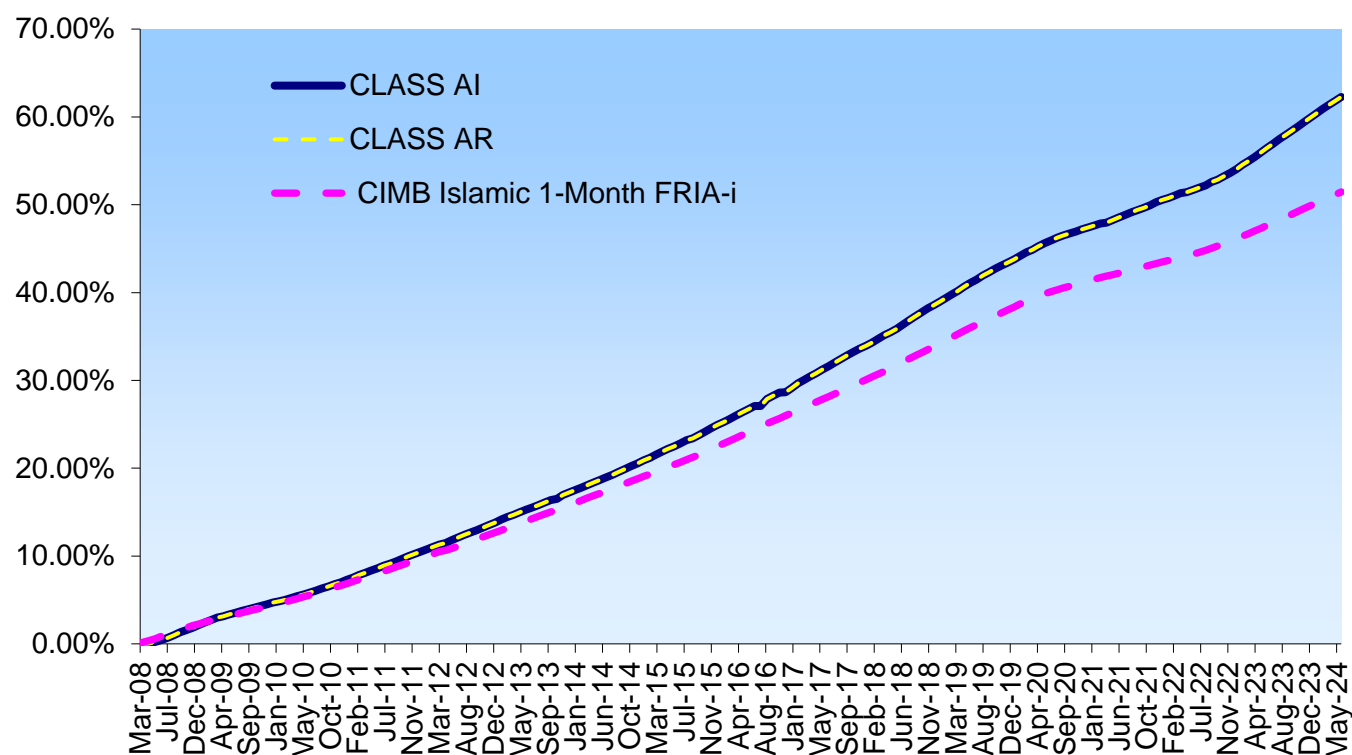
	6 months	1 year	3 years	5 years	Since
	to 31.05.2024	to 31.05.2024	to 31.05.2024	to 31.05.2024	inception
	%	%	%	%	%
Income Distribution					
- Class AI	0.88	2.00	7.21	13.80	48.79
- Class AR	1.60	2.63	7.88	14.50	49.71
- Class D	1.82	2.71	-	-	4.33
Capital Growth					
- Class AI	0.93	1.69	1.89	1.05	9.06
- Class AR	0.20	1.07	1.27	0.44	8.40
- Class D	0.03	1.05	-	-	2.77
Total Return					
- Class AI	1.81	3.72	9.24	14.99	62.27
- Class AR	1.81	3.73	9.25	15.00	62.28
- Class D	1.84	3.79	-	-	7.22
Benchmark					
- Class AI	1.27	2.59	6.49	11.36	51.46
- Class AR	1.27	2.59	6.49	11.36	51.46
- Class D	1.27	2.59	-	-	4.87
Average Total Return					
- Class AI	3.64	3.72	2.99	2.83	3.03
- Class AR	3.64	3.73	2.99	2.83	3.03
- Class D	3.71	3.79	-	-	3.58

As at 31 May 2024, the total return for Class AI on a 1 year, 3 years, and 5 years basis stood at 3.72%, 9.24% and 14.99% respectively meanwhile the total return for Class AR on a 1 year, 3 years, and 5 years basis stood at 3.73%, 9.25% and 15.00% respectively. Both classes outperformed the benchmark in the respective periods. Since inception, the Class AI and AR achieved a total return of 62.27 and 62.28% respectively, also outperforming the benchmark returns. Since inception, the total return for Class D stood at 7.22%.

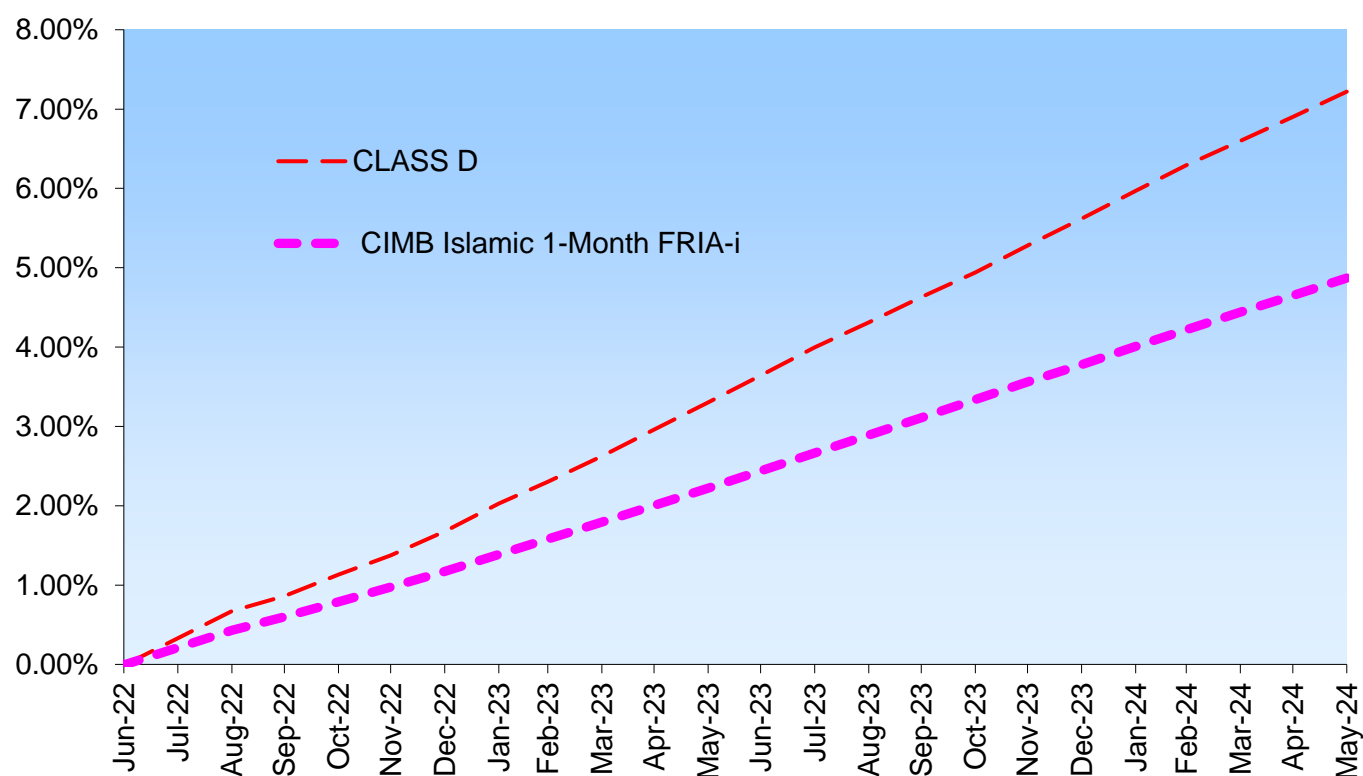
FUND PERFORMANCE (CONTINUED)

Since Inception

Class AI & Class AR



Class D



FUND PERFORMANCE (CONTINUED)

Changes in NAV

	31.05.2024	30.11.2023 Audited	Changes %
CLASS AI			
NAV (RM Million)*	1,379.70	1,357.59	1.63
NAV/Unit (RM)*	1.0906	1.0806	0.93
CLASS AR			
NAV (RM Million)*	324.21	99.74	>100.00
NAV/Unit (RM)*	1.0840	1.0818	0.20
CLASS D			
NAV (RM Million)*	175.85	136.24	29.07
NAV/Unit (RM)*	1.0277	1.0274	0.03

*Ex-distribution

The Fund's NAV for class AI as at 31 May 2024 increased by 1.63% to RM1,379.70 million from RM1,357.59 million on 30 November 2023. Meanwhile, the NAV per unit increased by 0.93% from RM1.0806 per unit to RM1.0906 per unit.

The Fund's NAV for class AR as at 31 May 2024 increased by >100% to RM324.21 million from RM99.74 million on 30 November 2023. Meanwhile, the NAV per unit increased by 0.20% from RM1.0818 unit to RM1.0840 per unit.

The Fund's NAV for class D as at 31 May 2024 stood at RM175.85 million, with a NAV per unit of RM1.0277.

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 period have been extracted from Lipper.

PORTFOLIO STRUCTURE

Asset allocation

(% of NAV)	31.05.2024	30.11.2023 Audited
Unquoted Sukuk and Islamic commercial papers	40.44	50.99
Cash and other assets	59.68	49.11
Liabilities	(0.12)	(0.10)
TOTAL	100.00	100.00

As at 31 May 2024, the Fund was 40.44% invested in unquoted Sukuk and Islamic commercial papers, with the remaining 59.68% in Shariah-compliant deposits, cash and other net assets (net of liabilities).

MARKET OUTLOOK*

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 Monetary Policy Committee ("MPC") will continue to ensure that the monetary policy stance remains consistent with the current assessment of the inflation and growth prospects.

MARKET OUTLOOK* (CONTINUED)

We believe BNM will keep its Overnight Policy Rate (“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 Trustees will not retain any form of rebate or otherwise share in any commission with, any broker or dealer in consideration for directing dealings in the investments of the Principal Malaysia Funds (“Funds”). Accordingly, any rebates or shared commission will be directed to the account of the Fund.

The Manager may retain goods and services (soft commission) provided by any broker or dealer if the following conditions are met:

- (a) the soft commission bring direct benefit or advantage to the management of the Fund and may include research and advisory related services;
- (b) any dealings with the broker or dealer is executed on terms which are the most favourable for the Funds; and
- (c) the availability of soft 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 period 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 period under review.

STATE OF AFFAIR OF THE FUND

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

CIRCUMSTANCES THAT MATERIALLY AFFECT ANY INTEREST OF UNIT HOLDERS

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

CROSS TRADE

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

UNIT SPLIT

No unit split exercise has been carried out during the financial period 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 unaudited financial statements set out on pages 4 to 30 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 31 May 2024 of its financial performance, changes in net assets attributable to unit holders and cash flows for the financial period then ended in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134 - Interim Financial Reporting and International Accounting Standards (“IAS”) 34 - Interim Financial Reporting.

For and on behalf of the Manager

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

MUNIRAH KHAIRUDDIN

Country Head and Chief Executive Officer, Malaysia
Non-Independent Executive Director

UDAY JAYARAM

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

Kuala Lumpur
16 July 2024

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 period ended 31 May 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, Principal Asset Management Berhad has operated and managed the Fund during the period covered by these financial statements in accordance with the following:

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

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

Yap Lay Guat
Manager, Investment Compliance Monitoring

Kuala Lumpur
16 July 2024

SHARIAH ADVISER'S REPORT

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

For the Financial Period Ended 31 May 2024

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

For Amanie Advisors Sdn Bhd

Tan Sri Dr Mohd Daud Bakar
Executive Chairman

Kuala Lumpur

16 July 2024

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MAY 2024**

		01.12.2023 to 31.05.2024	01.12.2022 to 31.05.2023
	Note	RM	RM
INCOME			
Profit income from unquoted Sukuk and Islamic commercial papers		17,124,467	16,838,006
Profit income from Shariah-compliant deposits with licensed Islamic financial Institutions at amortised cost and Hibah earned		15,189,180	10,846,895
Net gain on financial assets at fair value through profit or loss	8	35,668	2,102,767
		<u>32,349,315</u>	<u>29,787,668</u>
EXPENSES			
Management fee	4	3,244,805	2,889,616
Trustee fee	5	121,680	144,481
Audit fee		4,202	4,188
Tax agent's fee		2,001	4,995
Other expenses		19,064	10,046
		<u>3,391,752</u>	<u>3,053,326</u>
PROFIT BEFORE DISTRIBUTION AND TAXATION		28,957,563	26,734,342
Distribution:			
Class AI		10,389,465	15,285,433
Class AR		4,551,075	649,418
Class D		2,849,932	760,980
	6	<u>17,790,472</u>	<u>16,695,831</u>
PROFIT BEFORE TAXATION		11,167,091	10,038,511
Taxation	7	-	-
PROFIT AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD		<u>11,167,091</u>	<u>10,038,511</u>
Profit after taxation is made up as follows:			
Realised amount		11,293,357	12,622,871
Unrealised amount		(126,266)	(2,584,360)
		<u>11,167,091</u>	<u>10,038,511</u>

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

**UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 31 MAY 2024**

		31.05.2024	30.11.2023
			Audited
	Note	RM	RM
ASSETS			
Cash and cash equivalents	9	1,114,585,174	781,071,077
Financial assets at fair value through profit or loss (Shariah-compliant)	8	760,186,491	812,603,386
Amount due from dealers		5,003,904	-
Amount due from Manager		2,189,348	1,601,213
TOTAL ASSETS		<u>1,881,964,917</u>	<u>1,595,275,676</u>
LIABILITIES			
Amount due to Manager		820,233	1,188,360
Accrued management fee		629,188	482,629
Amount due to Trustee		23,595	18,099
Distribution payable		729,856	931
Other payables and accruals		8,882	16,325
TOTAL LIABILITIES		<u>2,211,754</u>	<u>1,706,344</u>
NET ASSET VALUE OF THE FUND		<u>1,879,753,163</u>	<u>1,593,569,332</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>1,879,753,163</u>	<u>1,593,569,332</u>
REPRESENTED BY:			
FAIR VALUE OF OUTSTANDING UNITS (RM)			
- Class AI		1,379,695,963	1,357,588,628
- Class AR		324,207,058	99,738,289
- Class D		175,850,142	136,242,415
		<u>1,879,753,163</u>	<u>1,593,569,332</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)			
- Class AI		1,265,057,027	1,256,275,890
- Class AR		299,090,577	92,195,518
- Class D		171,116,409	132,609,263
	10	<u>1,735,264,013</u>	<u>1,481,080,671</u>
NET ASSET VALUE PER UNIT (RM) (EX-DISTRIBUTION)			
- Class AI		1.0906	1.0806
- Class AR		1.0840	1.0818
- Class D		<u>1.0277</u>	<u>1.0274</u>

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

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MAY 2024**

	01.12.2023 to 31.05.2024	01.12.2022 to 31.05.2023
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL PERIOD	Note <u>1,593,569,332</u>	<u>1,340,490,077</u>
Movement due to units created and cancelled during the financial period:		
- Creation of units from applications		
- Class AI	551,303,928	531,812,228
- Class AR	411,758,482	36,653,302
- Class D	<u>131,238,055</u>	<u>140,159,941</u>
	<u>1,094,300,465</u>	<u>708,625,471</u>
- Creation of units from distributions		
- Class AI	10,381,677	15,285,433
- Class AR	1,718,834	644,956
- Class D	<u>2,849,932</u>	<u>760,980</u>
	<u>14,950,443</u>	<u>16,691,369</u>
- Cancellation of units		
- Class AI	(550,780,439)	(370,303,097)
- Class AR	(188,981,480)	(52,203,717)
- Class D	<u>(94,472,249)</u>	<u>(83,382,481)</u>
	<u>(834,234,168)</u>	<u>(505,889,295)</u>
Total comprehensive income for the financial period	<u>11,167,091</u>	<u>10,038,511</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL PERIOD	<u>1,879,753,163</u>	<u>1,569,956,133</u>

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

**UNAUDITED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MAY 2024**

	01.12.2023 to 31.05.2024 RM	01.12.2022 to 31.05.2023 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Purchase of unquoted Sukuk and Islamic Commercial Papers	(621,589,864)	(1,031,800,384)
Proceeds from disposal of unquoted Sukuk and Islamic Commercial Papers	212,414,313	95,501,487
Proceeds from redemption of unquoted Sukuk and Islamic Commercial Papers	-	5,005,112
Proceeds from maturity of Shariah-compliant deposits with licensed Islamic financial institutions	462,400,000	866,720,000
Placement of Shariah-compliant deposits with licensed Islamic financial institutions	-	(262,074,521)
Profit income received from Shariah-compliant deposits with licensed Islamic financial institutions and Hibah received	355,057,996	9,709,808
Profit income received from unquoted Sukuk and Islamic Commercial Papers	10,779,603	23,408,807
Management fee paid	(3,098,246)	(2,766,591)
Trustee fee paid	(116,184)	(138,330)
Payments for other fees and expenses	(32,710)	(17,646)
Net cash generated from /(used in) operating activities	415,814,908	(296,452,258)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash proceeds from units created	1,093,712,330	712,034,360
Payments for cancellation of units	(834,602,295)	(446,594,604)
Distributions paid	(2,111,106)	(4,300)
Net cash generated from financing activities	256,998,929	265,435,456
Net increase/(decrease) in cash and cash equivalents	672,813,837	(31,016,802)
Cash and cash equivalents at the beginning of the financial period	441,771,337	441,771,337
Cash and cash equivalents at the end of the financial period	1,114,585,174	410,754,535
<u>Cash and cash equivalents comprised of:</u>		
Bank balances	98,095,516	809,716
Shariah-compliant deposits with licensed Islamic financial institutions	1,016,489,658	409,944,819
Cash and cash equivalents at the end of the financial period	1,114,585,174	410,754,535

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MAY 2024**

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

Principal Islamic Money Market Fund (the “Fund”) is governed by a Master 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 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, Twenty second Supplemental Master Deed dated 17 December 2021, Twenty third Supplemental Master Deed dated 27 June 2022 and 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 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.

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.

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

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

2. MATERIAL ACCOUNTING POLICIES

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

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

2. MATERIAL ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

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

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

It also requires the Manager to exercise their judgement in the process of applying the Fund's accounting policies. Although these estimates and 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 that are effective for financial period 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 period beginning on/after 1 June 2024 to the financial statements of the Fund.

(b) Financial assets and financial liabilities

Classification

The Fund classify 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 Shariah-compliant 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 principal and interest¹ ("SPPI"). However, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments are measured at fair value through profit or loss.

The Fund classifies cash and cash equivalents, amount due from dealers 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.

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

2. MATERIAL ACCOUNTING POLICIES (CONTINUED)

(b) Financial assets and financial liabilities (continued)

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 Shariah-compliant investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

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

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

Unquoted Sukuk and Islamic Commercial Papers denominated in Malaysian Ringgit ("MYR"/("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 financial period from the date of placement to the date of maturity of the respective deposits.

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

Impairment 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 consider both historical analysis and forward-looking information in determining any ECL. The Manager consider the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12-month ECL as any such impairment would be wholly insignificant to the Fund.

Significant increase in credit risk

A significant increase in credit risk is defined by the Manager as any contractual payment which is more than 30 days past due.

Definition of default and credit-impaired financial assets

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

2. MATERIAL ACCOUNTING POLICIES (CONTINUED)

Write-off

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

(c) Income recognition

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

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

Realised gain or loss on disposal of 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 MYR, 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 balances and Shariah-compliant deposits held in highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(f) Taxation

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

(g) Distribution

A distribution to the Fund's unit holders is accounted for as a deduction from realised reserve. A proposed distribution is recognised as a liability in the financial period in which it is approved by the Trustee.

2. MATERIAL ACCOUNTING POLICIES (CONTINUED)

(h) Unit holders' contributions

The unit holders' contributions to the Fund meet the criteria to be classified as equity instruments under "MFRS 132 *Financial Instruments: Presentation*". Those criteria include:

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

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

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

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

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

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

Estimate of fair value of unquoted Sukuk and Islamic Commercial Papers

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

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

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. RISK MANAGEMENT OBJECTIVES AND POLICIES

The investment objective of the Fund is 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.

(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 Fund is exposed to price risk arising from interest rate fluctuation in relation to its investments in unquoted Sukuk and Islamic Commercial Papers. The Fund's exposure to price risk arising from interest rate fluctuation and the related sensitivity analysis are disclosed in "interest rate risk" below.

(ii) Interest rate risk

In general, when interest rates rise, unquoted Sukuk 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 and 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. Furthermore, unquoted Sukuk and Islamic Commercial Papers with longer maturity and lower yield coupon rates are more susceptible to interest rate movements.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

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

The Fund's exposure to interest rate risk associated with Shariah-compliant deposits with licensed Islamic financial institutions is not material as the Shariah-compliant deposits are held on short-term basis. The Fund is not exposed to cash flow interest rate risk as the Fund does not hold any financial instruments at variable interest rate.

(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. For this Fund, the unquoted Sukuk and Islamic Commercial Papers investments must satisfy a minimum rating requirement of at least "BBB3" or "P2" rating by RAM Rating Services Berhad ("RAM Ratings") or equivalent rating by Malaysian Rating Corporation Berhad ("MARC") or by local rating agency(ies) of the country of issuance; "BBB-" by Standard & Poor's ("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 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.

(c) Liquidity risk

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

The Manager manages this risk by maintaining sufficient level of liquid assets to meet anticipated payments and cancellations of the units by unit holders. Liquid assets comprise bank balances and Shariah-compliant deposits with licensed Islamic financial institutions, which are capable of being converted into cash within 7 business days.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(c) Liquidity risk (continued)

Generally, all investments are subject to a certain degree of liquidity risk depending on the nature of the investment instruments, market, sector, and other factors. For the purpose of the Fund, the Manager will attempt to balance the entire portfolio by investing in a mix of assets with satisfactory trading volume and those that occasionally could encounter poor liquidity. This is expected to reduce the risks for the entire portfolio without limiting the Fund's growth potentials.

(d) Capital risk management

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

(e) Fair value estimation

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

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

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

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

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

The determination of what constitutes 'observable' requires significant judgement by the Fund. The Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
31.05.2024				
Financial assets at fair value through profit or loss:				
- Unquoted Sukuk and Islamic commercial papers	-	760,186,491	-	760,186,491
30.11.2023				
Audited				
Financial assets at fair value through profit or loss:				
- Unquoted Sukuk and Islamic commercial papers	-	812,603,386	-	812,603,386

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. This includes unquoted Sukuk 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 dealers, 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 six months financial period ended 31 May 2024, the management fee was recognised at a rate of 0.40% per annum (31.05.2023: 0.50% per annum).

Class AI	Class AR	Class D
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 0.015% 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 (if any).

For the six months financial period ended 31 May 2024, the Trustee fee was recognised at a rate of 0.015% per annum (31.05.2023: 0.02% per annum).

Class AI	Class AR	Class D
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 distribution declaration date).

Breakdown of distribution were as follows:

	31.05.2024		31.05.2023	
	RM	%	RM	%
Source of distribution				
Distribution out of current period's income	17,790,472	100	16,695,831	100
Distribution out of prior period's income/ capital	-	-	-	-
Total	17,790,472	100	16,695,831	100

	01.12.2023 to 31.05.2024 RM	01.12.2022 to 31.05.2023 RM
Gross/Net distribution per unit (sen)		
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	-

6. DISTRIBUTIONS (CONTINUED)

	01.12.2023 to 31.05.2024 RM	01.12.2022 to 31.05.2023 RM
Gross/Net distribution per unit (sen)		
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 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

Gross distribution per unit was derived from gross realised income less expenses, 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.

During the financial period ended 31 May 2024, the Fund recorded unrealised loss of RM126,266 (31.05.2023: RM2,584,360).

7. TAXATION

	01.12.2023 to 31.05.2024 RM	01.12.2022 to 31.05.2023 RM
Tax charged for the financial period:		
- 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:

	01.12.2023 to 31.05.2024 RM	01.12.2022 to 31.05.2023 RM
Profit before taxation	11,167,091	10,038,511
Taxation at Malaysian statutory rate of 24% (31.05.2023: 24%)	2,680,102	2,409,243
Tax effects of:		
- Investment income not subject to tax	(7,763,836)	(7,149,040)
- Expenses not deductible for tax purposes	4,303,972	4,044,914
- Restriction on tax deductible expenses for Unit Trust Funds	779,762	694,883
Taxation	-	-

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31.05.2024 RM	30.11.2023 Audited RM
At fair value through profit or loss:		
- Unquoted Sukuk	705,224,191	742,976,586
- Islamic commercial papers	54,962,300	69,626,800
	760,186,491	812,603,386
	01.12.2023 to 31.05.2024 RM	01.12.2022 to 31.05.2023 RM
Net gain on financial assets at fair value through profit or loss:		
- Realised gain/(loss) on disposals	161,934	(87,103)
- Unrealised fair value (loss)/gain	(126,266)	2,189,870
	35,668	2,102,767

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
31.05.2024				
UNQUOTED SUKUK				
Amanat Lebuhraya Rakyat Bhd 4.28% 11/10/2024 (AAA)	15,000,000	15,099,851	15,121,818	0.80

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
31.05.2024				
UNQUOTED SUKUK				
(CONTINUED)				
Anih Bhd 5.46% 29/11/2024 (AA)	5,000,000	5,039,510	5,031,044	0.27
AZRB Capital Sdn Bhd 4.85% 26/12/2024 (AA)	26,000,000	26,541,062	26,575,758	1.41
Bank Pembangunan Malaysia Bhd 2.80% 10/10/2025 (AAA)	11,500,000	11,393,318	11,409,560	0.61
Bank Simpanan Nasional 3.74% 13/02/2026 (AAA)	40,000,000	40,438,553	40,440,953	2.15
BGSM Management Sdn Bhd 5.45% 28/06/2024 (AA3)	17,800,000	18,235,489	18,234,376	0.97
Cagamas Bhd 3.31% 31/01/2025 (AAA)	12,500,000	12,608,541	12,617,211	0.67
Danum Capital Bhd 2.97% 13/05/2025 (AAA)	250,000	248,892	248,822	0.01
Edra Energy Sdn Bhd 5.76% 05/07/2024 - Tranche (AA3)	25,000,000	25,626,715	25,625,390	1.36
Edra Energy Sdn Bhd 5.79% 03/01/2025 - Tranche (AA3)	25,000,000	25,849,184	25,867,432	1.38
Edra Energy Sdn Bhd 5.82% 04/07/2025 - Tranche (AA3)	5,000,000	5,205,553	5,221,344	0.28
Edra Solar Sdn Bhd 4.25% 11/10/2024 (AA2)	10,000,000	10,069,432	10,071,719	0.54
Exsim Capital Resources Bhd 4.50% 09/07/2025 (AA2)	470,000	477,978	478,184	0.03
Fortune Premiere Sdn Bhd 5.05% 05/09/2025 (AA)	5,000,000	5,116,767	5,125,093	0.27
Gamuda Land (T12) Sdn Bhd 3.55% 12/08/2025 (AA3)	100,000	100,700	100,814	0.01
IJM Corporation Bhd 4.60% 17.10.2024 (AA3)	5,000,000	5,041,365	5,044,406	0.27
Jimah East Power Sdn Bhd 5.40% 04/12/2024 (AA)	10,000,000	10,332,433	10,337,901	0.55
Jimah East Power Sdn Bhd 5.42% 4/6/2025 (AA)	10,000,000	10,395,565	10,407,188	0.55

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 %
31.05.2024 (CONTINUED)				
UNQUOTED SUKUK				
(CONTINUED)				
Kapar Energy Ventures 4.79% 05/07/2024 (AA)	10,000,000	10,202,680	10,202,425	0.54
Kapar Energy Ventures 4.87% 04/07/2025 (AA)	5,000,000	5,147,927	5,149,784	0.27
Konsortium KAJV Sdn Bhd 5.15% 13/05/2025 (AA)	200,000	200,921	200,930	0.01
Malakoff Power Bhd 5.55% 17/12/2024 (AA)	22,500,000	23,212,139	23,243,200	1.24
Manjung Island Energy Bhd 4.36% 25/11/2024 (AAA)	5,000,000	5,019,206	5,021,286	0.27
MMC Corporation Bhd 5.80% 12/11/2025 (AA)	29,000,000	29,799,714	29,858,086	1.59
NORTHPORT 5.78% 19/12/2024 (AA)	15,000,000	15,535,858	15,548,211	0.83
Pelabuhan Tanjung Pelepas Sdn Bhd 3.15% 28/08/2025 (AA)	5,000,000	4,987,922	5,002,662	0.27
Pelabuhan Tanjung Pelepas Sdn Bhd 3.74% 18/06/2025 (AA)	5,000,000	5,068,677	5,083,496	0.27
Pengurusan Air SPV Bhd 4.00% 04/06/2024 (AAA)	60,000,000	61,184,518	61,183,562	3.25
Perbadanan Kemajuan Pertanian Negeri Pahang 3.96% 30/10/2024 (AA3)	20,000,000	19,993,380	20,014,036	1.06
Perbadanan Kemajuan Pertanian Negeri Pahang 4.11% 30/10/2025 (AA3)	1,000,000	992,690	995,063	0.05
Press Metal Aluminium Holding Bhd 4.00% 15/08/2025 (AA2)	2,800,000	2,838,208	2,837,989	0.15
Press Metal Aluminium Holding Bhd 4.10% 17/10/2024 (AA2)	67,600,000	67,994,253	68,026,880	3.62
Projek Lebuh raya Usahasama Bhd Sukuk Plus 4.64% 10/01/2025 (AAA)	26,000,000	26,593,056	26,616,834	1.42
Quantum Solar Park Green Sri Sukuk 5.32% 4/10/24 (AA)	5,000,000	5,059,153	5,062,703	0.27
Sabah Credit Corporation 3.78% 30/04/2025 (AA1)	15,000,000	15,050,698	15,056,759	0.80
Sarawak Energy Bhd 5.00% 04/07/2024 (AAA)	1,200,000	1,225,898	1,225,933	0.07
Sarawak Hidro Sdn Bhd 4.38% 11/08/2025 (AAA)	8,500,000	8,674,462	8,683,685	0.46

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 %
31.05.2024 (CONTINUED)				
UNQUOTED SUKUK				
(CONTINUED)				
Solarpack Suria Sungai Petani 4.47% 04/10/2024 (AA2)	5,000,000	5,043,778	5,043,303	0.27
Southern Power Generation 4.85% 31/10/2024 (AA)	10,000,000	10,079,244	10,086,621	0.54
Suria KLCC Sdn Bhd 4.73% 31/12/2024 (AAA)	300,000	307,894	308,045	0.02
Tanjung Bin Power Sdn Bhd- 5.01% 16/08/2024 (AA2)	20,000,000	20,335,980	20,337,992	1.08
Tanjung Bin Power Sdn Bhd-5.12% 15/08/2025 (AA2)	10,000,000	10,274,647	10,289,690	0.55
TNB Western Energy Bhd 5.06% 30/07/2024 (AAA)	10,000,000	10,186,990	10,190,015	0.54
TNB Western Energy Bhd 5.1% 30/01/2025 (AAA)	10,000,000	10,253,781	10,253,263	0.55
TNB Western Energy Bhd 5.14% 30/07/2025 (AAA)	10,000,000	10,310,561	10,310,511	0.55
TNB Western Energy Bhd 5.18% 30/01/2026 (AAA)	15,000,000	15,548,212	15,543,388	0.83
Toyota Capital (M) Sdn Bhd 3.80% 24/12/2024 (AAA)	12,500,000	12,624,761	12,628,932	0.67
UEM Sunrise Bhd 5.32% 11/12/2024 (AA)	10,000,000	10,296,659	10,327,553	0.55
UEM Sunrise Bhd 5.39% 05/03/2026 (AA)	20,000,000	20,714,371	20,733,795	1.10
UEM Sunrise Bhd 4.60% 14/02/2025 (AA)	5,000,000	5,091,258	5,092,625	0.27
UEM Sunrise Bhd 5.15% 31/10/2025 (AA)	10,000,000	10,216,487	10,211,951	0.54
UEM Sunrise Bhd 5.25% 14/04/2025 (AA)	5,000,000	5,090,553	5,091,901	0.27
UMW Hldg Bhd 3.03% 05/11/2025 (AA)	1,500,000	1,487,163	1,488,028	0.08
UniTapah Sdn Bhd 5.54% 12/06/2024 (AAA)	5,000,000	5,133,088	5,132,481	0.27
UniTapah Sdn Bhd 5.59% 12/12/2024 (AAA)	5,000,000	5,169,027	5,181,560	0.28
TOTAL UNQUOTED SUKUK	691,720,000	704,766,722	705,224,191	37.53

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 %
31.05.2024 (CONTINUED)				
UNQUOTED SUKUK (CONTINUED)				
ISLAMIC COMMERCIAL PAPERS				
Sabah Credit Corporation 182D 18/07/2024 (P1)	5,000,000	4,974,911	4,976,800	0.26
Sunway Treasury Sukuk Sdn Bhd 428/2024 91D 07/06/2024 (P1)	50,000,000	49,967,952	49,985,500	2.66
TOTAL ISLAMIC COMMERCIAL PAPERS	55,000,000	54,942,863	54,962,300	2.92
TOTAL UNQUOTED SUKUK AND ISLAMIC COMMERCIAL PAPERS	746,720,000	759,709,585	760,186,491	40.45
ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT AT FAIR VALUE THROUGH PROFIT OR LOSS		476,906		
TOTAL UNQUOTED FINANCIAL ASSETS AT AT FAIR VALUE THROUGH PROFIT OR LOSS		760,186,491		
30.11.2023 (Audited)				
UNQUOTED SUKUK				
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

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 %
30.11.2023 (Audited) (CONTINUED) UNQUOTED SUKUK (CONTINUED)				
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
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

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 %
30.11.2023 (Audited) (CONTINUED) UNQUOTED SUKUK (CONTINUED)				
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
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

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 %
30.11.2023 (Audited) (CONTINUED) UNQUOTED SUKUK (CONTINUED)				
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
TOTAL UNQUOTED SUKUK	730,150,000	742,427,898	742,976,586	46.62
ISLAMIC COMMERCIAL PAPERS				
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
TOTAL ISLAMIC COMMERCIAL PAPERS	70,000,000	69,561,655	69,626,800	4.37
TOTAL UNQUOTED SUKUK AND ISLAMIC COMMERCIAL PAPERS	800,150,000	811,989,553	812,603,386	50.99
ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		613,833		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		812,603,386		

9. CASH AND CASH EQUIVALENTS

	31.05.2024	30.11.2023
	RM	Audited RM
Short term Shariah-compliant deposits with licensed Islamic financial institutions	1,016,489,658	780,718,586
Bank balance	98,095,516	352,491
	<u>1,114,585,174</u>	<u>781,071,077</u>

10. NUMBER OF UNITS IN CIRCULATION (UNITS)

	01.12.2023 to 31.05.2024	01.12.2022 to 30.11.2023 Audited
	No. of units	No. of units
(i) Class AI	1,265,057,027	1,256,275,890
(ii) Class AR	299,090,577	92,195,518
(iii) Class D	171,116,409	132,609,263
	<u>1,735,640,013</u>	<u>1,481,080,671</u>
 (i) Class AI		
At the beginning of the financial period/year	1,256,275,890	1,149,619,482
Add: Creation of units from applications	507,037,025	1,699,503,779
Add: Creation of units from distributions	9,561,995	27,194,665
Less: Cancellation of units	(507,817,883)	(1,620,042,036)
At the end of the financial period/year	<u>1,265,057,027</u>	<u>1,256,275,890</u>
 (ii) Class AR		
At the beginning of the financial period/year	92,195,518	59,554,207
Add: Creation of units from applications	379,478,626	175,352,132
Add: Creation of units from distributions	1,586,394	1,531,547
Less: Cancellation of units	(174,169,961)	(144,242,368)
At the end of the financial period/year	<u>299,090,577</u>	<u>92,195,518</u>
 (iii) Class D		
At the beginning of the financial period/year	132,609,263	51,761,608
Add: Creation of units from applications	127,538,707	241,933,627
Add: Creation of units from distributions	2,773,783	1,824,691
Less: Cancellation of units	(91,805,344)	(162,910,663)
At the end of the financial period/year	<u>171,116,409</u>	<u>132,609,263</u>

11. TOTAL EXPENSE RATIO ("TER")

	01.12.2023 to 31.05.2024	01.12.2022 to 31.05.2023
	%	%
TER	<u>0.21</u>	<u>0.21</u>

11. TOTAL EXPENSE RATIO (“TER”) (CONTINUED)

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 period calculated on a daily basis was RM1,621,862,840 (31.05.2023: RM1,448,591,347).

12. PORTFOLIO TURNOVER RATIO (“PTR”)

	01.12.2023 to 31.05.2024	01.12.2022 to 31.05.2023
PTR (times)	0.26	0.39

PTR was derived from the following calculation:

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

where:

total acquisition for the financial period = RM626,246,052(31.05.2023: RM1,029,563,353)

total disposal for the financial period = RM215,596,850 (31.05.2023: RM95,149,472)

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

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

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

<u>Related parties</u>	<u>Relationship</u>
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 Manager

Units held by the Manager and parties related to the Manager

	31.05.2024		30.11.2023	
	No. of units	RM	No. of units	Audited RM
Manager				
Principal Asset Management Berhad				
- Class AI	13,616	14,849	3,659	3,954
- Class AR	3,581	3,882	2,401	2,597
- Class D	-	-	-	-

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.

	01.12.2023 to 31.05.2024 RM	01.12.2022 to 31.05.2023 RM
<u>Significant related party transactions</u>		
Profit income from Shariah-compliant deposits with licensed Islamic financial institution:		
- CIMB Islamic Bank Bhd	<u>2,854,384</u>	<u>651,041</u>

14. TRANSACTIONS WITH DEALERS

Details of transactions with the top 10 dealers for the six months financial period ended 31 May 2024 were as follows:

Dealers	Value of trades	Percentage of total trades
	RM	%
RHB Investment Bank Bhd	152,206,085	18.08
HLG Securities Sdn Bhd	118,777,962	14.11
Malayan Banking Bhd	90,110,000	10.70
Amlslamic Bank Bhd	79,432,060	9.44
Hwang-DBS Investment Bank Bhd	70,876,300	8.42
RHB Bank Bhd	57,232,645	6.80
Hong Leong Bank Bhd	55,372,500	6.58
CIMB Islamic Bank Bhd #	55,167,000	6.55
AmBank (M) Bhd	50,053,100	5.95
Kenanga Investment Bank Bhd	49,528,750	5.88
Others	63,086,500	7.49
	<u>841,842,902</u>	<u>100.00</u>

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

Dealers	Value of trades	Percentage of total trades
	RM	%
RHB Investment Bank Bhd	256,445,025	22.80
RHB Bank Bhd	183,120,254	16.28
Hwang-DBS Investment Bank Bhd	152,573,203	13.57
Malayan Banking Bhd	135,953,568	12.09
AmBank (M) Bhd	109,083,372	9.70
Amlslamic Bank Berhad	69,353,450	6.17
CIMB Bank Bhd #	63,146,220	5.61
HLG Securities Sdn Bhd	59,555,983	5.30
Hong Leong Bank Berhad	37,543,750	3.34
CIMB Islamic Bank Bhd #	30,420,000	2.70
Others	27,518,000	2.44
	<u>1,124,712,825</u>	<u>100.00</u>

Included in the transactions are trades conducted with CIMB Bank Bhd and CIMB Islamic Bank Bhd, related parties to the Manager amounting to Nil (31.05.2023: RM63,146,220) and RM55,167,000 (31.05.2023: RM30,420,000) respectively. The Manager is of the opinion that all transactions with the related companies have been entered into in the normal course of business at agreed terms between the related party.

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