

THIS IS A SECOND SUPPLEMENTAL DISCLOSURE DOCUMENT WHICH HAS TO BE READ IN CONJUNCTION WITH THE DISCLOSURE DOCUMENT FOR PRINCIPAL PRS PLUS

This is a Private Retirement Scheme

**SECOND SUPPLEMENTAL DISCLOSURE DOCUMENT FOR
PRINCIPAL PRS PLUS
(formerly known as CIMB-Principal PRS PLUS)**

PRS Provider : **Principal Asset Management Berhad** (199401018399 (304078-K))

Scheme Trustee : **Deutsche Trustees Malaysia Berhad** (200701005591 (763590-H))

This Second Supplemental Disclosure Document is dated 22 April 2021 and is to be read in conjunction with the Second Replacement Disclosure Document dated 22 April 2020 and First Supplemental Disclosure Document dated 6 August 2020 (collectively known as “Disclosure Document”) for the Principal PRS Plus (“Scheme”) which incorporates the following Funds namely:

Core Funds

Principal PRS Plus Conservative
Principal PRS Plus Moderate
Principal PRS Plus Growth

Formerly known as

CIMB-Principal PRS Plus Conservative
CIMB-Principal PRS Plus Moderate
CIMB-Principal PRS Plus Growth

Non-Core Funds

Principal PRS Plus Equity
Principal PRS Plus Asia Pacific Ex Japan Equity

CIMB-Principal PRS Plus Equity
CIMB-Principal PRS Plus Asia Pacific Ex Japan Equity

This Scheme was constituted on 8 November 2012.

MEMBERS ARE ADVISED TO READ AND UNDERSTAND THE CONTENTS OF THE DISCLOSURE DOCUMENT. IF IN DOUBT, PLEASE CONSULT A PROFESSIONAL ADVISER.

**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.*

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RESPONSIBILITY STATEMENTS

This Second Supplemental Disclosure Document has been reviewed and approved by the directors of Principal Malaysia and they collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable enquiries, 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 the Second Supplemental Disclosure Document false or misleading.

STATEMENTS OF DISCLAIMER

The Securities Commission Malaysia has approved the Scheme and authorized the Funds under the Scheme, and a copy of this Second Supplemental Disclosure Document has been registered with the Securities Commission Malaysia.

The approval and authorization, as well as the registration of this Second Supplemental Disclosure Document should not be taken to indicate that the Securities Commission Malaysia recommends the Scheme or Funds under the Scheme or assumes responsibility for the correctness of any statement made or opinion or report expressed in this Second Supplemental Disclosure Document.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of the PRS Provider responsible for the Scheme and Funds under the Scheme, and takes no responsibility for the contents in this Second Supplemental Disclosure Document. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this Second Supplemental Disclosure Document and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

MEMBERS SHOULD RELY ON THEIR OWN EVALUATION TO ASSESS THE MERITS AND RISKS OF THE INVESTMENT. IN CONSIDERING THE INVESTMENT, MEMBERS WHO ARE IN DOUBT ON THE ACTION TO BE TAKEN SHOULD CONSULT PROFESSIONAL ADVISERS IMMEDIATELY.

ADDITIONAL STATEMENTS

Members are advised to note that recourse for false or misleading statements or acts made in connection with the Second Supplemental Disclosure Document is directly available through section 92A(3) of the *Capital Markets and Services Act 2007*.

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1.0 GENERAL

- 1.1 On 26 February 2021, Principal Malaysia has received approval from the Securities Commission Malaysia (“SC”) for an extension of time until 31 December 2021 to comply with Paragraph 11.10A, Paragraph 11.13 and Paragraph 11.13A of the Guidelines on Private Retirement Scheme. For further information, please refer to paragraph 6 “Funds’ Detailed Information” as disclosed below.
- 1.2 This Second Supplemental Disclosure Document is issued to reflect the amendments made to the Disclosure Document as stated under paragraph 2 to 11 below.
- 1.3 All terms used in this Second Supplemental Disclosure Document shall have the same meanings as those defined in the Definitions Chapter of the Disclosure Document unless where the context otherwise requires.
- 1.4 All information provided herein is practicable as at 31 March 2021 and shall remain current and relevant as at such date.

2.0 ABOUT THIS DOCUMENT

- 2.1 The 2nd paragraph under the **Section “About This Document”** has been replaced and read as below:

If you have any questions about the information in this Disclosure Document or would like to know more about investing in the Principal Malaysia family of PRS, please call our Customer Care Centre at (03) 7718 3000 between 8:45 a.m. and 5:45 p.m. (Malaysian time) on Mondays to Thursdays and between 8:45 a.m. and 4:45 p.m. (Malaysian time) on Fridays (except on Selangor and/or Kuala Lumpur public holidays).

3.0 CORPORATE DIRECTORY

- 3.1 The following information on **Board of Directors** at page 8 has been replaced and read as below:

Effendy bin Shahul Hamid	Chong Chooi Wan [^]
Pedro Esteban Borda	Hisham bin Zainal Mokhtar*
Juan Ignacio Eyzaguirre Baraona	Wong Joon Hian*
Munirah binti Khairuddin	Liew Swee Lin *
Cheong Wee Yee, Thomas [#]	Dato’ Jaganath Derek Steven Sabapathy*

[#] Alternate director to Pedro Esteban Borda

[^] Alternate Director to Effendy Shahul Hamid

* Independent director

- 3.2 The following information on **Investment Committee**[#] at page 8 has been replaced and read as below:

Kim Teo Poh Jin*	Mohamad Safri bin Shahul Hamid
Yoon Mun Thim*	Alejandro Elias Echegorri Rodriguez
Datin Zameema Banu Bt Mohamad Ariff*	Juan Ignacio Eyzaguirre Baraona

* Independent member

[#] As at 5 April 2021

- 3.3 The following information on **Audit Committee** at page 8 has been replaced and read as below:

Wong Joon Hian*	Cheong Wee Yee, Thomas
Hisham bin Zainal Mokhtar*	Dato’ Jaganath Derek Steven Sabapathy*

* Independent member

- 3.4 The following information on **Auditors of the PRS Provider and of the Scheme** at page 8 has been replaced and read as below:

Ernst & Young PLT
Chartered Accountants
Level 23A Menara Milenium
Jalan Damanlela

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Pusat Bandar Damansara
50490 Kuala Lumpur, MALAYSIA

3.5 The following information on **Tax Adviser** at page 9 has been replaced and read as below:

Ernst & Young Tax Consultants Sdn Bhd
Level 23A Menara Milenium
Jalan Damanlela
Pusat Bandar Damansara
50490 Kuala Lumpur, MALAYSIA

4.0 SCHEME AND FUND INFORMATION

4.1 The following information under **Section 1.1 “Scheme Information”** at page 10 and 11 has been replaced and read as below:

Principal PRS Plus		Page								
Benefits of contributing to the Scheme	<p>In addition to facilitate you in savings for your retirement, the Scheme provides the following benefits:</p> <ul style="list-style-type: none"> ▪ Tax savings A tax relief* of up to RM3,000 a year is allowed for personal contributions made into the Scheme. ▪ Choice You can personalize and select a combination of the Funds that best suits your risk and return preference. You have the flexibility to choose Funds that invest in the domestic and regional markets. ▪ Convenience and flexibility The Scheme allows automatic monthly contributions. You can determine the amount and time of contribution into the Scheme subject to the minimum amount stated in the Transaction Information chapter. <p><i>*For contributions into the PRS and deferred annuities effective from years of assessment 2012 to 2025 and is 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.</i></p>									
Brief descriptions on operations	<p>You may contribute to the Scheme by selecting any one or a combination of the Funds. However, if you choose to let us determine the Fund for you, we will allocate your contributions into the Default Option that corresponds to your age as listed in the table below:</p> <p><u>Before 31 December 2021#</u></p> <table border="1"> <thead> <tr> <th>Age</th> <th>Fund</th> </tr> </thead> <tbody> <tr> <td>50 years and above</td> <td>Principal PRS Plus Conservative</td> </tr> <tr> <td>40 years and above but have not yet reached 50 years*</td> <td>Principal PRS Plus Moderate</td> </tr> <tr> <td>Below 40 years*</td> <td>Principal PRS Plus Growth</td> </tr> </tbody> </table> <p><i>*Should you become a Member and have made your first contribution to the Scheme a month before you attain the age of 40 or 50 years old, we will allocate such contribution to the Principal PRS Plus Moderate or the Principal PRS Plus Conservative as the case may be.</i></p> <p>Where you are in the Default Option, we will:</p> <ol style="list-style-type: none"> a) withdraw the Units in the Principal PRS Plus Growth and purchase Units in the Principal PRS Plus Moderate before the end of the next calendar month from the day you attain the age of 40 years old; and b) withdraw the Units in the Principal PRS Plus Moderate and purchase Units in the Principal PRS Plus Conservative before the end of the next calendar month from the day you attain the age of 50 years old. <p>We will notify you one (1) month prior to you attaining the age specified above that your investments in the Fund will be switched in accordance with the rules of the</p>	Age	Fund	50 years and above	Principal PRS Plus Conservative	40 years and above but have not yet reached 50 years*	Principal PRS Plus Moderate	Below 40 years*	Principal PRS Plus Growth	25
Age	Fund									
50 years and above	Principal PRS Plus Conservative									
40 years and above but have not yet reached 50 years*	Principal PRS Plus Moderate									
Below 40 years*	Principal PRS Plus Growth									

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Default Option and SC Guidelines unless you instruct otherwise.

With effect from 31 December 2021[#]

Age	Funds
55 years and above	Principal PRS Plus Conservative
45 years and above but have not yet reached 55 years*	Principal PRS Plus Moderate
Below 45 years*	Principal PRS Plus Growth

**Should you become a Member and have made your first contribution to the Scheme a month before you attain the age of 45 or 55 years old, we will allocate such contribution to the Principal PRS Plus Moderate or the Principal PRS Plus Conservative as the case may be.*

Where you are in the Default Option, we will:

- a) withdraw the Units in the Principal PRS Plus Growth and purchase Units in the Principal PRS Plus Moderate before the end of the next calendar month from the day you attain the age of 45 years old; and
- b) withdraw the Units in the Principal PRS Plus Moderate and purchase Units in the Principal PRS Plus Conservative before the end of the next calendar month from the day you attain the age of 55 years old.

We will notify you one (1) month prior to you attaining the age specified above that your investments in the Fund will be switched in accordance with the rules of the Default Option and SC Guidelines unless you instruct otherwise.

Note: *The age limit above may be subject to changes as may be determined by the relevant authorities from time to time.*

[#]Or such other date as may be permitted by the SC. This information will be communicated to you via our website at www.principal.com.my.

4.2 The following information on member profile under the **Section 1.2 “Fund Information”** at page 12, 13 and 14 has been replaced and read as below:

Principal PRS Plus Conservative

Member profile This Fund is suitable for Members who:

- are risk averse; and/or
- are seeking capital preservation.

Before 31 December 2021[#]

Note: *Where the Member is in the Default Option, this Fund is selected for a Member who is 50 years and above.*

With effect from 31 December 2021[#]

Note: *Where the Member is in the Default Option, this Fund is selected for a Member who is 55 years and above.*

Principal PRS Plus Moderate

Member profile This Fund is suitable for Members who:

- are seeking for capital appreciation;
- are willing to accept some fluctuations in the value of his/her investment; and/or
- want a diversified portfolio of equities and fixed income instruments that may have some foreign exposure.

Before 31 December 2021[#]

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Note: Where the Member is in the Default Option, this Fund is selected for a Member who is 40 years and above but has yet reached 50 years.

With effect from 31 December 2021[#]

Note: Where the Member is in the Default Option, this Fund is selected for a Member who is 45 years and above but has yet reached 55 years.

Principal PRS Plus Growth

Member profile

This Fund is suitable for Members who:

- are seeking for capital appreciation;
- are willing to accept volatility in the value of his/her investment; and/or
- want a diversified portfolio of equities and fixed income instruments that may have some foreign exposure.

Before 31 December 2021[#]

Note: Where the Member is in the Default Option, this Fund is selected for a Member who is below 40 years.

With effect from 31 December 2021[#]

Note: Where the Member is in the Default Option, this Fund is selected for a Member who is below 45 years.

[#]Or such other date as may be permitted by the SC. This information will be communicated to you via our website at www.principal.com.my.

4.3 The following information under **Section 1.3 “Fees & Charges”** at page 18 has been replaced and read as below:

This table describes the fees and charges charged by PPA. Information on the PPA can be obtained from www.ppa.my. You can also compare the fees and charges of other PRS by visiting this website.

Fees & Charges	Applicable to all Funds		
	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.

The fees and charges payable to the PPA are subject to:

- 1) any amendments as may be determined by the PPA;
- 2) any discount/rebate/waiver as may be determined by the PPA during any promotional period that may be carried out by the PPA from time to time; and
- 3) any applicable taxes and/or duties as may be imposed by the government and/or the relevant authorities from time to time.

5.0 SCHEME DETAILS

5.1 The information on tax savings under **Section 3.1 Principal PRS Plus** at page 25 has been replaced and read as below:

In addition to facilitate individuals in savings for their retirement, the Scheme provides the following benefits:

▪ **Tax savings**

A tax relief* of up to RM3,000 a year is allowed for personal contributions made into the Scheme.

Note: *For contributions into the PRS and deferred annuities effective from years of assessment 2012 to 2025 and is 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.

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5.2 The following information under **Section 3.1 “Principal PRS Plus”** at page 25 has been replaced and read as below:

You may contribute to the Scheme by selecting any one or a combination of the Funds. However, if you choose to let us determine the Fund for you, we will allocate your contributions into the Default Option that corresponds to your age as listed in the table below. A Member Statement will be sent to you to notify that you have been allocated to the Default Option.

Before 31 December 2021[#]

Age	Funds
50 years and above	Principal PRS Plus Conservative
40 years and above but have not yet reached 50 years*	Principal PRS Plus Moderate
Below 40 years*	Principal PRS Plus Growth

**Should you become a Member and have made your first contribution to the Scheme a month before you attain the age of 40 or 50 years old, we will allocate such contribution to the Principal PRS Plus Moderate or the Principal PRS Plus Conservative as the case may be.*

Where you are in the Default Option, we will:

- a) withdraw the Units in the Principal PRS Plus Growth and purchase Units in the Principal PRS Plus Moderate before the end of the next calendar month from the day you attain the age of 40 years; and
- b) withdraw the Units in the Principal PRS Plus Moderate and purchase Units in the Principal PRS Plus Conservative before the end of the next calendar month from the day you attain the age of 50 years.

We will notify you one (1) month prior to you attaining the age specified above that your investments in the Fund will be switched in accordance with the rules of the Default Option unless you instruct otherwise.

With effect from 31 December 2021[#]

Age	Funds
55 years and above	Principal PRS Plus Conservative
45 years and above but have not yet reached 55 years*	Principal PRS Plus Moderate
Below 45 years*	Principal PRS Plus Growth

**Should you become a Member and have made your first contribution to the Scheme a month before you attain the age of 45 or 55 years old, we will allocate such contribution to the Principal PRS Plus Moderate or the Principal PRS Plus Conservative as the case may be.*

Where you are in the Default Option, we will:

- a) withdraw the Units in the Principal PRS Plus Growth and purchase Units in the Principal PRS Plus Moderate before the end of the next calendar month from the day you attain the age of 45 years; and
- b) withdraw the Units in the Principal PRS Plus Moderate and purchase Units in the Principal PRS Plus Conservative before the end of the next calendar month from the day you attain the age of 55 years.

We will notify you one (1) month prior to you attaining the age specified above that your investments in the Fund will be switched in accordance with the rules of the Default Option and SC Guidelines unless you instruct otherwise.

Note: *The age limit above may be subject to changes as may be determined by the relevant authorities from time to time.*

[#]Or such other date as may be permitted by the SC. This information will be communicated to you via our website at www.principal.com.my.

6.0 FUNDS’ DETAILED INFORMATION

6.1 The following information under **Section 4.4 “Approvals and Conditions”** at page 39 has been replaced and read as below:

▪ **Principal PRS Plus Conservative, Principal PRS Plus Moderate and Principal PRS Plus Growth**

On 26 February 2021, we have obtained approval from the SC for an extension of time until 31 December 2021 to comply with the following requirements under the GPRS:

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1. Paragraph 11.10A – Notwithstanding paragraph 11.10, where an individual becomes a member and has made his first contribution to the Scheme a month before he attains the age of 45 or 55 years old as the case may be, the PRS Provider must allocate such contribution to the moderate fund or conservative fund as the case may be.
2. Paragraph 11.13 – Subject to paragraph 11.13A, where the member is in the default option, the PRS Provider must redeem the member’s units in the current core fund and purchase units in the next core fund before the end of the next calendar month from the day the member attains the age of 45 years old and the age of 55 years old (“Switch-in Date”), unless the member instructs otherwise.
3. Paragraph 11.13A – In relation to the switching exercise referred to in paragraph 11.13, the switching must be executed in equal proportion over a five-year period based on the number of units remaining in the relevant fund. The first switching must be executed on the Switch-in Date and the subsequent four switching must be executed no later than 10 business days from each anniversary of the Switch-in Date.

7.0 FEES, CHARGES AND EXPENSES

7.1 The following information under **Section 5.1.5 “PPA Fee”** at page 40 has been replaced and read as below:

Fees & Charges	Applicable to all Funds		
	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.

The fees and charges payable to the PPA are subject to:

- 1) any amendments as may be determined by the PPA;
- 2) any discount/rebate/waiver as may be determined by the PPA during any promotional period that may be carried out by the PPA from time to time; and
- 3) any applicable taxes and/or duties as may be imposed by the government and/or the relevant authorities from time to time.

8.0 TRANSACTION INFORMATION

8.1 The following information in 5th paragraph under **Section 6.11 “Switching”** at page 50 has been replaced and read as below:

Before 31 December 2021[#]

Where you are in the Default Option, we will automatically switch you:

- a) from the Principal PRS Plus Growth into the Principal PRS Plus Moderate before the end of the next calendar month from the day you attain the age of 40 years; and
- b) from the Principal PRS Plus Moderate into the Principal PRS Plus Conservative before the end of the next calendar month from the day you attain the age of 50 years.

Note: The age limit above may be subject to changes as may be determined by the relevant authorities from time to time.

With effect from 31 December 2021[#]

Where you are in the Default Option, we will automatically switch you:

- a) from the Principal PRS Plus Growth into the Principal PRS Plus Moderate before the end of the next calendar month from the day you attain the age of 45 years; and
- b) from the Principal PRS Plus Moderate into the Principal PRS Plus Conservative before the end of the next calendar month from the day you attain the age of 55 years.

Note: The age limit above may be subject to changes as may be determined by the relevant authorities from time to time.

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#Or such other date as may be permitted by the SC. This information will be communicated to you via our website at www.principal.com.my.

9.0 CONSENT

9.1 The information under the **Section 7.4 “Consent”** at page 53 has been replaced and read as below:

Ernst & Young Tax Consultants Sdn Bhd., Deutsche Trustees Malaysia Berhad and Principal Asset Management (S) Pte. Ltd. have given their written consent to act in their respective capacity. They have also given their consent for the inclusion of their names and/or statements/reports in the Disclosure Document in the form and context in which it appears and have not subsequently withdrawn their consent to the inclusion of their names and/or statements/reports in the form and context in which it appears in this Disclosure Document.

10.0 THE PRS PROVIDER

10.1 The following information under the **Section 8.1.1 “The Board of Directors”** at page 56 has been replaced and read as below:

As at LPD, the Board of Directors consists of ten (10) members including four (4) independent directors and two (2) alternate directors. The Board of Directors oversees the management and operations of the Principal Malaysia and meets at least four (4) times a year.

Effendy bin Shahul Hamid	- Non-independent director	Chong Chooi Wan [^]	- Non-independent director
Pedro Esteban Borda	- Non-independent director	Wong Joon Hian	- Independent director
Munirah binti Khairuddin	- Non-independent director	Liew Swee Lin	- Independent director
Juan Ignacio Eyzaguirre	- Non-independent director	Hisham bin Zainal Mokhtar	- Independent director
Cheong Wee Yee, Thomas [#]	- Non-independent director	Dato’ Jaganath Derek Steven Sabapathy	- Independent director

[#] Alternate director to Pedro Esteban Borda

[^] Alternate Director to Effendy bin Shahul Hamid

10.2 The following information under the **Section 8.1.2 “Investment Committee”** at page 56 has been replaced and read as below:

As at 5 April 2021, the Investment Committee consists of six (6) members including three (3) independent members. Generally, the Investment Committee meets once a month and is responsible for ensuring that the investment management of the Funds is consistent with the objectives of the Funds, the Deeds, the SC Guidelines and relevant securities laws, our internal investment restrictions and policies, as well as acceptable and efficacious investment management practices within the unit trust industry. In this role, the powers and duties of the Investment Committee include formulating and monitoring our implementation of appropriate investment management strategies for the Funds and the measurement and evaluation of our performance.

10.3 The following information under the **Section 8.1.3 “Audit Committee”** at page 56 has been replaced and read as below:

As at LPD, the Audit Committee consists of four (4) members including three (3) independent members. The Audit Committee monitors and ensures transparency and accuracy of financial reporting, and effectiveness of external and internal audit functions of Principal Malaysia. The Audit Committee meets at least four (4) times a year.

Name:	Wong Joon Hian*
Designation:	Independent Non-Executive Director, Chairman of Audit Committee
Experience:	Has been an independent non-executive director of Principal Asset Management Berhad since 22 August 2007. He has accumulated over 40 years of working experience in the areas of audit, accountancy, financial services and corporate management. He commenced his career when he joined Price Waterhouse & Co. in England after qualifying as a Chartered Accountant in 1973. He returned to Malaysia in 1975 to work for Price Waterhouse (now known as PricewaterhouseCoopers PLT), Malaysia until 1985. He then served as the Technical Manager of The Malaysian Association of Certified Public Accountants from 1986 until he was appointed as the General Manager-

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	<p>Operations of Supreme Finance (Malaysia) Berhad in December 1987. After Mayban Finance Berhad had completed the acquisition of Supreme Finance (Malaysia) Berhad in 1991, he joined BDO Binder as an Audit Principal until 1994 when he joined Advance Synergy Berhad. He was appointed the managing director of United Merchant Group Berhad (now known as Advance Synergy Capital Sdn Bhd) in 1995 until 2020. During the period from 1995 till 2007 he was a director of Ban Hin Lee Bank Berhad, Southern Investment Bank Berhad and United Merchant Finance Berhad.</p> <p>Currently, he is a non-executive director in several dormant companies under the CIMB Group Holdings Berhad Group and serves as an independent non-executive director of Principal Islamic Asset Management Sdn Bhd.</p>
Qualifications:	Member of the Malaysian Institute of Accountants and a life member of The Malaysian Institute of Certified Public Accountants and the Institute of Chartered Accountants in England and Wales.

Name:	Hisham bin Zainal Mokhtar*	
Designation:	Independent Non-Executive Director	
Experience:	July 2018 – March 2019	Director, Malaysian Industrial Development Finance Berhad
	July 2014 – June 2018	Chief Operating Officer – Astro Overseas Limited
	April 2009 – Jun 2014	Director, Investments – Khazanah Nasional Berhad
	May 2007 – Mac 2009	Senior Vice President, Investments – Khazanah Nasional Berhad
	May 2005 – April 2007	Vice President, Investments – Khazanah Nasional Berhad
	April 2001 – April 2005	Executive Director and Vice President, Corporate & Financial Planning – Tricubes Berhad
	January 2001 – April 2001	Head Analyst – Britac Capital Sdn Bhd
	April 2000 – December 2000	Executive Director – K.E. Malaysian Capital Partners Sdn Bhd
	August 1999 – February 2000	Financial Consultant – Santander Investment Research (Malaysia) Sdn Bhd
	August 1998 – July 1999	Financial Consultant – Sithe Pacific LLC
	May 1998 – Aug 1998	Dealer’s Representative – CIMB Securities Sdn Bhd
	October 1996 – March 1998	Senior Research Analyst – UBS Research (Malaysia) Sdn Bhd
	December 1995 – September 1996	Investment Analyst – Crosby Research (Malaysia) Sdn Bhd
	September 1994 – December 1995	Investment Analyst – Baring Research (Malaysia) Sdn Bhd
	March 1994 – July 1994	Head of Research – Keluangsa Sdn Bhd
	May 1991 – March 1994	Research Executive – Crosby Research (Malaysia) Sdn Bhd
Qualifications:	Master in Business Administration, Massachusetts Institute of Technology – Sloan School of Management; Master of Science (MS) (Mathematics), Illinois State University; Bachelor of Science (BS) (Mathematics), Illinois State University; Chartered Financial Analyst Charterholder.	

Name:	Cheong Wee Yee, Thomas	
Designation:	Alternate Director to Pedro Esteban Borda	
Experience:	Dec 2004 – June 2008:	Prudential Corporation Asia – Chief Operations Officer & Chief Financial Officer, CITIC Prudential Fund Management Co. Ltd. (based in Shanghai)
	June 2008 – March 2009:	Prudential Corporation Asia – Acting Chief Executive Officer, CITIC Prudential Fund Management Co. Ltd. (based in Shanghai)
	April 2009 – September 2009:	Prudential Corporation Asia –Chief Executive Officer, Prudential Fund Management Co. Ltd. (based in Malaysia)

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October 2009 – July 2013:	Manulife Financial Limited – Vice President, China Asset Management (based in Shanghai)
July 2013 – December 2014	Manulife Financial Limited – Chief Executive Officer & Executive Director, Manulife Asset Management Co. Ltd. (Taiwan)
January 2015 – February 2017	Principal Financial Group – Vice President of North Asia
March 2017 – February 2019	Principal Financial Group – Senior Vice President of North Asia
March 2019 – Present	Principal Financial Group – President of Asia
Jan 2021 – Present	Principal Financial Group – Executive Vice President & President of Asia
Qualifications:	1990 - Bachelor of Science (Economics), First Class Honours, London School of Economics, University of London. 2013 - Master of Business Administration, Olin Business School, Washington University in St. Louis.

Name:	Dato' Jaganath Derek Steven Sabapathy*
Designation:	Independent Non-Executive Director
Experience:	<p>Upon graduation in 1981, Dato' Jaganath Derek Steven Sabapathy ("Dato' Jagan") joined a leading London firm of chartered accountants, Price Waterhouse.</p> <p>When he returned to Malaysia in 1984, he joined KPMG Peat Marwick and was admitted a Partner of KPMG Malaysia in 1990. Whilst at KPMG Malaysia, he was involved in a wide range of assignments covering audit, investigations, management consultancy and corporate finance in Malaysia, the ASEAN countries, North America and Europe. He sat on a variety of KPMG International Committees including committees for Mergers and Acquisitions, Privatisation and Management Consultancy. He was also an examiner for the professional examinations of the Malaysian Association of Certified Public Accountants.</p> <p>Dato' Jagan left KPMG Malaysia in late 1994 and joined Benta Plantation Berhad as an Executive Director. He was appointed a Director of Austral Lao Power Co Ltd in 1995. In 1997, he took up the position as Managing Director of both Prime Utilities Berhad and Indah Water Konsortium Sdn Bhd, Malaysia's privatised national wastewater utility. From 1999 until his retirement in end 2013, Dato' Jagan served as the Chief Executive Officer/ Director of Bandar Raya Developments Berhad Group which also included listed Mieco Chipboard Berhad.</p> <p>Dato' Jagan is currently the Founder and Chief Executive Officer/ Director of Tribeca Real Estate Asset Management Sdn Bhd, a niche property development company. He is also a Director of other public companies listed on Bursa Malaysia Securities Berhad.</p>
Qualifications:	Master of Arts majoring in Corporate Finance and International Trade from Edinburgh University, United Kingdom.

* Independent director

11.0 TAXATION REPORT

11.1 The information under the **Section 12 "Taxation Report"** at page 68 has been replaced and read as below:

Ernst & Young Tax Consultants Sdn Bhd
Level 23A Menara Milenium
Pusat Bandar Damansara

THIS IS A SECOND SUPPLEMENTAL DISCLOSURE DOCUMENT WHICH HAS TO BE READ IN CONJUNCTION WITH THE DISCLOSURE DOCUMENT FOR PRINCIPAL PRS PLUS

50490 Kuala Lumpur

The Board of Directors
Principal Asset Management Berhad
10th Floor, Bangunan CIMB
Jalan Semantan
Damansara Heights
50490 Kuala Lumpur

31 January 2021

Dear Sirs

Principal PRS Plus

Tax treatment of funds under a private retirement scheme (“PRS”), contributors and contributors’ employers

This letter has been prepared for inclusion in this Second Supplemental Disclosure Document in connection with the offer of units in the funds under Principal PRS Plus (formerly known as CIMB-Principal PRS PLUS) (hereinafter referred to as “the Scheme”). The funds under the Scheme comprise of funds listed in the Attachment 1 (hereinafter referred to as “the Funds”) which are structured as PRS funds.

The funds are offered under the PRS approved by the Securities Commission in accordance with the Capital Markets and Services Act 2007.

The purpose of this letter is to provide an overview of the Malaysian taxation treatment of the Funds under the Scheme, contributors to the Scheme and their employers.

Taxation of the Funds

The Funds are subject to the provisions of the Malaysian Income Tax Act 1967 (“MITA”).

Paragraph 20, Schedule 6 of the MITA exempts income of any “approved scheme” from tax. An “approved scheme”¹ is defined under Section 2 of the MITA to include a Private Retirement Scheme. Section 2 of the MITA defines “Private Retirement Scheme” to mean “a retirement scheme approved by the Securities Commission in accordance with the Capital Markets and Services Act 2007”.

The Malaysian Inland Revenue Board (“MIRB”) has clarified in its Public Ruling No.9/2014, Private Retirement Scheme issued on 24 December 2014 that income received by a PRS fund is exempt from tax under Paragraph 20, Schedule 6 of the MITA.

Note however that gains derived by the Funds from the disposal of chargeable assets as defined in the Real Property Gains Tax Act 1976 (“RPGT Act”) may be subject to real property gains tax under the RPGT Act.

Implementation of Sales and Service Tax (“SST”)

Sales and Service Tax (“SST”) was re-introduced effective 1 September 2018. Sales Tax of 10% (most common rate) or 5% is charged by Malaysian manufacturers of taxable goods or upon importation into Malaysia of such taxable goods, unless specifically exempted under the Sales Tax (Goods Exempted From Tax) Order 2018. Service Tax at the rate of 6% is charged on certain prescribed taxable services performed by taxable persons as stipulated under Service Tax Regulations 2018. The input tax recovery mechanism under the previous GST regime does not apply to SST. Therefore, any SST incurred is not recoverable and will form a cost element for businesses.

Based on the Service Tax Regulations 2018, a unit trust fund is neither regarded as a taxable person nor as providing taxable services and is therefore not liable for SST registration. Where the Funds incurs expenses such as management fees, the management services provided by asset and fund managers are specifically excluded from the scope of Service Tax. As for other fees, such as trustee fees and other administrative charges, these may be subject to 6% service tax provided they fall within the scope of service tax (i.e. are provided by a “taxable person”, who exceeds the required annual threshold (in most cases RM 500,000 per annum) and the services qualify as “taxable services”).

¹ Pursuant to Section 2 of the MITA, “approved scheme” is defined to include the Employees Provident Fund, private retirement scheme or any pension or provident fund, scheme or society approved by the Director General under Section 150 of the MITA.

THIS IS A SECOND SUPPLEMENTAL DISCLOSURE DOCUMENT WHICH HAS TO BE READ IN CONJUNCTION WITH THE DISCLOSURE DOCUMENT FOR PRINCIPAL PRS PLUS

Taxation of contributors

1. Distribution of profits

Distribution of profits to the contributors of the PRS funds in the form of units is exempt from income tax in their hands.

2. Tax relief on contributions

Pursuant to Section 49(1D) of the MITA, individual contributors who are Malaysian tax residents and have made contributions to a PRS fund or paid premium for deferred annuity² in a basis period for a year of assessment are allowed to claim a tax relief of the aggregate amount of the deferred annuity payments or PRS contributions or both or RM3,000, whichever is less, for that year of assessment. This tax relief is applicable effective from the year of assessment 2012 until year of assessment 2025.

3. Withdrawal of contributions

Pursuant to Section 109G of the MITA, withdrawal of contributions from the Scheme by an individual contributor before reaching the age of 55 (other than by reason of permanent total disablement, serious disease, mental disability, death or permanently leaving Malaysia) would result in a withholding tax of 8% on the amount of contributions withdrawn, which would be deducted before payment is made to the individual contributor. The withholding tax deducted by the PRS provider is to be remitted to the Director General of the Inland Revenue Board within one month after making the payment to the individual contributors. Where the PRS provider fails to remit the withholding tax by the due date, a 10% penalty on the unpaid amount will be imposed on the PRS provider and the increased sum shall be a debt due from the PRS provider to the Government.

Deductibility of contributions by employers

Pursuant to Section 34(4) of the MITA, employers are eligible to claim a tax deduction of up to a total of 19% of an employee's remuneration in respect of contributions made by employers to approved schemes (including contributions to Employees Provident Fund, PRS or any provident fund, scheme or society approved by the Director General under Section 150 of the MITA) in respect of that employee.

We hereby confirm that, as at the date of this letter, the statements made in this letter correctly reflect our understanding of the tax position under current Malaysian tax legislation and the related interpretation and practice thereof, all of which are subject to change, possibly on a retrospective basis. We have not been retained (unless specifically instructed hereafter), nor are we obligated to monitor or update the statements for future conditions that may affect these statements.

The statements made in this letter are not intended to be a complete analysis of the tax consequences relating to contributors of the Scheme. As the particular circumstances of each contributor may differ, we recommend that contributors of the Scheme obtain independent advice on the tax issues associated with the Scheme.

Yours faithfully
Ernst & Young Tax Consultants Sdn Bhd

Bernard Yap
Partner

Ernst & Young Tax Consultants Sdn Bhd has given its consent to the inclusion of the Taxation Adviser's Letter in the form and context in which it appears in this Second Supplemental Disclosure Document and has not withdrawn such consent before the date of issue of this Second Supplemental Disclosure Document.

² The words "premium for deferred annuity" were replaced with the words "any deferred annuity" in Section 49(1D) of the MITA with effect from the year of assessment 2014.