

Principal China-India-Indonesia Opportunities Fund (formerly known as CIMB-Principal China-India-Indonesia Equity Fund)

31 May 2021



Fund Objective

Aims to achieve medium to long-term capital appreciation by capitalizing on investment ideas in undervalued listed companies which are domiciled or have significant operations in China, India and Indonesia.

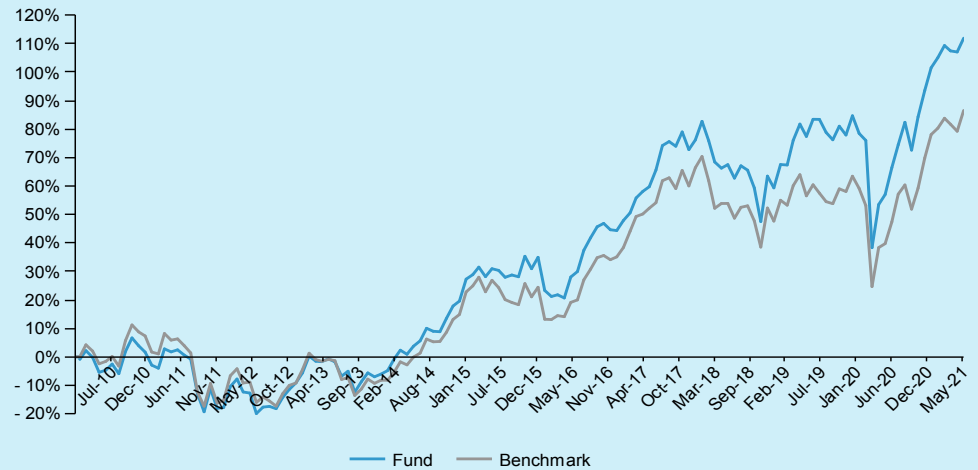
Currency: MYR ISIN Code: MYU1000DK000

Bloomberg Ticker: CIMBCII MK

Fund Information

Location	Malaysia
Domicile	Malaysia
Fund Currency	Ringgit Malaysia
Fund Size (MYR)	MYR 84.84 million
Fund Unit	169.37 million units
Fund Launch	21 January 2010
Benchmark	An equally weighted custom composite index of MSCI China Index, MSCI India Index and MSCI Indonesia Index
Dealing	Daily (as per Bursa Malaysia trading day)
Application Fee	IUTA: 5.50% of the NAV per unit Principal Agency Distributor: 6.50% of the NAV per unit
Management Fee	1.80% p.a. of the NAV
Trustee Fee	0.08% p.a. of the NAV
Unit NAV (MYR)	MYR 0.5009

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	5.16	2.33	1.23	9.49	34.95	26.51	65.53	111.94
Benchmark	4.77	4.09	1.49	9.84	33.49	21.22	56.64	86.56

Calendar Year Returns (%)

	2020	2019	2018	2017	2016	2015
Fund	9.11	15.91	-9.55	22.02	6.97	12.86
Benchmark	8.94	10.68	-11.27	23.18	8.58	8.33

Most Recent Fund Distributions

	2020 Oct	2019 Oct
Gross (Sen/Unit)	1.09	1.34
Annualised Yield (%)	2.43	2.99

Note: January 2010 to May 2021.

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

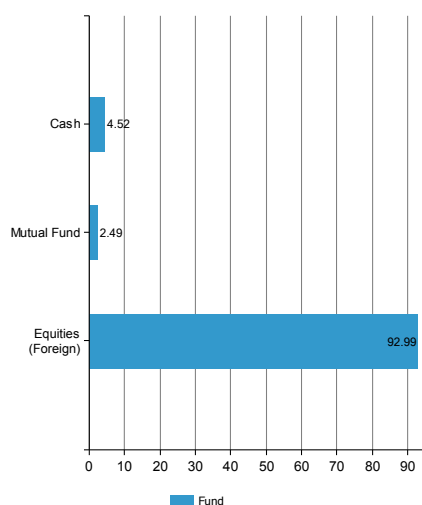
	Country	% of net assets
Bank Central Asia	Indonesia	6.36
Housing Development Finance	India	5.90
Reliance Industries Ltd	India	5.89
Bank Rakyat Indonesia	Indonesia	5.40
Tencent Hldg Ltd	HK, China	5.39
Alibaba Group Holding Ltd	Cayman Islands	5.01
SEA LTD	United States	4.64
Kingboard Laminates Hldg Ltd	HK, China	3.71
Tata Consultancy Services Ltd	India	3.56
Astra International Tbk PT	Indonesia	3.42

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.

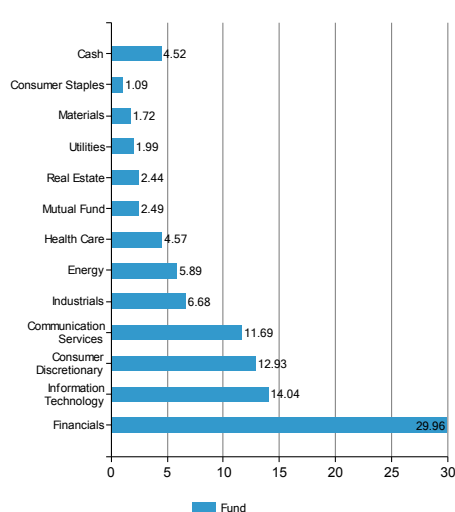
Fund Risk Statistics

Beta	1.03
Information Ratio	0.70
Sharpe Ratio	0.35
3 years monthly data	

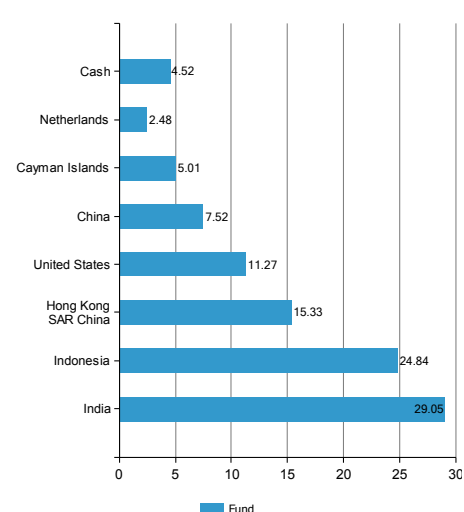
Asset Allocation (%)



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

The Fund was up 2.33% in May, underperforming the absolute return benchmark by 176bps. YTD, the Fund is up 5.16%, outperforming the absolute return benchmark by 39bps.

MSCI AC Asia Pacific ex Japan Index gained 1.2% in USD terms in May. Within this, India led the gains as its covid cases have been declining from the recent peak whilst Indonesia was down 0.8% and China (H-shares) up 0.6%. We will monitor Indonesia for any signs of covid outbreak post Idulfitri, there may be a relief rally if cases do not pick up. Medium-term we need to see vaccination rates pickup in all 3 countries for markets to make a more sustainable recovery. Rising Covid-19 infections in Asia has been a headwind for the Asian markets as we saw the resurgence of new cases such as in Malaysia, Singapore and Taiwan. Due to the various movement restrictions to combat the rising infections, most of Asian PMIs in May recorded some deterioration. However, we believe that countries are now better prepared to deal with the resurgence of Covid-19 cases and some countries are stepping up on vaccination program, hence the impact of current restrictions will not be as significant as a year before. We maintain our view that fund flows are more likely to move to Asia since it is under-owned and valuation is more attractive compared to global equities. Based on our estimates, Asia is attractively valued at a 25% discount to global averages based on P/B to ROE basis. We rate Asian equities a BUY over a 12-month horizon. The Fund did not make major changes in May, and remain underweight Indonesia, neutral India and China.

^aBased on the fund's portfolio returns as at 15 May 2021, the Volatility Factor (VF) for this fund is 19.450 and is classified as "Very High" (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.

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, currency risk, liquidity 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.