

Principal Global Millennial Equity Fund

Annual Report

For The Financial Year Ended 30 June 2024

PRINCIPAL GLOBAL MILLENNIAL EQUITY FUND
ANNUAL REPORT
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2024

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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 Annual Fund Report of the Principal Global Millennial Equity Fund for the financial year ended 30 June 2024. You may also download this report from our website at www.principal.com.my.

We are proud to announce that Principal Malaysia has received numerous accolades in 2024. At the Asia Asset Management 2024 Best of the Best Awards, we won the Best of the Best Performance Award: China A-Share Equity (3 years) and Best Institutional House – Malaysia. At the 2024 Global Banking & Finance Awards, our CEO, Munirah Khairuddin, was named Asset Management CEO of the Year Malaysia, and we were recognized as Asset Management Company of the Year Malaysia. We also received the Best International Equity Fund Manager for MSCI EM Latin America 2023 at the EPF External Fund Managers Awards 2023.

At the Alpha Southeast Asia Fund Management Awards 2024, we won three awards: Best Absolute Return Strategy, Best Online & Mobile Platform (Asset Manager), and Best Asset Manager (Income Oriented, Money Market & Alternative Investment Funds). At the Triple A Sustainable Investing Awards 2024, we secured the Asset Management Company of the Year (Malaysia) award. The World Business Outlook magazine awarded us Best Investment Management and Solutions Provider Malaysia, Best Institutional House Malaysia, and Asset Management CEO (Munirah Khairuddin) of the Year Malaysia. Additionally, we received three awards at the iFast Awards 2024, seven at the LSEG Lipper Fund Awards 2024, and ten at the FSMOne Recommended Funds 2023/2024.

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
Chief Executive Officer
Malaysia & Global Shariah & Managing Director,
Strategic Distribution & Institutional Client Relations
(Southeast Asia & Global Shariah)
Non-Independent Executive Director

MANAGER'S REPORT

FUND OBJECTIVE AND POLICY

What is the investment objective of the Fund?

The Fund aims to achieve capital appreciation over the medium to long term through investments primarily in a portfolio of global equities.

Has the Fund achieved its objective?

For the financial year under review, the Fund is in line to achieve its long-term objectives as stated under the Fund investment policy.

What are the Fund investment policy and its strategy?

The Fund seeks to achieve its objective by investing in global equity of companies that are impacted by the spending and lifestyle activities of the Millennial generation, which refers to people born from 1980 to the mid-2000s. The investment universe includes listed securities as well as Initial Public Offering ("IPO"). The universe is broadly defined as global all-country and all-cap, across the full market capitalisation spectrum (small, medium, and large). The Fund is expected to have a growth bias overall, including both growth and value oriented companies over time. Market segments with the greatest Millennial exposure are likely to include, without limitation, consumer goods (including fashion and apparel), social media and e-commerce, and digital media and technology.

Under normal circumstances, the Fund invests a maximum of 98% of its Net Asset Value ("NAV") in equities. The Fund may opt to access into equities via the investment in units of other collective investment scheme. The Fund currently does not intend to invest in warrants. The Fund may also invest in derivative instruments for hedging purpose, subject to the prevailing Guidelines on Unit Trust Funds ("GUTF") issued by the Securities Commission Malaysia ("SC").

The asset allocation strategy for this Fund is as follows:

- between 70% to 98% (both inclusive) of the Fund's NAV will be invested in equities; and
- at least 2% of the Fund's NAV in liquid assets.

Base Currency

United States Dollar ("USD")

Fund category/type

Equity / Growth

When was the Fund launched?

Name of Class	Launch Date
Class MYR	31 May 2018
Class MYR-Hedged ("MYR-H")	31 May 2018
Class SGD-Hedged ("SGD-H")	31 May 2018
Class USD	31 May 2018

What was the size of the Fund as at 30 June 2024?

USD28.09 million (159.19 million units)

What is the Fund's benchmark?

MSCI All Country World Index ("ACWI") Index

Note: The Fund's benchmark is for performance comparison purpose only. Investors are cautioned that the risk profile of the Fund is different from the benchmark.

What is the Fund distribution policy?

The Manager 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. We also have the right to make provisions for reserves in respect of distribution of the Fund.

FUND OBJECTIVE AND POLICY (CONTINUED)

What was the net income distribution for the financial year ended 30 June 2024?

There was no distribution made for the financial year ended 30 June 2024.

PERFORMANCE DATA

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

	30.06.2024	30.06.2023	30.06.2022
Quoted securities			
- Consumer Discretionary	27.93	32.94	34.80
- Consumer Staples	7.20	5.45	5.88
- Financials	1.77	3.68	-
- Health Care	14.27	11.84	18.83
- Information Technology	28.47	33.81	27.59
- Telecommunication Services	16.00	9.64	9.71
Cash and other assets	5.71	5.46	6.94
Liabilities	(1.35)	(2.82)	(3.75)
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

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

	30.06.2024	30.06.2023	30.06.2022
NAV (USD Million)			
- Class MYR	15.83	13.94	14.13
- Class MYR-H	10.90	8.58	9.10
- Class SGD-H	0.34	0.09	0.08
- Class USD	1.02	0.77	0.66
Units in circulation (Million)			
- Class MYR	81.00	89.65	108.03
- Class MYR-H	76.24	71.91	82.90
- Class SGD-H	0.68	0.23	0.23
- Class USD	1.27	1.20	1.22
NAV per unit (USD)			
- Class MYR	0.1955	0.1555	0.1308
- Class MYR-H	0.1429	0.1193	0.1097
- Class SGD-H	0.5007	0.4088	0.3410
- Class USD	0.8040	0.6398	0.5380
Highest NAV per unit (USD)			
- Class MYR	0.1982	0.1577	0.9249
- Class MYR-H	0.1456	0.1296	0.1962
- Class SGD-H	0.5146	0.4186	0.5947
- Class USD	0.6416	0.6140	0.9098
Lowest NAV per unit (USD)			
- Class MYR	0.1397	0.1206	0.5577
- Class MYR-H	0.1031	0.0932	0.1066
- Class SGD-H	0.3605	0.3042	0.3314
- Class USD	0.0032	0.0052	0.5214
Total return (%)			
- Class MYR	26.78	25.91	(28.32)
- Class MYR-H	20.88	15.08	(32.61)
- Class SGD-H	22.39	16.61	(33.40)
- Class USD	25.43	18.92	(32.49)
Capital growth (%)			
- Class MYR	26.78	25.91	(30.61)
- Class MYR-H	20.88	15.08	(34.79)
- Class SGD-H	22.39	16.61	(35.54)
- Class USD	25.43	18.92	(34.65)

PERFORMANCE DATA (CONTINUED)

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

	30.06.2024	30.06.2023	30.06.2022
Income distribution (%)			
- Class MYR	-	-	3.30
- Class MYR-H	-	-	3.34
- Class SGD-H	-	-	3.32
- Class USD	-	-	3.31
Total Expenses Ratio ("TER") (%) ^	1.94	1.92	1.91
Portfolio Turnover Ratio ("PTR") (times) #	0.43	0.46	0.56

^ The Fund's TER increased from 1.92% to 1.94% for the financial year under review due to the decrease in average expenses during the financial year.

During the financial year under review, the Fund's PTR decreased from 0.46 times to 0.43 times. As a feeder fund, the turnover reflects the investments and withdrawals in the target fund.

	30.06.2024	30.06.2023	30.06.2022
Gross/Net distribution per unit (cent)			
Distribution on 24 March 2022			
- Class MYR	-	-	0.52
- Class MYR-H	-	-	0.46
- Class SGD-H	-	-	1.41
- Class USD	-	-	2.16

	30.06.2024	30.06.2023	30.06.2022	30.06.2021	30.06.2020
	%	%	%	%	%
Annual total return					
- Class MYR	26.78	25.91	(28.32)	32.79	18.32
- Class MYR-H	20.88	15.08	(32.61)	36.36	12.54
- Class SGD-H	22.39	16.61	(33.40)	35.35	13.58
- Class USD	25.43	18.92	(32.49)	36.96	14.14

(Launch date: 31 May 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 year have been extracted from Lipper.

MARKET REVIEW (1 JULY 2023 TO 30 JUNE 2024)

At the start of 2024, equity market performance broadened after a 2023 driven by the "Magnificent Seven" stocks. Despite higher-than-expected inflation and delayed rate cuts, investors focused on solid earnings and growth. January 2024's Consumer Price Index ("CPI") frustrated markets and the US Federal Reserve (the "Fed"), delaying rate cuts. Market expectations shifted to fewer cuts starting mid-year.

In the Eurozone, inflation eased slightly, pushing rate cuts to later than initially expected. Treasury yields rose in both the US and Europe. Canada's inflation slowed, leading to potential rate cuts. NVIDIA's strong earnings, driven by Artificial Intelligence ("AI") growth, boosted equity markets.

Equity markets strengthened into the first quarter, supported by international markets and smaller companies. Central banks held rates steady as inflation targets remained unmet. Optimism grew with improving earnings and growth.

MARKET REVIEW (1 JULY 2023 TO 30 JUNE 2024) (CONTINUED)

Commodity prices declined over the past year but recovered recently, led by oil. Smaller companies saw strong returns, and IPOs increased. The Bank of Japan raised rates for the first time since 2007 while maintaining an accommodative stance. The Fed and European Central Bank (“ECB”) kept rates steady, with rate cuts expected later in the year.

April 2024 saw a risk-off environment due to inflation concerns and geopolitical tensions. Treasury yields rose, and defensive sectors led returns. The Eurozone showed strong Gross Domestic Product (“GDP”) growth and declining inflation, setting the stage for a rate cut in June 2024.

In May 2024, cooling inflation and economic growth reignited hopes for early rate cuts, leading to healthy returns in growth-oriented and smaller companies. NVIDIA's continued strong performance supported the market.

Overall, the second quarter ended with healthy gains driven by improving inflation conditions, steady earnings, and loosening monetary policies. However, commodity-oriented areas lagged, and political elections introduced volatility.

FUND PERFORMANCE

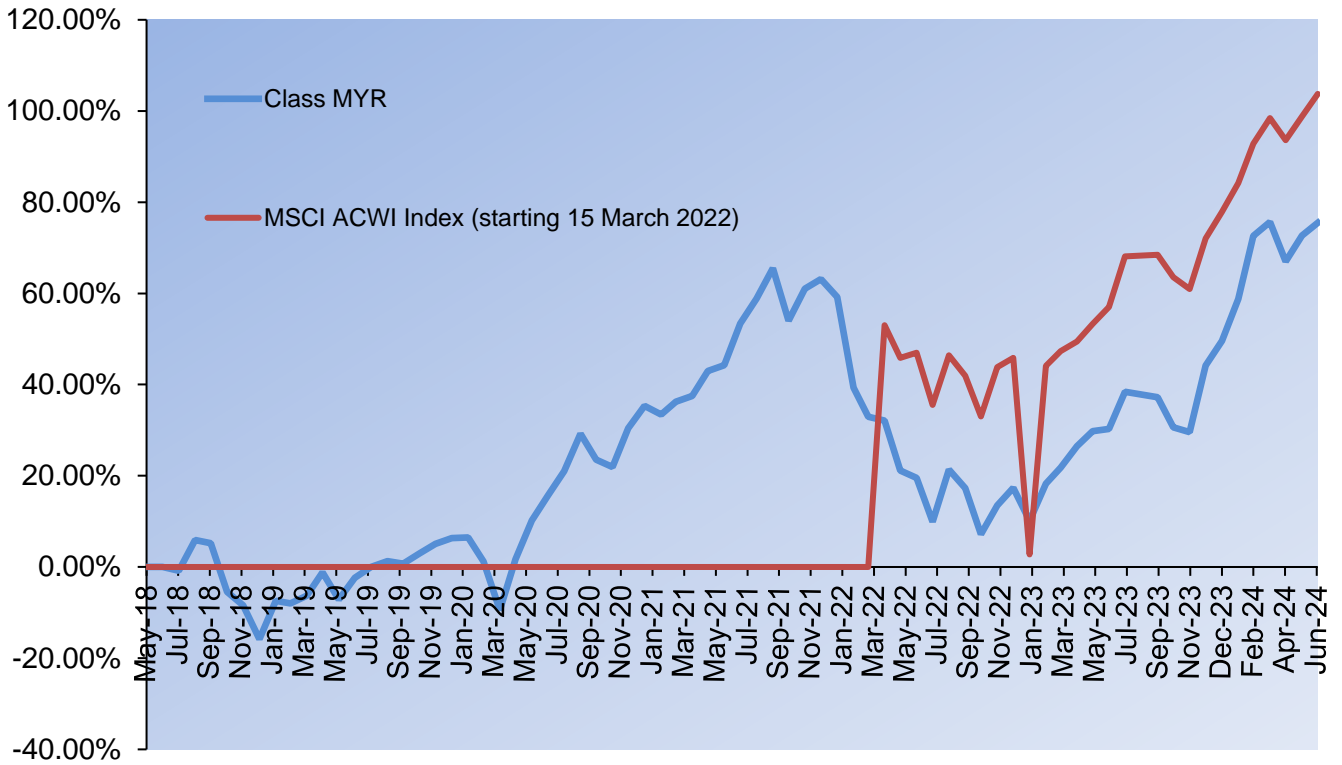
	1 year to 30.06.2024	3 years to 30.06.2024	5 years to 30.06.2024	Since inception to 30.06.2024
	%	%	%	%
Income Distribution				
- Class MYR	-	3.30	12.22	12.22
- Class MYR-H	-	3.34	12.47	12.47
- Class SGD-H	-	3.32	12.37	12.37
- Class USD	-	3.31	12.24	12.24
Capital Growth				
- Class MYR	26.78	10.76	60.20	56.38
- Class MYR-H	20.88	(9.28)	27.91	19.57
- Class SGD-H	22.39	(8.00)	30.04	20.39
- Class USD	25.43	(2.53)	40.25	36.43
Total Return				
- Class MYR	26.78	14.42	79.77	75.49
- Class MYR-H	20.88	(6.25)	43.86	34.48
- Class SGD-H	22.39	(4.94)	46.13	35.28
- Class USD	25.43	0.70	57.42	53.12
Benchmark				
- Class MYR	21.21	2.98	84.38	103.75
- Class MYR-H	19.92	(9.37)	61.52	71.90
- Class SGD-H	19.92	(9.37)	61.52	71.90
- Class USD	19.92	(9.37)	61.52	71.90
Average Total Return				
- Class MYR	26.78	4.59	12.43	9.68
- Class MYR-H	20.88	(2.13)	7.54	4.99
- Class SGD-H	22.39	(1.67)	7.87	5.09
- Class USD	25.43	0.23	9.49	7.25

For the financial year under review, all classes returned positively, Class MYR, Class MYR-H, Class SGD-H, and Class USD increased by 26.78%, 20.88%, 22.39%, and 25.43%, outperforming their respective benchmarks.

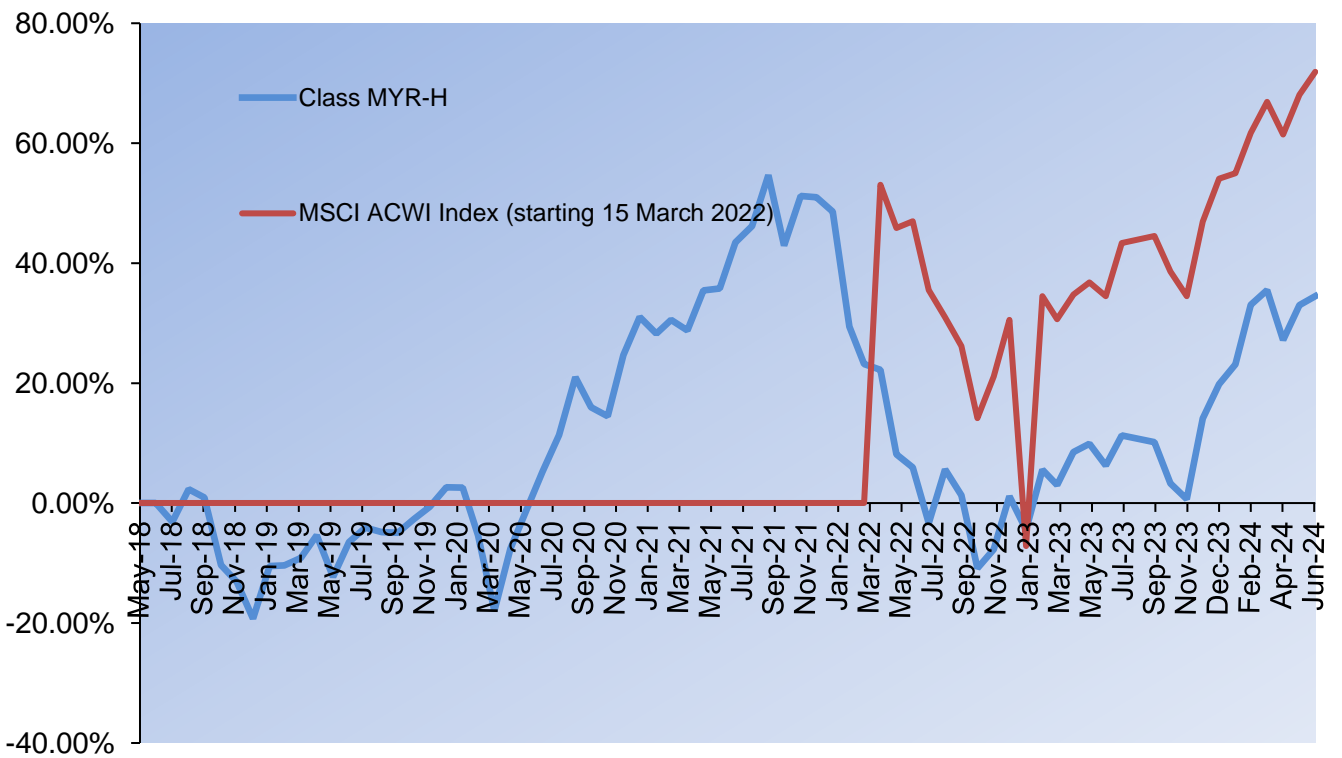
FUND PERFORMANCE (CONTINUED)

Since inception

CLASS MYR



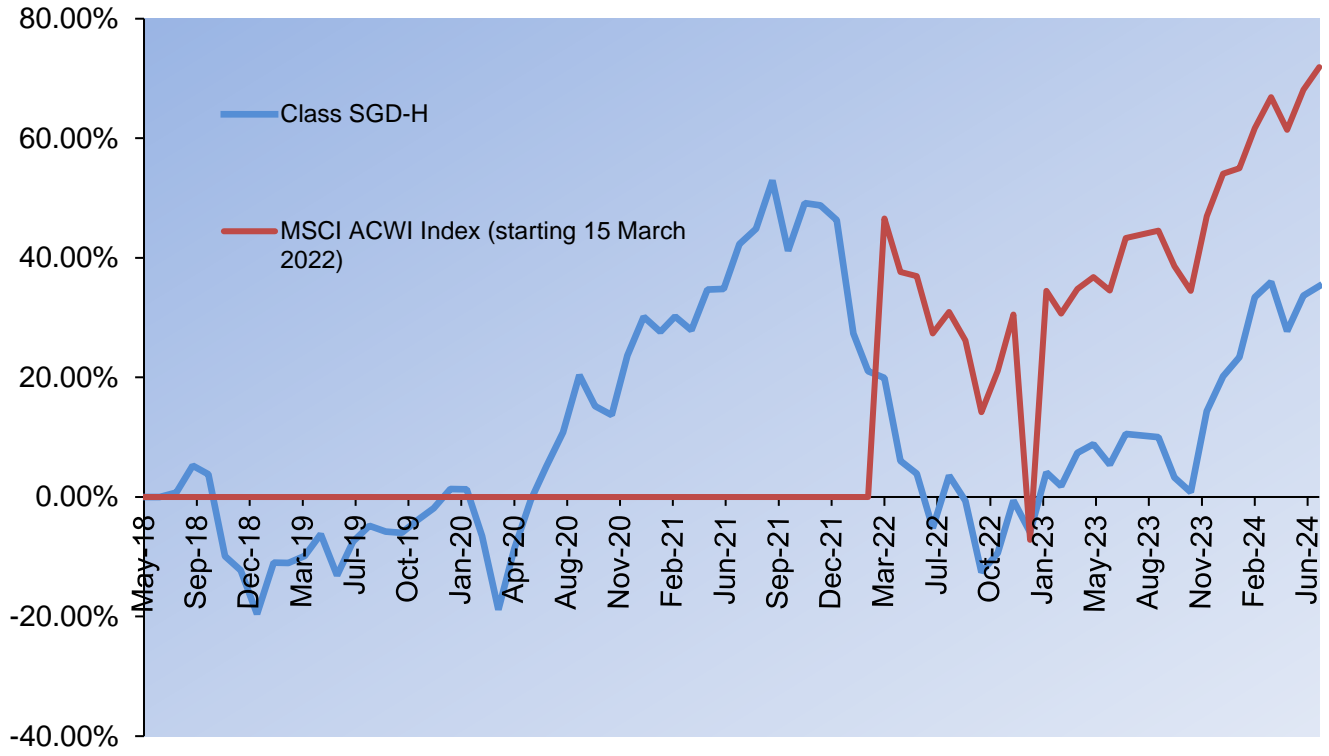
CLASS MYR-H



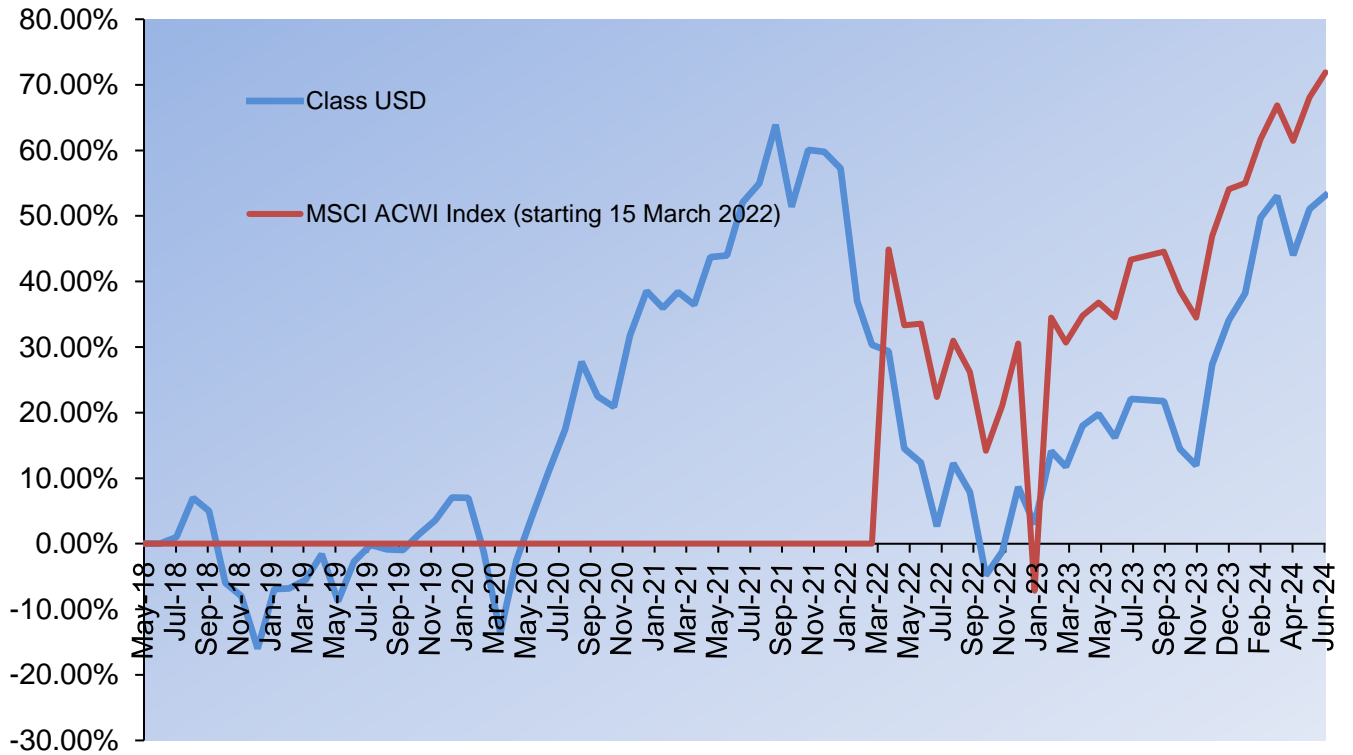
FUND PERFORMANCE (CONTINUED)

Since inception

CLASS SGD-H



CLASS USD



FUND PERFORMANCE (CONTINUED)

Changes in NAV (continued)

	30.06.2024	30.06.2023	Changes %
CLASS MYR			
NAV (USD Million)	15.83	13.94	13.56
NAV/Unit (USD)	0.1955	0.1555	25.72
CLASS MYR-H			
NAV (USD Million)	10.90	8.58	27.04
NAV/Unit (USD)	0.1429	0.1193	19.78
CLASS SGD-H			
NAV (USD Million)	0.34	0.09	>100
NAV/Unit (USD)	0.5007	0.4088	22.48
CLASS USD			
NAV (USD Million)	1.02	0.77	32.47
NAV/Unit (USD)	0.8040	0.6398	25.66

For the financial year under review, the fund’s NAV for Class MYR, MYR-H, and Class USD increased by 13.56%, 27.04%, and 32.47% while Class SGD-H increased by more than 100%.

In addition, the NAV per unit for Class MYR, MYR-H, Class SGD-H, and Class USD increased by 25.72%, 19.78%, 22.48%, and 25.66% respectively.

At the time of reporting, Class MYR has the highest total NAV, stood at USD 15.83 million.

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 year have been extracted from Lipper.

PORTFOLIO STRUCTURE

Asset allocation

(% of NAV)	30.06.2024	30.06.2023
Quoted securities	95.64	97.36
Cash and other assets	5.71	5.46
Liabilities	(1.35)	(2.82)
TOTAL	100.00	100.00

During the financial year under review, the Fund continued to be fully invested with minimal level of liquid assets maintained primarily for redemption purposes.

MARKET OUTLOOK*

Although prospects for interest rate cuts drove the market rally in early 2024, equities remain positive even after most anticipated cuts have been priced out. The rationale for delaying the Fed rate cuts is crucial, as continued economic growth hinders a swift return to the 2% inflation target, thereby supporting corporate earnings and encouraging equity investments. Historical long Fed pauses, such as in 1995-1996, have positively impacted stocks. Economic strength is broadening risk appetite and earnings growth, offering opportunities in non-tech sectors and international markets. Recent election surprises in Mexico, India, and the European Union (“EU”) have caused market volatility, highlighting the unpredictability of pre-election polls. In the United Kingdom (“UK”), improving inflation may lead to future rate cuts, presenting opportunities in undervalued multinational stocks.

MARKET OUTLOOK* (CONTINUED)

Japan's corporate governance improvements and re-shoring trends are expected to enhance shareholder value and manufacturing growth. Artificial Intelligence's integration across the economy promises significant long-term potential, with earnings growth as a key driver for future gains. Bottom-up stock selection will be crucial amidst global economic recoveries and dynamic Central Bank policies.

* 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. We 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 year under review, the Manager and the 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 such as financial wire services and stock quotations system incidental to investment management of the Funds. The Manager confirms that the goods and services received were for the benefit of the Fund, the trades were made on a best execution basis and there was no churning of trades.

SECURITIES FINANCING TRANSACTIONS

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

STATE OF AFFAIR OF THE FUND

There were no significant changes in the state of affairs of the Fund during the year 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 year under review.

CROSS TRADE

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

UNIT SPLIT

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

**STATEMENT BY MANAGER TO THE UNIT HOLDERS OF
PRINCIPAL GLOBAL MILLENNIAL EQUITY FUND**

We, being the Directors of Principal Asset Management Berhad (the “Manager”), do hereby state that, in the opinion of the Manager, the accompanying audited financial statements set out on pages 7 to 36 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 30 June 2024 and of its financial performance, changes in net assets attributable to unit holders and cash flows for the financial year then ended in accordance with the provisions of the Malaysian Financial Reporting Standards (“MFRS”) and International Financial Reporting Standards (“IFRS”).

For and on behalf of the Manager

Principal Asset Management Berhad (Company No.: 199401018399 (304078-K))

MUNIRAH KHAIRUDDIN

Chief Executive Officer
Malaysia & Global Shariah & Managing Director,
Strategic Distribution & Institutional Client Relations
(Southeast Asia & Global Shariah)
Non-Independent Executive Director

UDAY JAYARAM

Executive Managing Director,
Head of Southeast Asia
Non-Independent Executive Director

Kuala Lumpur
16 August 2024

TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF PRINCIPAL GLOBAL MILLENNIAL EQUITY FUND ("Fund")

We have acted as Trustee of the Fund for the financial year ended 30 June 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, Principal Asset Management Berhad has operated and managed the Fund during the year covered by these financial statements in accordance with the following:-

1. Limitations imposed on the investment powers of the management company under the deed, the securities laws and the Guidelines on Unit Trust Funds;
2. Valuation and pricing is carried out in accordance with the deed; and
3. Any creation and cancellation of units are carried out in accordance with the deed and any regulatory requirement.

For Deutsche Trustees Malaysia Berhad

Ng Hon Leong
Head, Fund Operations

Sylvia Beh
Chief Executive Officer

Kuala Lumpur
16 August 2024

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
PRINCIPAL GLOBAL MILLENNIAL EQUITY FUND**

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Principal Global Millennial Equity Fund (the "Fund"), which comprise the statement of financial position of the Fund as at 30 June 2024, and statement of comprehensive income, statement of changes in net assets attributable to unit holders and statement of cash flows of the Fund for the financial year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 7 to 36.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2024, and of its financial performance and cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

Basis for opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the *Auditors' responsibilities for the audit of the financial statements* section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence and other ethical responsibilities

We are independent of the Fund in accordance with the By-Laws (on Professional Ethics, Conduct and Practice) of the Malaysian Institute of Accountants ("By-Laws") and the International Code of Ethics for Professional Accountants (including International Independence Standards) ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
PRINCIPAL GLOBAL MILLENNIAL EQUITY FUND (CONT'D.)**

Report on the audit of the financial statements (cont'd.)

Information other than the financial statements and auditors' report thereon

The Manager of the Fund (the "Manager") is responsible for the other information. The other information comprises the information included in the annual report of the Fund but does not include the financial statements of the Fund and our auditors' report thereon.

Our opinion on the financial statements of the Fund does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Fund, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Fund, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Manager and the Trustee for the financial statements

The Manager is responsible for the preparation of financial statements of the Fund that give a true and fair view in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards. The Manager is also responsible for such internal control as the Manager determines is necessary to enable the preparation of financial statements of the Fund that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Fund, the Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

The Trustee is responsible for overseeing the Fund's financial reporting process. The Trustee is also responsible for ensuring that the Manager maintains proper accounting and other records as are necessary to enable true and fair presentation of these financial statements.

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
PRINCIPAL GLOBAL MILLENNIAL EQUITY FUND (CONT'D.)**

Report on the audit of the financial statements (cont'd.)

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Fund as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements of the Fund, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Fund or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements of the Fund, including the disclosures, and whether the financial statements of the Fund represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
PRINCIPAL GLOBAL MILLENNIAL EQUITY FUND (CONT'D.)**

Report on the audit of the financial statements (cont'd.)

Other matters

This report is made solely to the unit holders of the Fund, as a body, in accordance with the Guidelines on Unit Trust Funds issued by the Securities Commission Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

Ernst & Young PLT
202006000003 (LLP0022760-LCA) & AF 0039
Chartered Accountants

Yeo Beng Yean
No. 03013/10/2024 J
Chartered Accountant

Kuala Lumpur, Malaysia
16 August 2024

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2024**

	Note	2024 USD	2023 USD
INCOME/(LOSS)			
Dividend income		213,650	183,692
Interest income		7	-
Net gain on financial assets at fair value through profit or loss	7	6,044,544	4,419,525
Net loss on derivatives at fair value through profit or loss	10	(432,540)	(774,752)
Net foreign exchange loss		(6,687)	(20,811)
		<u>5,818,974</u>	<u>3,807,654</u>
EXPENSES			
Management fee	4	451,905	419,013
Trustee and custodian fees	5	21,015	19,541
Audit fee		2,622	2,621
Tax agent's fee		1,203	1,971
Transaction costs		15,433	14,302
Other expenses		57,973	41,159
		<u>550,151</u>	<u>498,607</u>
PROFIT BEFORE TAXATION		5,268,823	3,309,047
Taxation	6	<u>24,646</u>	<u>(43,884)</u>
PROFIT AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR		<u>5,293,469</u>	<u>3,265,163</u>
Profit after taxation is made up as follows:			
Realised amount		195,206	(4,568,608)
Unrealised amount		5,098,263	7,833,771
		<u>5,293,469</u>	<u>3,265,163</u>

The accompanying notes to the financial statements form an integral part of the audited financial statements.

**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024**

	Note	2024 USD	2023 USD
ASSETS			
Cash and cash equivalents	8	491,109	1,019,611
Financial assets at fair value through profit or loss	7	26,866,259	22,764,838
Amount due from Manager		1,041,563	250,638
Dividends receivable		21,297	6,053
Tax recoverable		49,990	-
TOTAL ASSETS		<u>28,470,218</u>	<u>24,041,140</u>
LIABILITIES			
Derivative liabilities at fair value through profit or loss	10	16,655	65,333
Amount due to Manager		312,608	65,054
Amount due to stockbroker		-	477,585
Accrued management fee		41,284	34,199
Amount due to Trustee		1,261	1,045
Tax payable		-	10,818
Other payables and accruals		7,147	5,664
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS)		<u>378,955</u>	<u>659,698</u>
NET ASSET VALUE OF THE FUND		<u>28,091,263</u>	<u>23,381,442</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>28,091,263</u>	<u>23,381,442</u>
REPRESENTED BY:			
FAIR VALUE OF OUTSTANDING UNITS (USD)			
- Class MYR		15,833,043	13,943,367
- Class MYR-H		10,895,079	8,576,739
- Class SGD-H		342,386	92,578
- Class USD		1,020,755	768,758
		<u>28,091,263</u>	<u>23,381,442</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)			
- Class MYR		81,003,372	89,647,012
- Class MYR-H		76,236,923	71,910,991
- Class SGD-H		683,832	226,486
- Class USD		1,269,616	1,201,607
	9	<u>159,193,743</u>	<u>162,986,096</u>

The accompanying notes to the financial statements form an integral part of the audited financial statements.

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 30 JUNE 2024 (CONTINUED)

	Note	2024 USD	2023 USD
REPRESENTED BY:			
NET ASSET VALUE PER UNIT (USD)			
- Class MYR		0.1955	0.1555
- Class MYR-H		0.1429	0.1193
- Class SGD-H		0.5007	0.4088
- Class USD		<u>0.8040</u>	<u>0.6398</u>
NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES			
- Class MYR		RM0.9218	RM0.7256
- Class MYR-H		RM0.6740	RM0.5564
- Class SGD-H		SGD0.6786	SGD0.5533
- Class USD		<u>USD0.8040</u>	<u>USD0.6398</u>

The accompanying notes to the financial statements form an integral part of the audited financial statements.

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2024**

	2024 USD	2023 USD
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL YEAR	<u>23,381,442</u>	<u>23,961,029</u>
Movement due to units created and cancelled during the financial year:		
- Creation of units from applications		
- Class MYR	9,845,122	1,848,282
- Class MYR-H	5,434,644	1,718,217
- Class SGD-H	327,019	-
- Class USD	326,038	248
	<u>15,932,823</u>	<u>3,566,747</u>
- Cancellation of units		
- Class MYR	(11,419,574)	(4,371,875)
- Class MYR-H	(4,731,456)	(3,027,553)
- Class SGD-H	(104,397)	(1,458)
- Class USD	(261,044)	(10,611)
	<u>(16,516,471)</u>	<u>(7,411,497)</u>
Total comprehensive income for the financial year	<u>5,293,469</u>	<u>3,265,163</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL YEAR	<u><u>28,091,263</u></u>	<u><u>23,381,442</u></u>

The accompanying notes to the financial statements form an integral part of the audited financial statements.

**STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2024**

	Note	2024 USD	2023 USD
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from disposal of quoted securities		11,804,395	13,988,059
Purchase of quoted securities		(10,348,377)	(8,672,184)
Dividend income received		150,940	146,143
Interest received		7	-
Management fee paid		(444,820)	(421,527)
Trustee and custodian fees paid		(20,799)	(19,618)
Payments for other fees and expenses		(18,762)	(15,156)
Tax paid		(36,162)	(33,066)
Payment for other foreign exchange loss		(6,740)	(21,284)
Net realised loss on forward foreign currency contracts		(481,218)	(738,963)
Net cash generated from operating activities		<u>598,464</u>	<u>4,212,404</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash proceeds from units created		15,141,898	3,477,189
Payments for cancellation of units		(16,268,917)	(7,379,130)
Net cash used in financing activities		<u>(1,127,019)</u>	<u>(3,901,941)</u>
Net (decrease)/increase in cash and cash equivalents		(528,555)	310,463
Cash and cash equivalents at the beginning of the financial year		1,019,611	708,675
Effect of foreign currency exchange		53	473
Cash and cash equivalents at the end of the financial year	8	<u>491,109</u>	<u>1,019,611</u>
<u>Cash and cash equivalents comprised:</u>			
Bank balances		491,109	1,019,611
Cash and cash equivalents at the end of the financial year	8	<u>491,109</u>	<u>1,019,611</u>

The accompanying notes to the financial statements form an integral part of the audited financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2024**

1. THE FUND, THE MANAGER AND ITS PRINCIPAL ACTIVITIES

Principal Global Millennial Equity Fund (the “Fund”) is governed by the Deed dated 10 May 2018, First Supplemental Deed dated 7 November 2019, and Second Supplemental Deed dated 17 November 2022 made between Principal Asset Management Berhad (the “Manager”) and Deutsche Trustees Malaysia Berhad (the “Trustee”).

The principal activity of the Fund is to achieve its objective by investing in global equity of companies that are impacted by the spending and lifestyle activities of the Millennial generation, which refers to people born from 1980 to the mid-2000s. The investment universe includes listed securities as well as IPOs. The universe is broadly defined as global all-country and all-cap, across the full market capitalisation spectrum (small, medium, and large). The Fund is expected to have a growth bias overall, including both growth and value oriented companies over time. Market segments with the greatest Millennial exposure are likely to include, without limitation, consumer goods (including fashion and apparel), social media and e-commerce, and digital media and technology.

Under normal circumstances, the Fund invests a maximum of 98% of its NAV in equities. The Fund may opt to access into equities via the investment in units of other collective investment scheme. The Fund currently does not intend to invest in warrants. The Fund may also invest in derivative instruments for hedging purpose, subject to the prevailing GUTF.

The asset allocation strategy for this Fund is as follows:

- between 70% to 98% (both inclusive) of the Fund’s NAV will be invested in equities; and
- at least 2% of the Fund’s NAV in liquid assets.

The Manager has appointed Principal Global Investors (“PGI”), a company incorporated in the United States, as the Sub-Manager of the Fund. PGI will be responsible for the investment management function of the fund in accordance with the investment objective and within the investment parameters, restrictions, and limits of this Fund.

All investments are subjected to the GUTF, SC requirements, the Deeds, except where exemptions or variations have been approved by the SC, internal policies and procedures and the Fund’s objective.

The Manager is a joint venture between Principal Financial Group®, a member of the FORTUNE 500® and a Nasdaq-listed global financial services and CIMB Group Holdings Berhad, one of Southeast Asia’s leading universal banking groups. The principal activities of the Manager are the establishment and management of unit trust funds and fund management activities.

2. MATERIAL ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the financial statements:

(a) Basis of preparation

The financial statements have been prepared in accordance with the provisions of the MFRS as issued by the Malaysian Accounting Standards Board (“MASB”) and IFRS as issued by the International Accounting Standards Board (“IASB”).

2. MATERIAL ACCOUNTING POLICIES (CONTINUED)**(a) Basis of preparation (continued)**

The financial statements have been prepared under the historical cost convention, as modified by financial assets at fair value through profit or loss.

The preparation of financial statements in conformity with MFRS and IFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported year.

It also requires the Manager to exercise their judgement in the process of applying the Fund's accounting policies. Although these estimates and assumptions are based on the Manager's best knowledge of current events and actions, actual results may differ.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 2(k).

There are no other standards, amendments to standards or interpretations effective for financial year beginning on 1 July 2023 that have a material effect on the financial statements of the Fund.

None of the standards, amendments to standards or interpretations that are effective for the financial year beginning on/after 1 July 2024 are applicable to the Fund.

(b) Financial assets and financial liabilitiesClassification

The Fund classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value through profit or loss; and
- those to be measured at amortised cost.

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Fund has not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income ("OCI").

Derivatives are financial assets/liabilities at fair value through profit or loss unless they are designated hedges (Note 2(i)).

The Fund classifies cash and cash equivalents, amount due from Manager and dividends receivable as financial assets at amortised cost as these financial assets are held to collect contractual cash flows consisting of the amount outstanding.

All of the Fund's financial liabilities except derivatives are measured at amortised cost.

2. MATERIAL ACCOUNTING POLICIES (CONTINUED)**(b) Financial assets and financial liabilities (continued)**Recognition and measurement

Regular purchases and sales of financial assets are recognised on the trade-date, the date on which the Fund commits to purchase or sell the asset. Investments are initially recognised at fair value. Transaction costs are expensed in the statement of comprehensive income.

Financial instruments are recognised in the statement of financial position when, and only when, the Fund becomes a party to the contractual provisions of the financial instrument.

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities are derecognised when it is extinguished, i.e. when the obligation specified in the contract is discharged or cancelled or expired.

Unrealised gains or losses arising from changes in fair value of the financial assets at fair value through profit or loss are presented in the statement of comprehensive income within net gain or loss on financial assets at fair value through profit or loss in the financial year which they arise.

Dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income as part of gross dividend income when the Fund's right to receive payments is established.

Foreign quoted securities outside Malaysia are valued at the last traded market price quoted on the respective foreign stock exchanges at the close of the business day of the respective foreign stock exchanges.

If a valuation based on the market price does not represent the fair value of the quoted securities, for example during abnormal market conditions or when no market price is available, including in the event of a suspension in the quotation of the quoted securities for a period exceeding 14 days, or such shorter period as agreed by the Trustee, then the quoted securities are valued as determined in good faith by the Manager, based on the methods or bases approved by the Trustee after appropriate technical consultation.

Financial assets at amortised cost and other financial liabilities are subsequently carried at amortised cost using the effective interest method.

Impairment for assets carried at amortised costs

The Fund measures credit risk and expected credit losses ("ECL") using probability of default, exposure at default and loss given default. The Manager considers both historical analysis and forward looking information in determining any ECL. The Manager considers the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12-month ECL as any such impairment would be wholly insignificant to the Fund.

2. MATERIAL ACCOUNTING POLICIES (CONTINUED)**(b) Financial assets and financial liabilities (continued)**Significant increase in credit risk

A significant increase in credit risk is defined by the Manager as any contractual payment which is more than 30 days past due.

Definition of default and credit-impaired financial assets

Any contractual payment which is more than 90 days past due is considered credit impaired.

Write-off

The Fund writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded there is no reasonable expectation of recovery. The assessment of no reasonable expectation of recovery is based on unavailability of debtor's sources of income or assets to generate sufficient future cash flows to repay the amount. The Fund may write-off financial assets that are still subject to enforcement activity. Subsequent recoveries of amounts previously written off will result in impairment gains. There are no write-offs/recoveries during the financial year.

(c) Income recognition

Dividend income is recognised on the ex-dividend date when the right to receive payment is established.

Realised gain or loss on disposal of quoted securities are accounted for as the difference between the net disposal proceeds and the carrying amount of investments, determined on a weighted average cost basis.

(d) Cash and cash equivalents

For the purpose of statement of cash flows, cash and cash equivalents comprise bank balances which are subject to an insignificant risk of changes in value.

(e) Foreign currencyFunctional and presentation currencies

Items included in the financial statements of the Fund are measured using the currency of the primary economic environment in which the Fund operates (the "functional currency"). The financial statements are presented in United States Dollar ("USD"), which is the Fund's functional and presentation currency.

Due to mixed factors in determining the functional currency of the Fund, the Manager has used its judgement to determine the functional currency that most faithfully represents the economic effects of the underlying transactions, events and conditions and have determined the functional currency to be in USD primarily due to the following factors:

- i) Significant portion of the Fund's expenses are denominated in USD; and
- ii) Significant portion of the cash is denominated in USD for the purpose of making settlement of foreign trades; and
- iii) Significant portion of the Fund's investments are denominated in USD.

2. MATERIAL ACCOUNTING POLICIES (CONTINUED)**(e) Foreign currency (continued)**Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in statement of comprehensive income.

(f) Taxation

Current tax expense is determined according to Malaysian tax laws at the current rate based upon the taxable profit earned during the financial year.

Tax on investment income from foreign quoted securities is based on the tax regime of the respective countries that the Fund invests in.

Withholding taxes on investment income from investment are based on tax regime of the respective countries that the Fund invests in. They are presented within other expenses line in the statement of comprehensive income.

Pursuant to Finance Act 2021, foreign-sourced income received in Malaysia will be taxed at prevailing tax rate(s) of the taxpayer and based on applicable tax rules. Bilateral or unilateral tax credits may be allowed if the same income has suffered foreign tax, and where relevant conditions are met.

Following the announcement by the Honorable Finance Minister II, tax on foreign-sourced income will be exempted for the period from 1 January 2024 until 31 December 2026.

(g) Transaction costs

Transaction costs are costs incurred to acquire or dispose financial assets or liabilities at fair value through profit or loss. They include fees and commissions paid to agents, advisors, stockbrokers and dealers. Transaction costs, when incurred, are immediately recognised in the statement of comprehensive income as expenses.

(h) Unit holders' contributions

The unit holders' contributions to the Fund meet the definition of puttable instruments classified as financial liability under MFRS 132 "*Financial Instruments: Presentation*".

The Fund issues cancellable units, in four classes of units, known respectively as Class MYR, Class MYR-H, Class SGD-H and Class USD, which are cancelled at the unit holder's option, do not have identical features subject to restrictions as stipulated in the Prospectus and GUTF. The units are classified as financial liabilities. Cancellable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's NAV of respective classes. The outstanding units are carried at the redemption amount that is payable at the date of the statement of financial position if the member exercises the right to put back the units to the Fund.

Units are created and cancelled at the unit holders' option at prices based on the Fund's NAV per unit of respective classes at the close of business on the relevant dealing day.

2. MATERIAL ACCOUNTING POLICIES (CONTINUED)**(h) Unit holders' contributions (continued)**

The Fund's NAV per unit of respective classes is calculated by dividing the net assets attributable to members of respective classes with the total number of outstanding units of respective classes.

(i) Derivative financial instruments

A derivative financial instrument is any contract that gives rise to both a financial asset of one enterprise and a financial liability or equity instrument of another enterprise.

A financial asset is any asset that is cash, a contractual right to receive cash or another financial asset from another enterprise, a contractual right to exchange financial instruments with another enterprise under conditions that are potentially favourable, or an equity instrument of another enterprise.

A financial liability is any liability that is a contractual obligation to deliver cash or another financial asset to another enterprise, or to exchange financial instruments with another enterprise under conditions that are potentially unfavorable.

The Fund's derivative financial instruments comprise forward foreign exchange contracts. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value.

The fair value of forward foreign exchange contracts is determined using forward exchange rates at the date of statements of financial position, with the resulting value discounted back to present value.

The method of recognising the resulting gain or loss depends on whether the derivative is designated as a hedging instrument, and the nature of the item being hedged. Derivatives that do not qualify for hedge accounting are classified as held-for-trading and accounted for in accordance with the accounting policy set out in Note 2(b).

(j) Realised and unrealised portions of profit or loss after tax

The analysis of realised and unrealised portions of profit or loss after tax as presented on the statement of comprehensive income is prepared in accordance with SC GUTF.

(k) Critical accounting estimates and judgments in applying accounting policies

The Fund makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, rarely equal the related actual results. To enhance the information content of the estimates, certain key variables that are anticipated to have material impact to the Fund's results and financial position are tested for sensitivity to changes in the underlying parameters. Estimates and judgement are continually evaluated by the Manager and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

2. MATERIAL ACCOUNTING POLICIES (CONTINUED)

(k) Critical accounting estimates and judgments in applying accounting policies (continued)

In undertaking any of the Fund's investment, the Manager will ensure that all assets of the Fund under management will be valued appropriately, that is at fair value and in compliance with the GUTF.

However, the Manager is of the opinion that in applying these accounting policy, no significant judgement was required.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments of the Fund are as follows:

	Financial assets at fair value through profit or loss USD	Financial assets at amortised cost USD	Total USD
2024			
Cash and cash equivalents (Note 8)	-	491,109	491,109
Quoted securities (Note 7)	26,866,259	-	26,866,259
Amount due from Manager	-	1,041,563	1,041,563
Dividends receivable	-	21,297	21,297
	<u>26,866,259</u>	<u>1,553,969</u>	<u>28,420,228</u>
2023			
Cash and cash equivalents (Note 8)	-	1,019,611	1,019,611
Quoted securities (Note 7)	22,764,838	-	22,764,838
Amount due from Manager	-	250,638	250,638
Dividends receivable	-	6,053	6,053
	<u>22,764,838</u>	<u>1,276,302</u>	<u>24,041,140</u>

All other liabilities are financial liabilities which are carried at amortised cost except derivative liabilities which are carried at fair value through profit or loss.

The Fund aims to achieve capital appreciation over the medium to long term through investments primarily in a portfolio of global equities.

The Fund is exposed to a variety of risks which include market risk (inclusive of price risk and currency risk), credit risk and liquidity risk.

Financial risk management is carried out through internal control process adopted by the Manager and adherence to the investment restrictions as stipulated in the Deeds and SC GUTF.

(a) Market risk

(i) Price risk

Price risk is the risk that the fair value of an investment in quoted securities will fluctuate because of changes in market prices (other than those arising from interest rate risk and currency risk).

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(a) Market risk (continued)

(i) Price risk (continued)

The value of quoted securities may fluctuate according to the activities of individual companies, sector and overall political and economic conditions. Such fluctuation may cause the Fund's NAV and prices of units to fall as well as rise, and income produced by the Fund may also fluctuate.

The price risk is managed through diversification and selection of quoted securities and other financial instruments within specified limits according to the Deeds.

The Fund's overall exposure to price risk was as follows:

	2024	2023
	USD	USD
Financial assets at fair value through profit or loss:		
- Quoted securities	<u>26,866,259</u>	<u>22,764,838</u>

The table below summarises the sensitivity of the Fund's profit or loss and NAV to movements in prices of quoted securities at the end of the reporting year. The analysis is based on the assumptions that the price of the quoted securities fluctuates by 5% with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the quoted securities, having regard to the historical volatility of the prices.

% Change in price of quoted securities	Market value USD	Impact on profit or loss/NAV USD
2024		
-5%	25,522,946	(1,343,313)
0%	26,866,259	-
5%	<u>28,209,572</u>	<u>1,343,313</u>
2023		
-5%	21,626,596	(1,138,242)
0%	22,764,838	-
5%	<u>23,903,080</u>	<u>1,138,242</u>

(ii) Currency risk

Currency risk is associated with investments that are quoted and/or priced in foreign currency denomination. Foreign currency risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates.

The Manager will evaluate the likely directions of a foreign currency versus USD based on considerations of economic fundamentals such as interest rate differentials, balance of payments position, debt levels, and technical chart considerations.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(a) Market risk (continued)

(ii) Currency risk (continued)

The following table sets out the foreign currency risk concentrations arising from the denomination of the Fund's financial instruments in foreign currencies:

Financial assets

	Cash and cash equivalents USD	Financial assets at fair value through profit or loss USD	Amount due from Manager USD	Dividends receivable USD	Total USD
2024					
CAD	-	639,113	-	-	639,113
DKK	-	1,335,596	-	-	1,335,596
EUR	-	3,420,279	-	-	3,420,279
GBP	-	580,570	-	2,624	583,194
HKD	-	555,963	-	17,382	573,345
JPY	8,585	1,204,240	-	-	1,212,825
MYR	65,179	-	994,267	-	1,059,446
SGD	650	-	35,826	-	36,476
	<u>74,414</u>	<u>7,735,761</u>	<u>1,030,093</u>	<u>20,006</u>	<u>8,860,274</u>
2023					
CAD	-	745,674	-	-	745,674
DKK	516,322	957,772	-	-	1,474,094
EUR	-	2,199,078	-	-	2,199,078
GBP	-	471,061	-	-	471,061
HKD	4,233	352,299	-	-	356,532
JPY	494,353	1,190,010	-	-	1,684,363
MYR	73,700	-	250,638	-	324,338
NZD	389,561	-	-	4,413	393,974
SGD	681	-	-	-	681
	<u>1,478,850</u>	<u>5,915,894</u>	<u>250,638</u>	<u>4,413</u>	<u>7,649,795</u>

Financial liabilities

	Derivative liabilities at fair value through profit or loss USD	Amount due to Manager USD	Net assets attributable to unit holders USD	Total USD
2024				
MYR	15,352	312,608	26,728,122	27,056,082
SGD	1,303	-	342,386	343,689
	<u>16,655</u>	<u>312,608</u>	<u>27,070,508</u>	<u>27,399,711</u>

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(a) Market risk (continued)

(ii) Currency risk (continued)

Financial liabilities (continued)

	Derivative liabilities at fair value through profit or loss USD	Amount due to Manager USD	Net assets attributable to unit holders USD	Total USD
2023				
MYR	64,388	65,054	22,520,106	22,649,548
SGD	945	-	92,578	93,523
	<u>65,333</u>	<u>65,054</u>	<u>22,612,684</u>	<u>22,743,071</u>

The table below summarises the sensitivity of the Fund's profit or loss and NAV to changes in foreign exchange movements at the end of each reporting year.

The analysis is based on the assumption that the foreign exchange rate fluctuates by 5%, with all other variables remain constants.

This represents management's best estimate of a reasonable possible shift in the foreign exchange rate, having regard to historical volatility of this rate. Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

	Change in foreign exchange rate %	Impact on profit or loss/NAV 2024 RM	2023 RM
CAD	+/- 5	+/- 31,956	+/-37,284
DKK	+/- 5	+/- 66,780	+/-73,705
EUR	+/- 5	+/- 171,014	+/-109,954
GBP	+/- 5	+/- 29,160	+/-23,553
HKD	+/- 5	+/- 28,667	+/-17,827
JPY	+/- 5	+/- 60,641	+/- 84,218
MYR	+/- 5	-/+1,299,832	-/+1,116,261
NZD	+/- 5	-	+/- 19,699
SGD	+/- 5	-/+15,361	-/+4,642
		<u>-/+926,975</u>	<u>-/+ 754,663</u>

(b) Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligation resulting in financial loss to the Fund.

The credit risk arising from bank balances in licensed financial institutions is managed by ensuring that the Fund will only place deposits in reputable licensed financial institutions.

For amount due from Manager, the settlement terms of the proceeds from the creation of units' receivable from the Manager are governed by the GUTF.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Credit risk (continued)

For amount due from stockbrokers, the settlement terms are governed by the relevant rules and regulations as prescribed by respective stock exchange. The credit risk is minimal as all transactions in quoted securities are settled/paid upon delivery using approved stockbrokers.

	Cash and cash equivalents USD	Amount due from Manager USD	Dividends receivable USD	Total USD
2024				
- AAA	491,109	-	-	491,109
- Not Rated	-	1,041,563	21,297	1,062,860
	<u>491,109</u>	<u>1,041,563</u>	<u>21,297</u>	<u>1,553,969</u>
2023				
- AA1	1,019,611	-	-	1,019,611
- Not Rated	-	250,638	6,053	256,691
	<u>1,019,611</u>	<u>250,638</u>	<u>6,053</u>	<u>1,276,302</u>

(c) Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting its financial obligations.

The Manager manages this risk by maintaining sufficient level of liquid assets to meet anticipated payments and cancellations of the units by unit holders. Liquid assets comprise bank balances which are capable of being converted into cash within 7 business days.

Generally, all investments are subject to a certain degree of liquidity risk depending on the nature of the investment instruments, market, sector and other factors. For the purpose of the Fund, the Manager will attempt to balance the entire portfolio by investing in a mix of assets with satisfactory trading volume and those that occasionally could encounter poor liquidity. This is expected to reduce the risks for the entire portfolio without limiting the Fund's growth potentials.

The table below summarises the Fund's financial liabilities into relevant maturity groupings based on the remaining period as at the statement of financial position date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(c) Liquidity risk (continued)

	Less than 1 month USD	Between 1 month to 1 year USD	Total USD
2024			
Derivative liabilities at fair value through profit or loss	-	16,655	16,655
Amount due to Manager	312,608	-	312,608
Accrued management fee	41,284	-	41,284
Amount due to Trustee	1,261	-	1,261
Other payables and accruals	-	7,147	7,147
Net assets attributable to unit holders*	<u>28,091,263</u>	<u>-</u>	<u>28,091,263</u>
Contractual undiscounted cash flows	<u>28,446,416</u>	<u>23,802</u>	<u>28,470,218</u>
2023			
Derivative liabilities at fair value through profit or loss	-	65,333	65,333
Amount due to Manager	65,054	-	65,054
Amount due to stockbroker	477,585	-	477,585
Accrued management fee	34,199	-	34,199
Amount due to Trustee	1,045	-	1,045
Other payables and accruals	-	5,664	5,664
Net assets attributable to unit holders*	<u>23,381,442</u>	<u>-</u>	<u>23,381,442</u>
Contractual undiscounted cash flows	<u>23,959,325</u>	<u>70,997</u>	<u>24,030,322</u>

* Outstanding units are redeemed on demand at the unit holder's option. However, the Manager does not envisage that the contractual maturity disclosed in the table above will be representative of the actual cash outflows, as holders of these instruments typically retain them for the medium to long term.

(d) Capital risk management

The capital of the Fund is represented by net assets attributable to unit holders of USD28,091,263 (2023: USD23,381,442). The amount of capital can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of unit holders. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns to unit holders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

(e) Fair value estimation

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

The fair values of financial assets traded in active markets (such as trading securities) are based on quoted market prices at the close of trading on the financial year end date. The Fund utilises the last traded market price for financial assets where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager will determine the point within the bid-ask spread that is most representative of the fair value.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The fair value of financial assets that are not traded in an active market is determined by using valuation techniques.

(i) Fair value hierarchy

The table below analyses financial instruments carried at fair value. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active market for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2)
- Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs) (Level 3)

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety.

If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement.

Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgment by the Fund. The Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
2024				
Financial assets at fair value through profit or loss:				
- Quoted securities	<u>26,866,259</u>	<u>-</u>	<u>-</u>	<u>26,866,259</u>
Derivative liabilities at fair value through profit or loss:				
- Forward foreign currency contracts	<u>-</u>	<u>16,655</u>	<u>-</u>	<u>16,655</u>
2023				
Financial assets at fair value through profit or loss:				
- Quoted securities	<u>22,764,838</u>	<u>-</u>	<u>-</u>	<u>22,764,838</u>
Derivative liabilities at fair value through profit or loss:				
- Forward foreign currency contracts	<u>-</u>	<u>65,333</u>	<u>-</u>	<u>65,333</u>

Investments whose values are based on quoted market prices in active markets and are therefore classified within Level 1 include quoted securities. The Fund does not adjust the quoted prices for these instruments.

Financial instruments that trade in markets that are considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. This includes forward foreign currency contracts. As Level 2 instruments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information. The Fund's policies on valuation of these financial assets are stated in Note 2(b).

- (ii) The carrying values of cash and cash equivalents, amount due from Manager, dividends receivable and all liabilities except derivatives are a reasonable approximation of their fair values due to their short-term nature.

4. MANAGEMENT FEE

In accordance with the Deeds, the Manager is entitled to a maximum management fee of 3.00% per annum for each unit class, calculated daily based on the NAV of the Fund.

For the financial year ended 30 June 2024 and 30 June 2023, the management fee for the respective classes is recognised at the following rates:

Class MYR	Class MYR-H	Class SGD-H	Class USD
1.80%	1.80%	1.80%	1.80%

There was no further liability to the Manager in respect of management fee other than the amount recognised above.

5. TRUSTEE AND CUSTODIAN FEES

In accordance with the Deeds, the Trustee is entitled to a maximum fee of 0.06% per annum, (including local custodian fee but excluding foreign sub-custodian fee and charges) on the NAV of the Fund. The foreign sub-custodian fee and charges is dependent on the country invested and is charged monthly in arrears.

For the financial year ended 30 June 2024, the Trustee fee is recognised at the rate of 0.055% per annum (2023: 0.055% per annum).

There was no further liability to the Trustee and custodian in respect of Trustee and custodian fees other than the amount recognised above.

6. TAXATION

	2024	2023
	USD	USD
Tax charged for the financial year:		
- Tax on foreign source income	19,238	43,884
- Over provision of tax in prior year	(43,884)	-
	<u>(24,646)</u>	<u>43,884</u>

A numerical reconciliation between the profit before taxation multiplied by the Malaysian statutory income tax rate and tax expense of the Fund was as follows:

	2024	2023
	USD	USD
Profit before taxation	<u>5,268,823</u>	<u>3,309,047</u>
Taxation at Malaysian statutory rate of 24% (2023: 24%)	1,264,518	794,171
Tax effects of:		
- Income not subject to tax	(1,385,162)	(913,837)
- Expenses not deductible for tax purposes	11,172	18,172
- Restriction on tax deductible expenses for Unit Trust Funds	109,472	101,494
Tax on foreign source income	19,238	43,884
Over provision of tax in prior year	(43,884)	-
Taxation	<u>(24,646)</u>	<u>43,884</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2024 USD	2023 USD
At fair value through profit or loss:		
- Quoted securities	<u>26,866,259</u>	<u>22,764,838</u>
Net gain on financial assets at fair value through profit or loss:		
- Realised gain/(loss) on disposals	995,012	(3,449,563)
- Unrealised fair value gain	<u>5,049,532</u>	<u>7,869,088</u>
	<u>6,044,544</u>	<u>4,419,525</u>

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
2024				
QUOTED SECURITIES				
CANADA				
Consumer Discretionary				
Dollarama Inc.	<u>7,000</u>	<u>513,159</u>	<u>639,113</u>	<u>2.28</u>
TOTAL CANADA	<u>7,000</u>	<u>513,159</u>	<u>639,113</u>	<u>2.28</u>
DENMARK				
Health Care				
Novo Nordisk A/S	<u>9,240</u>	<u>376,131</u>	<u>1,335,596</u>	<u>4.75</u>
TOTAL DENMARK	<u>9,240</u>	<u>376,131</u>	<u>1,335,596</u>	<u>4.75</u>
FRANCE				
Consumer Staples				
L'Oreal SA	<u>1,915</u>	<u>887,032</u>	<u>841,469</u>	<u>3.00</u>
TOTAL FRANCE	<u>1,915</u>	<u>887,032</u>	<u>841,469</u>	<u>3.00</u>
HONG KONG, CHINA				
Consumer Discretionary				
Samsonite International S.A.	<u>186,300</u>	<u>655,379</u>	<u>555,963</u>	<u>1.98</u>
TOTAL HONG KONG, CHINA	<u>186,300</u>	<u>655,379</u>	<u>555,963</u>	<u>1.98</u>
JAPAN				
Information Technology				
Advantest Corporation	<u>12,300</u>	<u>396,555</u>	<u>491,373</u>	<u>1.75</u>
Telecommunication Services				
Nintendo Co., Ltd.	<u>13,400</u>	<u>600,977</u>	<u>712,867</u>	<u>2.54</u>
TOTAL JAPAN	<u>25,700</u>	<u>997,532</u>	<u>1,204,240</u>	<u>4.29</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
2024 (CONTINUED)				
QUOTED SECURITIES				
(CONTINUED)				
NETHERLANDS				
Information Technology				
ASML Holding N.V.	944	670,371	975,375	3.47
Telecommunication Services				
Universal Music Group N.V.	24,900	717,387	741,249	2.64
TOTAL NETHERLANDS	25,844	1,387,758	1,716,624	6.11
SPAIN				
Consumer Discretionary				
Industria De Diseno Textil, S.A.	17,355	662,755	862,186	3.07
TOTAL SPAIN	17,355	662,755	862,186	3.07
UNITED KINGDOM				
Consumer Discretionary				
JD Sports Fashion Plc	384,331	730,913	580,570	2.07
TOTAL UNITED KINGDOM	384,331	730,913	580,570	2.07
UNITED STATES				
Consumer Discretionary				
Chipotle Mexican Grill, Inc.	10,800	329,430	676,620	2.40
Deckers Outdoor Corporation	856	280,480	828,565	2.95
DICK'S Sporting Goods, Inc.	3,348	306,521	719,318	2.56
DraftKings Inc.	12,800	506,897	488,576	1.74
Lululemon Athletica Inc.	1,203	420,191	359,336	1.28
Nike, Inc.	3,900	474,498	293,943	1.05
PDD Holdings Inc.	5,173	442,425	687,750	2.45
Planet Fitness, Inc.	6,648	405,356	489,226	1.74
Royal Caribbean Cruises Ltd.	4,160	628,837	663,229	2.36
	48,888	3,794,635	5,206,563	18.53
Consumer Staples				
Bellring Brands, Inc.	10,950	663,773	625,683	2.23
Celsius Holdings, Inc.	9,700	560,101	553,773	1.97
	20,650	1,223,874	1,179,456	4.20

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
2024 (CONTINUED)				
QUOTED SECURITIES (CONTINUED)				
UNITED STATES (CONTINUED)				
Financials				
Mastercard Incorporated.	1,130	432,663	498,511	1.77
Health Care				
Abbott Laboratories	3,400	353,204	353,294	1.26
DexCom, Inc.	3,300	418,509	374,154	1.33
Eli Lilly and Company	1,165	584,622	1,054,768	3.75
Progyny, Inc.	11,300	409,271	323,293	1.15
Thermo Fisher Scientific Inc.	1,030	554,251	569,590	2.03
	<u>20,195</u>	<u>2,319,857</u>	<u>2,675,099</u>	<u>9.52</u>
Information Technology				
Advanced Micro Devices, Inc.	5,769	492,481	935,789	3.33
Apple Inc.	4,110	562,315	865,648	3.08
Cadence Design Systems, Inc.	2,190	507,923	673,973	2.40
Microsoft Corporation	2,882	693,611	1,288,110	4.59
Nvidia Corporation	10,550	157,426	1,303,347	4.64
ServiceNow, Inc.	1,011	578,929	795,323	2.83
Synopsys, Inc.	1,125	565,925	669,444	2.38
	<u>27,637</u>	<u>3,558,610</u>	<u>6,531,634</u>	<u>23.25</u>
Telecommunication Services				
Alphabet Inc.	6,890	757,615	1,263,764	4.50
Meta Platforms, Inc.	2,597	518,279	1,309,459	4.66
Verizon Communications Inc.	11,300	428,349	466,012	1.66
	<u>20,787</u>	<u>1,704,243</u>	<u>3,039,235</u>	<u>10.82</u>
TOTAL UNITED STATES	139,287	13,033,882	19,130,498	68.09
TOTAL QUOTED SECURITIES	796,972	19,244,541	26,866,259	95.64
ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		7,621,718		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		26,866,259		

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
2023				
QUOTED SECURITIES				
CANADA				
Consumer Discretionary				
Gildan Activewear Inc.	23,100	872,860	745,674	3.19
TOTAL CANADA	23,100	872,860	745,674	3.19
DENMARK				
Health Care				
Novo Nordisk A/S	5,945	484,004	957,772	4.10
TOTAL DENMARK	5,945	484,004	957,772	4.10
FRANCE				
Consumer Staples				
L'Oreal SA	1,895	875,937	883,006	3.78
Health Care				
Eurofins Scientific SE	5,420	589,228	343,912	1.47
TOTAL FRANCE	7,315	1,465,165	1,226,918	5.25
HONG KONG, CHINA				
Consumer Discretionary				
Li Ning Company Limited	65,500	510,905	352,299	1.51
TOTAL HONG KONG, CHINA	65,500	510,905	352,299	1.51
JAPAN				
Financials				
GMO Payment Gateway, Inc.	4,000	451,651	309,949	1.33
Information Technology				
Advantest Corporation	3,700	477,155	490,210	2.10
Socionext Inc.	2,700	425,828	389,851	1.66
	6,400	902,983	880,061	3.76
TOTAL JAPAN	10,400	1,354,634	1,190,010	5.09
NETHERLANDS				
Information Technology				
ASML Holding N.V.	1,344	954,426	972,160	4.16
TOTAL NETHERLANDS	1,344	954,426	972,160	4.16

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
2023 (CONTINUED)				
QUOTED SECURITIES				
(CONTINUED)				
UNITED KINGDOM				
Consumer Discretionary				
JD Sports Fashion Plc	253,831	518,796	471,061	2.01
TOTAL UNITED KINGDOM	253,831	518,796	471,061	2.01
UNITED STATES				
Consumer Discretionary				
Academy Sports and Outdoors, Inc.	7,900	429,296	426,995	1.83
Chipotle Mexican Grill, Inc.	407	580,495	870,573	3.72
Deckers Outdoor Corporation	1,646	539,334	868,528	3.71
DICK'S Sporting Goods, Inc.	3,618	331,241	478,263	2.05
Lululemon Athletica Inc.	1,520	530,915	575,320	2.46
Nike, Inc.	4,800	583,998	529,776	2.27
PDD Holdings Inc.	5,700	363,830	394,098	1.69
Planet Fitness, Inc.	7,898	492,421	532,641	2.28
Tesla, Inc.	2,278	620,233	596,312	2.55
Topgolf Callaway Brands Corp.	19,592	437,203	388,901	1.66
Ulta Beauty, Inc.	1,000	371,891	470,595	2.01
	56,359	5,280,857	6,132,002	26.23
Consumer Staples				
Darling Ingredients Inc.	6,110	463,347	389,757	1.67
Financials				
Mastercard Incorporated.	1,400	495,855	550,620	2.35
Health Care				
DexCom, Inc.	3,300	418,509	424,083	1.81
Eli Lilly and Company	995	464,283	466,635	2.00
Zoetis Inc.	3,341	620,471	575,354	2.46
	7,636	1,503,263	1,466,072	6.27
Information Technology				
Advanced Micro Devices, Inc.	7,419	633,336	845,098	3.61
Apple Inc.	5,006	608,621	971,014	4.15
Cadence Design Systems, Inc.	2,020	460,241	473,730	2.03
Intuit Inc.	1,007	553,309	461,397	1.97
Microsoft Corporation	3,227	755,019	1,098,923	4.70
Nvidia Corporation	2,694	401,996	1,139,616	4.87
Salesforce, Inc.	2,200	462,092	464,772	1.99
ServiceNow, Inc.	1,071	584,583	601,870	2.57
	24,644	4,459,197	6,056,420	25.89

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
2023 (CONTINUED)				
QUOTED SECURITIES (CONTINUED)				
UNITED STATES (CONTINUED)				
Telecommunication Services				
Alphabet Inc.	6,980	738,244	844,371	3.61
Meta Platforms, Inc.	3,707	739,800	1,063,835	4.55
Verizon Communications Inc.	9,300	351,299	345,867	1.48
	<u>19,987</u>	<u>1,829,343</u>	<u>2,254,073</u>	<u>9.64</u>
TOTAL UNITED STATES	<u>116,136</u>	<u>14,031,862</u>	<u>16,848,944</u>	<u>72.05</u>
TOTAL QUOTED SECURITIES	<u>483,571</u>	<u>20,192,652</u>	<u>22,764,838</u>	<u>97.36</u>
ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>2,572,186</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>22,764,838</u>		

8. CASH AND CASH EQUIVALENTS

	2024 USD	2023 USD
Bank balances	<u>491,109</u>	<u>1,019,611</u>

9. NUMBER OF UNITS IN CIRCULATION (UNITS)

	2024 No. of units	2023 No. of units
Class MYR (i)	81,003,372	89,647,012
Class MYR-H (ii)	76,236,923	71,910,991
Class SGD-H (iii)	683,832	226,486
Class USD (iv)	1,269,616	1,201,607
	<u>159,193,743</u>	<u>162,986,096</u>
(i) Class MYR		
At the beginning of the financial year	89,647,013	108,033,313
Add: Creation of units from applications	54,080,494	13,153,095
Less: Cancellation of units	<u>(62,724,135)</u>	<u>(31,539,396)</u>
At the end of the financial year	<u>81,003,372</u>	<u>89,647,012</u>

9. NUMBER OF UNITS IN CIRCULATION (UNITS) (CONTINUED)

	2024	2023
	No. of units	No. of units
(ii) Class MYR-H		
At the beginning of the financial year	71,910,991	82,896,398
Add: Creation of units from applications	40,704,067	15,155,127
Less: Cancellation of units	<u>(36,378,135)</u>	<u>(26,140,534)</u>
At the end of the financial year	<u>76,236,923</u>	<u>71,910,991</u>
(iii) Class SGD-H		
At the beginning of the financial year	226,486	230,166
Add: Creation of units from applications	690,755	-
Less: Cancellation of units	<u>(233,409)</u>	<u>(3,680)</u>
At the end of the financial year	<u>683,832</u>	<u>226,486</u>
(iv) Class USD		
At the beginning of the financial year	1,201,606	1,218,924
Add: Creation of units from applications	429,622	413
Less: Cancellation of units	<u>(361,612)</u>	<u>(17,730)</u>
At the end of the financial year	<u>1,269,616</u>	<u>1,201,607</u>

10. DERIVATIVE LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	2024	2023
	USD	USD
Derivative liabilities at fair value through profit or loss:		
- Forward foreign currency contracts	<u>16,655</u>	<u>65,333</u>
Net loss on derivatives at fair value through profit or loss:		
- Net realised loss on forward foreign currency contracts	(481,218)	(738,963)
- Net unrealised fair value gain/(loss) on forward foreign currency contracts	<u>48,678</u>	<u>(35,789)</u>
	<u>(432,540)</u>	<u>(774,752)</u>

As at 30 June 2024, there are total of 5 (2023: 3) outstanding USD/Malaysian Ringgit ("MYR") and USD/Singapore Dollar ("SGD") forward foreign currency contracts. The notional principal amount of the outstanding forward foreign currency contracts amounting to USD10,715,676 (2023: USD8,862,277).

The forward foreign currency contracts are entered into during the financial year to minimise the risk of foreign exchange exposure between the USD and the MYR and SGD for the Fund.

As the Fund has not adopted hedge accounting during the financial year, any changes in the fair value of the forward currency contract are recognised immediately in the statement of comprehensive income during the financial year.

11. TOTAL EXPENSE RATIO (“TER”)

	2024	2023
	%	%
TER	1.94	1.92

TER was derived based on the following calculation:

$$\text{TER} = \frac{(A + B + C + D + E) \times 100}{F}$$

A	=	Management fee
B	=	Trustee and custodian fees
C	=	Audit fee
D	=	Tax Agent’s fee
E	=	Other expenses excluding Central Depository System (“CDS”) transfer fee and withholding tax
F	=	Average NAV of the Fund calculation on a daily basis

The average NAV of the Fund for the financial year calculated on a daily basis was USD25,103,349 (2023: USD 23,276,032).

12. PORTFOLIO TURNOVER RATIO (“PTR”)

	2024	2023
PTR (times)	0.43	0.46

PTR was derived from the following calculation:

$$\frac{(\text{Total acquisition for the financial year} + \text{total disposal for the financial year}) \div 2}{\text{Average NAV of the Fund for the financial year calculated on a daily basis}}$$

where:

total acquisition for the financial year = USD9,870,792 (2023: USD8,356,532)

total disposal for the financial year = USD11,804,395 (2023: USD13,200,192)

13. UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER, AND SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES

The related parties and their relationship with the Fund are as follows:

<u>Related parties</u>	<u>Relationship</u>
Principal Asset Management Berhad	The Manager
Principal Financial Group, Inc.	Ultimate holding company of shareholder of the Manager
Principal International (Asia) Ltd	Shareholder of the Manager
CIMB Group Sdn Bhd	Shareholder of the Manager
Subsidiaries and associates of Principal Financial Group Inc., other than above, as disclosed in its financial statements	Fellow subsidiary and associated companies of the ultimate holding company of shareholder of the Manager

13. UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER, AND SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

The related parties and their relationship with the Fund are as follows (continued):

<u>Related parties</u>	<u>Relationship</u>
Subsidiaries and associates of CIMB Group Holdings Bhd, other than above, as disclosed in its financial statements	Fellow subsidiary and associated companies of the ultimate holding company of shareholder of the Manager

Units held by the Manager and parties related to the Manager

	<u>2024</u>		<u>2023</u>	
	<u>No. of units</u>	<u>USD</u>	<u>No. of units</u>	<u>USD</u>
Manager				
Principal Asset				
Management Berhad				
- Class MYR	4,385	857	3,386	527
- Class MYR-H	2,737	391	336	40
- Class SGD-H	2	1	2	1
- Class USD	9	7	9	6

In the opinion of the Manager, the above units were transacted at the prevailing market price.

The units are held beneficially by the Manager for booking purposes. Other than the above, there were no units held by the Directors or parties related to the Manager.

There were no significant related party transactions during the financial year, other than those already disclosed elsewhere in the financial statements.

14. TRANSACTIONS WITH BROKERS

Details of transactions with the top 10 brokers for the financial year ended 30 June 2024 were as follows:

Brokers	Value of trades USD	Percentage of total trades %	Brokerage fees USD	Percentage of brokerage fees %
State Street Global Market Llc	11,611,457	53.57	1,013	10.64
Citigroup Global Markets Inc.	1,173,386	5.41	318	3.34
Jefferies Llc.	960,049	4.43	288	3.03
Barceuralg	596,991	2.75	1,370	14.39
Morgan Stanley And Co., Llc, New York Branch	522,605	2.41	1,054	11.07
Sanford C. Bernstein Ltd. London	495,010	2.28	305	3.20
Goldman Sachs & Co	476,418	2.20	167	1.75
RBC Europe Limited	476,254	2.20	19	0.20
UBS Securities	460,787	2.13	453	4.76
Goldman Sachs International London	431,375	1.99	129	1.36
Others	4,470,855	20.63	4,404	46.26
	<u>21,675,187</u>	<u>100.00</u>	<u>9,520</u>	<u>100.00</u>

14. TRANSACTIONS WITH BROKERS (CONTINUED)

Details of transactions with the top 10 brokers for the financial year ended 30 June 2023 were as follows:

Brokers	Value of trades USD	Percentage of total trades %	Brokerage fees USD	Percentage of brokerage fees %
State Street Global Market Llc	5,589,815	25.93	593	7.30
Barclays Capital Inc	3,213,273	14.91	1,429	17.60
Citigroup Global Markets Inc.	2,907,320	13.49	1,732	21.32
Depository Trust Company, The	1,903,405	8.83	266	3.27
Instinet Clearing Services Jersey City	1,486,079	6.89	215	2.65
Wall Street Access/Glp	920,676	4.27	193	2.37
Rbc Europe Limited	595,474	2.76	180	2.22
Morgan Stanley And Co., Llc, New York Branch	528,153	2.45	447	5.50
Jefferies Llc.	494,752	2.30	148	1.83
Jefferies Australia Pty Limited	435,498	2.02	131	1.61
Others	3,482,279	16.15	2,789	34.33
	<u>21,556,724</u>	<u>100.00</u>	<u>8,123</u>	<u>100.00</u>

15. APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved for issue by the Manager on 16 August 2024.

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