

Principal Emerging Markets Multi Asset Fund

Quarterly Report

For The Quarter And Financial Period Ended 31 October 2023

PRINCIPAL EMERGING MARKETS MULTI ASSET FUND
QUARTERLY REPORT
FOR THE QUARTER AND FINANCIAL PERIOD ENDED 31 OCTOBER 2023

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INVESTORS' LETTER

Dear Valued Investor,

Greetings from Principal Asset Management Berhad ("Principal Malaysia") and thank you for investing with us!

We are pleased to bring you a copy of the Quarterly Fund Report of the Principal Emerging Markets Multi Asset Fund for the financial period ended 31 October 2023. You may also download this report from our website at www.principal.com.my.

We are happy to share that Principal Malaysia won two awards at the International Finance's 2023 Financial Awards and Leadership Awards. The awards were for Best Asset Management Company (Malaysia) and Best Asset Management CEO (Malaysia) – Ms. Munirah Khairuddin. We also won the Best Impact – Climate Action, Gold award for Principal Asia Pacific Renewables Fund at The Edge ESG Awards 2023.

Digital innovation is central to our strategy, as we use data and technology to develop the right solutions for you. We will continue to advance our digital capabilities to provide easy access to your investment portfolio and enable you to carry out transactions seamlessly. Please continue to check out our website (www.principal.com.my), like our Facebook page (@PrincipalAssetMY), follow us on our Instagram account (@principalassetmanagement_my), and LinkedIn page (Principal Asset Management Berhad) for the latest updates, market insights and investment articles.

We appreciate your continuous support and the trust you place in us.

Yours faithfully,
for **Principal Asset Management Berhad**

Munirah Khairuddin
Country Head and Chief Executive Officer, Malaysia
Non-Independent Executive Director

MANAGER'S REPORT

FUND OBJECTIVE AND POLICY

What is the investment objective of the Fund?

The Fund aims to maximise total return through investments in one collective investment scheme, which invests primarily in assets of the Emerging Markets ("EM").

Has the Fund achieved its objective?

The Fund is in line to achieve its long-term objective as stated under the Fund Performance section.

What are the Fund investment policy and principal investment strategy?

The Fund is a feeder fund and it invests in a single collective investment scheme, i.e. AllianceBernstein Société d'Investissement à Capital Variable ("AB SICAV") I Emerging Markets Multi-Asset Portfolio ("Target Fund"). The Fund may also invest in liquid asset for liquidity purpose.

In order to achieve its investment objective, the Fund will invest at least 95% of its Net Asset Value ("NAV") in the Target Fund; a Undertaking for Collective Investment in Transferable Securities ("UCITS") domiciled in Luxembourg and established on 23 May 2011. Currently, the Fund will invest in Class AD of the Target Fund, which is a share class denominated in USD and launched on 21 March 2013. The Fund will also maintain up to 5% of its NAV in liquid assets for liquidity purposes. The Fund may invest into any other classes of the Target Fund which must be denominated in USD if the Manager and the Target Fund Manager are of the opinion that the change is in the interest of the Unit holders.

Information on the Target Fund:

Company	: AB SICAV I, an open-ended investment company with variable capital (société d'investissement à capital variable) incorporated on 8 June 2006 with limited liability in the Grand Duchy of Luxembourg.
Investment Manager	: AllianceBernstein L.P.
Management Company	: AllianceBernstein (Luxembourg) S.à r.l.
Regulatory authority	: Commission de Surveillance du Secteur Financier

Base Currency

United States Dollar ("USD")

Fund category/ type

Feeder Fund/ Income & Growth

When was the Fund launched?

Name of Class	Launch date
Class AUD-Hedged ("AUD-H")	1 July 2017
Class EUR-Hedged ("EUR-H")	2 July 2018
Class GBP-Hedged ("GBP-H")	2 July 2018
Class HKD-Hedged ("HKD-H")	2 July 2018
Class MYR	6 January 2017
Class MYR-Hedged ("MYR-H")	27 February 2017
Class RMB-Hedged ("RMB-H")	2 July 2018
Class SGD-Hedged ("SGD-H")	1 July 2017
Class USD	6 January 2017

What was the size of the Fund as at 31 October 2023?

USD5.16 million (25.70 million units)

FUND OBJECTIVE AND POLICY (CONTINUED)

What is the Fund's benchmark?

The Fund is benchmark unconstrained as the Target Fund is benchmark unconstrained i.e. it will be actively managed without references to any specific benchmark.

What is the Fund distribution policy?

Quarterly, depending on the availability of realised income and/or realised gains and at the Manager's discretion. The Manager has the right to make provisions for reserves in respect of distribution of the Class. If the income available is too small or insignificant, any distribution may not be of benefit to unit holders as the total cost to be incurred in any such distribution may be higher than the amount for distribution. The Manager has the discretion to decide on the amount to be distributed. The Manager also has the discretion to make income distribution on an ad-hoc basis, taking into consideration the level of its realised income and/or realised gains, as well as the performance of the Fund.

What was the net income distribution for the financial period from 1 August 2023 to 31 October 2023?

The Fund distributed a total net income of USD0.03 million to unit holders for the period from 1 August 2023 to 31 October 2023

The Fund's NAV per unit before and after distributions were as follows:

Date	NAV per unit (before distribution)	NAV per unit (after distribution)
	USD	USD
Distribution on 15 September 2023		
Class AUD-H	0.4405	0.4377
Class GBP-H	1.0862	1.0797
Class HKD-H	0.1114	0.1108
Class MYR	0.1811	0.1801
Class MYR-H	0.1600	0.1590
Class RMB-H	0.1226	0.1219
Class SGD-H	0.5229	0.5197
Class USD	0.8296	0.8248

Breakdown of distribution were as follows:

Source of distribution	31.10.2023		31.10.2022	
	RM	%	RM	%
Distribution out of current period's income	33,408	100.00	78,095	100.00
Distribution out of prior period's income/capital	-	-	-	-
Total	33,408	100.00	78,095	100.00

PERFORMANCE DATA

Details of portfolio composition of the Fund for the last three unaudited financial periods were as follows:

	31.10.2023	31.10.2022	31.10.2021
	%	%	%
Collective investment scheme	98.73	98.97	99.03
Cash and other assets	2.25	2.47	1.81
Liabilities	(0.98)	(1.44)	(0.84)
	100.00	100.00	100.00

PERFORMANCE DATA (CONTINUED)

Performance details of the Fund for the last three unaudited financial periods were as follows:

	31.10.2023	31.10.2022	31.10.2021
NAV (USD Million)			
- Class AUD-H	0.69	0.69	1.66
- Class EUR-H	0.00*	0.00*	0.00*
- Class GBP-H	0.01	0.01	0.01
- Class HKD-H	0.00*	0.00*	0.00*
- Class MYR	0.63	0.70	1.59
- Class MYR-H	2.35	2.37	4.65
- Class RMB-H	0.27	0.30	0.66
- Class SGD-H	0.89	0.93	1.58
- Class USD	0.31	0.72	1.55
Units in circulation (Million)			
- Class AUD-H	1.66	1.76	2.26
- Class EUR-H	0.00*	0.00*	0.00*
- Class GBP-H	0.01	0.01	0.01
- Class HKD-H	0.00*	0.00*	0.00*
- Class MYR	3.65	4.42	6.40
- Class MYR-H	15.84	16.62	18.33
- Class RMB-H	2.33	2.71	3.40
- Class SGD-H	1.81	2.08	2.15
- Class USD	0.40	0.99	1.37
NAV per unit (USD)			
- Class AUD-H	0.4120	0.3921	0.7343
- Class EUR-H	0.9310	0.7958	1.4252
- Class GBP-H	1.0028	0.8874	1.6721
- Class HKD-H	0.1058	0.0984	0.1561
- Class MYR	0.1722	0.1588	0.2478
- Class MYR-H	0.1486	0.1422	0.2536
- Class RMB-H	0.1154	0.1097	0.1942
- Class SGD-H	0.4927	0.4464	0.7363
- Class USD	0.7879	0.7270	1.1337

Note: 0.00* denotes fair value/unit count less than 0.01 million.

	01.08.2023 to 31.10.2023	01.08.2022 to 31.10.2022	01.08.2021 to 31.10.2021
Highest NAV per unit (USD)			
- Class AUD-H	0.4719	0.5276	0.7669
- Class EUR-H	1.0509	0.9904	1.5304
- Class GBP-H	1.1516	1.1318	1.7989
- Class HKD-H	0.1160	0.1190	0.1648
- Class MYR	0.1878	0.1908	0.2612
- Class MYR-H	0.1724	0.1828	0.2662
- Class RMB-H	0.1292	0.1440	0.2025
- Class SGD-H	0.5534	0.5555	0.7799
- Class USD	0.8597	0.8735	1.1967

PERFORMANCE DATA (CONTINUED)

Performance details of the Fund for the last three unaudited financial periods were as follows (continued):

	01.08.2023 to 31.10.2023	01.08.2022 to 31.10.2022	01.08.2021 to 31.10.2021
Lowest NAV per unit (USD)			
- Class AUD-H	0.4097	0.3889	0.6952
- Class EUR-H	0.9240	0.7922	1.4081
- Class GBP-H	0.9996	0.8591	1.6314
- Class HKD-H	0.1055	0.0982	0.1544
- Class MYR	0.1717	0.1583	0.2452
- Class MYR-H	0.1474	0.1417	0.2465
- Class RMB-H	0.1152	0.1095	0.1892
- Class SGD-H	0.4904	0.4445	0.7227
- Class USD	0.7859	0.7250	1.1218
Total return (%)			
- Class AUD-H	(9.75)	(15.03)	(2.31)
- Class EUR-H	(9.36)	(15.48)	(2.07)
- Class GBP-H	(8.89)	(15.11)	(3.47)
- Class HKD-H	(8.55)	(14.69)	(2.58)
- Class MYR	(3.37)	(8.93)	(4.19)
- Class MYR-H	(9.00)	(14.76)	(2.01)
- Class RMB-H	(8.76)	(14.36)	(1.63)
- Class SGD-H	(9.19)	(14.38)	(2.50)
- Class USD	(8.56)	(14.29)	(2.46)
Capital growth (%)			
- Class AUD-H	(10.30)	(16.04)	(1.45)
- Class EUR-H	(9.36)	(15.48)	(2.07)
- Class GBP-H	(9.43)	(16.13)	(1.77)
- Class HKD-H	(9.04)	(15.68)	(1.80)
- Class MYR	(3.90)	(9.99)	(3.37)
- Class MYR-H	(9.57)	(15.77)	(1.15)
- Class RMB-H	(9.28)	(15.41)	(0.84)
- Class SGD-H	(9.73)	(15.38)	(1.67)
- Class USD	(9.09)	(15.27)	(1.51)
Income distribution (%)			
- Class AUD-H	0.62	1.20	0.88
- Class EUR-H	-	-	-
- Class GBP-H	0.59	1.22	1.76
- Class HKD-H	0.54	1.17	0.80
- Class MYR	0.55	1.18	0.86
- Class MYR-H	0.63	1.20	0.88
- Class RMB-H	0.57	1.24	0.80
- Class SGD-H	0.60	1.19	0.85
- Class USD	0.58	1.15	0.98

PERFORMANCE DATA (CONTINUED)

Performance details of the Fund for the last three unaudited financial periods were as follows (continued):

	01.08.2023 to 31.10.2023	01.08.2022 to 31.10.2022	01.08.2021 to 31.10.2021
Total Expense Ratio ("TER") (%) ^	0.49	0.48	0.48
Portfolio Turnover Ratio ("PTR") (times) #	0.07	0.15	0.10

^ The Fund's TER increased from 0.48% to 0.49% due to decreased in average NAV during the financial period.

For the period under review, the Fund's PTR decreased to 0.07 from 0.15 times as there were lesser trading activities during the period.

Gross/Net distribution per unit (cent)

Distribution on 13 September 2023

- Class AUD-H	0.48	-	-
- Class GBP-H	0.10	-	-
- Class HKD-H	0.10	-	-
- Class MYR	0.27	-	-
- Class MYR-H	0.31	-	-
- Class RMB-H	0.07	-	-
- Class SGD-H	0.64	-	-
- Class USD	0.06	-	-

Distribution on 15 September 2022

- Class AUD-H	-	0.58	-
- Class GBP-H	-	1.25	-
- Class HKD-H	-	0.13	-
- Class MYR	-	0.22	-
- Class MYR-H	-	0.21	-
- Class RMB-H	-	0.16	-
- Class SGD-H	-	0.62	-
- Class USD	-	0.94	-

Distribution on 9 September 2021

- Class AUD-H	-	-	0.67
- Class GBP-H	-	-	3.08
- Class MYR	-	-	0.13
- Class MYR-H	-	-	0.22
- Class RMB-H	-	-	0.23
- Class SGD-H	-	-	0.16
- Class USD	-	-	0.65

Note: 0.00* denotes fair value less than 0.01 million.

PERFORMANCE DATA (CONTINUED)

	31.10.2023	31.10.2022	31.10.2021	31.10.2020	31.10.2019	31.10.2018
	%	%	%	%	%	%
Annual total return						
- Class MYR	13.07	(23.61)	14.34	3.56	9.62	(13.32)
- Class USD	12.24	(33.10)	14.71	4.21	9.55	(13.32)

(Launch date: 6 January 2017)

Annual total return						
- Class MYR-H	9.17	(33.18)	15.43	3.74	9.92	(12.88)

(Launch date: 27 February 2017)

Annual total return						
- Class AUD-H	9.40	(34.36)	12.87	2.04	7.66	(13.98)
- Class SGD-H	10.28	(33.44)	14.03	1.81	8.48	(14.33)

(Launch date: 1 July 2017)

	31.10.2023	31.10.2022	31.10.2021	31.10.2020	31.10.2019
	%	%	%	%	%
Annual total return					
- Class EUR-H	9.09	(34.61)	12.49	2.32	9.46
- Class GBP-H	10.96	(33.94)	12.55	4.42	9.94
- Class HKD-H	10.98	(33.65)	13.36	3.91	4.19
- Class RMB-H	9.15	(32.53)	17.12	5.63	2.30

(Launch date: 2 July 2018)

Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up. All performance figures for the financial period have been extracted from Lipper.

MARKET REVIEW (1 AUGUST 2023 TO 31 OCTOBER 2023)

Emerging-market ("EM") equities, as measured by the Morgan Stanley Capital International ("MSCI") Emerging Markets Index, pulled back in August 2023, declining 6.2% and underperforming developed markets, which rallied at the end of the month as United States ("US") economic data raised confidence that the US Federal Reserve (the "Fed") is nearing the end of its rate-hike cycle. During the month, sector performance within the MSCI EM Index was negative. The communication-services and consumer-discretionary sectors led underperformance. The energy and technology sectors also delivered negative absolute returns but outperformed other sectors on a relative basis. Equity markets in China declined amid negative sentiment and increased scrutiny of its worsening property market slump and weak consumer spending. US companies with exposure to China cited falling export demand as a reason for lowered earnings guidance. After the latest round of disappointing economic data showed growth continuing to slow despite earlier stimulus measures, China's central bank unexpectedly cut a range of key interest rates in an emergency move to try and jump-start its economy.

EM equities declined during the third quarter but modestly outperformed Developed Markets ("DMs"). EM foreign exchange rates broadly weakened against the USD, and China's economic recovery continued to falter and spill over into other EMs. Stocks sold off as US bond yields rose, and the Fed emphasized its higher-for-longer intentions, which reverberated globally. During the quarter, sector performance within the MSCI EM Index was mixed. The communication-services and technology sectors underperformed and delivered negative absolute returns, while the energy and consumer-discretionary sectors delivered positive absolute returns and outperformed on a relative basis.

MARKET REVIEW (1 AUGUST 2023 TO 31 OCTOBER 2023)

EM equities, as measured by the MSCI Emerging Markets Index, declined 3.9% in October 2023, underperforming DMs. A rapid rise in bond yields—especially the 10-years US Treasury note, which briefly crossed the 5% threshold—and headwinds from the conflict in the Middle East weakened EM risk sentiment considerably and helped maintain the US dollar's elevated level against regional currencies. Year to date, the MSCI EM Index is down 2.1% (all returns in USD terms). China's equity markets declined amid increased scrutiny of its worsening property market slump and weak consumer spending. After economic data showed growth continuing to slow despite earlier stimulus measures, China's central bank unexpectedly cut a range of key interest rates in an effort to revive its economy.

FUND PERFORMANCE

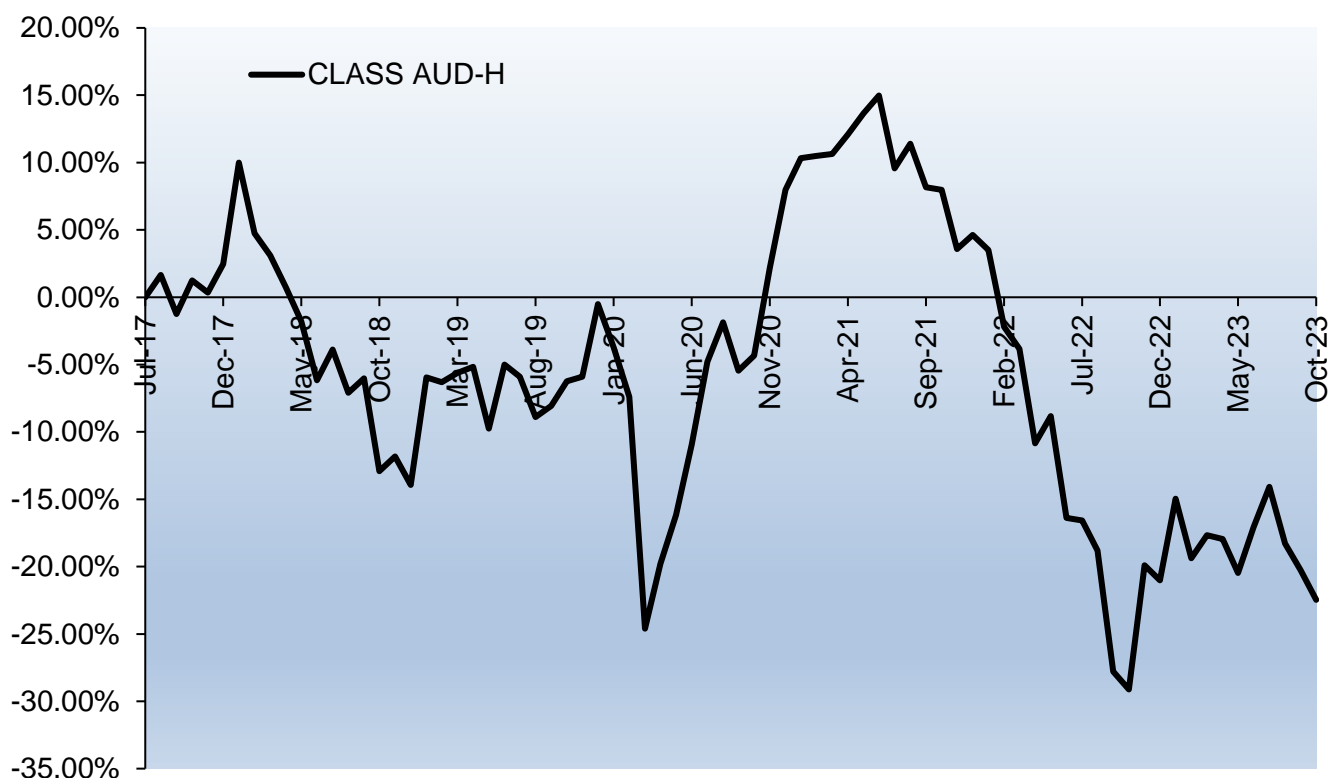
	3 months to 31.10.2023 %	6 months to 31.10.2023 %	1 year to 31.10.2023 %	3 years to 31.10.2023 %	5 years to 31.10.2023 %	Since Inception to 31.10.2023 %
Income						
Distribution						
- AUD-H	0.62	1.58	3.57	12.01	19.87	19.87
- EUR-H	-	-	-	-	-	-
- GBP-H	0.59	1.57	3.52	12.68	16.26	16.26
- HKD-H	0.54	1.51	3.56	10.86	11.25	11.25
- MYR	0.55	1.53	3.50	11.95	18.67	25.24
- MYR-H	0.63	1.66	3.68	12.13	20.72	32.07
- RMB-H	0.57	1.59	3.59	11.51	14.91	14.91
- SGD-H	0.60	1.59	3.56	12.10	20.60	23.05
- USD	0.58	1.57	3.57	12.01	18.37	22.59
Capital Growth						
- AUD-H	(10.30)	(6.95)	5.63	(27.64)	(25.72)	(35.31)
- EUR-H	(9.36)	(5.76)	9.09	(19.76)	(10.12)	(12.73)
- GBP-H	(9.43)	(6.69)	7.19	(26.78)	(18.54)	(17.74)
- HKD-H	(9.04)	(5.48)	7.17	(24.70)	(18.76)	(17.21)
- MYR	(3.90)	1.36	9.25	(11.78)	(5.67)	(18.01)
- MYR-H	(9.57)	(6.67)	5.30	(24.91)	(20.47)	(29.24)
- RMB-H	(9.28)	(6.34)	5.37	(22.65)	(19.04)	(15.30)
- SGD-H	(9.73)	(6.45)	6.49	(25.34)	(22.59)	(32.75)
- USD	(9.09)	(5.10)	8.38	(23.10)	(16.92)	(21.21)
Total Return						
- AUD-H	(9.75)	(5.48)	9.40	(18.95)	(10.96)	(22.46)
- EUR-H	(9.36)	(5.76)	9.09	(19.76)	(10.12)	(12.73)
- GBP-H	(8.89)	(5.23)	10.96	(17.50)	(5.29)	(4.37)
- HKD-H	(8.55)	(4.05)	10.98	(16.53)	(9.62)	(7.90)
- MYR	(3.37)	2.91	13.07	(1.24)	11.94	2.69
- MYR-H	(9.00)	(5.13)	9.17	(15.80)	(3.99)	(6.55)
- RMB-H	(8.76)	(4.85)	9.15	(13.75)	(6.97)	(2.67)
- SGD-H	(9.19)	(4.96)	10.28	(16.30)	(6.65)	(17.25)
- USD	(8.56)	(3.61)	12.24	(13.87)	(1.66)	(3.41)
Benchmark						
- AUD-H	-	-	-	-	-	-
- EUR-H	-	-	-	-	-	-
- GBP-H	-	-	-	-	-	-
- HKD-H	-	-	-	-	-	-
- MYR	-	-	-	-	-	-
- MYR-H	-	-	-	-	-	-
- RMB-H	-	-	-	-	-	-
- SGD-H	-	-	-	-	-	-
- USD	-	-	-	-	-	-

FUND PERFORMANCE

	3 months to 31.10.2023 %	6 months to 31.10.2023 %	1 year to 31.10.2023 %	3 years to 31.10.2023 %	5 years to 31.10.2023 %	Since Inception To 31.10.2023 %
Average Total Return						
- AUD-H	(33.66)	(10.66)	9.40	(6.76)	(2.29)	(3.39)
- EUR-H	(32.50)	(11.19)	9.09	(7.08)	(2.11)	(2.52)
- GBP-H	(31.09)	(10.19)	10.96	(6.21)	(1.08)	(0.83)
- HKD-H	(30.06)	(7.94)	10.98	(5.84)	(2.00)	(1.53)
- MYR	(12.81)	5.90	13.07	(0.42)	2.28	0.39
- MYR-H	(31.43)	(10.00)	9.17	(5.57)	(0.81)	(1.01)
- RMB-H	(30.70)	(9.46)	9.15	(4.81)	(1.43)	(0.51)
- SGD-H	(32.00)	(9.67)	10.28	(5.76)	(2.27)	(2.94)
- USD	(30.09)	(7.09)	12.24	(4.86)	(0.33)	(0.51)

For the financial period under review, the Fund posted negative returns for the following classes. Class AUD-H, Class EUR-H, Class GBP-H, Class HKD-H, Class MYR-H, Class RMB-H, Class SGD-H, and Class USD fell by 9.75%, 9.36%, 8.89%, 8.55%, 3.37%, 9.00%, 8.76%, 9.19%, and 8.56% respectively.

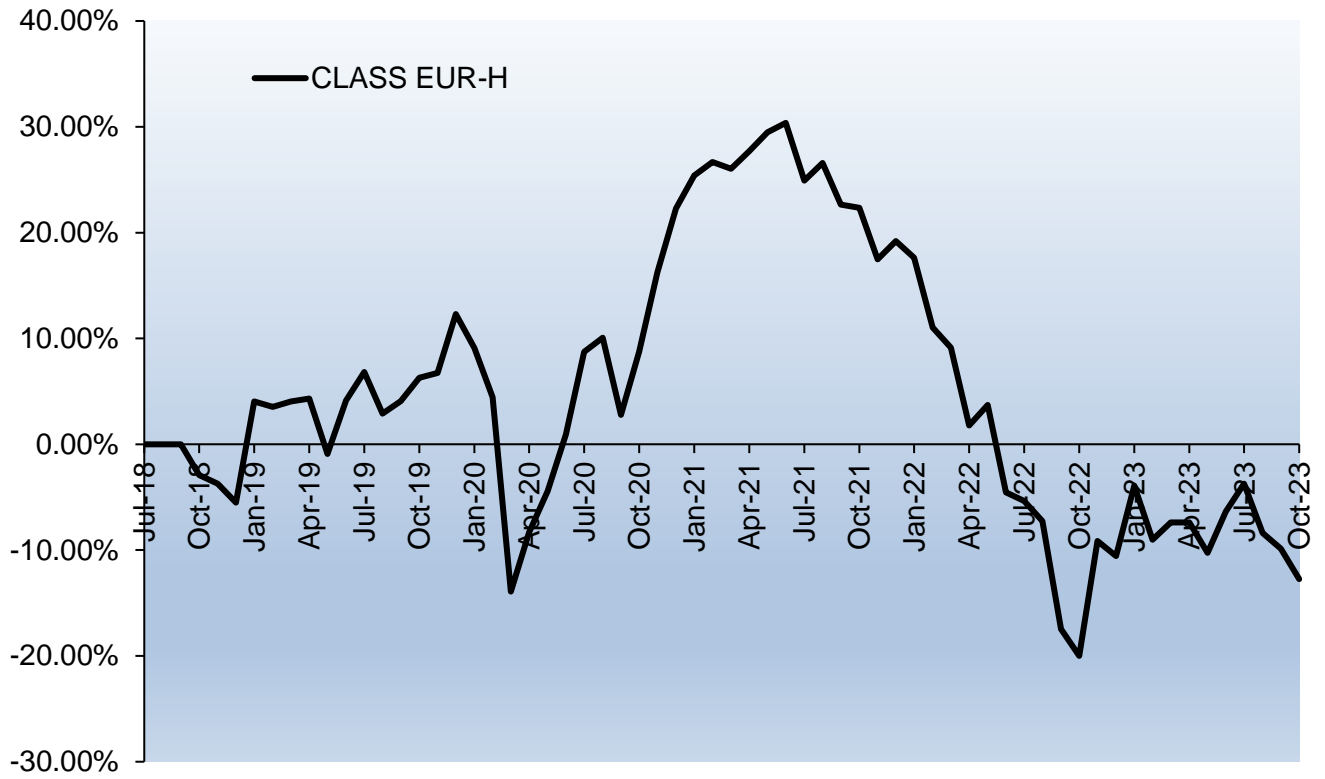
To note, the Fund is benchmark unconstrained. However, the weakness in performance during the period under review was in line with the overall EM market performance, as highlighted under the Market Review section.

CLASS AUD-H
Since Inception


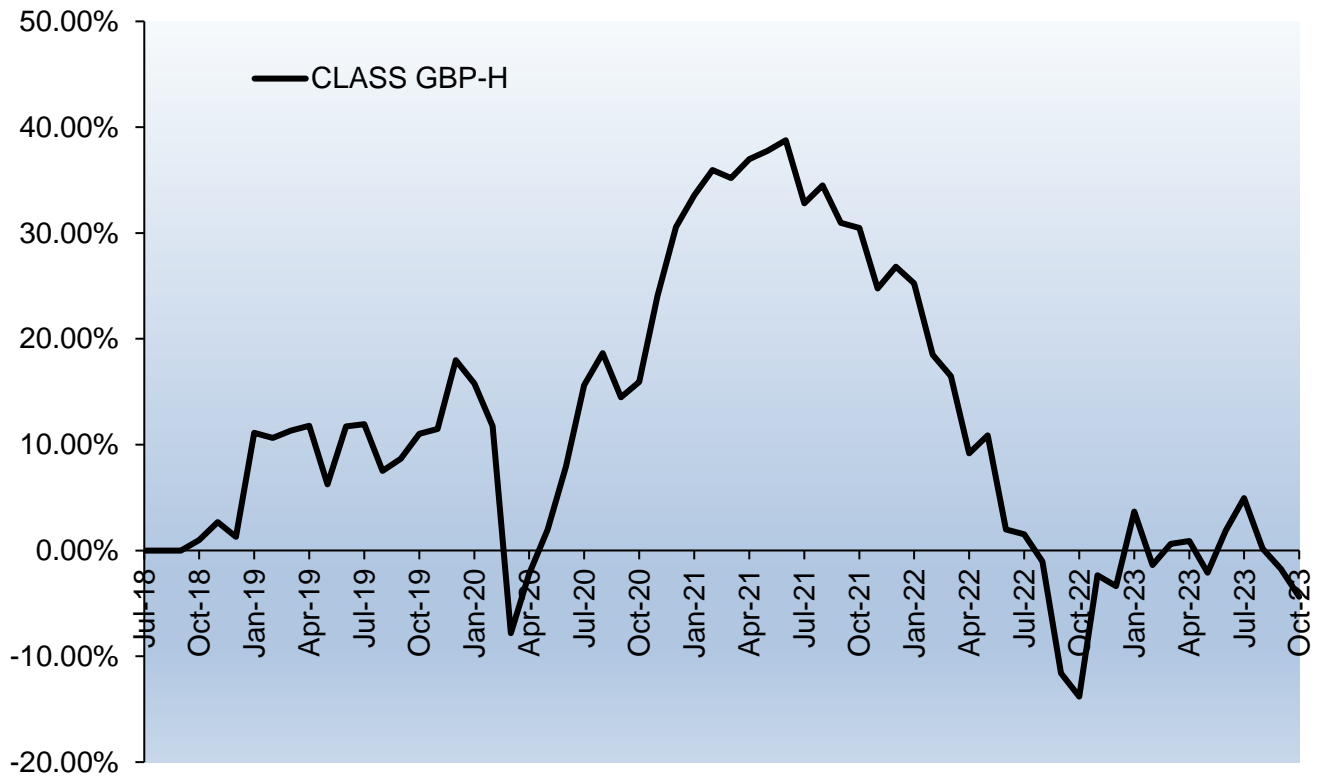
FUND PERFORMANCE (CONTINUED)

Since Inception

CLASS EUR-H



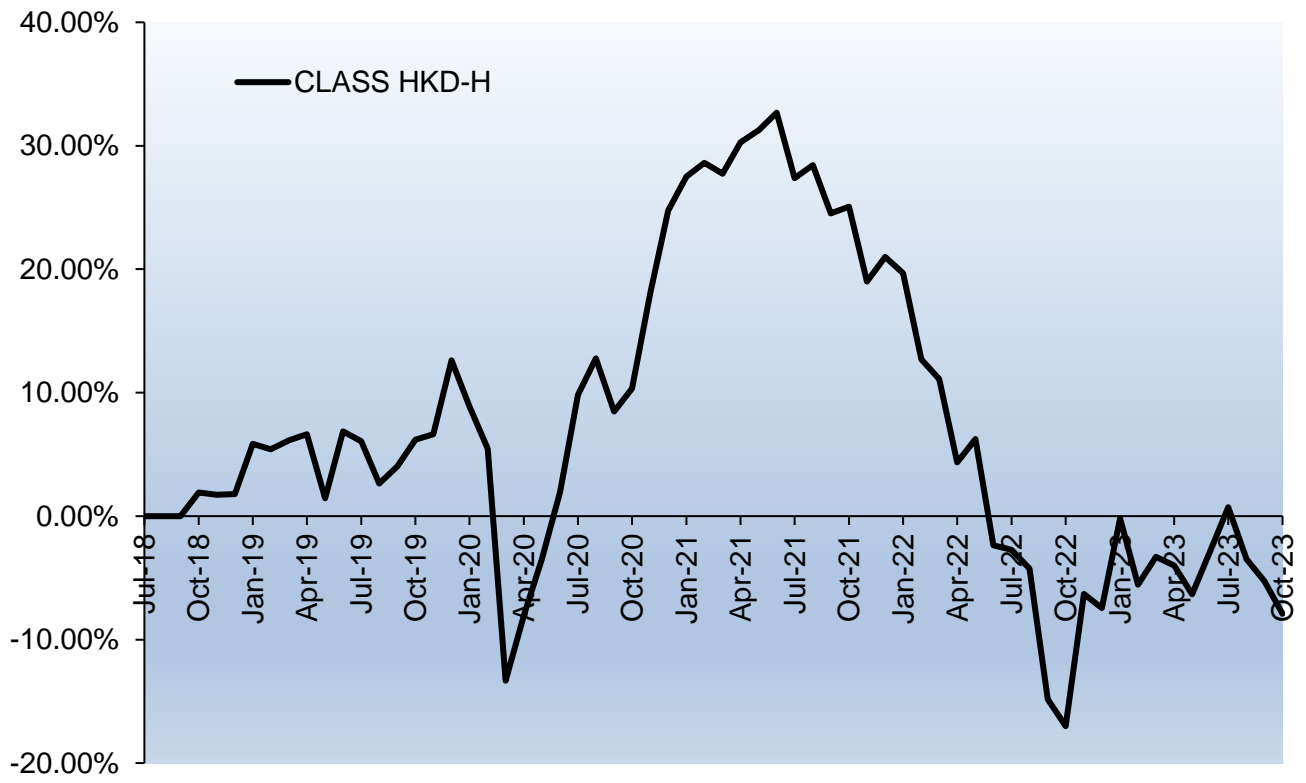
CLASS GBP-H



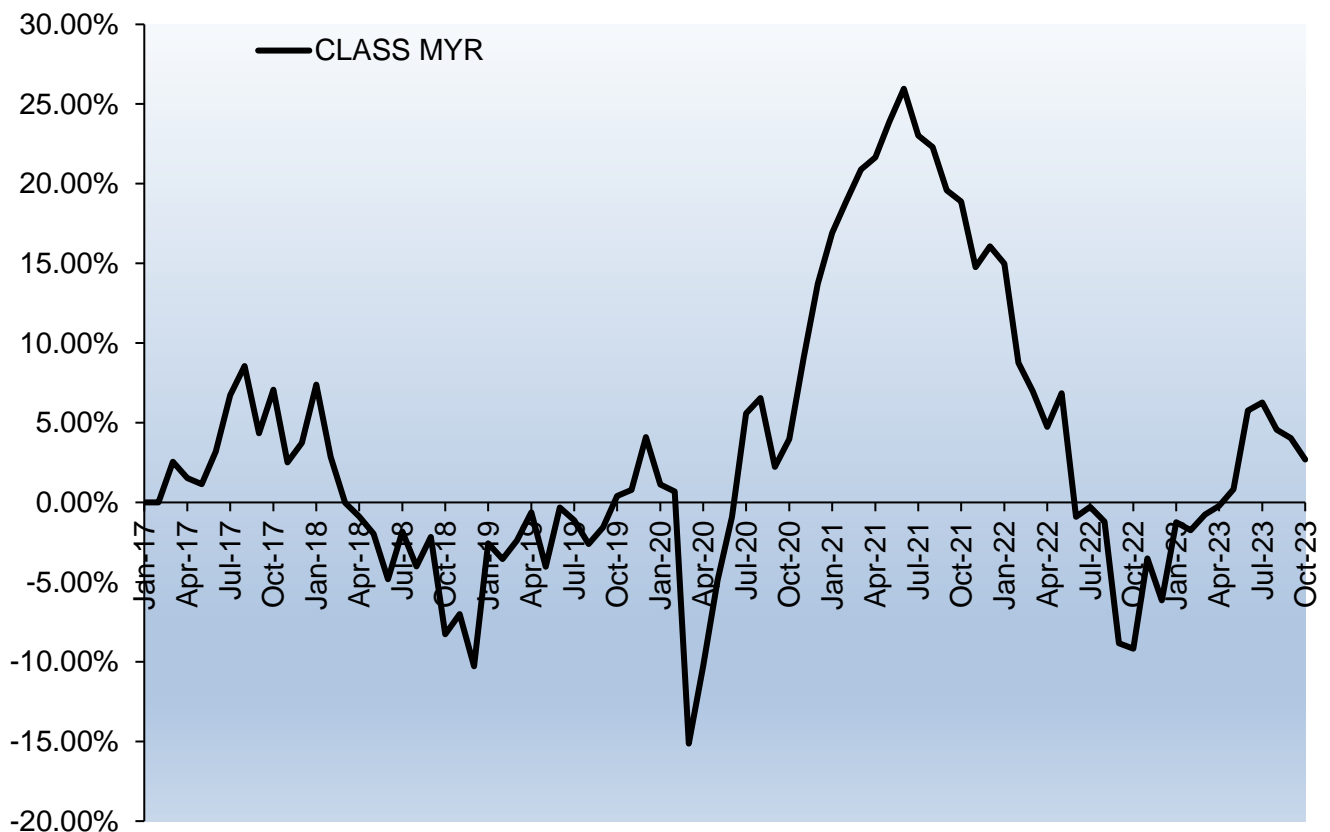
FUND PERFORMANCE (CONTINUED)

Since Inception

CLASS HKD-H



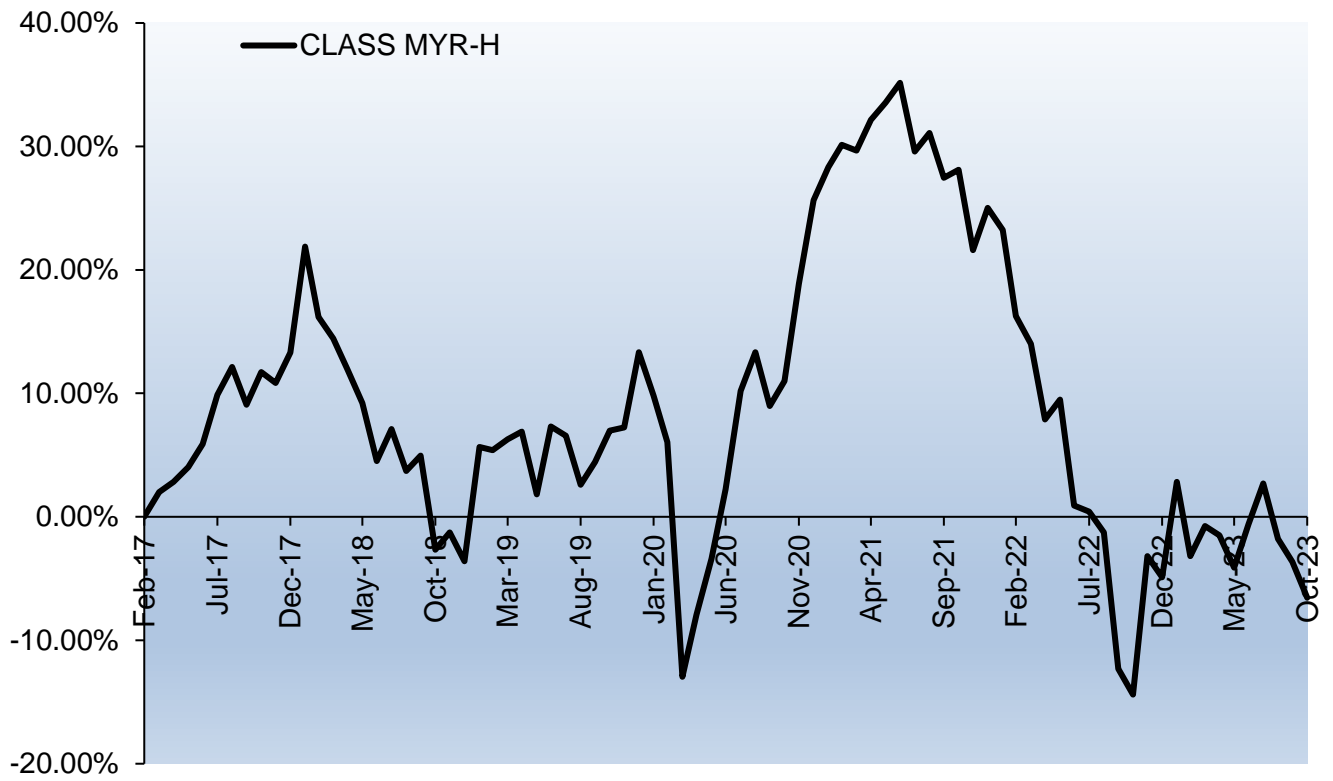
CLASS MYR



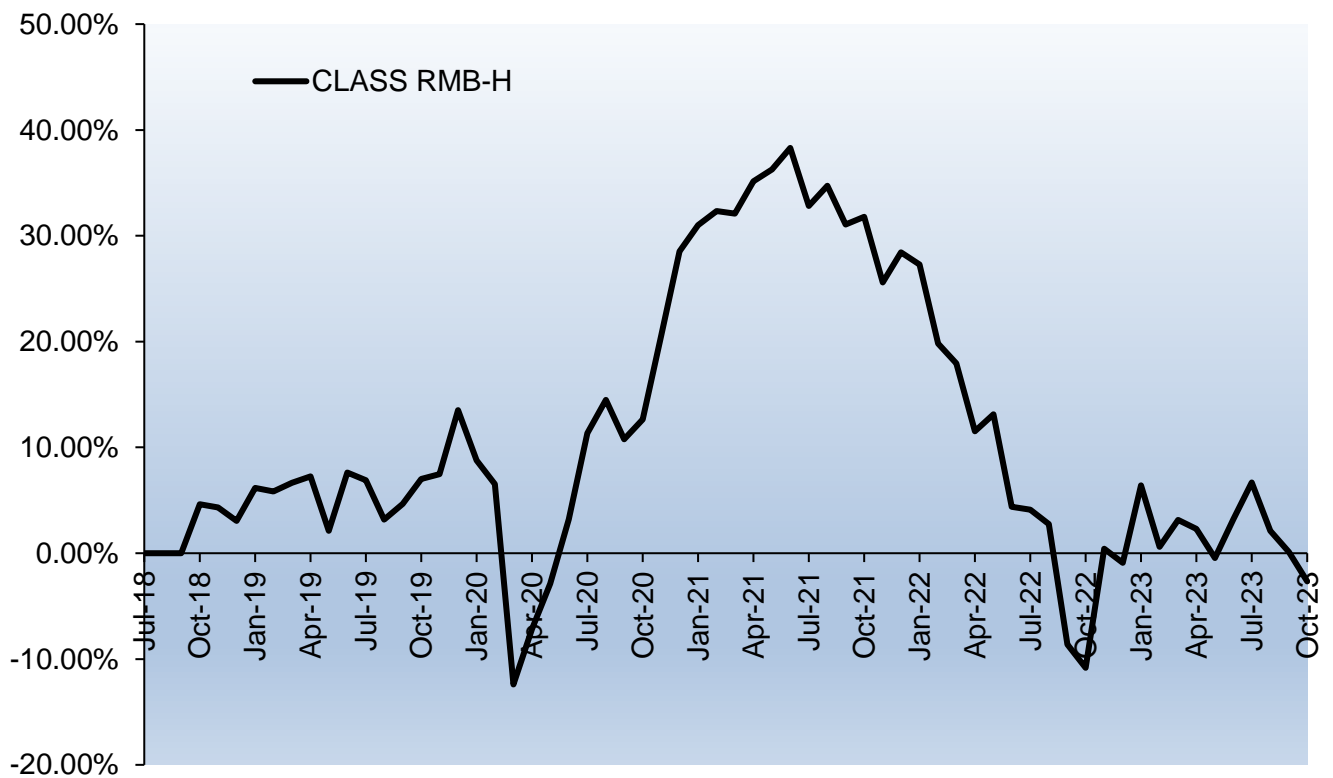
FUND PERFORMANCE (CONTINUED)

Since Inception

CLASS MYR-H



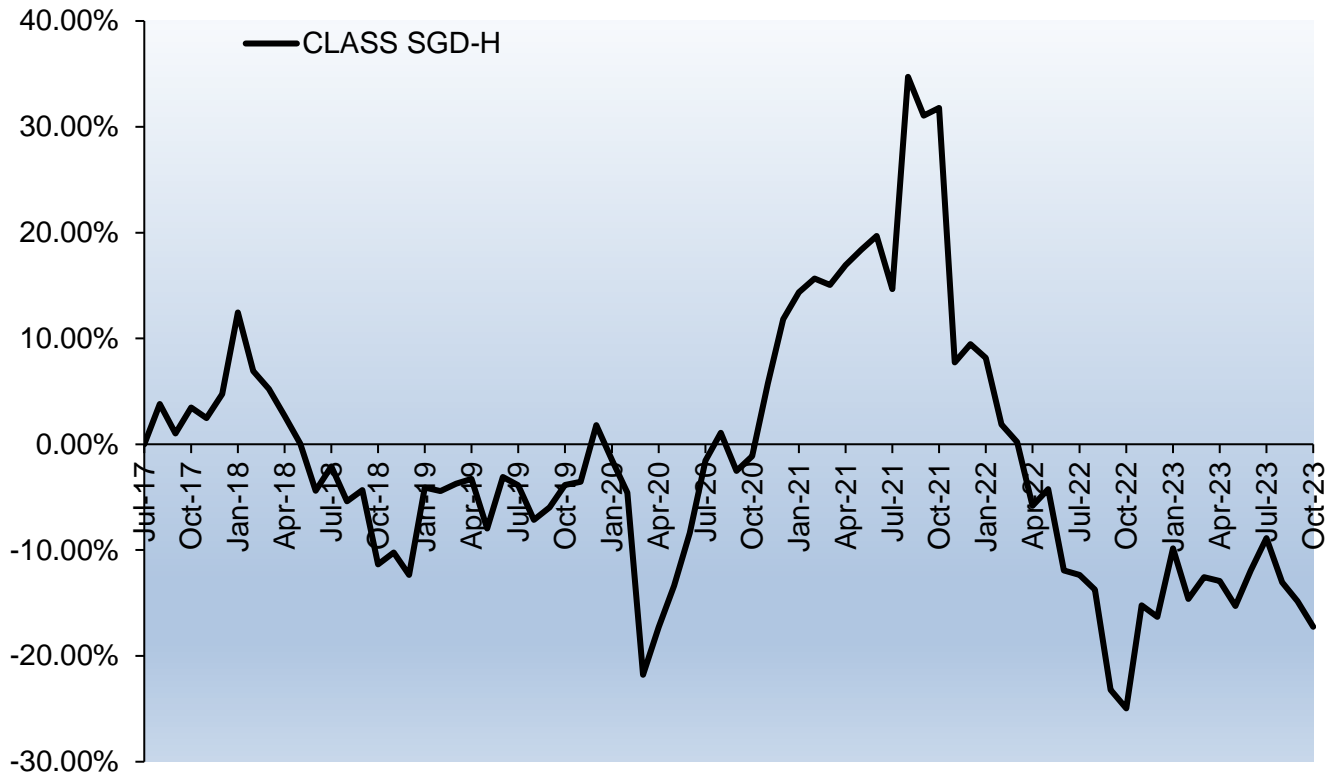
CLASS RMB-H



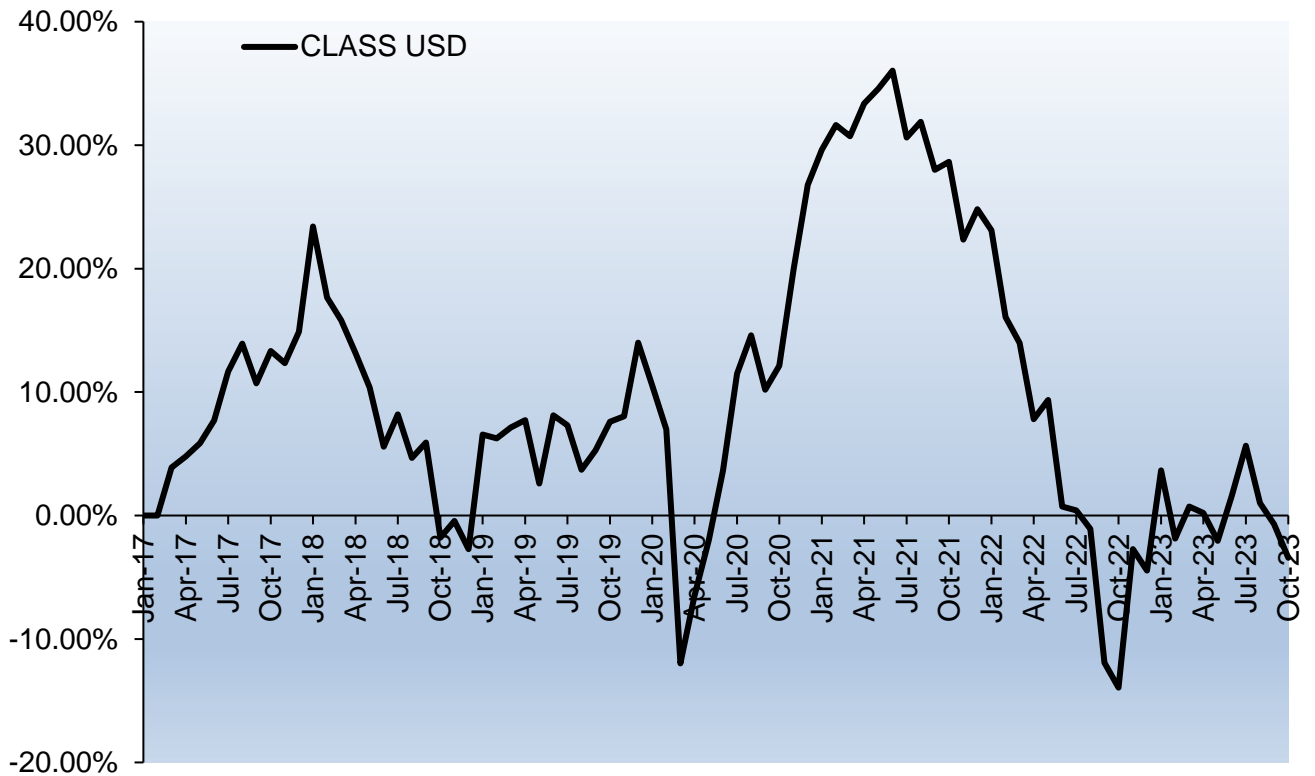
FUND PERFORMANCE (CONTINUED)

Since Inception

CLASS SGD-H



CLASS USD



FUND PERFORMANCE (CONTINUED)

Changes in NAV

	31.10.2023	31.01.2023 Audited	Changes %
CLASS AUD-H			
NAV (USD Million)	0.69	0.94	(26.60)
NAV/Unit (USD)	0.4120	0.5105	(19.29)
CLASS EUR-H			
NAV (USD Million)	0.00*	0.00*	-
NAV/Unit (USD)	0.9310	1.0405	(10.52)
CLASS GBP-H			
NAV (USD Million)	0.01	0.01	-
NAV/Unit (USD)	1.0028	1.1274	(11.05)
CLASS HKD-H			
NAV (USD Million)	0.00*	0.00*	-
NAV/Unit (USD)	0.1058	0.1174	(9.88)
CLASS MYR			
NAV (USD Million)	0.63	0.83	(24.10)
NAV/Unit (USD)	0.1722	0.1895	(9.13)
CLASS MYR-H			
NAV (USD Million)	2.35	3.17	(25.87)
NAV/Unit (USD)	0.1486	0.1875	(20.75)
CLASS RMB-H			
NAV (USD Million)	0.27	0.39	(30.77)
NAV/Unit (USD)	0.1154	0.1406	(17.92)
CLASS SGD-H			
NAV (USD Million)	0.89	1.07	(16.82)
NAV/Unit (USD)	0.4927	0.5709	(13.70)
CLASS USD			
NAV (USD Million)	0.31	0.85	(63.53)
NAV/Unit (USD)	0.7879	0.8672	(9.14)

Note: 0.00* denotes fair value less than 0.01 million

For the financial period under review, the Fund's NAV for Class AUD-H, Class MYR, Class MYR-H, Class RMB-H, Class SGD-H, and Class USD decreased by 26.60%, 24.10%, 25.87%, 30.77%, 16.82%, and 63.53% respectively due to outflows from redemptions. Meanwhile Class EUR-H, Class GBP-H, and Class HKD-H remained flat during the same period under review.

The Fund's NAV per unit for all classes also decreased during the period under review mainly due to the negative investment performance.

Performance data represents the combined income and capital return as a result of holding units in the Fund for the specified length of time, based on NAV to NAV price. The performance data assumes that all earnings from the Fund are reinvested and are net of management and trustee fees. Past performance is not reflective of future performance and income distributions are not guaranteed. Unit prices and income distributions, if any, may fall and rise. All performance figures for the financial period have been extracted from Lipper.

PORTFOLIO STRUCTURE

Asset allocation

(% of NAV)	31.10.2023	31.01.2023 Audited
Collective investment scheme	98.73	98.37
Cash and other assets	2.25	4.63
Liabilities	(0.98)	(3.00)
Total	100.00	100.00

The Fund was fully invested during the financial period under review. A minimal level of liquid assets was maintained primarily for redemption purposes.

Top 10 holdings of the Target Fund for the financial period ended:

	% of NAV
Top 10 holdings*	31.10.2023
Samsung Electronics	3.80
Tencent Holdings Ltd	3.55
Taiwan Semiconductor Manufacturing	3.48
NetEase Inc	1.90
China Construction Bank	1.88
Broadcom Inc	1.70
Kia Corp	1.64
Bajaj Auto Ltd	1.63
Alibaba Group Holding Ltd	1.62
Banco do Brasil SA	1.62

* As per disclosed in Fund Fact Sheet.

MARKET OUTLOOK*

Valuations across the EM equity market continue to look very attractive and, in our view, offer investors an opportunity to diversify risk outside of DMs, where valuations are richer, and earnings could come under pressure should we see material economic deceleration from here. We remain optimistic for the prospects for EM returns this year and are encouraged by EMMA's strong year-to-date outperformance versus both the equity and debt market. Our favorable view on EM continues to be backed by solid fundamentals, attractive relative valuations and improving technical. Against this backdrop, we expect to see good forward returns for EM, but as we have seen this year, it may be a bumpy ride, which is why a risk-managed solution for EM.

* This market outlook does not constitute an offer, invitation, commitment, advice or recommendation to make a purchase of any investment. The information given in this article represents the views of Principal Asset Management Berhad ("Principal Malaysia") or based on data obtained from sources believed to be reliable by Principal Malaysia. Whilst every care has been taken in preparing this, Principal Malaysia makes no guarantee, representation or warranty and is under no circumstances liable for any loss or damage caused by reliance on, any opinion, advice or statement made in this market outlook.

INVESTMENT STRATEGY

The Fund will continue to remain fully invested in the Target Fund with minimal cash kept for liquidity purposes.

SOFT COMMISSIONS AND REBATES

Principal Malaysia (the “Manager”) and the Trustee will not retain any form of rebate from, or otherwise share in any commission with, any broker or dealer in consideration for directing dealings in the investments of the Principal Malaysia Funds (“Funds”). Accordingly, any rebate or shared commission will be directed to the account of the Fund. The Manager may retain goods and services (soft commission) provided by any broker or dealer if the following conditions are met:

- (a) the soft commission brings direct benefit or advantage to the management of the Fund and may include research and advisory related services;
- (b) any dealings with the broker or dealer is executed on terms which are the most favourable for the Fund; and
- (c) the availability of soft commission is not the sole or primary purpose to perform or arrange transactions with such broker or dealer, and we and the fund the manager will not enter into unnecessary trades in order to achieve a sufficient volume of transactions to qualify for soft commission.

During the financial period under review, the Manager and Trustee did not receive any rebates from the brokers or dealers but the Manager has retained soft commission in the form of goods and services for the benefit of the fund such as financial wire services and stock quotations system incidental to investment management of the Funds and there was no churning of trades.

SECURITIES FINANCING TRANSACTIONS

The Fund has not undertaken any securities lending or repurchase transactions during the financial period under review.

STATE OF AFFAIR OF THE FUND

There were no changes in the state of affairs of the Fund during the period and up to the date of Manager’s report, not otherwise disclosed in the financial statements.

CIRCUMSTANCES THAT MATERIALLY AFFECT ANY INTEREST OF UNIT HOLDERS

There were no circumstances that had materially affected the interest of the unit holders during the financial period under review.

CROSS TRADE

No cross-trade transactions have been carried out during the financial period under review.

UNIT SPLIT

No unit split exercise has been carried out during the financial period under review.

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD FROM 1 AUGUST 2023 TO 31 OCTOBER 2023**

	01.08.2023 to 31.10.2023 USD	01.08.2022 to 31.10.2022 USD
INCOME/(LOSS)		
Dividend income	70,419	105,834
Net loss on financial assets at fair value through profit or loss	(532,049)	(1,029,910)
Net loss on derivative assets at fair value through profit or loss	(240,809)	(306,776)
Net foreign exchange (loss)/gain	(161)	744
	<u>(702,600)</u>	<u>(1,230,108)</u>
EXPENSES		
Management fee	24,894	29,497
Trustee fees	415	655
Audit fee	556	567
Tax agent's fee	390	398
Other expenses	592	315
	<u>26,847</u>	<u>31,432</u>
LOSS BEFORE DISTRIBUTION AND TAXATION	(729,447)	(1,261,540)
Distribution		
- Class AUD-H	4,471	9,760
- Class GBP-H	48	102
- Class HKD-H	1	1
- Class MYR	3,764	9,246
- Class MYR -H	15,989	32,892
- Class RMB-H	1,658	4,276
- Class SGD-H	5,582	12,558
- Class USD	1,895	9,260
	<u>33,408</u>	<u>78,095</u>
LOSS BEFORE TAXATION	(762,855)	(1,339,635)
Taxation	<u>(17,327)</u>	<u>(25,885)</u>
LOSS AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE LOSS FOR THE FINANCIAL PERIOD	<u>(780,182)</u>	<u>(1,365,520)</u>
Loss after taxation is made up as follows:		
Realised amount	(397,368)	(573,156)
Unrealised amount	<u>(382,814)</u>	<u>(792,364)</u>
	<u><u>(780,182)</u></u>	<u><u>(1,365,520)</u></u>

**UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 31 OCTOBER 2023**

	31.10.2023	31.01.2023
	USD	Audited USD
ASSETS		
Cash and cash equivalents	73,947	230,340
Financial assets at fair value through profit or loss	5,083,366	7,140,270
Derivative asset at fair value through profit or loss	12,614	62,015
Amount due from dealer	6,510	43,790
Amount due from Manager	-	230,340
Dividends receivable	23,003	-
TOTAL ASSETS	5,199,440	7,476,415
LIABILITIES		
Amount due to dealer	-	144,452
Amount due to the Manager of collective investment scheme		
- Management fee rebate	5,287	7,756
- Purchase of Shariah-compliant collective investment	6,525	-
Amount due to Manager	6,867	43,790
Accrued management fee	8,027	10,768
Amount due to Trustee	134	239
Tax payable	19,440	6,626
Other payables and accruals	4,644	3,896
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS)	50,924	217,527
NET ASSET VALUE OF THE FUND	5,148,516	7,258,888
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	5,148,516	7,258,888
REPRESENTED BY:		
FAIR VALUE OF OUTSTANDING UNITS		
- Class AUD-H	685,852	943,445
- Class EUR-H	931	1,041
- Class GBP-H	7,603	9,607
- Class HKD-H	118	127
- Class MYR	628,113	825,854
- Class MYR-H	2,354,344	3,169,863
- Class RMB-H	268,540	385,462
- Class SGD-H	890,535	1,070,698
- Class USD	312,480	852,791
	5,148,516	7,258,888

**UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 31 OCTOBER 2023 (CONTINUED)**

	31.10.2023	31.01.2023
	USD	Audited USD
NUMBER OF UNITS IN CIRCULATION (UNITS)		
- Class AUD-H	1,664,830	1,848,004
- Class EUR-H	1,000	1,000
- Class GBP-H	7,583	8,522
- Class HKD-H	1,113	1,085
- Class MYR	3,647,676	4,359,145
- Class MYR-H	15,841,520	16,908,887
- Class RMB-H	2,326,398	2,742,302
- Class SGD-H	1,807,355	1,875,303
- Class USD	396,584	983,346
	<u>25,694,059</u>	<u>28,727,594</u>
NET ASSET VALUE PER UNIT (USD)		
- Class AUD-H	0.4120	0.5105
- Class EUR-H	0.9310	1.0405
- Class GBP-H	1.0028	1.1274
- Class HKD-H	0.1058	0.1174
- Class MYR	0.1722	0.1895
- Class MYR-H	0.1486	0.1875
- Class RMB-H	0.1154	0.1406
- Class SGD-H	0.4927	0.5709
- Class USD	<u>0.7879</u>	<u>0.8672</u>
NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES		
- Class AUD-H	AUD0.6468	AUD0.7281
- Class EUR-H	EUR0.8726	EUR0.9608
- Class GBP-H	GBP0.8225	GBP0.9147
- Class HKD-H	HKD0.8282	HKD0.9200
- Class MYR	MYR0.8199	MYR0.8083
- Class MYR-H	MYR0.7075	MYR0.7998
- Class RMB-H	RMB0.8470	RMB0.9503
- Class SGD-H	SGD0.6725	SGD0.7518
- Class USD	<u>USD0.7879</u>	<u>USD0.8672</u>

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS
FOR THE FINANCIAL PERIOD FROM 1 AUGUST 2023 TO 31 OCTOBER 2023**

	01.08.2023 to 31.10.2023 USD	01.08.2022 to 31.10.2022 USD
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL PERIOD	<u>6,112,025</u>	<u>7,192,438</u>
Movement due to units created and cancelled during the financial period:		
Creation of units from applications		
- Class AUD-H	-	(2,123)
- Class GBP-H	-	(3)
- Class HKD-H	-	-
- Class MYR	2,101	(460)
- Class MYR-H	-	(4,010)
- Class RMB-H	-	(118)
- Class SGD-H	-	(6,041)
- Class USD	-	(1,300)
	<u>2,101</u>	<u>(14,055)</u>
Creation of units from distribution		
- Class AUD-H	3,891	10,030
- Class GBP-H	48	105
- Class HKD-H	1	1
- Class MYR	3,667	9,502
- Class MYR-H	14,456	33,802
- Class RMB-H	1,658	4,394
- Class SGD-H	3,499	12,906
- Class USD	1,646	9,260
	<u>28,866</u>	<u>80,000</u>
Cancellation of units		
- Class AUD-H	(33)	(26,610)
- Class MYR	(46,985)	(66,232)
- Class MYR-H	(52,987)	(41,614)
- Class RMB-H	(6,714)	-
- Class SGD-H	(35,221)	(47,035)
- Class USD	(72,354)	(179)
	<u>(214,294)</u>	<u>(181,670)</u>
Total comprehensive loss for the financial period	<u>(780,182)</u>	<u>(1,365,520)</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL PERIOD	<u>5,148,516</u>	<u>5,711,193</u>

**UNAUDITED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD FROM 1 AUGUST 2023 TO 31 OCTOBER 2023**

	01.08.2023 to 31.10.2023 USD	01.08.2022 to 31.10.2022 USD
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from disposal of collective investment scheme	480,000	581,033
Purchase of collective investment scheme	(65,672)	(157,228)
Dividend income received	72,197	71,210
Management fee paid	(26,091)	(31,373)
Management fee rebate received	18,380	27,819
Trustee fee paid	(486)	(697)
Tax paid	(10,513)	(2,338)
Payments for other fees and expenses	(2,650)	(1,565)
(Payment)/Receipt of other foreign exchange (loss)/gain	(403)	289
Net realised loss on forward foreign currency contracts	(254,216)	(301,249)
Net cash generated from operating activities	<u>210,546</u>	<u>185,901</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash proceeds from units created	2,102	(14,053)
Payments for cancellation of units	(211,250)	(167,703)
Distributions paid	(4,542)	1,903
Net cash used in financing activities	<u>(213,690)</u>	<u>(179,853)</u>
Net (decrease)/increase in cash and cash equivalents	(3,144)	6,048
Effects of foreign exchange differences		-
Cash and cash equivalents at the beginning of the financial period	77,091	62,343
Cash and cash equivalents at the end of the financial period	<u>73,947</u>	<u>68,391</u>
<u>Cash and cash equivalents comprised of:</u>		
Bank balances	73,947	68,391
Cash and cash equivalents at the end of the financial period	<u>73,947</u>	<u>68,391</u>

DIRECTORY

Head Office of the Manager

Principal Asset Management Berhad (Company No.: 199401018399 (304078-K))
10th Floor, Bangunan CIMB,
Jalan Semantan,
Damansara Heights,
50490 Kuala Lumpur, MALAYSIA.
Tel: (03) 2084 8888

Website

www.principal.com.my

E-mail address

service@principal.com.my

Customer Care Centre

(03) 7723 7260

Chat with us via WhatsApp:

(6016) 299 9792

Trustee for the Principal Emerging Markets Multi Asset Fund

HSBC (Malaysia) Trustee Berhad (Company No.: 193701000084 (1281-T))
19th Floor, Menara IQ, Lingkaran TRX,
55188 Tun Razak Exchange, Kuala Lumpur, MALAYSIA.
Tel: (03) 2075 7800
Fax: (03) 8894 2611

Principal Asset Management Berhad
199401018399 (304078-K)

Enquiries:

Customer Care Centre
(603)7723 7260

Chat with us via WhatsApp
(6016)299 9792

Email
service@principal.com.my

Website
www.principal.com.my