

Date of issuance: 31 December 2019

# Product Highlights Sheet

## Principal Global Technology Fund

*(formerly known as CIMB-Principal Global Technology Fund)*

### Responsibility Statement

This Product Highlights Sheet has been reviewed by the directors or authorised committee or persons approved by the board of Principal Asset Management Berhad. Having made all reasonable inquiries, they confirm to the best of their knowledge and belief, that there are no false or misleading statements or omissions of other facts which would make any statement in the Product Highlights Sheet false or misleading.

### Statements of Disclaimer

The relevant information and document in relation to the Principal Global Technology Fund, including a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia under the Lodge and Launch Framework.

The lodgement of the relevant information and document in relation to the Principal Global Technology Fund, including this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the Principal Global Technology Fund or assumes responsibility for the correctness of any statement made or opinion or report expressed in this Product Highlights Sheet.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of the Principal Asset Management Berhad responsible for the Principal Global Technology Fund and takes no responsibility for the contents of this Product Highlights Sheet. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this Product Highlights Sheet, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

### The Manager

Principal Asset Management Berhad ("Principal Malaysia") *(formerly known as CIMB-Principal Asset Management Berhad)* holds a Capital Markets Services License for fund management and dealing in securities restricted to unit trust under the Capital Markets and Services Act 2007 and specializes in managing and operating unit trusts for investor, both institutional and retail. Principal Malaysia's responsibilities include managing investment portfolios by providing fund management services to insurance companies, pension funds, unit trust companies, corporations and government institutions in Malaysia. In addition, Principal Malaysia is an approved private retirement scheme provider in Malaysia. Principal Malaysia originally commenced its operations as a unit trust company in November 1995.

**This Product Highlights Sheet only highlights the key features and risks of this unlisted capital market product. We recommend that you read this Product Highlights Sheet together with the Replacement Information Memorandum for Principal Global Technology Fund dated 31 December 2019 and its supplementary (if any). Sophisticated Investors are advised to request, read and understand the Information Memorandum before deciding to invest.**

## Brief Information on Principal Global Technology Fund

Principal Global Technology Fund is wholesale feeder fund issued by Principal Malaysia. The Fund aims to provide capital appreciation through investments in one collective investment scheme, which invests primarily in a diversified portfolio of technology related companies. The Fund is established with a multi-class structure and is allowed to establish new Class(es) from time to time without your prior consent.

This is neither a capital protected nor capital guaranteed fund.

### Product Suitability

The recommended investment timeframe for this Fund is five (5) years or more. The Fund best suits you if you:

- are a Sophisticated Investor;
- have a long term investment horizon;
- seek capital appreciation from investment in predominantly equity securities; and
- want exposure to technology sector .

### Key Product Features

<b>Fund Category/Type</b>	Feeder Fund/ Growth			
<b>Base currency</b>	US Dollar (USD)			
<b>Benchmark</b>	The Fund is benchmark unconstrained as the Target Fund is benchmark unconstrained, i.e. it will be actively managed without reference to any specific benchmark.			
<b>Investment strategy</b>	<p>The Fund is a feeder fund and it invests in a single collective investment scheme, i.e. Franklin Technology Fund. The Fund may also invest in liquid asset for liquidity purpose.</p> <p>In order to achieve its investment objective, the Fund will invest at least 95% of its NAV in the Target Fund; a portfolio established on 4 March 2000 under the Franklin Templeton Investment Funds. The Fund will also maintain up to 5% of its NAV in liquid assets for liquidity purposes.</p> <p><b>Information on the Target Fund</b></p> <p>Company : Franklin Templeton Investment Funds            Management Company : Franklin Templeton International Services S.à r.l.            Investment Manager : Franklin Advisers, Inc.            Regulatory authority : Commission de Surveillance du Secteur Financier</p>			
<b>Launch date</b>	<b>Fund</b>	: 17 May 2018	<b>Class GBP-Hedged</b>	: 17 May 2018
	<b>Class USD</b>	: 17 May 2018	<b>Class MYR-Hedged</b>	: 17 May 2018
	<b>Class AUD-Hedged</b>	: 17 May 2018	<b>Class SGD-Hedged</b>	: 17 May 2018
<b>Financial year-end</b>	31 July.			
<b>Distribution Policy</b>	Given the Fund's investment objective, the class of the Fund is not expected to pay any distribution. Distributions, if any, are at our discretion and will vary from period to period depending on the availability of realised income for distribution and performance of the Fund.			
<b>Manager</b>	Principal Asset Management Berhad ( <i>formerly known as CIMB-Principal Asset Management Berhad</i> ).			
<b>Trustee</b>	Deutsche Trustees Malaysia Berhad.			
<b>Solicitors</b>	Soon Gan Dion & Partners.			

### Key Risks

General risks of investing in a unit trust fund	
<b>Returns not guaranteed</b>	The investment of the Fund is subject to market fluctuations and its inherent risk. There is <b>NO GUARANTEE</b> on the investment returns, nor any assurance that the Fund's investment objective will be achieved.
<b>Market risk</b>	Refers to the possibility that an investment will lose value because of a general decline in financial markets, due to economic, political and/or other factors, which will result in a decline in the fund's NAV.
<b>Inflation risk</b>	This is the risk that your investment in the wholesale fund may not grow or generate income at a rate that keeps pace with inflation. This would reduce your purchasing power even though the value of the investment in monetary terms has increased.

<b>Loan financing risk</b>	This risk occurs when investors finance their investment. The inherent risk of investing with borrowed money includes investors being unable to service the loan repayments.
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#### Specific risks of the Fund

<b>Currency risk</b>	Currency risk is applicable to Class(es) (e.g. Class MYR) which is in a different currency than the base currency of the Fund (i.e. USD). The impact of the exchange rate movement between USD and the currency denomination of the respective Class may result in a depreciation of the value of your holdings as expressed in the USD. As for hedged Class, the Class itself provides mitigation to the currency risk arising from the difference between the currency denomination of the Class and the USD. While we aim to fully hedge the currency risk for a hedged Class, you should note that it may not entirely eliminate currency risk. Also, as a result of hedging, a hedged Class will not be able to enjoy the full benefits of the currency movement in the event of a favourable movement of the currency denomination of the hedged Class against the USD. You should also note that hedging incurs costs, in which will impact the NAV of a hedged Class.
<b>Fund manager's risk</b>	As the Fund invests into a collective investment scheme managed by another manager, the Target Fund's manager has absolute discretion over the Target Fund's investment technique and knowledge, operational controls and management. In the event of mismanagement of the Target Fund and/or the management company, the NAV of the Fund, which invests into the Target Fund would be affected negatively.
<b>Country risk</b>	As the Fund invests in the Target Fund which is domiciled in Luxembourg, the Fund's investments in the Target Fund may be affected by risks specific to Luxembourg. Changes to laws and regulations of Luxembourg may have an adverse impact on the Target Fund, and consequently the Fund.

#### Specific risks related to the Target Fund

The specific risk related to the Target Fund includes but not limited to:

- Biotechnology, Communication and Technology Sectors risk
- Counterparty risk
- Equity risk
- Foreign Currency risk
- Growth Stocks risk
- Liquidity risk
- Market risk
- Smaller and Midsize Companies risk

For more details, please refer to "Risk Factors" section of the Information Memorandum. The above summary of risks does not purport to be an exhaustive list of all the risk factors relating to investments in the Fund and are not set out in any particular order of priority. You should be aware that an investment in a Wholesale Fund may be exposed to other risks from time to time. If in doubt, please consult your professional advisers for a better understanding of the risks.

**Note:** *If your investments are made through the Distributor (i.e. the IUTA via a nominee system of ownership), you would not be deemed to be a Unit holder under the Deed and as a result, may not exercise all the rights ordinarily conferred to a Unit holder (e.g. the right to call for Unit holders' meetings and the right to vote at a Unit holders' meeting).*

## Fees & Charges

	Class(es) of units									
	Class USD	Class AUD-Hedged	Class GBP-Hedged	Class MYR-Hedged	Class SGD-Hedged					
<b>Application Fee</b>	Up to 5.50% of the NAV per unit.									
<b>Withdrawal Fee</b>	Nil.									
<b>Switching Fee</b>	<p>Since switching is treated as a withdrawal from one class or fund and an investment into another class or fund, you will be charged a Switching Fee equal to the difference (if any) between the Application Fees of the Class and Application Fees of the other class or fund. Switching Fee will not be charged if the class or fund to be switched into has a lower Application Fee. We may impose</p> <table border="1" style="width: 100%; text-align: center;"> <tr> <td>USD35</td> <td>AUD35</td> <td>GBP35</td> <td>MYR100</td> <td>SGD35</td> </tr> </table> <p>(or equivalent) administrative fee for every switch made out of any of the Principal Malaysia's funds. You may negotiate to lower the Switching Fee and/or administrative fee. We also have the discretion to waive the Switching Fee and/or administrative fees.</p>					USD35	AUD35	GBP35	MYR100	SGD35
USD35	AUD35	GBP35	MYR100	SGD35						
<b>Transfer Fee</b>	A maximum of USD15	A maximum of AUD15	A maximum of GBP15	A maximum of MYR50	A maximum of SGD15					
	may be charged for each transfer.									
<b>Management Fee</b>	Up to 1.80% per annum of the NAV of the Class.									
<b>Trustee Fee</b>	Up to 0.06% per annum of the NAV of the Fund (including local custodian fees and charges but excluding foreign sub-custodian fees and charges).									

<b>Other charges payable directly by you when purchasing or redeeming the units</b>	Any applicable bank charges and other bank fees incurred as a result of an investment or redemption will be borne by the investor.
<b>Expenses directly related to the Fund</b>	Only expenses that are directly related to the Fund can be charged to the Fund. Examples of relevant expenses are audit fee and tax agent's fee.

**Note:** All fees and charges are subject to any applicable taxes and/or duties as may be imposed by the government or other authorities (if any) from time to time. As a result of changes in any rule, regulation, directive, notice and/or law issued by the government or relevant authority, there may be additional cost to the fees, expenses, charges and/or taxes payable to and/or by the Fund or you as disclosed in the Product Highlights Sheet.

Despite the maximum Application Fee/ Withdrawal Fee disclosed above, you may negotiate with us or Distributors for lower fee or charges. However, you should note that we or Distributors may, for any reason at any time, where applicable, accept or reject your request and without having to assign any reason, either generally (for all Sophisticated Investors) or specifically (for any particular Sophisticated Investor, a group of Sophisticated Investors or investments made via any digital platform) without prior notice to you.

We may, for any reason at any time, where applicable, waive, or reduce the amount of any fees (except the Trustee Fee) or other charges payable by you to us in respect of the Fund, either generally (for all Sophisticated Investors) or specifically (for any particular Sophisticated Investor, a group of Sophisticated Investors or investments made via any digital platform) and for any period or periods of time at our absolute discretion.

## Transaction Information

	Class(es) of units				
	Class USD	Class AUD-Hedged	Class GBP-Hedged	Class MYR-Hedged	Class SGD-Hedged
<b>Minimum initial investment</b>	USD 2,000	AUD 2,000	GBP 2,000	MYR 10,000	SGD 2,000
	or such other amount as we may decide from time to time.				
<b>Minimum additional investment</b>	USD 1,000	AUD 1,000	GBP 1,000	MYR 5,000	SGD 1,000
	or such other amount as we may decide from time to time.				
<b>Minimum withdrawal</b>	1,000 units	1,000 units	1,000 units	5,000 units	1,000 units
	or such other amount as we may decide from time to time.				
<b>Minimum balance</b>	2,000 units	2,000 units	2,000 units	10,000 units	2,000 units
	or such other amount as we may decide from time to time.				
<b>Regular Savings Plan</b>	Currently, RSP is only available Class MYR-Hedged. It allows you to make regular monthly investments of RM 500 or more, direct from your account held with a bank approved by us or our Distributors. The minimum initial investment for the RSP is RM10,000 or such other amount as we may decide from time to time.				
<b>Switching</b>	<p>Switching will be conducted based on the value of your investment in the Class. The minimum amount for a switch is subject to:</p> <ul style="list-style-type: none"> <li>▪ for switching out of the Class: <ul style="list-style-type: none"> <li>○ the minimum withdrawal amount applicable to the Class;</li> <li>○ the minimum balance required (after the switch) for the Class, unless you are withdrawing from the Class in entirety; and</li> <li>○ the Withdrawal Fee of the Class (if any);</li> </ul> </li> <li>▪ for switching into the Class: <ul style="list-style-type: none"> <li>○ the minimum initial investment amount or the minimum additional investment amount (as the case may be) applicable to the Class; and</li> <li>○ the Switching Fee applicable for the proposed switch (if any).</li> </ul> </li> </ul> <p>You may negotiate to lower the amount for your switch with us or our Distributors.</p>				
<b>Transfer</b>	We may, at our absolute discretion, allow Unit holders to transfer their units to an eligible Sophisticated Investor subject to such terms and conditions as may be stipulated in the Deed. We may refuse to register any transfer of a unit at our absolute discretion.				
<b>Cooling-off period</b>	Six (6) Business Days from the date the application form is received and accepted by us or Distributors from the first time investor. However, Principal Malaysia's staff and person(s) registered to deal in unit trust of Principal Malaysia or any Distributors are not entitled to the cooling-off right.				

**Note:** You may request for a lower amount or number of units when purchasing units (or additional units) or withdrawing units, which will be at our sole and absolute discretion. However, you should note that we may, for any reason at any time, where applicable, accept or reject a lower amount or number of units without having to assign any reason, either generally (for all Sophisticated

Investors) or specifically (for any particular Sophisticated Investor, a group of Sophisticated Investors or investments made via any digital platform) without prior notice to you. For increase in the number of units for minimum withdrawal and minimum balance, we will require concurrence from the Trustee and you will be notified of such changes before implementation.

**YOU SHOULD NOT MAKE PAYMENT IN CASH TO A UNIT TRUST CONSULTANT OR ISSUE A CHEQUE IN THE NAME OF A UNIT TRUST CONSULTANT.**

## Valuations

We will carry out the valuation for a Business Day on the next Business Day (T+1) at 4:00 p.m. This is to cater for the currency translation of the foreign securities or instruments to the Fund's base currency. The unit price for a Business Day is available on our website at <http://www.principal.com.my> after 5:30 p.m. on the following Business Day (T+1). Please refer to the "Unit Pricing" section of the Information Memorandum for more information.

## Avenue to Exit This Investment

To exit from this investment, you may withdraw, switch out of the Fund or transfer your unit holdings to another Sophisticated Investor. You may withdraw your investment at the unit price of the Business Day. Please note that if you withdraw during the initial offer period, the Application Fee will not be refunded to you, except in the case of cooling-off period.

You may withdraw by completing a redemption form and sending it to the relevant Distributor or our head office. There is no restriction on the frequency of withdrawals and no Withdrawal Fee will be charged. Hence, the amount that you will receive is the withdrawal value. You will be paid in the currency of the Class (e.g. Class USD will be paid in USD) within ten (10) days of receipt of the complete withdrawal request. Any applicable bank charges and other bank fees incurred as a result of a withdrawal by way of telegraphic transfer, bank cheque or other special payment method will be borne by you.

Please note that we may not be able to pay the redemption proceeds to you within ten (10) days if the Target Fund is suspended or the redemption request of the Target Fund is deferred.

For more information on withdrawal, switching, transfer facility and cooling-off period, please refer to the "Transaction Information" chapter of the Information Memorandum. For more information on the fees and charges incur when you exit from this investment, please refer to "Fees, Charges and Expenses" chapter of the Information Memorandum.

## Contact for Further Information / Complaint

(i) You may contact our Customer Care Centre at (03) 7718 3000. Our Customer Care Centre is available between 8:45 a.m. and 5:45 p.m. (Malaysian time) on Mondays to Thursdays and between 8:45 a.m. to 4:45 p.m. (Malaysian time) on Fridays (except on Selangor public holidays) or you can e-mail us at [service@principal.com.my](mailto:service@principal.com.my).

(ii) Alternatively, you may also contact:

(a) Securities Industry Dispute Resolution Center (SIDREC):

- via phone to : 03-2282 2280
- via fax to : 03-2282 3855
- via e-mail to : [info@sidrec.com.my](mailto:info@sidrec.com.my)
- via letter to : Securities Industry Dispute Resolution Center  
Unit A-9-1, Level 9, Tower A, Menara UOA Bangsar  
No.5, Jalan Bangsar Utama 1, 59000 Kuala Lumpur

(b) SC's Consumer & Investor Office:

- via phone to : 03-6204 8999
- via fax to : 03-6204 8991
- via e-mail to : [aduan@seccom.com.my](mailto:aduan@seccom.com.my)
- via online complaint form available at [www.sc.com.my](http://www.sc.com.my)
- via letter to : Consumer & Investor Office  
Securities Commission Malaysia  
No 3, Persiaran Bukit Kiara, Bukit Kiara, 50490 Kuala Lumpur

(c) Federation of Investment Managers Malaysia's Complaints Bureau:

- via phone to : 03-2092 3800
- via fax to : 03-2093 2700
- via e-mail to : [complaints@fimm.com.my](mailto:complaints@fimm.com.my)
- via online complaint form available at [www.fimm.com.my](http://www.fimm.com.my)
- via letter to : Legal, Secretarial & Regulatory Affairs  
Federation of Investment Managers Malaysia  
19-06-1, 6<sup>th</sup> Floor, Wisma Tune,  
No. 19, Lorong Dungun Damansara Heights, 50490 Kuala Lumpur

## Appendix: Glossary

Application Fee	- Preliminary charge on each investment.
Business Day	- Mondays to Fridays when Bursa Malaysia Securities Berhad is open for trading, and banks in Kuala Lumpur and/or Selangor are open for business. In respect of the Target Fund, it means a day on which the stock exchange in Luxembourg is open for business. <b>Note:</b> We may declare certain Business Days to be a non-Business Day if the jurisdiction of the Target Fund declares a non-business day and/or if the Target Fund's manager declares a non-dealing day. This information will be communicated to you via our website at <a href="http://www.principal.com.my">http://www.principal.com.my</a> .
Class(es)	- Any Class of units representing similar interest in the assets of the Fund.
Class AUD-Hedged	- The Class of units issued by the Fund denominated in AUD that aims to minimize the effect of exchange rate fluctuations between the base currency of the Fund and AUD.
Class GBP-Hedged	- The Class of units issued by the Fund denominated in GBP that aims to minimize the effect of exchange rate fluctuations between the base currency of the Fund and GBP.
Class MYR-Hedged	- The Class of units issued by the Fund denominated in MYR that aims to minimize the effect of exchange rate fluctuations between the base currency of the Fund and MYR.
Class SGD-Hedged	- The Class of units issued by the Fund denominated in SGD that aims to minimize the effect of exchange rate fluctuations between the base currency of the Fund and SGD.
Class USD	- The Class of units issued by the Fund denominated in United States Dollar.
Deed	- The principal deed and any supplemental deed in respect of the Fund made between the Manager, the Trustee and the Unit holders of the Fund, agreeing to be bound by the provisions of the Deed.
Distributors	- Any relevant persons and bodies appointed by Principal Malaysia from time to time, who are responsible for selling units of the Fund.
Fund	- Principal Global Technology Fund (formerly known as CIMB-Principal Global Technology Fund).
Information Memorandum	- Refers to the information memorandum in respect of the Fund and includes any supplemental information memorandum(s) or replacement information memorandum(s), as the case may be.
IUTAs	- Institutional Unit Trust Scheme Advisers.
Management Fee	- A percentage of the NAV of the Class that is paid to the Manager for managing the portfolio of the Fund.
NAV	- Net Asset Value.
NAV of the Fund	- The NAV of the Fund is the value of all the Fund's assets less the value of all the Fund's liabilities, at the point of valuation. For the purpose of computing the annual Management Fee (if any) and annual Trustee Fee (if any), the NAV of the Fund should be inclusive of the Management Fee and Trustee Fee for the relevant day. The NAV of a Class is the NAV of the Fund attributable to a Class at the same valuation point.
NAV per unit	- The NAV of the Fund divided by the number of units in circulation, at the valuation point.
PHS	- Refers to Product Highlights Sheet, a disclosure document issued by the Manager that contains clear and concise information of the salient features of the Fund.
Principal Distributors	- Refers to the unit trust scheme consultants of Principal Malaysia (authorised Principal Malaysia distributors).
Principal Malaysia or the Manager	- Principal Asset Management Berhad (formerly known as CIMB-Principal Asset Management Berhad).
SC	- Securities Commission Malaysia.
SC Guidelines	- SC Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework as may be amended and/or updated from time to time.
Sophisticated Investor	- Refers to investors as the Manager determines as qualified or eligible to invest in the Fund and that fulfil any laws, rules, regulation, restrictions or requirements imposed by the respective country's regulators where the Fund is open for sale. For investors in Malaysia, this refers to any person who falls within any of the categories of investors set out in Part 1, Schedule 6 and 7 of the CMSA (as may be amended, varied, modified, updated and/or superseded from time to time). <b>Note:</b> For more information, please refer to our website at <a href="http://www.principal.com.my">http://www.principal.com.my</a> for the current excerpts of Part 1, Schedules 6 and 7 of the CMSA.
Switching Fee	- A charge that may be levied when switching is done from one fund or class to another.
Target Fund	- The collective investment scheme that the Fund invests predominantly in. Currently, it refers to Franklin Technology Fund, a portfolio of the Company.
Transfer Fee	- A nominal fee levied for each transfer of units from one Unit holder to another.
Trustee Fee	- A percentage of the NAV of the Fund that is paid to the Trustee for its services rendered as Trustee of the Fund.
Unit holder	- The registered holder for the time being of a unit of the Fund including persons jointly so registered.
Withdrawal Fee	- A charge levied upon redemption under certain terms and conditions (if applicable).

**Note:** *Unless the context otherwise requires*

- *words importing the singular number should include the plural number and vice versa;*
- *reference to any rules, regulations, guidelines, standards, directives, notices, legislation or statutes in this PHS shall be reference to those rules, regulations, guidelines, standards, directives, notices, legislations or statutes for the time being in force, as may be amended, varied, modified, updated, superseded and/or re-enacted, from time to time;*
- *time disclosed in this PHS should be indicated as Malaysia time; and*
- *reference to “days” in this PHS will be taken to mean calendar days.*

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