

Principal Islamic Balanced Wholesale Fund-of-Funds

31 October 2023



Fund Objective

The Fund aims to achieve moderate capital growth by investing in a portfolio of Islamic CIS that invest in Shariah-compliant equities and/or Sukuk. The Fund aims to invest at least three (3) Islamic CIS investing predominantly in Shariah-compliant equities and/or Sukuk. In line with its objective, the investment policy and strategy of the Fund is to maintain a balanced portfolio between Islamic CIS investing predominantly in Shariah-compliant equities and Islamic CIS investing predominantly in Sukuk. The Fund will invest between 40% to 60% of its NAV in Islamic CIS investing predominantly in Shariah-compliant equities as well as between 40% to 60% of its NAV in Islamic CIS investing predominantly in Sukuk.

Lipper Score

Total Return

Consistent Return

1

2

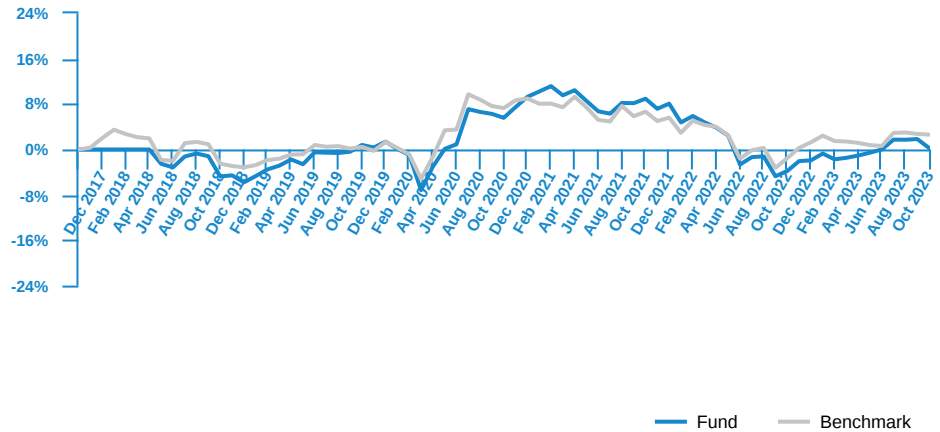
Morningstar Rating



Fund Information

ISIN Code	MYU1000GT004
Lipper ID	68455646
Bloomberg Ticker	CIMBIBW MK
Domicile	Malaysia
Currency	MYR
Base Currency	MYR
Fund Inception	24 Nov 2017
Benchmark	30% Quantshop GII Medium Index + 20% CIMB Islamic 1-month Fixed Return Income Account-I (FRIA-i) + 50% FTSE Bursa Malaysia EMAS Shariah Index
Application Fee	Nil
Management Fee	Up to 1.50% per annum of the NAV of the Fund
Trustee Fee	Up to 0.035% per annum of the NAV of the Fund
Fund Size (MYR)	MYR 6.31 million
Fund Unit	6.29 million units
NAV per unit (As at 31 Oct 2023)	MYR 1.0026

Fund Performance



Past performance does not guarantee future results. Asset allocation and diversification do not ensure a profit or protect against a loss.

Cumulative Performance (%)								
	YTD	1M	3M	6M	1Y	3Y	5Y	Since Inception
Fund	2.22	-1.55	-1.45	1.34	4.21	-5.04	5.27	0.26
Benchmark	1.33	-0.12	-0.29	1.44	4.21	-4.37	5.25	2.62

Calendar Year Returns (%)							
	2022	2021	2020	2019	2018	2017	
Fund	-9.25	-1.10	7.80	7.62	-5.80	N/A	
Benchmark	-4.11	-3.10	7.56	4.62	-5.04	N/A	

Note: November 2017 to October 2023.

Performance data represents the combined income & capital return as a result of holding units in the fund for the specified length of time, based on bid to bid prices. Earnings are assumed to be reinvested.

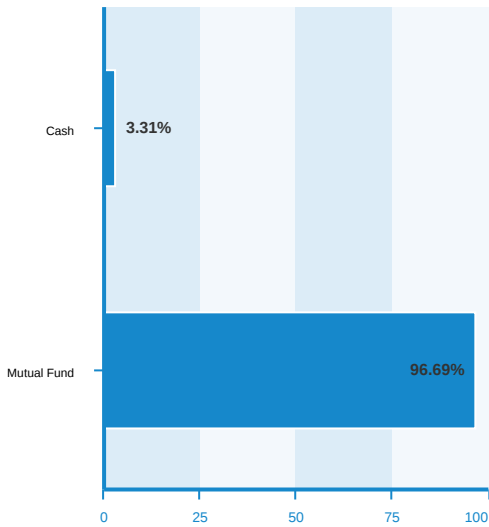
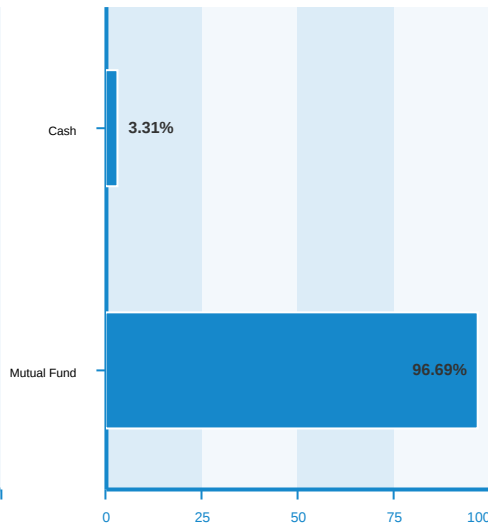
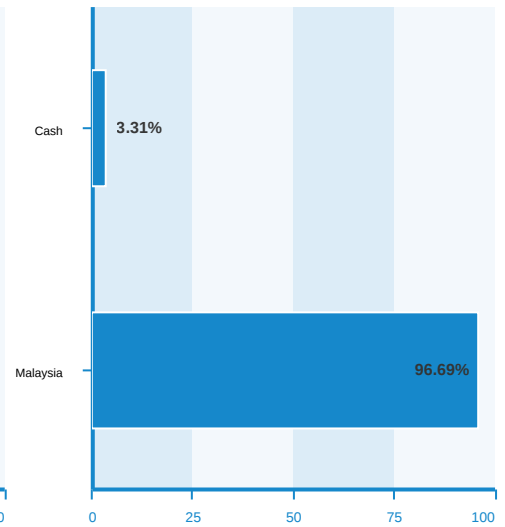
Annualised yield is calculated as the most recent monthly dividend distribution multiplied by the Fund's dividend frequency and divided by the latest NAV.

Source: Lipper

Top Holdings	Country	% of Net Assets	Fund Risk Statistics	
Principal DALI Equity Fund	Malaysia	48.13	Beta	0.92
Principal Islamic Lifetime Enhanced Sukuk Fund	Malaysia	24.32	Information Ratio	-0.03
Principal Islamic Lifetime Sukuk Fund	Malaysia	24.24	Sharpe Ratio	-0.22

(3 years monthly data)

The holdings listed do not constitute a recommendation to purchase or sell a particular security. Any repeated issuer shown means same issuer with different coupon rate and/or maturity date. Cash and/or derivative positions that are not part of the core investment strategy will not be reflected in the top holdings list.

Asset Allocation (%)**Sector Allocation (%)****Regional Allocation (%)**

Fund holdings and allocations shown are unaudited and may not be representative of current or future investments. Percentages may not add up to 100% due to rounding and/or inclusion or exclusion of cash will not be reflected in the top holdings list.

Fund Manager's Report

The Fund fell 1.55% during the month, underperforming the benchmark by 1.43bps.

MSCI AC Asia Pacific ex Japan Index declined by another 4.1% in USD terms in October. It was a broad-based decline, with the worst performing markets being Indonesia and Korea. Malaysia was the most resilient, ending the month almost flat. The US 10-year bond yield jumped 36bps, ending the month at 4.9%, and the Dollar Index appreciated by 0.5%. The convergence of higher interest rates and strong US Dollar have weighed on the Asian markets.

US reported strong 3Q23 GDP growth on the back of resilient consumer spending. However, with excess savings accumulated over the pandemic close to depletion and tightening financial conditions, the consumer spending is expected to slow. Inflation continues to moderate with core inflation rising 0.3% Month-on-Month in September, but nonfarm payroll increased more than expected. Inflation needs to slow further to meet the 2% target by US Fed. Hence, we retain the higher for longer narrative for the US rates. China government surprised the market by announcing an expansion to fiscal budget deficit from 3.0% to 3.8% of GDP via the issuance of RMB1tr additional central government bond to support the disaster relief efforts of local governments.

^Based on the fund's portfolio returns as at 15 October 2023, the Volatility Factor (VF) for this fund is 5.48 and is classified as "Low" (source: FIMM). The VF means there is a possibility for the fund in generating an upside return or downside return around this VF. The Volatility Class (VC) is assigned by FIMM based on quintile ranks of VF for qualified funds. VF is subject to monthly revision and VC will be revised every six months. The fund's portfolio may have changed since this date and there is no guarantee that the fund will continue to have the same VF or VC in the future. Presently, only funds launched in the market for at least 36 months will display the VF and its VC. We recommend that you read and understand the contents of the Principal Islamic Balanced Wholesale Fund-of-Funds (formerly known as CIMB Islamic Balanced Wholesale Fund-of-Funds) Information Memorandum dated 26 September 2019, which have been deposited with Securities Commission Malaysia before investing and that you keep the said Information Memorandum for your record. Any issue of units to which the Information Memorandum relates will only be made upon receipt of the completed application form referred to in and accompanying the Information Memorandum, subject to the terms and conditions therein. The principal risks are returns not guaranteed, general market environment risk, inflation risk, manager's risk, financing risk and reclassification of Shariah status risk. The specific risks of the Target Fund are risk associated with investing in Shariah-compliant risk, country risk and currency risk. You can obtain a copy of the Information Memorandum from the head office of Principal Asset Management Berhad or from any of our approved distributors. We suggest that you consider these fees and charges carefully prior to making an investment. Unit prices and income distributions, if any, may fall or rise. Past performance is not reflective of future performance and income distributions are not guaranteed. Product Highlight Sheet ("PHS") is available and that investors have the right to request for a PHS; and the PHS and any other product disclosure document should be read and understood before making any investment decision. There are fees and charges involved in investing in the funds. We suggest that you consider these fees and charges carefully prior to making an investment. Unit prices and income distributions, if any, may fall or rise. Past performance is not reflective of future performance and income distributions are not guaranteed. You are also advised to read and understand the contents of the Financing for Investment in Unit Trust Risk Disclosure Statement/Unit Trust Loan Financing Risk Disclosure Statement before deciding to borrow to purchase units. All performance figures have been extracted from Lipper. Where a unit split/distribution is declared, investors are advised that following the issue of additional units/distribution, the NAV per unit will be reduced from pre-unit split NAV/cum-distribution NAV to post-unit split NAV/ex-distribution NAV; and where a unit split is declared, the value of your investment will remain unchanged after the distribution of the additional units.

Carefully consider a fund's objective, risks, charges and expenses.

Visit www.principal.com.my for a prospectus containing this and other information. Please read it carefully before investing.