

Date of issuance: 30 August 2023

Product Highlights Sheet

Principal Islamic PRS Plus*

- Principal Islamic PRS Plus Moderate

* The name "PRS Plus" is the name of the PRS solution by Principal Malaysia. It does not in any way connote or warrant that this Scheme will necessarily outperform other PRS or have additional features that may be lacking in other PRS solutions.

Responsibility Statement

This PHS has been reviewed by the authorised committee approved by the directors of Principal Malaysia. Having made all reasonable inquiries, they confirm to the best of their knowledge and belief, that there are no false or misleading statements or omission of other facts which would make any statement in this PHS false or misleading.

Statement of Disclaimer

The Securities Commission Malaysia ("SC") has approved the Principal Islamic PRS Plus and authorised the Principal Islamic PRS Plus Moderate (iPRS-M), and a copy of this PHS has been lodged with the SC. The approval and authorisation, as well as the lodgement of this PHS, should not be taken to indicate that the SC recommends the Principal Islamic PRS Plus or iPRS-M, or assumes responsibility for the correctness of any statement made or opinion or report expressed in this PHS.

The SC is not liable for any non-disclosure on the part of Principal Malaysia who is responsible for the Principal Islamic PRS Plus and iPRS-M and takes no responsibility for the contents of this PHS. The SC makes no representation on the accuracy or completeness of this PHS, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

The PRS Provider

Principal Malaysia was incorporated on 13 June 1994 and is a joint venture between Principal Financial Group, Inc. and CIMB Group Sdn. Bhd. Principal Malaysia has experience operating unit trust funds since 1994.

This PHS supersedes the PHS dated 23 September 2022.

This PHS only highlights the key features and risks of this Principal Islamic PRS Plus and iPRS-M. We recommend that you read this PHS together with the Disclosure Document. You are advised to request, read and understand the Disclosure Document before deciding to invest.

Brief Information on Principal Islamic PRS Plus

Principal Islamic PRS Plus is an Islamic investment Scheme designed to help you build and grow your savings* for retirement. The Scheme comprises of a range of Islamic retirement funds, which you may choose to invest based on your retirement needs, risk appetite and age profile.

* The Funds are neither capital guaranteed nor capital protected funds.

The Scheme consists of the following Funds:

Name	Abbreviation	Fund Category
Core Funds		
Principal Islamic RetireEasy 2060	iRE60	Core – Mixed asset (Islamic TDF)
Principal Islamic RetireEasy 2050	iRE50	Core – Mixed asset (Islamic TDF)
Principal Islamic RetireEasy 2040	iRE40	Core – Mixed asset (Islamic TDF)
Principal Islamic RetireEasy 2030	iRE30	Core – Mixed asset (Islamic TDF)
Principal Islamic RetireEasy Income	iREI	Core - Mixed asset (Shariah-compliant)
Non-Core Funds		
Principal Islamic PRS Plus Conservative	iPRS-C	Sukuk
Principal Islamic PRS Plus Moderate	iPRS-M	Balanced (Shariah-compliant)
Principal Islamic PRS Plus Growth	iPRS-G	Mixed asset (Shariah-compliant)
Principal Islamic PRS Plus Equity	iPRS-E	Feeder Fund - Equity (Shariah-compliant)
Principal Islamic PRS Plus Asia Pacific Ex Japan Equity	iPRS-AP	Feeder Fund - Equity (Shariah-compliant)

Note: Effective 23 September 2022, Members who opt for Default Option will be allocated into one of the Core Funds, i.e., the iRE60, iRE50, iRE40, iRE30 and iREI. The iPRS-C, iPRS-M and iPRS-G will be repositioned as Non-Core Funds.

All existing Default Option Members of iPRS-C, iPRS-M & iPRS-G will be switched into one of the Core Funds according to their year of birth. Please refer to “Scheme Details” Chapter of the Disclosure Document for more information.

This PHS only provides information on iPRS-M.

Product Suitability

This Fund is suitable for Members who:

- want a Shariah-compliant investment.
- are willing to accept some fluctuations in the value of his/her investment.
- want a diversified portfolio of Shariah-compliant equities and Sukuk that may have some foreign exposure.

Key Product Features

Principal Islamic PRS Plus	
PRS Provider	Principal Asset Management Berhad
Trustee	Deutsche Trustees Malaysia Berhad
Shariah Adviser	Amanie Advisors Sdn Bhd
Solicitor	Soon Gan Dion & Partners
Principal Islamic PRS Plus Moderate	
Fund category	Balanced (Shariah-compliant)
Investment objective	The Fund seeks to provide a moderate level of capital growth over the long-term by investing in a diversified portfolio of Shariah-compliant equity and Sukuk.
Benchmark	60% FTSE Bursa Malaysia EMAS Shariah Index + 40% Quant shop GII Short Index for performance comparison purpose only.
Investment policy and principal investment strategy	The Fund will invest in a mix of Shariah-compliant equities and Sukuk to provide a moderate level of capital growth to the Fund. The fixed income portion will provide capital stability to the Fund whilst the equity portion will provide the added return in a rising market. The Fund may opt to invest in Sukuk and Shariah-compliant equities either directly or via Islamic CIS. The investments by the Fund in Shariah-compliant equities which include foreign exposure shall not exceed 60% of the Fund's NAV and investments in local and/or foreign Sukuk shall not be less than 40% of its NAV with a minimum credit rating of “BBB3” or “P2” by RAM or equivalent rating by MARC or “BBB” or “A-2” by S&P or equivalent rating by any other international rating agencies. Notwithstanding, the Fund may also invest up to 5% of its NAV in unrated Sukuk.
Asset allocation	<ul style="list-style-type: none"> ▪ At least 40% of the Fund's NAV will be invested in Sukuk, of which up to 5% of the Fund's NAV may be invested in unrated Sukuk; ▪ Up to 60% of the Fund's NAV may be invested in Shariah-compliant equities; and ▪ Up to 5% of the Fund's NAV may be invested in Islamic liquid assets for liquidity purpose.
Launch date	12 November 2012
Financial year-end	31 August
Distribution policy	The Fund is not expected to pay any distribution.

Classes	Class A	Class C	Class X
Min initial contribution (including RSP)	RM100	RM100	RM100
Min subsequent investment (including RSP)	RM50	RM50	RM50
Min withdrawal	RM50 or 100 Units	RM50 or 100 Units	RM100 or 200 Units

How Does the Scheme Work?

PRS is a voluntary scheme designed to help you build your nest egg for retirement. You can personalize and select a combination of the Funds that best suits your risk and return preference. You decide how much, how often and what Fund to invest in based on your retirement goals.

Contribution

All contributions made by or on behalf of you will be split upon each contribution being made and maintained in two (2) separate sub-accounts as follows:

- Sub-account A holds 70% of all contributions made to any of the Funds.
- Sub-account B holds 30% of all contributions made to any of the Funds.

Investment Option

You may choose to:

- Do-It-Myself:** You can contribute to the Scheme by selecting any one or a combination of the Funds based on your preferred risk and return profile until retirement.
- Do-It-For-Me (Default Option):** This is the best choice if you are unsure which Fund suits you the most. We will allocate your contributions into one of the Core Funds based on your year of birth as listed in the table below. By this, you will be investing in a fund that offers an age-appropriate risk and return profile based on your current age.

Core Funds	Year of birth	Expected year of retirement*
iRE60	1996 – 2005	2051 – 2060
iRE50	1986 – 1995	2041 – 2050
iRE40	1976 – 1985	2031 – 2040
iRE30	1968 – 1975	2023 – 2030
iREI	On or before 1967	N/A – Retired

* Based on the Retirement Age.

Cooling-Off Period

You have six (6) Business Days after your initial contribution (i.e. the date the complete application is received and accepted by us or our Distributors) to reconsider the appropriateness and suitability for your investment needs. Within this period, you may withdraw your investment at the same NAV per unit when the units were purchased or prevailing NAV per unit at the point of cooling-off (whichever is lower) ("Refund Amount"). We must obtain prior authorization of the PPA before proceeding with the refund. We will pay the Refund Amount including the Sales Charge (if any) to you in RM within seven (7) Business Days of receiving the authorization of the PPA. Please note that cooling-off right is only given to a first time Member registered with PPA who is investing with any PRS provider. However, Principal Malaysia's staff, person(s) registered by a body approved by the SC to deal in PRS and contributions made to PRS by an employer on behalf of the employee are not entitled to the cooling-off right.

Permitted Withdrawals and Pre-Retirement Withdrawals

Subject to permitted reasons for withdrawals, you may not make a withdrawal from any of the Funds until you reach the Retirement Age. Upon reaching the Retirement Age, you shall be entitled to withdraw the full amount accumulated in the Funds held by you as Accrued Benefits without payment of any tax penalty. Request for payment for withdrawals from any of the Funds may be made for the following circumstances and as follows:

No	Circumstances for withdrawal	Sub-account	Extend of withdrawals	Subject to tax penalty
(a)	Upon reaching Retirement Age	A & B	Partial or full	No
(b)	Pre-retirement withdrawals	B	Partial or full	Yes
(c)	Death of Member	A & B	Partial or full	No
(d)	Permanent departure of a member from Malaysia	A & B	Full	No
(e)	Due to permanent total disablement, serious disease or mental disability of a member	A & B	Full	No
(f)	For healthcare purpose	B	Partial or full	No
(g)	For housing purpose	B	Partial or full	No

Upon receiving your request to withdraw some or all of the Accrued Benefits in any of the Fund, we and/or PPA may require you to provide evidence of the facts necessary to establish your right to withdraw moneys from any of the Fund. In relation to

- item (c), (e), (f) and (g) – we must obtain prior authorization from the PPA before issuing instructions to the Trustee to cancel Units.
- item (b), (f) and (g) – withdrawals may be requested by the member once every calendar year from each PRS provider (from one or multiple funds under any scheme managed by that PRS provider) provided that the individual has been a member of that scheme for at least one (1) year.

- item (b) – we will deduct an 8% tax penalty (or such other applicable tax penalty) from the withdrawn amount before making payment to you.
- item (f) – the withdrawal is only permitted for Member’s ownself or immediate family on certain illnesses.

We will pay the withdrawal proceeds within seven (7) Business Days after we receive a complete withdrawal request from you and, where required, the authorization of the PPA.

Switching

Subject to our absolute discretion, you have the option to switch into any of the Funds under the Scheme or funds under Principal PRS Plus. Switching is limited to once a month only regardless of whether it is switching of funds under the Scheme or switching between funds of different PRS managed by Principal Malaysia and switching is not allowed between different classes. Ask about switching before you withdraw.

Note: Muslim Members are encouraged to switch into any other Islamic fund rather than into any other conventional fund as investment in the conventional fund is not permitted from the Shariah perspective.

Transfer between PRS Providers

Prior to reaching the Retirement Age, you are allowed to transfer your accrued benefits of any amount from one (1) or multiple funds under the scheme(s) managed by that PRS provider once every calendar year to another PRS provider provided that:

- you have been a member of the scheme for at least one (1) year; and
- all the accrued benefit to be transferred from a fund must be transferred to one (1) other fund.

The above also applies if you transfer from any funds under schemes of other PRS providers into any Funds under the Scheme. All information required by the PPA is to be provided in the application for the transfer. Unless the context stated otherwise, all withdrawal and/or transfer transactions are only allowed for Vested Units.

What other taxes apply?

- (i) Tax relief up to RM3,000 per annum will be given for an individual’s contribution to the PRS*.
- (ii) Employers will also be given tax deduction on contributions to PRS made on behalf of their employees of up to 19% of the employees’ remuneration.

* For PRS contributions and deferred annuities effective from years of assessment 2012 to 2025, subject to terms and conditions and/or any amendment/modifications as may be imposed/required by the government or relevant authorities from time to time.

Key Risks

General risks of investing in the funds	
Returns and capital not guaranteed	The investment of the fund is subject to market fluctuations and its inherent risk. There is NO GUARANTEE on the investment which includes your investment capital and returns, nor any assurance that the fund’s investment objective will be achieved. You should also note that the fund is neither a capital guaranteed fund nor a capital protected fund. However, we reduce this risk by ensuring diligent management of the assets of the fund based on a structured investment process.
Legal risk and regulatory risk	The value of the fund may be affected by uncertainties in the legal and regulatory environment. A change in law or regulation made by government or regulatory body will materially impact the value of securities, business, sector or even market as a whole. These amendments to the laws and regulations may increase the costs of operating a business and hence reduce the attractiveness of its related investments. For example, if the regulatory body imposes a limit on the amount of margin an investment account is able to have, the impact on the stock market would be material as this change may force the existing investors who are currently breaching the limit to sell off their margined positions. You should also note that laws and guidelines relating to PRS may change and this may affect your PRS account and/or your ability to access your account balance.
Market risk	Refers to the possibility that an investment will lose value because of a general decline in financial markets, due to economic, political and/or other factors, which will result in a decline in the fund’s NAV.
Risk associated with Default Option	If you selected the Default Option, we will allocate you into one of the Core Funds based on your year of birth, which aims to match with the expected year of retirement. If you are allocated into a TDF, your investment balance will be automatically switched into the iREI when the TDF matures on its Target Date. The NAV per unit of TDF may be lower at the point of switching than the NAV per unit when you initially contributed into the TDF. Hence, you may suffer losses relating to your investment costs upon disposal. We will notify you one (1) month before the TDF matures on its Target Date that your current investments will be automatically switched into the iREI.
Liquidity risk	Liquidity risk refers to the ease of liquidating an asset without causing market dislocation. This depends on the supply and demand as well as the asset’s volume or amount traded in the market. If the Fund holds assets that are illiquid, or are difficult to dispose of, the value of the Fund and consequently the value of member’s investment in the Fund, will be negatively affected when the Fund has to sell such assets at unfavourable prices. In the case where the Fund is invested into unlisted Islamic CIS, the Fund may be negatively impacted due to liquidity policy applied by the Islamic CIS (e.g. suspension during exceptional situations).
Inflation risk	Your investment in the fund may not grow or generate income at a rate that keeps pace with inflation. This would reduce your purchasing power even though the value of the investment in monetary terms has

	increased. This risk can be mitigated by investing in securities that can provide a positive real rate of return.
Manager risk	This risk refers to the day-to-day management of the fund by the manager which will impact the performance of the fund. For example, investment decisions undertaken by the manager, as a result of an incorrect view of the market or any non-compliance with internal policies, investment mandate, the deed, relevant law or guidelines due to factors such as human error or weaknesses in operational process and systems, may adversely affect the performance of the fund. Although the occurrence of such events is very unlikely, we seek to reduce this risk by implementing a consistent and structured investment process, systematic operational procedures and processes along with stringent internal controls.
Financing risk	This risk occurs when you obtain financing to finance your investment. The inherent risk of investing with money obtained from financing includes you being unable to service the financing payments. In the event units are used as collateral and if the prices of units fall below a certain level due to market conditions, you may be required to pay additional amounts on top of your normal instalment. If you fail to comply within the time prescribed, your units may be sold at an unfavourable price and the proceeds thereof will be used towards the settlement of your financing.
Specific risks associated with the investment portfolio of the Funds	
Stock specific risk	Prices of a particular stock may fluctuate in response to the circumstances affecting individual companies such as adverse financial performance, news of a possible merger or loss of key personnel of a company. Any adverse price movements of such stock will adversely affect the Fund's NAV. The impact is however reduced as the Fund invests in a wide portfolio of investments; thus, spreading the element of risk. Diversification can be achieved by investing in various companies across different industries or sectors that are uncorrelated. In addition, we will undertake an active bottom-up investment approach to ensure that the fundamentals of the stocks invested in are favourable.
Credit and default risk	The Fund will be exposed to a certain degree of credit and default risk of issuers or counterparties when the Fund invests in Islamic Deposits, Sukuk and/or conducts over-the-counter transactions. Credit risk relates to the creditworthiness of the securities issuers or counterparties and their expected ability to make timely payment of profit and/or principal. Any adverse situations faced by the issuer or counterparties may impact the value as well as liquidity of the investments. Default risk relates to the risk that a securities issuer or counterparties either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the investments. This could adversely affect the value of the Fund. We aim to mitigate this risk by performing bottom-up and top-down credit research and analysis to determine the creditworthiness of its issuers or counterparties, and impose investment limits on exposures for issuers or counterparties with different credit profiles as a precautionary step to limit any loss that may arise directly or indirectly as a result of a defaulted transaction. In addition, we impose a minimum credit 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. Please refer to the investment strategy of the respective Funds for more information.
Interest rate risk	Interest rate risk refers to the impact of interest rate changes on the valuation of Sukuk and Islamic money market instruments. When interest rates rise, Sukuk's 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, you should be aware that should the Fund hold a Sukuk until maturity, such price fluctuations would dissipate as it approaches maturity. In order to manage interest rates exposure of the Fund, we will manage the duration of the portfolio via shorter or longer tenured assets depending on our view of the future interest rate trend, which is based on our continuous fundamental research and analysis. As for Islamic Deposit, financial institutions may offer Islamic Deposits with lower interest rates when interest rates decrease. As such, this will reduce the potential returns of future Islamic Deposits placements which in turn will reduce the potential returns of the Fund. <i>Please note that although Islamic Deposit and Sukuk are non-interest bearing instrument, its profit rate or price movement is correlated to the movement in the interest rates. As such, investment in Islamic Deposit and Sukuk will have an exposure to interest rates. Even though the Fund does not invest in interest bearing instruments, the interest rate referred herein is to the general interest rate of the country which may affect the value of the investment of the Fund.</i>
Country risk	Investments of the Fund in any country may be affected by changes in the economic and political climate, restriction on currency repatriation or other developments in the law or regulations of the countries in which the Fund invests in. For example, the deteriorating economic condition of such countries may adversely affect the value of the investments undertaken by the Fund in those affected countries. This in turn may cause the NAV of the Fund or price of units to fall. To mitigate these risks, we will select securities that spread across various countries. The decision on diversification will be based on constant fundamental research and analysis of the global markets.
Currency risk	This risk is associated with investments that are quoted and/or priced in foreign currency denomination. You should be aware that if the RM appreciates against the currencies in which the portfolio of the investment is denominated, this will have an adverse effect on the NAV of the Fund and vice versa. You should note that any gains or losses arising from the movement of the foreign currencies against the Fund's base currency (i.e. RM) may therefore increase/decrease the capital gains/losses of the investment. The currency gains/losses are in addition to the capital gains/losses of the investment. Nevertheless, you should realise that currency risk is considered as one of the major risks to investments in foreign assets due to the volatile nature of the

	foreign exchange market. We could utilise a two pronged approach in order to mitigate the currency risk; firstly, by spreading the investments across differing currencies (i.e. diversification) and secondly, by hedging the currencies when it is deemed necessary.
Risks associated with investment in Shariah-compliant warrants/ Islamic options	There are inherent risks associated with investments in Shariah-compliant warrants/ Islamic options. The value of Shariah-compliant warrants/ Islamic options are influenced by the current market price of the underlying security, the exercise price of the contract, the time to expiration of the contract and the estimate of the future volatility of the underlying security's price over the life of the contract. Generally, the erosion in value of Shariah-compliant warrants accelerates as it approaches its expiry date. Like securities, we will undertake fundamental research and analysis on these instruments with an aim to mitigate its risks.
Risk associated with investment in Islamic CIS	Since the Fund may invest into Islamic CIS, there is a risk of concentration into Islamic CIS, in which the Islamic CIS's management company has absolute discretion over the Islamic CIS's investment technique and knowledge, operational controls and management. In the event of mismanagement of the Islamic CIS and/or the management company, the NAV of the Fund, which invests into those Islamic CIS would be affected negatively. Should the situation arise, we will seek for another Islamic CIS that is consistent with the objective of the Fund.
Shariah non-compliance risk	This refers to the risk of the fund not conforming to Shariah Investment Guidelines due to investment in Shariah non-compliant instrument or reclassification of Shariah status. In the event that the Manager is required to rectify any Shariah non-compliance by disposing the related instrument, any losses from disposal due to investment in Shariah non-compliant instrument will be borne by the Manager whereas any losses from disposal due to reclassification of Shariah status will be borne by the fund. In any circumstances, gain received from disposal shall be channeled to baitulmal and/or charitable bodies as approved by the Shariah Adviser.

The above summary of risks does not purport to be an exhaustive list of all the risk factors relating to investments in the Funds and are not set out in any particular order of priority. If in doubt, you should consult professional advisers for a better understanding of the risks.

Fees & Charges

There are fees and charges involved and you are advised to consider them before contributing to the Scheme.

What will I be charged by the PPA?

Fees & Charges	iPRS-M		
	Class A	Class C	Class X
PPA account opening fee	RM10	RM10	RM10
PPA annual fee [^]	RM8		
PPA pre-retirement withdrawal fee	RM25 per transaction		
PPA transfer fee (to another PRS provider)	RM25 per transaction		
PPA administration fee [#]	0.04% p.a. of the Fund's NAV		

[^] Not payable for the year the account is opened and on the year where there was no contribution.

[#] The annual PPA administration fee is accrued daily based on the NAV of the Fund and paid monthly.

What will I be charged by Principal Malaysia?

iPRS-M	Class A	Class C	Class X
Sales Charge (% of the NAV per unit) [#]	3.00%	0.50%	Nil
Redemption Charge	Nil		
Switching Fee	There is no Switching Fee charged for switching of Funds under the Scheme or switching between funds of different PRS managed by Principal Malaysia.		
Transfer Fee (to another PRS provider)	A maximum of RM25 may be charged for each transfer to another PRS provider.		

[#] Despite the maximum Sales Charge disclosed above, you may negotiate with us or our Distributors for lower charges. However, you should note that we or our Distributors may, for any reason at any time, where applicable, accept or reject your request and without having to assign any reason, either generally (for all investors) or specifically (for any particular investor or a group of investors) without prior notice to you.

What are the key ongoing fees charged to a Fund?

iPRS-M	Class A	Class C	Class X
Management Fee (% p.a. of the Class's NAV)	1.40%	1.50%	1.40%
Trustee Fee	0.04% p.a. of the NAV of the Fund (Includes local custodian fees and charges but excludes foreign sub-custodian fees and charges)		

You can also compare the fees and charges of other PRS by visiting the PPA's website, www.ppa.my.

The above-mentioned fees and charges payable to us and/or the Funds are subject to:

- 1) any amendments as may be required/imposed by us and/or the regulatory authorities such as the SC and the PPA;
- 2) any discount/rebate/waiver during promotional period that may be determined by us, the Distributors and/or the PPA from time to time. For information on the promotions, please contact us, the Distributors and/or PPA; and
- 3) any applicable taxes and/or duties as may be imposed by the government and/or the relevant authorities from time to time.

All the fees and charges above may be increased. A supplementary or replacement disclosure document disclosing the new fees and charges will be issued should the fees and charges be increased. A notice period of ninety (90) days will be given to the Members prior to the effective date of the new fees and charges, which is in accordance with the GPRS.

YOU SHOULD NOT MAKE PAYMENT DIRECTLY OR INDIRECTLY TO A PRS CONSULTANT/ EMPLOYEE OF PRINCIPAL MALAYSIA OR ISSUE A CHEQUE IN THE NAME OF A PRS CONSULTANT/ EMPLOYEE OF PRINCIPAL MALAYSIA WHEN PURCHASING UNITS OF PRS FUNDS.

Valuations

We will value the Fund for a Business Day on the next Business Day (T+1) by 4:00 p.m. This is to cater for the currency translation of the foreign securities/instruments to the Funds' base currency. Currently, the currency translation is based on the bid exchange rate quoted by Bloomberg/Reuters at UK time 4:00 p.m. on the same day (Malaysian time 11:00 p.m. or 12:00 a.m.), or such other time as stipulated in the IMS. The NAV per unit for a Business Day is available on our website at www.principal.com.my after 5:30 p.m. on the following Business Day (T+1). Please refer to the "Unit Pricing" section of the Disclosure Document for more information.

Fund Performance

Average total return

FYE: 31 August 2022 in %	1-Year	3-Year	5-Year	10-Year	Since inception
iPRS-M					
Class A	(8.88)	1.38	1.81	-	3.62
Class C	(8.99)	1.28	1.73	-	3.58
Class X	(8.88)	1.39	1.81	-	3.62

Annual total return

FYE: 31 August, in %	2022	2021	2020	2019	2018	2017	2016	2015	2014	Since inception to 2013
iPRS-M										
Class A	(8.88)	1.61	12.55	2.15	2.78	8.92	3.54	3.16	9.44	1.72
Class C	(8.99)	1.50	12.47	2.06	2.78	8.91	3.53	3.16	9.44	1.74
Class X	(8.88)	1.61	12.56	2.15	2.76	7.77	3.58	4.96	5.95	4.62
Benchmark	(5.63)	(0.13)	7.91	(0.26)	2.45	2.43	6.82	(3.37)	5.64	4.58

For the financial year under review, the Fund recorded a decline of 8.88%, 8.99%, and 8.88% for Class A, Class C, and Class X respectively. This is compared to the benchmark which declined by 5.63% during the same period under review. The underperformance was mainly due to weakness in both the local and foreign equity portion.

Note: All performance figures have been extracted from Lipper.

Basis of calculation and assumptions made in calculating the returns

Percentage growth	=	$\frac{\text{NAV on that day} - \text{NAV of previous day}}{\text{NAV of previous day}} * 100$	Average total return	=	$\frac{\text{Total returns of the years under review}}{\text{Number of years under review}}$
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Portfolio Turnover Ratio ("PTR")

FYE: 31 August	2022	2021	2020
iPRS-M	0.54	0.67	0.64

The Fund's PTR decreased slightly for the financial year under review from 0.67 times to 0.54 times due to lesser trading during the financial year.

Distribution

FYE: 31 August		2022			2021			2020		
Fund	Distribution (Sen)	Class A	Class C	Class X	Class A	Class C	Class X	Class A	Class C	Class X
iPRS-M	Gross distribution per unit	5.34	5.48	5.00	3.85	3.84	3.85	-	-	-
	Net distribution per unit	5.34	5.48	5.00	3.85	3.84	3.85	-	-	-

The Fund distributed a total net income of RM4.31 million to members for the financial year ended 31 August 2022. All distributions have been reinvested automatically into additional units in the Class at the NAV per unit on the distribution date.

PAST PERFORMANCE OF THE FUNDS OR SCHEME IS NOT AN INDICATION OF ITS FUTURE PERFORMANCE.

Contact for Further Information / Complaint

- (i) You may contact our **Customer Care Centre** at **(03) 7723 7260** or Whatsapp at +6016 299 9792 for further information or for any dispute resolution. Our Customer Care Centre is available during business hour between 8:45 a.m. and 5:45 p.m. (Malaysian time) from Mondays to Fridays or you can e-mail us at service@principal.com.my.
- (ii) Alternatively, you may also contact:
- (a) If you are dissatisfied with the outcome of the dispute resolution process with us, please refer your dispute to Securities Industry Dispute Resolution Center (SIDREC):
- via phone to : 03-2282 2280
 - via fax to : 03-2282 3855
 - via e-mail to : info@sidrec.com.my
 - via letter to : Securities Industry Dispute Resolution Center (SIDREC)
Unit A-9-1, Level 9, Tower A
Menara UOA Bangsar, No.5, Jalan Bangsar Utama 1, 59000 Kuala Lumpur
- (b) You can also direct your complaint to the SC even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the SC's Consumer & Investor Office:
- via phone to the Aduan Hotline at : 03-6204 8999
 - via fax to : 03-6204 8991
 - via e-mail to : aduan@seccom.com.my
 - via online complaint form available at www.sc.com.my
 - via letter to : Consumer & Investor Office
Securities Commission Malaysia
3 Persiaran Bukit Kiara, Bukit Kiara, 50490 Kuala Lumpur
- (c) Federation of Investment Managers Malaysia's Complaints Bureau:
- via phone to : 03-7890 4242
 - via e-mail to : complaints@fimm.com.my
 - via online complaint form available at www.fimm.com.my
 - via letter to : Legal, Secretarial & Regulatory Affairs
Federation of Investment Managers Malaysia
9-06-1, 6th Floor, Wisma Tune
No. 19, Lorong Dungun, Damansara Heights, 50490 Kuala Lumpur

Appendix: Glossary

Accrued Benefits	- The amount of a Member's beneficial interest in the Scheme.
Business Day	A day on which the Bursa Malaysia Securities Berhad is open for trading and/or banks in Kuala Lumpur and/or Selangor are open for business. Note: We may declare certain Business Days to be a non-Business Day for a Fund, if the Fund's investment in foreign markets (if any) which are closed for business or suspended is at least 50% of the Fund's NAV. This information will be communicated to you via our website at www.principal.com.my . Alternatively, you may contact our Customer Care Centre for more information.
Class A	- Subject to our absolute discretion, Class A is for an individual who has attained the age 18 years as of the date of opening a private pension account. Class A and Class C have different Sales Charge and Management Fee.
Class C	- Subject to our absolute discretion, Class C is for an individual who has attained the age 18 years as of the date of opening a private pension account. Class A and Class C have different Sales Charge and Management Fee.
Class X	- Subject to our absolute discretion, Class X is for Member who participates via his/her employer. Class X has no Sales Charge.
Default Option	- Core Funds that will be selected automatically for a Member who does not specify his or her Fund option upon participating in the Scheme.
Deposit	- As per the definition of "deposit" in the Financial Services Act 2013 and "Islamic deposit" in the Islamic Financial Services Act 2013.

Disclosure Document	- Refers to the fourth replacement disclosure document dated 23 September 2022 and first supplemental disclosure document dated 30 August 2023 in respect of the funds.										
Distributor	- Any relevant persons and bodies appointed by Principal Malaysia from time to time, who are responsible for selling Units of the Scheme, including Principal Distributors and Institutional PRS Advisers.										
GPRS	- Guidelines on Private Retirement Schemes issued by the SC.										
Management Fee	- A percentage of the NAV of the Class that is paid to the PRS Provider for managing the portfolio of the Fund.										
MARC	- Malaysian Rating Corporation Berhad.										
Member	- An individual who has a beneficial interest under the Scheme (whether via member contribution or employer contribution).										
NAV	- Net Asset Value.										
NAV of the Fund	- The NAV of the Fund is the value of all the Fund's assets less the value of all the Fund's liabilities, at the point of valuation. For the purpose of computing the annual Management Fee (if any), annual Trustee Fee (if any) and annual PPA fee (if any), the NAV of the Fund must be inclusive of the Management Fee, Trustee Fee and PPA fee for the relevant day.										
NAV per unit	- The NAV of the Class divided by the number of Units in circulation for that Class, at the valuation point.										
Principal Malaysia or PRS Provider or Manager	- Principal Asset Management Berhad.										
PPA	- Refers to Private Pension Administrator; the PRS administrator who is approved under section 139C of the Capital Markets and Services Act 2007 to perform the function of record keeping, administration and customer service for Members and contributors in relation to contributions made in respect of a PRS and such other duties and functions as may be specified by the SC.										
PHS	- Refers Product Highlights Sheet, this document issued by the PRS Provider that contains clear and concise information of the salient features of the Funds.										
PRS	- Private Retirement Scheme.										
RAM	- RAM Rating Services Berhad.										
Redemption Charge	- A charge levied upon redemption of Units from the Fund under certain terms and conditions (if applicable).										
Retirement Age	- 55 years old or any other age may be specified by the SC.										
RM	- Ringgit Malaysia.										
RSP	- Regular Savings Plan.										
Sales Charge	- Preliminary charge on each investment made into the Fund.										
SC	- Securities Commission Malaysia.										
Scheme	- Principal Islamic PRS Plus*. *The name "PRS Plus" is the name of the PRS solution by the PRS Provider. It does not in any way connote or warrant that this Scheme will necessarily outperform other PRS or have additional features that may be lacking in other PRS solutions.										
Shariah	- Islamic law, originating from the Qur'an (the holy book of Islam), and its practices and explanations rendered by the prophet Muhammad (pbuh) and ijthad of ulamak (personal effort by qualified Shariah scholars to determine the true ruling of the divine law on matters whose revelations are not explicit).										
S&P	- Standard & Poor's.										
Sukuk	- Refers to certificates of equal value which evidence undivided ownership or instrument in the assets using Shariah principles and concepts endorsed by the SAC of the SC and the Shariah Adviser.										
Switching Fee	- A charge that may be levied when switching is done from the Fund to any of the Funds under the Scheme or funds under other schemes managed by the PRS Provider.										
Target Date	- Refers to the target date of each TDF. The TDF will mature on its Target Date.										
	<table border="1"> <thead> <tr> <th>TDF</th> <th>Target Date</th> </tr> </thead> <tbody> <tr> <td>iRE60</td> <td>31 December 2060</td> </tr> <tr> <td>iRE50</td> <td>31 December 2050</td> </tr> <tr> <td>iRE40</td> <td>31 December 2040</td> </tr> <tr> <td>iRE30</td> <td>31 December 2030</td> </tr> </tbody> </table>	TDF	Target Date	iRE60	31 December 2060	iRE50	31 December 2050	iRE40	31 December 2040	iRE30	31 December 2030
TDF	Target Date										
iRE60	31 December 2060										
iRE50	31 December 2050										
iRE40	31 December 2040										
iRE30	31 December 2030										
	If the Target Date falls on a weekend or a public holiday, it should be the following Business Day.										
TDF	- Refers to Target Date Fund. TDF is a collective investment scheme that is managed towards a Target Date. The TDF has a flexible asset allocation that will change gradually and actively to deliver the preferred investment mix, which will offer investor an age-appropriate return throughout the investment tenure until the TDF reaches its Target Date.										
Transfer Fee (to another PRS provider)	- A nominal fee levied for each transfer of Accrued Benefits from the PRS Provider to another PRS provider.										

- Trustee Fee - A fee that is paid to the Trustee for its services rendered as trustee of the Scheme.
- Unit - It means in relation to a Class or Fund, an undivided proportionate share in the beneficial interest in that Class or Fund as provided by the Deed and in relation to the Scheme, an undivided proportionate share in the beneficial interest in any of the Funds under the Scheme and shall include both Vested Unit and Conditionally Vested Unit.
- Unrated Sukuk - Refers to Sukuk which are not rated by any rating agencies.
Note: *In this context, Unrated Sukuk are not junk Sukuk. The Funds will only invest in Unrated Sukuk that fulfils the selection criteria of our credit evaluation process.*
- Vested Unit - It means a Unit which accords a Member with unconditional entitlement to such Unit.

Note: *Unless the context otherwise requires:*

- *words importing the singular number should include the plural number and vice versa;*
- *reference to any rules, regulations, guidelines, standards, directives, notices, legislation or statutes in this PHS shall be reference to those rules, regulations, guidelines, standards, directives, notices, legislations or statutes for the time being in force, as may be amended, varied, modified, updated, superseded and/or re-enacted, from time to time;*
- *time, day or date disclosed in this PHS shall be a reference to that time, day or date in Malaysia; and*
- *reference to “days” in this PHS will be taken to mean calendar days.*

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