

Principal Titans Income Plus Fund (formerly known as CIMB-Principal Equity Income Fund)

31 December 2020

Available under the EPF Members Investment Scheme.

3-year Fund Volatility
14.86
High
Lipper Analytics
15 Dec 2020

Fund Objective

To provide investors with an opportunity to gain consistent and stable income by investing in a diversified portfolio of dividend yielding equities and fixed income securities. The Fund may also provide moderate capital growth potential over the medium to long-term period.

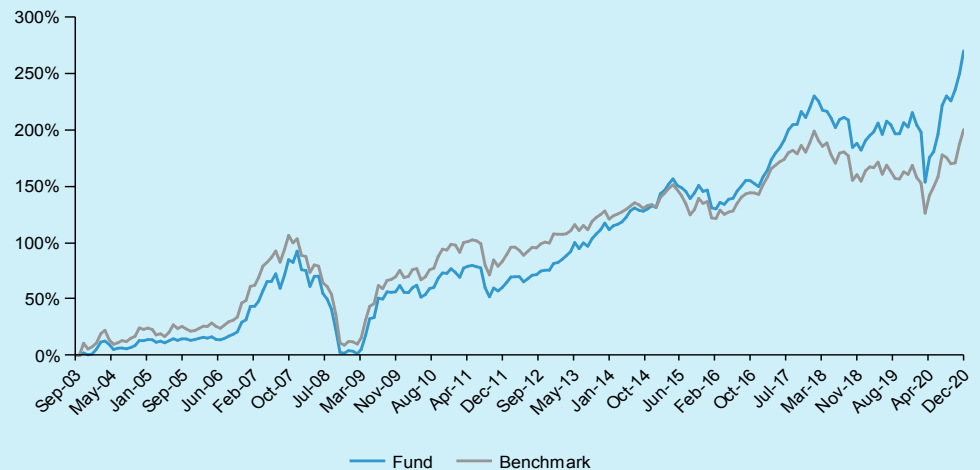
Currency: MYR ISIN Code: MYU1000BI008

Bloomberg Ticker: SBBEQIF MK

Fund Information

Location	Malaysia
Domicile	Malaysia
Fund Currency	Ringgit Malaysia
Fund Size (MYR)	MYR 76.75 million
Fund Unit	54.26 million units
Fund Launch	1 October 2003
Benchmark	50% FTSE Bursa Malaysia Top 100 Index + 50% MSCI AC Asia ex Japan
Dealing	Daily (as per Bursa Malaysia trading day)
Application Fee	6.50% of the NAV per unit
Management Fee	1.85% p.a. of the NAV per unit
Trustee Fee	0.06% p.a. of the NAV
Unit NAV (MYR)	MYR 1.4144

Fund Performance



Past performance does not guarantee future results. Asset allocation and diversification do not ensure a profit or protect against a loss.

Cumulative Performance (%)

	YTD	1 Month	3 Months	6 Months	1-Year	3-Year	5-Year	Since Inception
Fund	17.38	5.80	13.64	24.97	17.38	15.80	50.05	270.20
Benchmark	11.84	4.45	11.25	16.21	11.84	4.05	27.00	200.36

Calendar Year Returns (%)

	2020	2019	2018	2017	2016	2015
Fund	17.38	11.79	-11.75	28.01	1.22	6.70
Benchmark	11.84	5.52	-11.83	18.90	2.66	2.98

Most Recent Fund Distributions

	2020 Aug	2019 Aug	2018 Jul	2017 Jul	2016 Jul	2015 Jul
Gross (Sen/Unit)	4.70	5.40	9.00	8.50	8.50	7.00
Annualised Yield (%)	3.62	4.39	6.12	6.97	7.26	5.36

Note: October 2003 to December 2020.

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

Annualised yield is calculated as the most recent monthly dividend distribution multiplied by the Fund's dividend frequency and divided by the latest NAV.

Source : Lipper

Top 10 Holdings

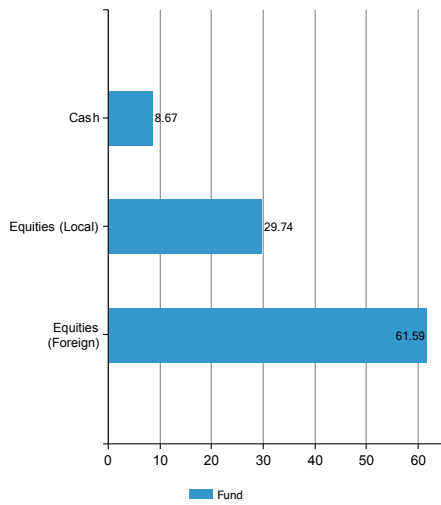
	Country	% of net assets
SEA LTD	United States	4.27
Tencent Hldg Ltd	HK, China	3.58
Samsung Electronics Co. Ltd	South Korea	3.35
LG Chem Ltd	South Korea	3.27
Taiwan Semiconductor Manuf	Taiwan	3.06
New Oriental Education & Techn	HK, China	2.67
Tenaga Nasional Bhd	Malaysia	2.17
Budweiser Brewing Company APAC	HK, China	2.09
Genting Bhd	Malaysia	2.04
AIA Group Ltd	HK, China	2.01

The holdings listed do not constitute a recommendation to purchase or sell a particular security. Cash and/or derivative positions that are not part of the core investment strategy will not be reflected in the top holdings list.

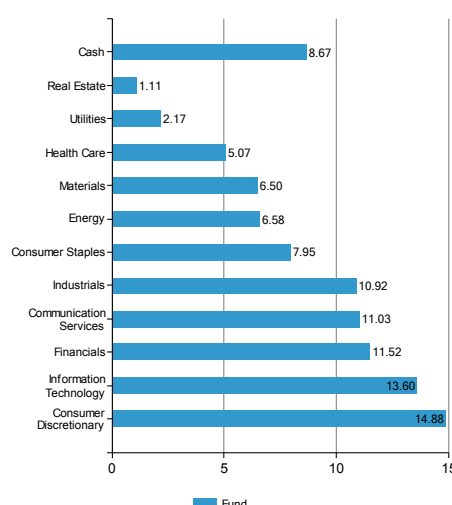
Fund Risk Statistics

Beta	1.08
Information Ratio	0.85
Sharpe Ratio	0.21
3 years monthly data	

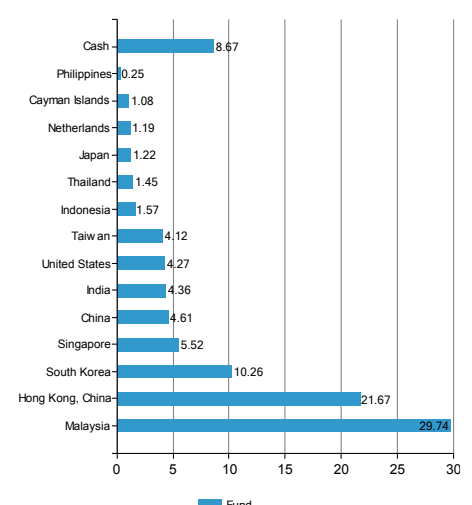
Asset Allocation (%)



Sector Allocation (%)



Regional Allocation (%)



Source: Factset. Fund holdings and allocations shown are unaudited and may not be representative of current or future investments. Percentages may not add up to 100% due to rounding and/or inclusion or exclusion of cash will not be reflected in the top holdings list.

Fund Manager's Report

In December, the fund rose +5.80% in MYR terms, outperforming the benchmark by +135bps. Year-to-date the Fund rose +17.38%, outperforming the Benchmark by +554bps. The outperformance of the month was driven by health care, consumer goods and consumer services.

The FTSE Bursa Malaysia Composite Index ("KLCI") ended the month higher by 6.5% MoM. Positive catalysts for the market were the successful test trials of several covid19 vaccines and passing of the 2020 Budget. Sector wise, Energy +24.0%, Transport +15.7%, Finance +15.0% were the top performers for the month. With major uncertainties (US Presidential Election and Malaysia Budget 2021) are now being addressed and cheap valuations, we are now cautiously optimistic for 1H2021. Earlier hope for rapid recovery in 4Q2020 may be dented (due to resurgence of COVID-19 globally) but we are now confident of a sustainable economic recovery in 1H2021. Sector in focus for will be on Bank and Financial Services, Gaming, Consumer, Technology and Commodity-related.

Asia: We expect the global economy to continue its recovery trajectory. In 2021, the availability of vaccines will increase and this lends support to stronger markets in Asia as expectations of earnings recovery build. China, being the first one out of the pandemic, will continue to post strong GDP growth on the back of resilient domestic consumption and global trade resumption in 2021.

We rate Asian equities a BUY over a 12-month horizon. We remain positive on China and the more developed Asian economies. We are also starting to increase exposure to emerging markets such as India and Indonesia as growth broadens out. Our stock investments are geared towards companies benefiting from structural growth drivers such as internet platforms, datacenters, electrification of vehicles and quality companies which are long-term winners with favorable supply discipline, little competition, or possess significant brand equity.

*Based on the fund's portfolio returns as at 15 December 2020, the Volatility Factor (VF) for this fund is 14.860 and is classified as "High" (source: Lipper). "High" includes funds with VF that are above 14.185 but not more than 17.16. The VF means there is a possibility for the fund in generating an upside return or downside return around this VF. The Volatility Class (VC) is assigned by Lipper based on quintile ranks of VF for qualified funds. VF is subject to monthly revision and VC will be revised every six months. The fund's portfolio may have changed since this date and there is no guarantee that the fund will continue to have the same VF or VC in the future. Presently, only funds launched in the market for at least 36 months will display the VF and its VC.

We recommend that you read and understand the contents of the Master Prospectus Issue No. 22 dated 17 April 2020, which has been duly registered with the Securities Commission Malaysia, before investing and that you keep the said Master Prospectus for your records. Any issue of units to which the Master Prospectus relates will only be made upon receipt of the completed application form referred to in and accompanying the Master Prospectus, subject to the terms and conditions therein. Investments in the Fund are exposed to country risk, credit and default risk, currency risk, interest rate risk, risk of investing in emerging markets, risks associated with investment in warrants and stock specific risk. You can obtain a copy of the Master Prospectus from the head office of Principal Asset Management Berhad or from any of our approved distributors. Product Highlight Sheet ("PHS") is available and that investors have the right to request for a PHS; and the PHS and any other product disclosure document should be read and understood before making any investment decision. There are fees and charges involved in investing in the funds. We suggest that you consider these fees and charges carefully prior to making an investment. Unit prices and income distributions, if any, may fall or rise. Past performance is not reflective of future performance and income distributions are not guaranteed. You are also advised to read and understand the contents of the Financing for Investment in Unit Trust Risk Disclosure Statement/Unit Trust Loan Financing Risk Disclosure Statement before deciding to borrow to purchase units. Where a unit split /distribution is declared, you are advised that following the issue of additional units/distribution, the NAV per unit will be reduced from pre-unit split NAV/cum-distribution NAV to post-unit split NAV/ex-distribution NAV; and where a unit split is declared, the value of your investment in Malaysian ringgit will remain unchanged after the distribution of the additional units.

Carefully consider a fund's objective, risks, charges and expenses.

Visit www.principal.com.my for a prospectus containing this and other information. Please read it carefully before investing.

Principal Asset Management Berhad

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