

# Principal Asia Pacific Dynamic Income Fund - Class USD

30 April 2024



## Fund Objective

The Fund aims to provide regular income by investing primarily in the Asia Pacific ex Japan region and at the same time aims to achieve capital appreciation over the medium to long term. The Fund will be managed with the aim of achieving a stable and positive investment returns over the medium to long term through investments primarily in Asia Pacific ex Japan region, i.e. companies that are domiciled in, listed in, and/or have significant operations in the Asia Pacific ex Japan region. The fund may also invest up to 20% of its NAV in companies that are listed globally with some business/operations within the Asia Pacific ex Japan region to capture growth opportunities.

## Lipper Score

Total Return

4

Consistent Return

4

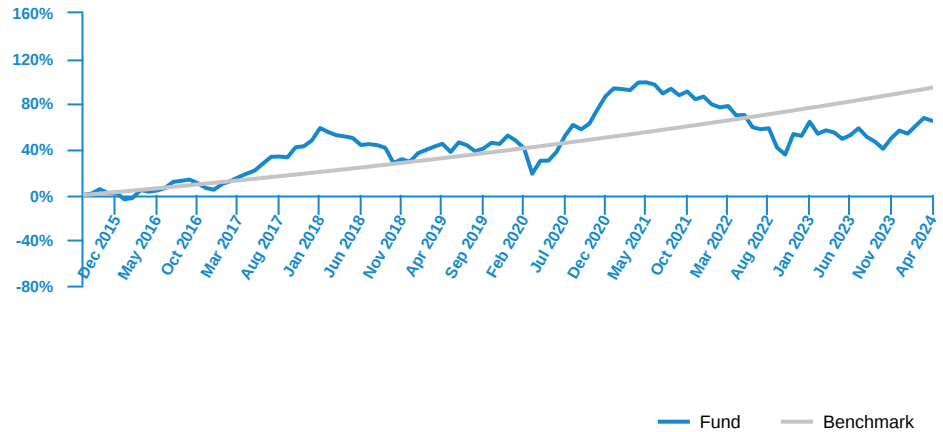
## Morningstar Rating



## Fund Information

ISIN Code	MYU1002DP005
Lipper ID	68336980
Bloomberg Ticker	CPASUSD MK
Domicile	Malaysia
Currency	USD
Base Currency	USD
Fund Inception	9 Sep 2015
Benchmark	The Fund has a target return of eight percent (8%) per annum.
Application Fee	Up to 5.00% of the NAV
Management Fee	Up to 1.50% p.a. of the NAV
Trustee Fee	Up to 0.05% p.a. of the NAV
Fund Size (USD)	USD 76.84 million
Fund Unit	99.06 million units
NAV per unit (As at 30 Apr 2024)	USD 0.7756
Initial Offering Period (IOP) Date	10 Sep 2015
Initial Offering Period (IOP) Price	USD 1.00

## 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	1M	3M	6M	1Y	3Y	5Y	Since Inception
Fund	5.45	-1.52	7.33	17.51	6.59	-16.99	13.99	65.23
Benchmark	2.58	0.63	1.91	3.90	8.02	25.99	46.95	94.44

Calendar Year Returns (%)							
	2023	2022	2021	2020	2019	2018	
Fund	3.14	-18.59	-0.25	22.86	17.91	-12.76	
Benchmark	8.00	8.00	8.00	8.00	8.00	8.00	

Most Recent Fund Distributions						
	2024 Mar	2023 Aug	2023 Apr	2023 Jan	2022 Oct	2022 Jul
Gross (cent/unit)	0.55	0.22	0.58	0.55	0.54	0.58
Annualised Yield (%)	2.79	1.25	3.16	2.80	3.31	3.03

Most Recent Unit Splits						
						2020 Dec
Ratio						3:4

Note: September 2015 to April 2024.

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.

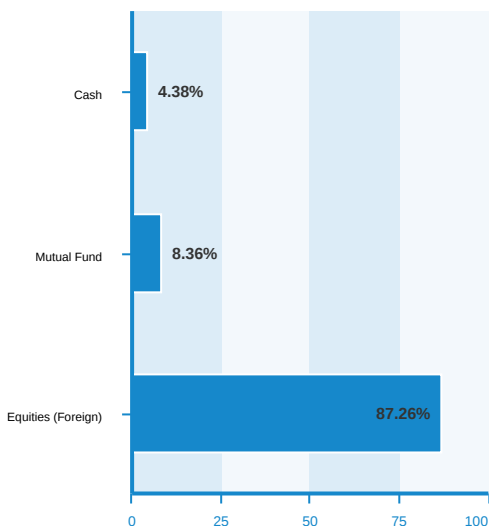
Annualised yield is calculated as the most recent monthly dividend distribution multiplied by the Fund's dividend frequency and divided by the latest NAV.

Source : Lipper

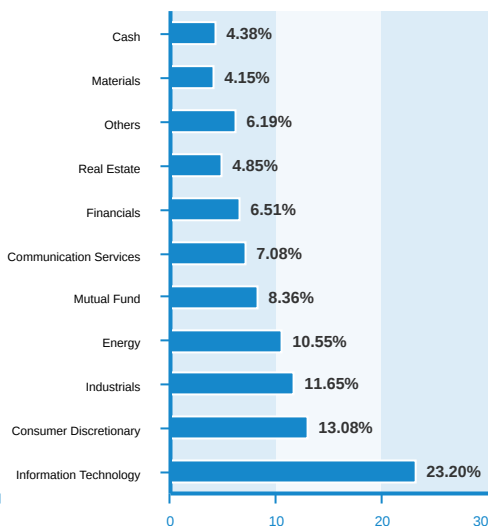
Top Holdings			Fund Risk Statistics	
	Country	% of Net Assets		
Taiwan Semiconductor Manufacturing	Taiwan	9.90	Beta	N/A
CNOOC Ltd	Hong Kong SAR China	5.40	Information Ratio	-0.25
Reliance Industries Ltd	India	5.15	Sharpe Ratio	-0.17
Samsung Electronics Co Ltd	South Korea	4.10	(3 years monthly data)	
Tencent Holdings Ltd	Hong Kong SAR China	4.00		
SK Hynix Inc	South Korea	3.29		
NEXT FUNDS TOPIX Banks ETF	Japan	3.29		
Jio Financial Services Ltd	India	2.96		
Goodman Group	Australia	2.86		
Hitachi Ltd	Japan	2.75		

The holdings listed do not constitute a recommendation to purchase or sell a particular security. Any repeated issuer shown means same issuer with different coupon rate and/or maturity date. Cash and/or derivative positions that are not part of the core investment strategy will not be reflected in the top holdings list.

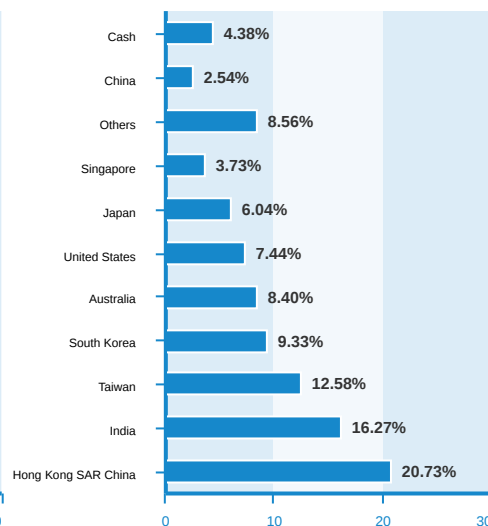
## Asset Allocation (%)



## Sector Allocation (%)



## Regional Allocation (%)



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

The Fund was down 1.52% in USD terms in April, underperforming the benchmark by 215 bps. YTD, the Fund is up 5.45%, outperforming the benchmark by 287 bps.

The MSCI AC Asia Pacific ex Japan Index was almost flat in April, rising by only 0.33% in USD terms. The best performing markets were China, Hong Kong SAR while Indonesia and Korea lagged. Headline inflation in the US continued to surprise on the upside, rising 0.4%MoM or 3.5%YoY in March. It seemed that the disinflationary trend has stalled such that the markets are now expecting 1-2 rate cuts, fewer than what was implied in the US Fed dotplot. Despite the upward revisions to inflation forecasts by the US Fed, they did not change the policy path projection, signaling a desire to cut rates this year. We have observed that there were signs of a weakening consumption from some of the US companies' commentary and softening of US consumer confidence index. This may eventually lead to a resumption of a disinflation trend in the US. In China, we continue to see green shoots emerging, with second consecutive month of PMI above 50 and 1Q24 GDP growth surprised on the upside, at 5.3%YoY. The market was buoyed by expectations of potential intervention in the housing market and Beijing and Tianjin announced to ease property purchase restrictions. We retain our view that China growth outlook hinges critically on government policies. We have a positive view on Asian equities as the outlook in the second half will be supported by a healthier China/HK market and a moderation in the trend of earnings downgrades in Asia. We will continue to position the portfolio in areas where they are likely to print strong earnings growth such as the semiconductor industry, beneficiaries of AI spend, or rising capex as well as India. We will also be selective in our investments in China, especially for those companies who have shown signs of turnaround. Other risks would be (1) Inflation may prove more sticky than expected, (2) continued weak business and consumer sentiment in China, (3) rising geopolitical risks.

<sup>^</sup>Based on the fund's portfolio returns as at 15 April 2024, the Volatility Factor (VF) for this fund is 10.16 and is classified as "Moderate" (source: FIMM). 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 FIMM 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. The Manager of the Principal Asia Pacific Dynamic Income Fund (formerly known as CIMB-Principal Asia Pacific Dynamic Income Fund) is Principal Asset Management Berhad. The Manager has appointed Principal Asset Management (S) Pte. Ltd. (formerly known as CIMB-Principal Asset Management (S) Pte. Ltd.) (Company Registration No. 200607208K) as its Singapore Representative and agent for service of process in Singapore. Copies of the prospectus are available from the Singapore Representative at 50 Raffles Place, #22-03A Singapore Land Tower, Singapore 048623 or at [www.cimb-principal.com.sg](http://www.cimb-principal.com.sg). Investors should read the prospectus before deciding to purchase any units in the Fund ("Units"). The listing of the Units does not guarantee a liquid market for the Units. The value of the Units and the income derived from them, if any, may fall as well as rise. Past performances of the Fund, the Manager are not necessarily indicative of their future performance. The information contained herein is for your general information only and does not have any regard to your specific investment objectives, financial situation and any of your particular needs. You may wish to seek advice from a financial adviser before making a commitment to purchase Units. If you choose not to seek advice from a financial adviser, you should consider whether the Fund is suitable for you. Although the information contained herein has been taken from sources that are believed to be accurate, no warranty or representation is made as to its correctness, completeness or accuracy. The Manager accepts no liability whatsoever for any direct, indirect or consequential loss arising from any use or reliance of the information herein.

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

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