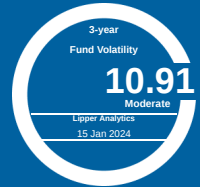


# Principal DALI Opportunities Fund - Class MYR

31 January 2024



## Fund Objective

The Fund aims to provide investors with medium to long-term capital appreciation through investments in securities of Malaysian companies that will benefit from prevailing investment themes and that conform with Shariah principles. The strategy of the fund is to invest in sectors that are related to the prevailing domestic and/or global investment themes. The fund will invest at least 70% of its NAV will be invested in equities that conform with Shariah principles; up to 28% of the fund's NAV may be invested in other permissible investments; and at least 2% of the fund's NAV will be invested in Shariah-compliant liquid assets for liquidity purposes.

## Lipper Score

Total Return

1

Consistent Return

2

## Morningstar Rating



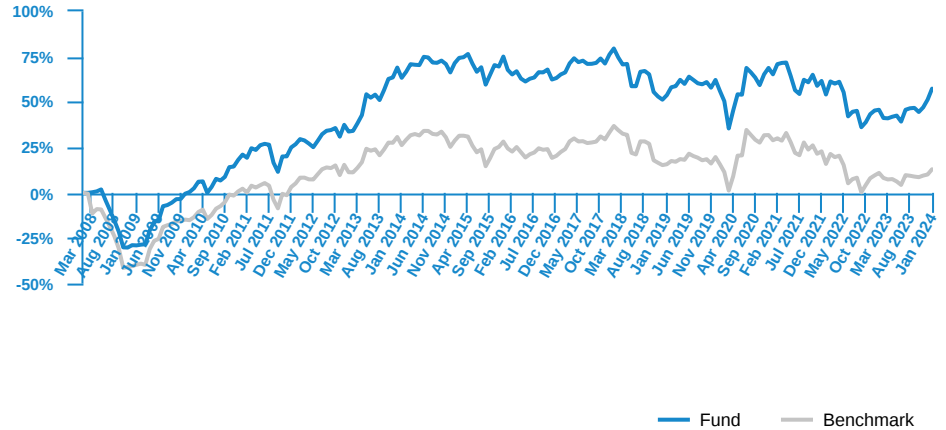
Sustainability



## Fund Information

ISIN Code	MYU1000CW007
Lipper ID	65088742
Bloomberg Ticker	CIMIDET MK
Domicile	Malaysia
Currency	MYR
Base Currency	MYR
Fund Inception	28 Feb 2008
Benchmark	FTSE Bursa Malaysia EMAS Shariah Index
Application Fee	IUTAs: Up to 6.50% of the NAV per unit Principal Agency Distributor: Up to 6.50% of NAV per unit
Management Fee	Up to 1.50% p.a. of the NAV of the Class in Malaysia
Trustee Fee	0.05% p.a. of the NAV
Fund Size (MYR)	MYR 261.47 million
Fund Unit	967.65 million units
NAV per unit (As at 31 Jan 2024)	MYR 0.2702

## 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	4.00	4.00	8.91	7.99	7.99	-4.76	2.32	57.42
Benchmark	2.63	2.63	4.03	2.97	1.82	-12.38	-2.38	13.01

### Calendar Year Returns (%)

	2023	2022	2021	2020	2019	2018
Fund	4.13	-10.09	-4.24	4.08	7.19	-14.11
Benchmark	0.46	-10.80	-6.81	10.14	3.86	-13.52

### Most Recent Fund Distributions

	2022 Jul	2021 Jul	2018 Jul	2017 Oct	2016 Jul	2015 Jul
Gross (sen/unit)	0.27	0.73	2.00	1.05	2.00	1.75
Annualised Yield (%)	1.09	2.65	6.14	3.29	5.65	4.67

Note: February 2008 to January 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.

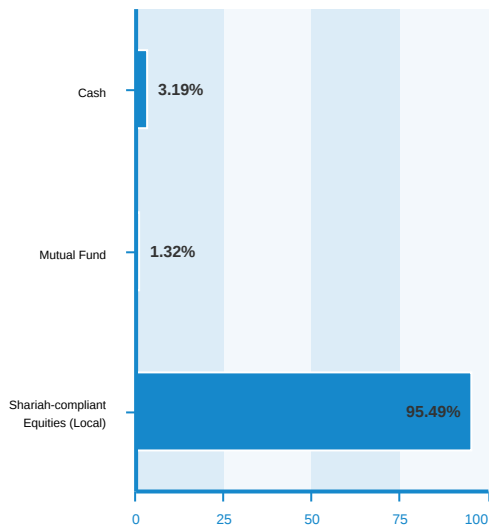
Annualised yield is calculated as the most recent monthly dividend distribution multiplied by the Fund's dividend frequency and divided by the latest NAV.

Source : Lipper

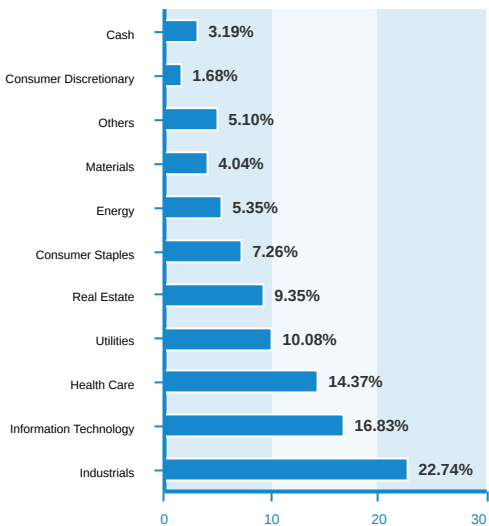
Top Holdings	Country	% of Net Assets	Fund Risk Statistics
Tenaga Nasional Bhd	Malaysia	10.08	Beta 0.89
Hartalega Hldg Bhd	Malaysia	6.85	Information Ratio 0.20
Sunway Bhd	Malaysia	5.01	Sharpe Ratio -0.11
Gamuda Bhd	Malaysia	4.44	(3 years monthly data)
Inari Amertron Bhd	Malaysia	4.32	
My Eg Services Bhd	Malaysia	3.74	
Genetec Technology Bhd	Malaysia	3.67	
IJM Corp Bhd	Malaysia	3.57	
Nationgate Holdings Bhd	Malaysia	3.49	
Sime Darby Plantation Bhd	Malaysia	3.46	

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.

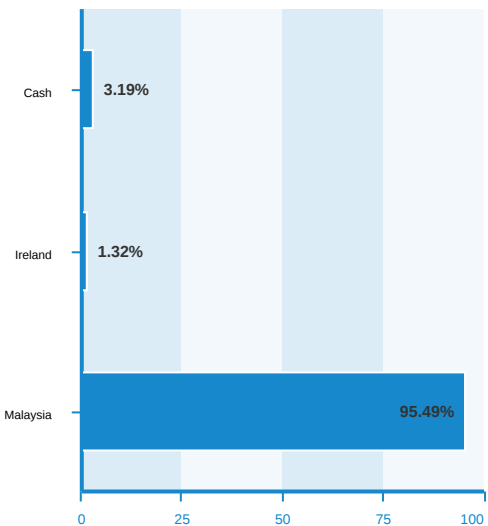
Asset Allocation (%)



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

In January 2024, the Fund rose 4.0% in MYR terms, outperforming the Benchmark by 137 basis points (bps) which was mainly due to the Fund's overweight in Energy, Health Care, Industrials and Real Estate, its underweight in Consumer Staples and Materials, as well as the stock selection in Utilities.

Malaysia's PMI rose to a 16-month high of 49 pts versus 47.9 pts in December. According to S&P Global, overall optimism of Malaysian manufacturers picked up amid signs of demand improvement. Output and new orders moderated only modestly, while firms also saw smaller reductions in new export orders and backlogs. Notably, firms also reported further softening in price pressures, while job shedding was minimal. Manufacturers remain optimistic of demand conditions over the course of the next 12 months. The latest PMI suggests a slight pickup in GDP growth. To recap, BNM projects GDP to grow 4-5% in 2024, from an estimate of 3.8% in 2023.

BNM maintained OPR at 3.00% in recent MPC meeting. We expect the OPR to maintain in 2024 given muted inflation and modest economic growth. Inflation was at 1.5% in December, significantly undershooting BNM's revised target of 2.5-3.0% for 2023. Given the low base, there appears to be sufficient headroom to central bank's 2.1-3.6% CPI forecast for 2024 with the impending cut back in subsidies.

Malaysia's equity market valuation remains compressed with forward PE of 13.5x which is still ~1.5SD below the historical mean. This is based on consensus earnings growth of 11% for 2024 and 6% for 2025. More clarity on the new Government's policy posture, in our view, should reduce the current extreme risk premiums applied to the market (yield gap of ~370bps). We are also hopeful that the newly launched National Energy Transition Roadmap (NETR) by the government would revitalize domestic investment and buoy consumption. We identify 4 key catalysts that could spur the market: 1) Fed pivot and further weakness in the Dollar, 2) Reallocation of portfolio investments domestically, 3) Lower risk premiums as a result of fiscal consolidation and policy continuity and 4) Corporate earnings sustaining with growth re-accelerating.

We continue to be positive on the market. We make no changes to our key preferred sectors and remain constructive on sectors that stand to gain from the NETR, including Utilities, Construction, and Property. Additionally, we remain optimistic on selective Technology due to the ongoing structural growth trends in the sector. Key risks are the derailment of Malaysia's macroeconomic recovery and corporate earnings growth due to the larger-than-expected impact of rising inflation, slower global economic growth, and heightened geopolitical risks.

^Based on the fund's portfolio returns as at 15 January 2024, the Volatility Factor (VF) for this fund is 10.91 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. We recommend that you read and understand the contents of Principal DALI Opportunities Fund (formerly known as CIMB Islamic DALI Equity Theme Fund) Prospectus Issue No. M4 dated 23 August 2019, which has been duly registered with the Securities Commission Malaysia, before investing and that you keep the said Fund Prospectus for your records. Any issue of units to which the Fund Prospectus relates will only be made upon receipt of the completed application form referred to in and accompanying the Fund Prospectus, subject to the terms and conditions therein. Investments in the Fund are exposed to risks associated with investment in Shariah-compliant warrants, sector risk, stock specific risk. You can obtain a copy of the Fund 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 before deciding to obtain financing 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](http://www.principal.com.my) for a prospectus containing this and other information. Please read it carefully before investing.