

PRINCIPAL ISLAMIC LIFETIME BALANCED GROWTH FUND
ANNUAL REPORT
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

CONTENTS	PAGE(S)
INVESTORS' LETTER	i
MANAGER'S REPORT	ii - xi
Fund Objective and Policy	
Performance Data	
Market Review	
Fund Performance	
Portfolio Structure	
Market Outlook	
Investment Strategy	
Soft Commissions and Rebates	
Securities Financing Transactions	
State of Affair of the Fund	
Circumstances That Materially Affect Any Interest of Unit Holders	
Cross Trade	
Unit Split	
STATEMENT BY MANAGER	1
TRUSTEE'S REPORT	2
SHARIAH ADVISER'S REPORT	3
INDEPENDENT AUDITORS' REPORT	4 – 7
STATEMENT OF COMPREHENSIVE INCOME	8
STATEMENT OF FINANCIAL POSITION	9
STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	10
STATEMENT OF CASH FLOWS	11
NOTES TO THE FINANCIAL STATEMENTS	12 – 46
DIRECTORY	47

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 Islamic Lifetime Balanced Growth Fund for the financial year ended 31 December 2024. You may also download this report from our website at www.principal.com.my.

We are proud to announce that Principal Malaysia has earned numerous accolades in 2024. At the Asia Asset Management 2024 Best of the Best Awards, we were honored with the Best of the Best Performance Award for China A-Share Equity (3 years) and recognized as the 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 our company was recognized as Asset Management Company of the Year Malaysia. Additionally, we 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). The International Finance Awards honored us with 'Best Asset Management Company – Malaysia 2024' and 'Best Asset Management CEO – Munirah Khairuddin – Malaysia 2024'. At the Triple A Sustainable Investing Awards 2024, we secured the Asset Management Company of the Year (Malaysia) award. The World Business Outlook magazine recognized us with the titles of 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, ten at the FSMOne Recommended Funds 2023/2024, and two at the Edge Awards 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, like our Facebook page (@PrincipalMalaysia), follow us on our Instagram account (@principalmalaysia), and LinkedIn page (Principal Malaysia) 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 REPORTS

FUND OBJECTIVE AND POLICY

What is the investment objective of the Fund?

The Fund aims to grow the value of the Unit holders’ investments over the long-term in a diversified mix of Malaysian assets in approved Shariah instruments* while providing consistent income.

* This refers to Shariah instruments that are certified as Shariah-compliant by the relevant authority.

Has the Fund achieved its objective?

The Fund has achieved its objective of providing outperforming returns for investors.

What are the Fund investment policy and principal investment strategy?

The Fund aims to invest in a diversified portfolio of Malaysian assets comprising Shariah-compliant equities and Islamic fixed income securities. In line with its objective, the investment policy and strategy of the Fund is to maintain a balanced portfolio between Shariah-compliant equities and Islamic fixed income investments in the ratio of 60:40. The fixed income portion of the Fund is to provide some capital stability to the Fund whilst the equity portion will provide the added return in a rising market. The investment by the Fund in Shariah-compliant equities shall not be less than 40% of the Net Asset Value (“NAV”) of the Fund and investments in Islamic fixed income securities and Islamic liquid assets shall not exceed 60% of the NAV of the Fund with a minimum credit rating of “BBB3” or “P2” by RAM Ratings (“RAM”) or equivalent rating by Malaysian Rating Corporation Berhad (“MARC”) or by local rating agency(ies) of the country issuance; or “BBB-” by Standard & Poor’s (“S&P”) or equivalent rating by any other international rating agencies. The Fund may invest up to 40% of its NAV in Unrated Islamic fixed income securities. The Fund may also opt to seek investment exposure via Islamic collective investment schemes that is in line with the Fund’s objective, subject to the requirements of the Guidelines on Unit Trust Funds issued by the Securities Commission Malaysia (“GUTF”). With effect from 28 April 2023, the Fund may invest up to 25% of its NAV in companies that are listed in any Eligible Market globally with some operations or businesses in Malaysia to capture growth opportunities.

The asset allocation strategy for this Fund is as follows:

- at least 40% of the Fund’s NAV in Shariah-compliant equities, subject to a maximum of 60%;
- up to a maximum of 60% of the Fund’s NAV in Islamic fixed income investments and Islamic liquid assets, subject to a minimum of 40%;
- up to 40% of the Fund’s NAV in Unrated Islamic fixed income securities; and
- at least 2% of the Fund’s NAV in Islamic liquid assets.

Fund category/ type

Balanced (Shariah-compliant)/ Growth & Income

When was the Fund launched?

Name of Class	Launch Date
Class MYR	26 May 2003
Class D	3 October 2023

What was the size of the Fund as at 31 December 2024?

RM318.84 million (437.19 million units)

What is the Fund’s benchmark?

60% FTSE Bursa Malaysia (“FBM”) EMAS Shariah (“FBMS”) Index + 40% CIMB Islamic 1-Month Fixed Return Income Account-I (“FRIA-I”)

Note: The Fund’s benchmark is for performance comparison only. The benchmark is customised as such to align it closer to the structure of the portfolio and the objective of the Fund. Investors are cautioned that the risk profile of the Fund is higher than the risk profile of the benchmark. Information on the FBM EMAS Shariah Index can be obtained from <http://www.bursamalaysia.com>. Information on the CIMB Islamic 1-month FRIA-i can be obtained from the <http://www.cimbislamic.com>. Information on the benchmark can be obtained from <http://www.principal.com.my>.

FUND OBJECTIVE AND POLICY (CONTINUED)

What is the Fund distribution policy?

Distribution (if any) is expected to be distributed every January at the Manager's discretion.

What was the net income distribution for the financial year ended 31 December 2024?

The Fund distributed a total net income of RM4.80 million to unit holders for the financial year ended 31 December 2024

The Fund's NAV per unit were as follows:

Date	NAV per unit (before distribution)		NAV per unit (after distribution)	
	RM		RM	
Distribution on 24 January 2024	0.6266		0.6230	
Distribution on 18 July 2024	0.7435		0.7365	
	2024		2023	
	RM	%	RM	%
Source of distribution				
Distribution out of current year's income	4,802,085	100.00	6,441,984	92.57
Distribution out of prior year's income/capital	-	-	517,136	7.43
Total	4,802,085	100.00	6,959,120	100.00

PERFORMANCE DATA

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

	31.12.2024	31.12.2023	31.12.2022
	%	%	%
Shariah-compliant collective investment scheme	-	0.84	-
Shariah-compliant quoted securities			
- Construction	7.43	1.99	3.59
- Consumer Products & Services	2.17	2.34	1.70
- Energy	1.87	4.09	3.32
- Financial Services	1.24	-	1.79
- Health Care	6.25	5.54	4.57
- Industrial Products & Services	10.75	9.15	4.66
- Plantation	4.45	1.50	1.80
- Property	5.57	2.99	0.16
- Real Estate Investment Trusts ("REITs")	-	-	0.06
- Technology	3.29	15.94	10.17
- Telecommunications & Media	3.64	1.99	3.24
- Transportation & Logistics	2.18	3.42	6.51
- Utilities	10.30	4.99	5.31
Unquoted Sukuk	38.82	42.12	49.47
Cash and other assets	2.30	3.56	3.86
Liabilities	(0.26)	(0.46)	(0.21)
	100.00	100.00	100.00

PERFORMANCE DATA (CONTINUED)

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

	31.12.2024	31.12.2023	31.12.2022
NAV (RM Million)			
- Class MYR	318.84	285.31	289.92
- Class D	0.00*	0.00*	-
Units in circulation (Million)			
- Class MYR	437.19	465.19	490.87
- Class D	0.00*	0.00*	-
NAV per unit (RM)			
- Class MYR	0.7292	0.6133	0.5906
- Class D	1.2275	1.0160	-
Highest NAV per unit (RM)			
- Class MYR	0.7438	0.6140	0.6228
- Class D	1.2399	1.0172	-
Lowest NAV per unit (RM)			
- Class MYR	0.6125	0.5831	0.5596
- Class D	1.0147	0.9856	-
Total return (%)			
- Class MYR	20.72	6.37	(3.01)
- Class D	20.82	-	-
Capital growth (%)			
- Class MYR	18.90	3.84	(4.94)
- Class D	20.82	-	-
Income distribution (%)			
- Class MYR	1.53	2.43	2.03
- Class D	-	-	-
Total Expense Ratio ("TER") ^	1.56	1.58	1.58
Portfolio Turnover Ratio ("PTR") #	0.51	0.47	0.42

^ The Fund's TER decreased from 1.58% to 1.56% due to increase in average NAV during the financial year under review.

The Fund's PTR was slightly higher due to more trading activities during the financial year under review.

Gross/Net distribution per unit (sen)

Date of distribution

Distribution on 24 January 2024

-Class MYR	0.36	-	-
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Distribution on 18 July 2024

- Class MYR	0.70	-	-
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Distribution on 25 January 2023

- Class MYR	-	0.58	-
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Distribution on 25 July 2023

- Class MYR	-	0.86	-
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Distribution on 7 January 2022

	-	-	0.31
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Distribution on 26 July 2022	-	-	0.87
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Note:0.00* denotes fair value/unit count less than 0.01 million.

PERFORMANCE DATA (CONTINUED)

Class MYR

	31.12.2024	31.12.2023	31.12.2022	31.12.2021	31.12.2020
	%	%	%	%	%
Annual total return	20.72	6.37	(3.01)	1.22	1.46

(Launch date: 26 May 2003)

Class D

	31.12.2024	Since inception to 31.12.2023
	%	%
Annual total return	20.82	1.60

(Launch date: 3 October 2023)

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 JANUARY 2024 TO 31 DECEMBER 2024)

Equity

The FBMS Index rose by 11.64% in Malaysian Ringgit (“RM”/“MYR”) terms during the financial year under review.

FBMS Index was up 2.6% or 289.4 pts in January 2024, closing the month at 11,278.09 pts. Sentiment was lifted by Fed’s communication on interest rates given the recent cooling inflation and economic data out of the USD. The weaker USD and lower treasury yield that ensued favored EM. Utilities, Commodities, and Telecommunication topped the gainers list. Within the broader market, Energy, Construction and Property did well, while Technology languished despite the sentiment on Fed rates.

FBMS’s Index rally extended into February 2024, up 2.2% to close the month at 11,527.99 points. This marked the 4th consecutive month of gains, with Malaysia outperforming most the Association of Southeast Asian Nations (“ASEAN”) markets. This was also despite the stronger USD following stronger-than-expected inflation and economic data out of the US, and bets on rate cuts by the Fed pushed back. Utilities, Commodities and Telcos topped the gainers list. Within the broader market, Energy did well, and Technology rebounded strongly.

FBMS’s Index rally extended into March 2024, up 1.0% to close the month at 11,643.52 points. This marked the 4th consecutive month of gains, with Malaysia outperforming most ASEAN markets. Bets on rate cuts by the Fed were pushed back given the persistent strong data out of the US, and there was an absence of fresh catalysts domestically. During the month, there were also distortions caused by FTSE rebalancing (as well as Morgan Stanley Capital International (“MSCI”) rebalancing in February 2024) and many index stocks going ex-dividends. Transport, Utilities and Commodities topped the gainers list while Telcos languished. Within the broader market, Property, Construction, Technology, Healthcare and Energy did well.

FBMS’s Index rally extended into April 2024, up 3.9% to close the month at 11,085.94 points. This marked the 5th consecutive month of gains, with Malaysia outperforming most ASEAN markets. Bets on rate cuts by the Fed were pushed back given the persistent strong data out of the USD. The rally was broad-based but Utilities, Industrial, Healthcare and Transport led gains while Energy eased. Within the broader market, Property and Consumer did well.

MARKET REVIEW (1 JANUARY 2024 TO 31 DECEMBER 2024)(CONTINUED)

Equity (continued)

FBMS's Index rally extended into May 2024, up 2.54% to close the month at 12,392.36 points. Investors stayed upbeat despite bets on rate cuts by the Fed pushed back given the persistent strong economic data out of the US and sticky inflation. Utilities, Consumer and Industrial led gains while Telecommunications and Commodities lagged. Within the broader market, Construction, Property and Technology did well.

FBMS Index was up 1.3% in June 2024 as investors remained relatively upbeat considering the recent weakness in USD economic data and inflation moderating. Utilities and Healthcare rose while Consumer eased. Within the broader market, Construction and Technology posted strong gains, while other sectors were mixed.

FBMS Index was up 0.8% in July 2024 alongside regional markets and rebounding off the previous month's sell-off, spurred by Federal Open Market Committee ("FOMC") Fed cut bets considering the recent weakness in USD economic data and inflation moderating. Gainers were led by Utilities, Telecommunications, and Consumer, while Materials languished. Within the broader market, Construction and Property posted strong gains, while Technology and Healthcare yielded.

FBMS Index contracted 3.7% in August 2024. The sharp sell-off at the start of the month was due to the massive unwinding of the Yen carry trade. Sentiment was helped by waning USD recession fears given the more 'upbeat' economic data, and greater conviction on Fed cuts, coupled with the 5% appreciation in the Ringgit during the month. MSCI rebalancing also helped. Gains were largely concentrated on Plantations.

FBMS Index was -0.34% in September 2024. This was in stark contrast to the stronger USD market which recorded new highs following Fed's 50 basis points ("bps") cut during the month and greater confidence of a soft landing scenario for the USD economy. Most sectors were down except for Construction, Property and Healthcare, with Energy and Technology sold off the most.

FBMS Index was -1.39% in October 2024. This is likely because of investors' risk-off move ahead of the US elections, despite the Fed very likely to cut another 25bps in the November FOMC meeting given the recent inflation print and weak jobs data. Utilities and Telcos were sold off the most, while Construction, REITs and Healthcare posted modest gains.

In November, FBMS Index fell 0.23% as investors continue to risk off due to uncertainties surrounding potential new policies under the new US administration, as well as the trajectory of Fed rates given the recent economic data. Utilities, Commodities, Telecommunication, Transport and Consumer were sold off the most, while Banks, Healthcare, Property, Construction and Plantation posted modest gains.

FBMS Index was +4.6% in December 2024 aided by year-end window dressing and cash redeployment by domestic funds amidst another month of heavy foreign selling due to policy uncertainties under the new US administration and the trajectory of Fed rates coupled with rising bond yields. Utilities, Commodities, and Telcos were top performers.

Sukuk

Throughout the year, movements in the local fixed income asset class were significantly shaped by the global monetary policy landscape, with particular emphasis on the Fed decision and forward guidance. The US presidential election also emerged as a catalyst for the fixed income market for the year. The heightened political uncertainty surrounding the election outcome led to increased market volatility, prompting shifts in risk sentiments and driving demand for safe-haven assets.

MARKET REVIEW (1 JANUARY 2024 TO 31 DECEMBER 2024) (CONTINUED)

Sukuk (continued)

On the domestic front, a combination of benign inflation, resilient economic growth and ongoing fiscal consolidation efforts created a supportive and relatively stable environment for the local sukuk market. Inflation in 2024 remained relatively stable with headline inflation peaking at 2.0% year-on-year (“y-o-y”) during mid-year, before tapering towards the end of the year. Meanwhile, 2024 growth is expected to fall within the range of 4.8% to 5.3%, surpassing the initial target of 4.0% to 5.0%, supported by favourable economic performance amid persistence challenges in the external environment. Additionally, the government’s focus to narrow fiscal deficit will be positive on the overall supply demand dynamics, as the smaller Government debt requirement of RM80 billion as announced during the 2025 budget tabled in October 2024, against 2025’s maturity of RM83.5 billion will result in an annual drop in total debt issuance by approximately RM19 billion in 2025. Bank Negara Malaysia (“BNM”) kept the overnight policy rates (“OPR”) unchanged at 3.00% for the whole year with the final statement in November 2024 reiterating that at the monetary policy stance remains supportive of the economy and is consistent with the current assessment of inflation and growth prospects.

During the first quarter, the Malaysian Government Securities (“MGS”) yield ended mixed, with short-term yields rising slightly while long-term yields declined marginally as activities were influenced by US Treasury (“UST”) yield movements. By mid-year, the benchmark curve exhibited bull-steepening trends as inflation moderated globally, as the market benefited from easing global monetary pressures and stable domestic conditions. Meanwhile, the market saw heightened volatility during the fourth quarter as the market positioned ahead of the US presidential election in November 2024. In December 2024, some uncertainties regarding how then President-elect Donald Trump might influence the Fed’s monetary policy decisions were alleviated as the Fed proceeded with its easing cycle, reducing its policy rates by 25bps. By the end of 2024, the benchmark yield curve flattened as the longer end of the curve outperformed the short and intermediate maturities as the longer dated sukuks remained well supported.

By end of 2024, the 3-year, 5-year, 7-year, 10-year, 15-year, 20-year and 30-year benchmarks closed the year at 3.53% (unchanged), 3.65% (+1 bps), 3.78% (+4 bps), 3.84% (+11 bps), 3.98% (unchanged), 4.08% (-4 bps) and 4.19% (-6 bps) respectively.

FUND PERFORMANCE

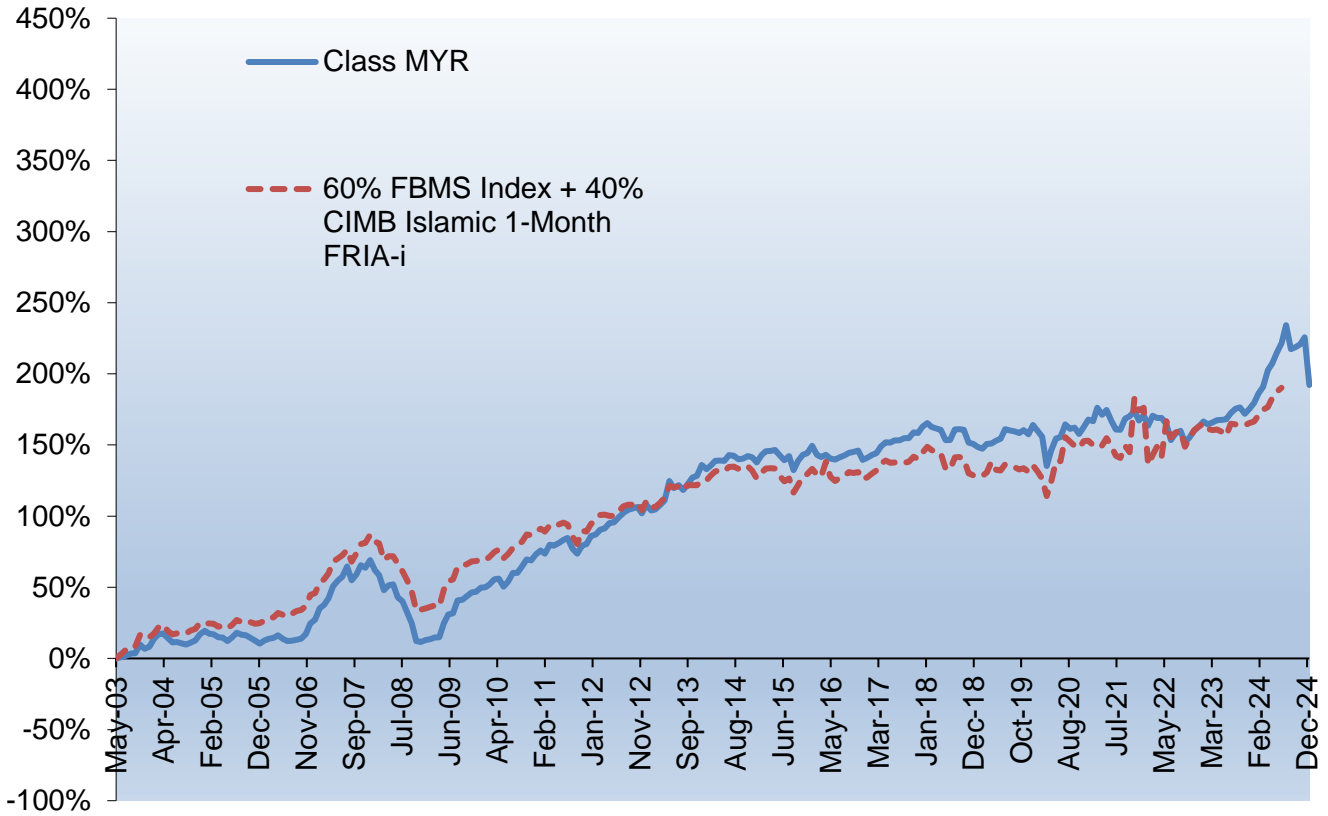
	1 year to 31.12.2024 %	3 years to 31.12.2024 %	5 years to 31.12.2024 %	Since inception to 31.12.2024 %
Income Distribution				
- Class MYR	1.53	6.12	12.34	119.94
- Class D	-	-	-	-
Capital Growth				
- Class MYR	18.90	17.37	13.85	53.52
- Class D	20.82	-	-	22.75
Total Return				
- Class MYR	20.72	24.54	27.89	237.64
- Class D	20.82	-	-	22.75
Benchmark				
- Class MYR	9.65	4.86	8.77	192.25
- Class D	9.65	-	-	10.93
Average Total Return				
- Class MYR	20.72	7.58	5.04	5.79
- Class D	20.82	-	-	17.87

For the financial year under review, the Fund gained 20.72%, while the benchmark gained 9.65%. As such, the Fund outperformed the benchmark by 1,107 bps.

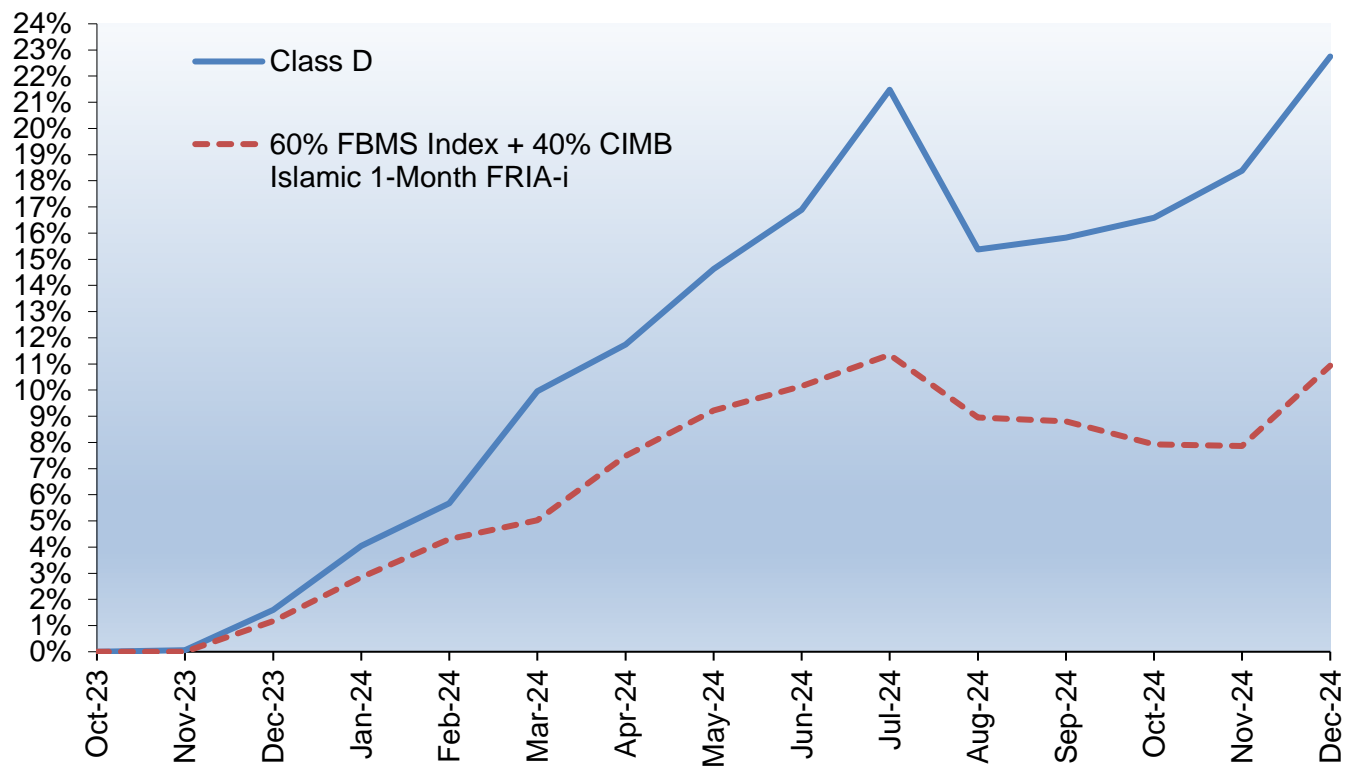
FUND PERFORMANCE (CONTINUED)

Since inception

Class MYR



Class D



FUND PERFORMANCE (CONTINUED)

Changes in NAV

	31.12.2024	31.12.2023	Changes %
CLASS MYR			
NAV (RM Million)	318.84	285.31	11.75
NAV/Unit (RM)	0.7292	0.6133	18.90
CLASS D			
NAV (RM Million)	0.00*	0.00*	0.00*
NAV/Unit (RM)	1.2275	1.016	20.82

Note: 0.00* denotes value less than 0.01 million.

During the financial year, NAV increased 11.75% to RM318.84 million in value while per unit NAV increased by 18.90% to RM0.7292 for class MYR as the value of the underlying securities have increased.

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)	31.12.2024	31.12.2023
Shariah-compliant collective investment scheme	-	0.84
Shariah-compliant quoted securities	59.14	53.94
Unquoted Sukuk	38.82	42.12
Cash and other assets	2.30	3.56
Liabilities	(0.26)	(0.46)
TOTAL	100.00	100.00

Asset allocation into local Shariah-compliant quoted securities increased to 59.14% as at 31 December 2024 compared to 53.94% as at 31 December 2023 as we are positive on equities.

MARKET OUTLOOK*

Equity

Malaysia's manufacturing sector moderated further in December, with a Purchasing Managers' Index ("PMI") reading of 48.6 points versus 49.2 points the previous month, as demand conditions remain muted. Standard & Poor's ("S&P") Global noted a slowdown in new orders, output, purchasing and stocks, while employment also fell marginally. Positively, inflationary pressures softened sharply. Optimism of a recovery in new orders over the coming 12 months remains solid, unchanged from November 2024. The latest PMI data suggests fourth quarter of 2024 Gross Domestic products ("GDP") growth momentum could sustain at a similar pace as the preceding quarter, which was at 5.9%, albeit at a slower rate of increase. To recap, BNM now projects GDP to grow 4.8% to 5.3% in 2024, revised up from 4% to 5% previously, and the economy to expand by 4.5% to 5.5% in 2025.

MARKET OUTLOOK* (CONTINUED)

Equity (continued)

We expect BNM to maintain Overnight interest rate (“OPR”) at 3.00% for 2025 given muted inflation and modest economic growth. Inflation rose at a slower pace of 1.8% in November 2024 versus 1.9% in October 2024. There appears to be sufficient headroom to central bank’s latest 2.0% to 3.5% Consumer Price Index (“CPI”) forecast for 2025 with the impending subsidy rationalization plans.

Sukuk

The Malaysian fixed income market is expected to perform positively in 2025, underpinned by a combination of favourable macroeconomic conditions, improved fiscal positioning and relatively attractive yield levels.

Malaysia’s economy is projected to continue its growth trajectory in 2025, driven by resilient private consumption, steady investments and improving external demand. The Ministry of Finance (“MOF”) projects Malaysia’s economy to grow between 4.5% and 5.5% in 2025. Inflation is anticipated to remain benign, but the subsidy rationalization planned for the second half of 2025 could introduce mild inflationary pressures. This policy shift will be closely watched as it may impact consumer prices and investor sentiment, but overall macroeconomic stability should remain intact. According to the MOF, inflation in 2025 is expected to be between 2.0% to 3.5%.

The Government’s commitment on fiscal consolidation will result in a narrower fiscal deficit and reduced net issuance of government debt moving forward. Domestic demand, led by institutional investors remains the cornerstone of market stability. Foreign investors, drawn by Malaysia’s relatively high yield and stable economic fundamentals, are also like to maintain interest in local sukuk. BNM is expected to maintain the OPR at 3% throughout most of 2025, continuing to provide a stable monetary policy backdrop. This steady rate environment should anchor yield curve movements, with relatively minimal volatility expected in the absence of external shocks.

* 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

Equity

We are actively deploying cash that were raised earlier selectively into defensives. We believe improved political stability; stronger earnings growth prospects and higher domestic investments would keep the market afloat. Key risks are the derailment of Malaysia’s macroeconomic recovery and corporate earnings growth due to the larger-than-expected impact of rising inflation, slower global economic growth, and heightened geopolitical risk.

Sukuk

Active portfolio management will be deployed in uncertain market condition in anticipation of market volatility by targeting various maturities along the yield curve that could add value. The fund prioritises corporate sukuk investments with disciplined profit taking activities once valuation turns expensive while replacing with corporate sukuk from the primary market or tactical position in government sukuk. We maintain our overweight duration bias as the current market conditions still remains favourable for an overweight duration stance.

SOFT COMMISSIONS AND REBATES

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

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

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

SECURITIES FINANCING TRANSACTIONS

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

STATE OF AFFAIR OF THE FUND

There were no significant changes in the state of affairs of the Fund during the financial 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 ISLAMIC LIFETIME BALANCED GROWTH 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 9 to 46 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 31 December 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”) Accounting Standards and International Financial Reporting Standards (“IFRS”) Accounting Standards.

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
14 February 2025

TRUSTEE'S REPORT

**TO THE UNIT HOLDERS OF
PRINCIPAL ISLAMIC LIFETIME BALANCED GROWTH FUND ("FUND")**

We have acted as Trustee of the Fund for the financial year ended 31 December 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 Deeds, securities laws and the Guidelines on Unit Trust Funds;
2. Valuation and pricing is carried out in accordance with the Deeds; and
3. Any creation and cancellation of units are carried out in accordance with the Deeds and any regulatory requirement.

We are of the opinion that the distributions of income by the Fund are appropriate and reflects the investment objective of the Fund.

For HSBC (Malaysia) Trustee Berhad

Lee Cincee
Senior Manager, Trustee and Fiduciary Services

Kuala Lumpur
14 February 2025

SHARIAH ADVISER'S REPORT

To the Unit Holders of Principal Islamic Lifetime Balanced Growth Fund ("Fund")

For the Financial Year Ended 31 December 2024

We hereby confirm the following:

1. 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 Shariah principles and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia ("SC") pertaining to Shariah matters; and
2. The assets of the Fund comprise instruments that have been classified as Shariah-compliant.

For Amanie Advisors Sdn Bhd

Tan Sri Dr Mohd Daud Bakar
Executive Chairman

Kuala Lumpur
14 February 2025

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
PRINCIPAL ISLAMIC LIFETIME BALANCED GROWTH FUND**

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Principal Islamic Lifetime Balanced Growth Fund (the "Fund"), which comprise the statement of financial position of the Fund as at 31 December 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 9 to 46.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 31 December 2024, and of its financial performance and cash flows for the financial year then ended in accordance with MFRS Accounting Standards and IFRS Accounting 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 ISLAMIC LIFETIME BALANCED GROWTH 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 ISLAMIC LIFETIME BALANCED GROWTH 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 scepticism 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 ISLAMIC LIFETIME BALANCED GROWTH 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. 03013/10/2026 J
Chartered Accountant

Kuala Lumpur, Malaysia
14 February 2025

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

	Note	2024 RM	2023 RM
INCOME/(LOSS)			
Dividend income		4,521,113	3,272,112
Profit income from Shariah-compliant deposits with licensed Islamic financial institutions and hibah earned		277,586	329,602
Profit income from unquoted Sukuk at fair value through profit or loss		5,389,588	6,123,655
Net gain on financial assets at fair value through profit or loss	8	52,787,715	13,099,176
Net foreign exchange loss		<u>(155,687)</u>	<u>(3,674)</u>
		<u>62,820,315</u>	<u>22,820,871</u>
EXPENSES			
Management fee	4	4,601,755	4,330,000
Trustee fee	5	138,204	184,568
Audit fee		10,500	10,500
Tax agent's fee		8,000	4,273
Transaction costs		842,344	506,007
Other expenses		<u>31,007</u>	<u>34,905</u>
		<u>5,631,810</u>	<u>5,070,253</u>
PROFIT BEFORE DISTRIBUTION AND TAXATION		57,188,505	17,750,618
Distributions:			
- Class MYR	6	<u>4,802,085</u>	<u>6,959,120</u>
PROFIT BEFORE TAXATION		52,386,420	10,791,498
Taxation	7	<u>-</u>	<u>-</u>
PROFIT AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR		<u>52,386,420</u>	<u>10,791,498</u>
Profit after taxation is made up as follows:			
Realised amount		(916,762)	(5,819,583)
Unrealised amount		<u>53,303,182</u>	<u>16,611,081</u>
		<u>52,386,421</u>	<u>10,791,498</u>

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

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2024**

	Note	2024 RM	2023 RM
ASSETS			
Cash and cash equivalents	9	7,036,284	8,949,638
Financial assets at fair value through profit or loss	8	312,330,623	276,439,732
Amount due from stockbrokers		-	831,504
Amount due from Manager		111,536	137,452
Amount due from Manager of Shariah-compliant collective investment scheme			
- management fee rebate		5,858	2,253
Dividends receivable		95,876	158,512
Tax recoverable		91,205	91,205
TOTAL ASSETS		319,671,382	286,610,296
LIABILITIES			
Amount due to stockbrokers		-	306,751
Amount due to Manager		393,405	602,072
Accrued management fee		398,777	362,025
Amount due to Trustee		11,963	10,861
Other payables and accruals		24,898	16,901
TOTAL LIABILITIES		829,043	1,298,610
NET ASSET VALUE OF THE FUND		318,842,339	285,311,686
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		318,842,339	285,311,686
REPRESENTED BY:			
FAIR VALUE OF OUTSTANDING UNITS			
- Class MYR		318,841,111	285,310,670
- Class D		1,228	1,016
		318,842,339	285,311,686
NUMBER OF UNITS IN CIRCULATION (UNITS)			
- Class MYR		437,192,950	465,193,937
- Class D		1,000	1,000
	10	437,193,950	465,194,937
NET ASSET VALUE PER UNIT (RM)			
- Class MYR		0.7292	0.6133
- Class D		1.2275	1.0160
		1.2275	1.0160

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

PRINCIPAL ISLAMIC LIFETIME BALANCED GROWTH FUND

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

	2024	2023
	RM	RM
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL YEAR	<u>285,311,686</u>	<u>289,920,846</u>
Movement in unit holders' contributions:		
Creation of units from applications		
- Class MYR	16,355,379	16,448,795
- Class D	<u>-</u>	<u>1,000</u>
	<u>16,355,379</u>	<u>16,449,795</u>
Creation of units from distributions		
- Class MYR	<u>4,794,457</u>	<u>6,949,215</u>
Cancellation of units		
- Class MYR	<u>(40,005,603)</u>	<u>(38,799,668)</u>
Total comprehensive income for the financial year	<u>52,386,420</u>	<u>10,791,498</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL YEAR	<u><u>318,842,339</u></u>	<u><u>285,311,686</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 31 DECEMBER 2024**

	Note	2024 RM	2023 RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from disposal of Shariah-compliant quoted securities		137,437,115	79,998,464
Proceeds from disposal of unquoted Sukuk		24,244,805	63,720,066
Proceeds from disposal of Shariah-compliant collective investment scheme		2,353,376	-
Purchases of Shariah-compliant quoted securities		(120,606,212)	(88,943,463)
Purchases of Shariah-compliant collective investment scheme		(29,398,597)	(2,387,377)
Purchases of unquoted Sukuk		-	(37,359,009)
Proceeds from maturity of unquoted fixed income securities		2,401,655	597,643
Profit income received from unquoted Sukuk		5,495,110	6,146,547
Profit income from Shariah-compliant deposits with licensed Islamic financial institutions and Hibah earned		277,586	329,602
Dividend income received		4,583,749	3,244,969
Management fee paid		(4,570,057)	(4,335,605)
Management fee rebate received		5,054	846
Trustee fee paid		(132,102)	(190,863)
Payments for other fees and expenses		(41,510)	(50,968)
Payment for foreign exchange loss		-	(14,661)
Net cash generated from operating activities		<u>22,044,972</u>	<u>20,756,191</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash proceeds from units created		16,381,295	16,522,940
Payments for cancellation of units		(40,214,270)	(38,393,629)
Distribution paid		(7,628)	(9,905)
Net cash used in financing activities		<u>(23,840,603)</u>	<u>(21,880,594)</u>
Net decrease in cash and cash equivalents		(1,795,631)	(1,124,403)
Effects of foreign exchange differences		(117,723)	7,023
Cash and cash equivalents at the beginning of the financial year		<u>8,949,638</u>	<u>10,067,018</u>
Cash and cash equivalents at the end of the financial year	9	<u><u>7,036,284</u></u>	<u><u>8,949,638</u></u>
<u>Cash and cash equivalents comprised:</u>			
Shariah-compliant deposits with licensed Islamic financial institutions		4,501,382	8,850,182
Bank balance		<u>2,534,902</u>	<u>99,456</u>
Cash and cash equivalents at the end of the financial year	9	<u><u>7,036,284</u></u>	<u><u>8,949,638</u></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 31 DECEMBER 2024**

1. THE FUND, THE MANAGER AND ITS PRINCIPAL ACTIVITIES

Principal Islamic Lifetime Balanced Growth Fund (the “Fund”) is governed by a Principal Master Deed dated 15th May 2008, a Third Supplemental Master Deed dated 25th June 2008, a Sixth Supplemental Master Deed dated 14th July 2008, a Seventh Supplemental Master Deed dated 19th November 2008, a Fourteenth Supplemental Master Deed dated 26 June 2012, a Seventeenth Supplemental Master Deed dated 25 March 2015 and a Nineteenth Supplemental Master Deed dated 18 Jun 2019, Twenty third, Supplemental Master Deed dated 27 June 2022 Twenty fourth Supplemental Master Deed dated 20 September 2022 (collectively referred to as the “Deeds”) between Principal Asset Management Berhad (the “Manager”) and Maybank Trustees Berhad (the “Previous Trustee”) and a Twenty Fifth Supplemental Master Deed dated 26 May 2023 (collectively referred to as the “Deeds”) between the Manager and HSBC (Malaysia) Trustee Berhad (the “Trustee”).

The Fund aims to invest in a diversified portfolio of Malaysian assets comprising Shariah-compliant equities and Islamic fixed income investments. In line with its objective, the investment policy and strategy of the Fund is to maintain a balanced portfolio between Shariah-compliant equities and Islamic fixed income investments in the ratio of 60:40. The fixed income portion of the Fund is to provide some capital stability to the Fund whilst the equity portion will provide the added return in a rising market. The investment by the Fund in Shariah-compliant equities shall not be less than 40% of the NAV of the Fund and investments in Islamic fixed income securities and Islamic liquid assets shall not exceed 60% of the NAV of the Fund with a minimum credit rating of “BBB3” or “P2” by RAM or equivalent rating by MARC or by local rating agency(ies) of the country issuance; or “BBB-” by S&P or equivalent rating by any other international rating agencies. The Fund may invest up to 40% of its NAV in Unrated Islamic fixed income securities. The Fund may also opt to seek investment exposure via Islamic collective investment schemes that is in line with the Fund’s objective, subject to the requirements of the GUTF. With effect from 28 April 2023, the Fund may invest up to 25% of its NAV in companies that are listed in any Eligible Market globally with some operations or businesses in Malaysia to capture growth opportunities.

The asset allocation strategy for this Fund is as follows:

- at least 40% of the Fund’s NAV in Shariah-compliant equities, subject to a maximum of 60%;
- up to a maximum of 60% of the Fund’s NAV in Islamic fixed income investments and Islamic liquid assets, subject to a minimum of 40%;
- up to 40% of the Fund’s NAV in Unrated Islamic fixed income securities; and
- at least 2% of the Fund’s NAV in Islamic liquid assets.

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 POLICY INFORMATION

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 Accounting Standards as issued by the Malaysian Accounting Standards Board (“MASB”) and IFRS Accounting Standards as issued by the International Accounting Standards Board (“IASB”).

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 Accounting Standards and IFRS Accounting Standards 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(m).

There are no other standards, amendments to standards or interpretations that are effective for financial year beginning on 1 January 2024 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 January 2025 are applicable to the Fund.

(b) Financial assets and financial liabilities

Classification

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. Fund has not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income (“OCI”).

The contractual cash flows of the Fund’s debt securities are solely principal and interest¹ (“SPPI”). However, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund’s business model’s objective.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(b) Financial assets and financial liabilities (continued)

Classification (continued)

Consequently, all investments are measured at fair value through profit or loss.

The Fund classifies cash and cash equivalents, amount due from Manager, amount due from Manager of Shariah-compliant collective investment scheme - management fee rebate 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 are measured at amortised cost.

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. Shariah-compliant 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 Shariah-compliant 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 the 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.

Shariah-compliant collective investment scheme is valued based on the most recent published NAV per unit or share of such Shariah-compliant collective investment scheme or, if unavailable, on the last published price of such unit or share (excluding any sales charge included in such selling price).

Shariah-compliant quoted securities in Malaysia are valued at the last done market price quoted on Bursa Malaysia Securities Berhad ("Bursa Securities") at the date of the statement of financial position.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(b) Financial assets and financial liabilities (continued)

Recognition and measurement (continued)

If a valuation based on the market price does not represent the fair value of the Shariah-compliant 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 Shariah-compliant quoted securities for a period exceeding 14 days, or such shorter period as agreed by the Trustee, then the Shariah-compliant quoted securities are valued as determined in good faith by the Manager, based on the methods or basis approved by the Trustee after appropriate technical consultation.

Unquoted Sukuk denominated in Ringgit Malaysia (“RM”) are revalued on a daily basis based on fair value prices quoted by a Bond Pricing Agency (“BPA”) registered with the SC as per the SC GUTF. Refer to Note 2(m) for further explanation.

Shariah-compliant deposits with licensed Islamic financial institutions are stated at cost plus accrued profit calculated on the effective profit method over the period from the date of placement to the date of maturity of the respective deposits.

Financial assets at amortised cost and other financial liabilities are subsequently carried at amortised cost using the effective profit 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 consider both historical analysis and forward-looking information in determining any ECL. The Manager consider 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.

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.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(c) Income recognition

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

Profit income from Shariah-compliant deposits with licensed Islamic financial institutions and unquoted Sukuk are recognised on a time proportionate basis using the effective profit method on an accrual basis.

Profit income is calculated by applying the effective profit rate to the gross carrying amount of a financial asset except for financial assets that subsequently become credit impaired. For credit-impaired financial assets the effective profit rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

Realised gain or loss on disposal of Shariah-compliant collective investment scheme and Shariah-compliant quoted securities is accounted for as the difference between the net disposal proceeds and the carrying amount of Shariah-compliant collective investment scheme and Shariah-compliant quoted securities, determined on a weighted average cost basis.

Realised gain or loss on disposal of unquoted Sukuk is accounted for as the difference between the net disposal proceeds and the carrying amount of unquoted Sukuk, determined on cost adjusted for accretion of discount or amortisation of premium.

(d) Functional and presentation currency

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 Malaysian Ringgit ("MYR" or "RM"), which is the Fund's functional and presentation currency.

(e) Cash and cash equivalents

For the purpose of statement of cash flows, cash and cash equivalents comprise bank balance and Shariah-compliant deposits with licensed Islamic financial institutions with original maturities of three months or less that are readily convertible to known amount of cash and which are subjected to an insignificant risk of changes in value.

(f) Taxation

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

Withholding taxes on investment income from investment is 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.

(g) Distribution

A distribution to the Fund's unit holders is accounted for as distributions in the statement of comprehensive income as the unit holders' contributions are classified as financial liability as per Note 2(j). In the previous financial years, a distribution to the Fund's unit holders is accounted for as a deduction from realised reserve before issuance of difference classes of units. A proposed distribution is recognised as a liability in the financial year in which it is approved by the Trustee.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(h) Transactions 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, advisers, brokers, and dealers. Transaction costs, when incurred, are immediately recognised in the statement of comprehensive income as expenses.

(i) Amount due from/to stockbrokers

Amounts due from/to stockbrokers represent receivables for Shariah-compliant quoted securities sold and payables for Shariah-compliant quoted securities purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively.

(j) 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 two classes of units, known respectively as the Class MYR and Class D which are cancelled at the unit holders' option and 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 unit 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. 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.

In the previous financial years prior to issuance of different classes of units, the unit holders' contributions to the Fund meet the criteria to be classified as equity instruments under MFRS 132 "Financial Instruments: Presentation". Those criteria include:

- the units entitle the holder to a proportionate share of the Fund's NAV;
- the units are the most subordinated class and class features are identical;
- there is no contractual obligations to deliver cash or another financial asset other than the obligation on the Fund to repurchase; and
- the total expected cash flows from the units over its life are based substantially on the profit or loss of the Fund.

The outstanding units are carried at the redemption amount that is payable at each financial year if unit holder exercises the right to put the unit back to the Fund.

Units are created and cancelled at prices based on the Fund's NAV per unit at the time of creation and cancellation. The Fund's NAV per unit is calculated by dividing the net assets attributable to unit holders with the total number of outstanding units.

(k) 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.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(l) Management fee rebate

Management fee rebate is derived from the Manager and the Manager of the Shariah-compliant collective investment schemes held by the Fund on an accrual basis to ensure no double charging of management fee. It is accrued daily based on the fair value of Shariah-compliant collective investment schemes held.

(m) Critical accounting estimates and judgements 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 judgements 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.

Estimate of fair value of unquoted Sukuk

In undertaking any of the Fund's Shariah-compliant 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.

Ringgit-denominated unquoted Sukuk are valued using fair value prices quoted by a BPA. Where the Manager is of the view that the price quoted by BPA for a specific unquoted Sukuk differs from the market price by more than 20 bps, the Manager may use market price, provided that the Manager records its basis for using a non-BPA price, obtains necessary internal approvals to use the non-BPA price, and keeps an audit trail of all decisions and basis for adopting the use of non-BPA price.

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 RM	Financial assets at amortised cost RM	Total RM
2024			
Cash and cash equivalents (Note 9)	-	7,036,284	7,036,284
Shariah-compliant quoted securities (Note 8)	188,559,494	-	188,559,494
Unquoted Sukuk (Note 8)	123,771,129	-	123,771,129
Amount due from Manager	-	111,536	111,536
Amount due from Manager of Shariah-compliant collective investment scheme			
- management fee rebate	-	5,858	5,858
Dividends receivable	-	95,876	95,876
	312,330,623	7,249,554	319,580,177

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

Financial instruments of the Fund are as follows: (continued)

	Financial assets at fair value through profit or loss RM	Financial assets at amortised cost RM	Total RM
2023			
Cash and cash equivalents (Note 9)	-	8,949,638	8,949,638
Shariah-compliant collective investment scheme (Note 8)	2,384,516	-	2,384,516
Shariah-compliant quoted securities (Note 8)	153,896,116	-	153,896,116
Unquoted Sukuk (Note 8)	120,159,100	-	120,159,100
Amount due from stockbrokers	-	831,504	831,504
Amount due from Manager	-	137,452	137,452
Amount due from Manager of Shariah-compliant collective investment scheme			
- management fee rebate	-	2,253	2,253
Dividends receivable	-	158,512	158,512
	<u>276,439,732</u>	<u>10,079,359</u>	<u>286,519,091</u>

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

The investment objective of the Fund is to grow the value of the Unit holders' investments over the long-term in a diversified mix of Malaysian assets in approved Shariah instruments while providing consistent income.

The Fund is exposed to a variety of risks which include market risk (inclusive of price risk and interest rate 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

This is the risk that the fair value of an investment in Shariah-compliant collective investment scheme, Shariah-compliant quoted securities and unquoted Sukuk will fluctuate because of changes in market prices (other than those arising from interest rate risk). The value of Shariah-compliant investments 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 Shariah-compliant investments and other financial instruments within specified limits according to the Deeds.

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

(a) Market risk (continued)

(i) Price risk (continued)

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

	2024	2023
	RM	RM
Financial assets at fair value through profit or loss:		
- Shariah-compliant collective investment scheme	-	2,384,516
- Shariah-compliant quoted securities	188,559,494	153,896,116
- Unquoted Sukuk	123,771,129	120,159,100
	<u>312,330,623</u>	<u>276,439,732</u>

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

% Change in price of Shariah-compliant collective investment scheme and Shariah-compliant quoted securities	Market value	Impact on profit or loss/NAV
	RM	RM
2024		
-5%	179,131,519	(9,427,975)
0%	188,559,494	-
5%	<u>197,987,469</u>	<u>9,427,975</u>
2023		
-5%	148,466,600	(7,814,032)
0%	156,280,632	-
5%	<u>164,094,664</u>	<u>7,814,032</u>

The Fund is exposed to price risk arising from profit rate fluctuation in relation to its investments of RM123,771,129 (2023: RM120,159,100) in unquoted Sukuk. The Fund's exposure to price risk arising from interest rate fluctuation and the related sensitivity analysis are disclosed in "interest rate risk" below.

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

(a) Market risk (continued)

(ii) Interest rate risk

In general, when interest rates rise, unquoted Sukuk prices will tend to fall and vice versa. Therefore, the NAV of the Fund may also tend to fall when interest rates rise or are expected to rise. However, investors should be aware that should the Fund holds an unquoted Sukuk till maturity, such price fluctuations would dissipate as it approaches maturity, and thus the growth of the NAV shall not be affected at maturity. In order to mitigate interest rates exposure of the Fund, the Manager will manage the duration of the portfolio via shorter or longer tenured assets depending on the view of the future interest rate trend of the Manager, which is based on its continuous fundamental research and analysis.

Investors should note that the movement in prices of unquoted Sukuk and Shariah-compliant money market instruments are benchmarked against interest rates. As such, the investments are exposed to the movement of the interest rates. It does not in any way suggest that this Fund will invest in conventional financial instruments. All investments carried out for the Fund including placement and deposits are in accordance with Shariah.

This risk is crucial since unquoted Sukuk portfolio management depends on forecasting interest rate movements. Prices of unquoted Sukuk move inversely to interest rate movements, therefore as interest rates rise, the prices of unquoted Sukuk decrease and vice versa.

Furthermore, unquoted Sukuk with longer maturity and lower yield interest rates are more susceptible to interest rate movements.

Such investments may be subject to unanticipated rise in interest rates which may impair the ability of the issuers to meet the obligation under the instrument, especially if the issuers are highly leveraged. An increase in interest rates may therefore increase the potential for default by an issuer.

The table below summarises the sensitivity of the Fund's interest or loss and NAV to movements in prices of unquoted Sukuk held by the Fund as a result of movement in interest rate at the end of each reporting year. The analysis is based on the assumptions that the interest rate changed by 1% with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the interest rate, having regard to the historical volatility of the interest rate.

% Change in interest rate	Impact on profit or loss/NAV	
	2024	2023
	RM	RM
+1%	(214,780)	(208,161)
-1%	215,585	208,876

The Fund's exposure to interest rates associated with Shariah-compliant deposits with licensed Islamic financial institutions is not material as the Shariah-compliant deposits are held on short-term basis.

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

(a) Market risk (continued)

(ii) Interest rate risk (continued)

The weighted average effective profit rate per annum is as follows:

	2024	2023
	%	%
Shariah-compliant deposits with licensed Islamic financial institutions	3.10	3.00

(b) Credit risk

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

Investment in unquoted Sukuk may involve a certain degree of credit/default risk with regards to the issuers. Generally, credit risk or default risk is the risk of loss due to the issuer’s non-payment or untimely payment of the investment amount as well as the returns on investment. This will cause a decline in value of the defaulted unquoted Sukuk and subsequently depress the NAV of the Fund. Usually, credit risk is more apparent for an investment with a longer tenure, i.e., the longer the duration, the higher the credit risk.

Credit risk can be managed by performing continuous fundamental credit research and analysis to ascertain the creditworthiness of its issuer. In addition, the Manager imposes a minimum rating requirement as rated by either local and/or foreign rating agencies and manages the duration of the investment in accordance with the objective of the Fund.

For this Fund, the unquoted Sukuk investment must satisfy a minimum credit requirement of at least “BBB3” or “P2” by RAM or equivalent rating by MARC or by local rating agency(ies) of the country issuance; “BBB-” by S&P or equivalent rating by any other international rating agencies.

The credit risk arising from placements of Shariah-compliant deposits in licensed Islamic financial institutions is managed by ensuring that the Fund will only place Shariah-compliant deposits in reputable licensed Islamic 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.

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

PRINCIPAL ISLAMIC LIFETIME BALANCED GROWTH FUND

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

(b) Credit risk (continued)

The following table sets out the credit risk concentration of the Fund:

	Financial assets at fair value through profit or loss	Cash and cash equivalents	Amount due from Manager of Shariah-compliant collective investment scheme - management fee rebate	Amount due from stockbrokers	Amount due from Manager	Dividends receivable	Total
	RM	RM	RM	RM	RM	RM	RM
2024							
- AAA	23,505,021	7,036,284	-	-	-	-	30,541,305
- AA1	13,709,091	-	-	-	-	-	13,709,091
- AA2	14,688,410	-	-	-	-	-	14,688,410
- AA3	3,394,208	-	-	-	-	-	3,394,208
- AA+	6,460,058	-	-	-	-	-	6,460,058
- AA	12,296,809	-	-	-	-	-	12,296,809
- AA-	21,255,207	-	-	-	-	-	21,255,207
- A2	2,189,767	-	-	-	-	-	2,189,767
- A+	6,090,271	-	-	-	-	-	6,090,271
- GB	4,436,927	-	-	-	-	-	4,436,927
- GG	2,556,117	-	-	-	-	-	2,556,117
- Not Rated	13,189,243	-	5,858	-	111,536	95,876	13,402,513
	123,771,129	7,036,284	5,858	-	111,536	95,876	131,020,683
2023							
- AAA	22,972,563	8,949,638	-	-	-	-	31,922,201
- AA1	8,948,104	-	-	-	-	-	8,948,104
- AA2	7,404,048	-	-	-	-	-	7,404,048
- AA3	11,635,504	-	-	-	-	-	11,635,504
- AA	38,568,377	-	-	-	-	-	38,568,377
- A2	2,178,242	-	-	-	-	-	2,178,242
- A	7,112,712	-	-	-	-	-	7,112,712
- GB	1,323,136	-	-	-	-	-	1,323,136
- GG	4,105,105	-	-	-	-	-	4,105,105
- Not Rated	15,911,309	-	2,253	831,504	137,452	158,512	17,041,030
	120,159,100	8,949,638	2,253	831,504	137,452	158,512	130,238,459

Shariah-compliant deposits with licensed Islamic financial institutions of the Fund have an average remaining maturity of 2 days (2023: 1 days).

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

(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 balance, Shariah-compliant deposits with licensed Islamic financial institutions and other instruments, 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 fund 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.

	Less than 1 month RM	Between 1 month to 1 year RM	Total RM
2024			
Amount due to Manager	393,405	-	393,405
Accrued management fee	398,777	-	398,777
Amount due to Trustee	11,963	-	11,963
Other payables and accruals	-	24,897	24,897
Net assets attributable to unit holders*	<u>318,842,339</u>	<u>-</u>	<u>318,842,339</u>
Contractual undiscounted cash flows	<u>319,646,484</u>	<u>24,897</u>	<u>319,671,381</u>
2023			
Amount due to stockbrokers	306,751	-	306,751
Amount due to Manager	602,072	-	602,072
Accrued management fee	362,025	-	362,025
Amount due to Trustee	10,861	-	10,861
Other payables and accruals	-	16,901	16,901
Net assets attributable to unit holders*	<u>285,311,686</u>	<u>-</u>	<u>285,311,686</u>
Contractual undiscounted cash flows	<u>286,593,395</u>	<u>16,901</u>	<u>286,610,296</u>

* Outstanding units are redeemed on demand at the member'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.

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

(d) Capital risk management

The capital of the Fund is represented by net assets attributable to unit holders of RM318,842,339 (2023: RM285,311,686). 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).

The fair value 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 judgement, considering factors specific to the asset or liability.

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

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

The determination of what constitutes 'observable' requires significant judgement 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.

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
2024				
Financial assets at fair value through profit or loss:				
- Shariah-compliant quoted securities	188,559,494	-	-	188,559,494
- Unquoted Sukuk	-	123,771,129	-	123,771,129
	<u>188,559,494</u>	<u>123,771,129</u>	<u>-</u>	<u>312,330,623</u>
2023				
Financial assets at fair value through profit or loss:				
- Shariah-compliant collective investment scheme	2,384,516	-	-	2,384,516
- Shariah-compliant quoted securities	153,896,116	-	-	153,896,116
- Unquoted Sukuk	-	120,159,100	-	120,159,100
	<u>156,280,632</u>	<u>120,159,100</u>	<u>-</u>	<u>276,439,732</u>

Shariah-compliant investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include active listed equities. The Fund does not adjust the quoted prices for these instruments. The Fund's policies on valuation of these financial assets are stated in Note 2(b).

Financial instruments that trade in markets that are not 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 unquoted Sukuk. 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, amount due from Manager of Shariah-compliant collective investment scheme - management fee rebate, dividends receivable and all current liabilities 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 2.00% per annum, calculated daily based on the NAV of the Fund.

For the financial year ended 31 December 2024, the management fee is recognised at a rate of 1.50% per annum (2023: 1.50% per annum).

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

5. TRUSTEE FEE

In accordance with the Deeds, the Trustee is entitled to a maximum fee of 0.07% per annum calculated daily based on the NAV of the Fund. The Trustee fee includes the local custodian fee but excludes the foreign sub-custodian fee (if any).

For the financial year ended 31 December 2024, the Trustee Fee is recognised at a rate of 0.045% per annum. For the financial period from 1 January 2023 until 2 October 2023, the Trustee fee is recognized at a rate of 0.07%. Effective 3 October 2023, the Trustee Fee is recognised at a rate of 0.045% per annum.

There is no further liability to the Trustee in respect of Trustee fee other than the amount recognised above.

6. DISTRIBUTIONS

Distributions to unit holders were derived from the following sources (assessed up to distribution declaration date):

	2024		2023	
Source of distribution	RM	%	RM	%
Distribution out of current year's income	4,802,085	100.00	6,441,984	92.57
Distribution out of prior year's income/capital*	-	-	517,136	7.43
Total	4,802,085	100.00	6,959,120	100.00
			2024	2023
Gross/Net distribution per unit (sen)			RM	RM
Date of distribution				
Distribution on 24 January 2024				
-Class MYR			0.36	-
Distribution on 18 July 2024				
-Class MYR			0.70	-
Distribution on 25 January 2023				
-Class MYR			-	0.58
Distribution on 25 July 2023				
-Class MYR			-	0.86
-Class D			-	-

* Distribution income has been accrued as at the end of the prior financial year but is not declared and paid as distribution.

Gross distribution is derived using total income less total expenses. Net distribution above is sourced from current and prior financial years' realised income.

6. DISTRIBUTIONS (CONTINUED)

Gross distribution per unit is derived from gross realised income less expenses, divided by the number of units in circulation. Net distribution per unit is derived from gross realised income less expenses and taxation, divided by the number of units in circulation.

During the financial year ended 31 December 2024, the Fund incurred no unrealised loss (2023: Nil).

7. TAXATION

	2024 RM	2023 RM
Tax charged for the financial year:		
- Current taxation	<u>-</u>	<u>-</u>

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

	2024 RM	2023 RM
Profit before taxation	<u>52,386,420</u>	<u>10,791,498</u>
Taxation at Malaysian statutory rate of 24% (2023: 24%)	12,572,741	2,589,960
Tax effects of:		
- Investment income not subject to tax	(15,076,876)	(5,477,009)
- Expenses not deductible for tax purposes	1,394,909	1,844,020
- Restriction on tax deductible expenses for Unit Trust Fund	<u>1,109,226</u>	<u>1,043,029</u>
Taxation	<u>-</u>	<u>-</u>

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2024 RM	2023 RM
At fair value through profit or loss:		
- Shariah-compliant collective investment scheme	-	2,384,516
- Shariah-compliant quoted securities	188,559,494	153,896,116
- Unquoted Sukuk	<u>123,771,129</u>	<u>120,159,100</u>
	<u>312,330,623</u>	<u>276,439,732</u>
Net gain on financial assets at fair value through profit or loss:		
- Realised gain on disposals	3,881,592	3,141,025
- Unrealised fair value gain	48,904,596	9,955,052
- Management fee rebate #	<u>1,527</u>	<u>3,099</u>
	<u>52,787,715</u>	<u>13,099,176</u>

Management fee rebate is derived from the Shariah-compliant collective investment scheme held by the Fund on an accrual basis to ensure no double charging of management fee. It is accrued daily based on the fair value of Shariah-compliant collective investment scheme held.

PRINCIPAL ISLAMIC LIFETIME BALANCED GROWTH FUND

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2024				
SHARIAH-COMPLIANT QUOTED SECURITIES				
Construction				
Gamuda Bhd	3,400,188	8,156,669	16,116,891	5.05
IJM Corp Bhd	2,500,000	5,421,111	7,600,000	2.38
	<u>5,900,188</u>	<u>13,577,780</u>	<u>23,716,891</u>	<u>7.43</u>
Consumer Products & Svc				
Aeon Co. M Bhd	2,049,900	3,088,147	3,218,343	1.01
Mr D.I.Y. Group (M) Bhd	2,000,000	4,023,336	3,700,000	1.16
	<u>4,049,900</u>	<u>7,111,483</u>	<u>6,918,343</u>	<u>2.17</u>
Energy				
Dayang Enterprise Hldg Bhd	500,000	746,982	1,045,000	0.33
Keyfield International Bhd	1,800,000	4,483,858	3,924,000	1.23
Perdana Petroleum Bhd	4,000,000	1,428,369	1,000,000	0.31
	<u>6,300,000</u>	<u>6,659,209</u>	<u>5,969,000</u>	<u>1.87</u>
Financial Services				
Bank Islam Malaysia Bhd	871,600	2,362,146	2,152,852	0.68
Bursa Malaysia Bhd	200,000	1,848,754	1,792,000	0.56
	<u>1,071,600</u>	<u>4,210,900</u>	<u>3,944,852</u>	<u>1.24</u>
Health Care				
Hartalega Hldg Bhd	2,100,000	4,856,161	8,295,000	2.60
Kossan Rubber Industries	3,000,000	3,705,808	8,490,000	2.66
KPJ Healthcare Bhd	1,300,000	1,486,774	3,159,000	0.99
	<u>6,400,000</u>	<u>10,048,743</u>	<u>19,944,000</u>	<u>6.25</u>
Industrial Products & Svc				
KJTS Group Bhd	2,020,000	1,496,254	1,676,600	0.53
Nationgate Holdings Bhd	4,500,000	6,450,228	11,385,000	3.57
Press Metal Aluminium Holding Bhd	890,032	4,605,127	4,361,157	1.37
Sunway Bhd	3,200,000	7,479,332	15,328,000	4.81
TMK Chemical Bhd -IPO	800,000	1,400,000	1,496,000	0.47
	<u>11,410,032</u>	<u>21,430,941</u>	<u>34,246,757</u>	<u>10.75</u>
Plantation				
Johor Plantations Group	5,000,000	6,487,305	6,750,000	2.12
SD Guthrie Bhd	1,500,000	7,127,088	7,425,000	2.33
	<u>6,500,000</u>	<u>13,614,393</u>	<u>14,175,000</u>	<u>4.45</u>
Property				
Eastern and Oriental Bhd	4,100,000	2,510,536	3,915,500	1.23
Sime Darby Property Bhd	3,000,000	4,338,632	5,070,000	1.59
SP Setia Bhd	6,000,000	6,144,538	8,760,000	2.75
	<u>13,100,000</u>	<u>12,993,706</u>	<u>17,745,500</u>	<u>5.57</u>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2024 (CONTINUED) SHARIAH-COMPLIANT QUOTED SECURITIES (CONTINUED)				
Technology				
IFCA MSC Bhd	3,058,900	2,404,478	2,003,580	0.63
ITMAX System Bhd	2,300,000	4,387,434	8,487,000	2.66
	<u>5,358,900</u>	<u>6,791,912</u>	<u>10,490,580</u>	<u>3.29</u>
Telecommunications/Media				
Celcomdigi Bhd	1,000,000	3,794,484	3,620,000	1.14
Telekom Malaysia Bhd	1,200,086	6,138,877	7,980,571	2.50
	<u>2,200,086</u>	<u>9,933,361</u>	<u>11,600,571</u>	<u>3.64</u>
Transportation/Logistics				
MISC Bhd - Local	300,000	2,424,358	2,280,000	0.72
Westports Hldgs Bhd	1,000,000	3,624,735	4,660,000	1.46
	<u>1,300,000</u>	<u>6,049,093</u>	<u>6,940,000</u>	<u>2.18</u>
Utilities				
Tenaga Nasional Bhd	2,200,000	23,662,892	32,868,000	10.30
TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES	65,790,706	<u>136,084,413</u>	<u>188,559,494</u>	<u>59.14</u>
ACCUMULATED UNREALISED GAIN ON SHARIAH-COMPLIANT QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS				
		<u>52,475,081</u>		
TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS				
		<u>188,559,494</u>		

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2024				
UNQUOTED SUKUK				
Aeon Credit Service M Bhd 3.80% 10/02/2027 (AA3)	300,000	304,435	303,994	0.10
Aeon Credit Service M Bhd 3.85% 10/02/2028 (AA3)	200,000	202,996	202,468	0.06
Aeon Credit Service M Bhd 4.26% 20/04/2029 (AA3)	90,000	91,024	91,618	0.03
AZRB Capital Sdn Bhd 5.00% 24/12/2026 (AA-)	670,000	670,551	673,365	0.21
Bank Pembangunan Malaysia Bhd 4.05% 06/06/2031 (AAA)	920,000	922,348	924,961	0.29
Batu Kawan Bhd 4.12% 09/02/2029 (AA1)	480,000	487,856	491,048	0.15
Benih Restu Bhd 4.08% 28/07/2034 (AA2)	1,630,000	1,658,450	1,664,667	0.52
CIMB Islamic Bank Bhd 4.02% 30/11/2028 (AAA)	2,130,000	2,137,742	2,148,477	0.67
DanaInfra Nasional Bhd 5.06% 12.02.2049 (GG)	700,000	865,028	805,263	0.25
Dialog Group Bhd 4.53% 28/01/2032 (AA2)	4,460,000	4,546,350	4,646,121	1.46
DIGI Telecomm Sdn Bhd 4.99% 02/12/2027 (AAA)	3,000,000	3,095,126	3,108,574	0.97
DIGI Telecomm Sdn Bhd 3.93% 27/06/2031 (AAA)	3,000,000	3,001,615	2,996,155	0.94
DRB-Hicom Bhd 4.85% 11/12/2026 (AA-)	1,600,000	1,604,252	1,631,932	0.51
DRB-Hicom Bhd 5.08% 30/08/2030 (AA-)	3,000,000	3,059,149	3,194,282	1.00
DRB-Hicom Bhd 5.10% 12/12/2029 (AA-)	2,450,000	2,456,847	2,566,729	0.81
Edotco Malaysia Sdn Bhd 4.27% 09/09/2027 (AA+)	1,140,000	1,155,204	1,167,983	0.37
Edra Solar Sdn Bhd 4.85% 11/10/2034 (AA2)	50,000	50,545	53,129	0.02
Evyap Sabun Malaysia Sdn Bhd 4.30% 06/12/2029 (AA)	7,500,000	7,526,466	7,516,823	2.36
Gamuda Bhd 4.31% 20/06/2030 (AA3)	120,000	120,170	122,007	0.04
Gamuda Bhd 4.40% 20/06/2033 (AA3)	260,000	260,376	265,215	0.08
GII Murabahah 4.28% 23/03/2054 (GB)	3,000,000	3,045,538	3,082,675	0.97
GII Murabahah 4.63% 15/11/2049 (GB)	1,250,000	1,457,109	1,354,252	0.42
Guan Chong Bhd 3.84% 03/12/2027 (AA-)	930,000	935,362	920,868	0.29
IJM Land Bhd 4.73% 17/03/2119 (A2)	1,450,000	1,469,436	1,468,096	0.46

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2024 (CONTINUED) UNQUOTED SUKUK (CONTINUED)				
IJM Land Bhd 5.65% 17/03/2119A2	700,000	711,269	721,671	0.23
Johor Corp 4.45% 05/07/2030 (AAA)	110,000	112,360	115,260	0.04
Johor Corp 4.54% 06/07/2033 (AAA)	290,000	296,349	308,056	0.10
Johor Port Bhd 5.10% 04/10/2027 (AA-)	690,000	698,581	720,357	0.23
Kapar Energy Ventures 4.95% 03/07/2026 (AA+)	5,000,000	5,154,469	5,192,155	1.63
Kuala Lumpur Kepong Bhd 4.17% 16/03/2032 (AA1)	2,475,000	2,504,973	2,524,179	0.79
LBS Bina Group Bhd 6.85% 29/03/2120 (NR)	1,000,000	1,029,089	1,022,929	0.32
Lembaga Pembiayaan Perumahan Selangor 3.86% 18/09/2048 (GG)	200,000	206,297	192,671	0.06
Mah Sing Group Bhd 4.35% 13/03/2025 (NR)	12,000,000	12,157,315	12,166,315	3.82
Malayan Banking Bhd 2.90% 09/10/2030 (AA1)	1,500,000	1,510,011	1,500,696	0.47
Petroleum Sarawak Explor & Pro 4.54% 22/02/2030 (AAA)	940,000	957,539	979,761	0.31
Petroleum Sarawak Explor & Pro 4.65% 22/02/2033 (AAA)	700,000	714,104	741,788	0.23
Petroleum Sarawak Explor & Pro 4.01% 23/05/2031 (AAA)	230,000	230,935	231,133	0.07
Point Zone M Sdn Bhd 4.86% 11/03/2033 (AA-)	280,000	284,101	298,983	0.09
Ponsb Capital Bhd 4.96% 28/12/2028 (AA2)	5,860,000	6,063,776	6,073,080	1.90
Malayan Banking Bhd 3.10% 08/10/2032 (AA1)	2,000,000	2,014,268	1,971,408	0.62
Malayan Banking Bhd 3.41% 05/08/2031 (AA1)	1,250,000	1,267,400	1,259,213	0.39
Malayan Banking Bhd 4.71% 31/01/2031 (AA1)	650,000	662,917	669,235	0.21
Malayan Cement Bhd 5.05% 26/06/2028 (AA3)	400,000	400,964	413,324	0.13
Malaysia Airports Holding Bhd 3.60% 06/11/2030 (AAA)	2,000,000	2,011,047	1,979,987	0.62
Malaysian Resources Corp Bhd 5.09% 18/10/2028 (AA-)	6,820,000	6,902,377	7,088,155	2.22

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2024 (CONTINUED)				
UNQUOTED SUKUK				
(CONTINUED)				
Malaysian Resources Corp Bhd 5.19% 27/02/2026 (AA-)	170,000	173,088	175,167	0.05
Malaysian Resources Corp Bhd 5.26% 26/02/2027 (AA-)	220,000	224,115	228,976	0.07
MMC Port Holdings Sdn Bhd 4.40% 08/04/2027 (AA-)	440,000	444,508	449,150	0.14
OCK Group Bhd 5.21% 24/11/2028 (AA-)	280,000	282,442	286,214	0.09
OCK Group Bhd 5.38% 22/11/2030 (AA-)	830,000	838,640	857,252	0.27
Penang Port Sdn Bhd 4.48% 27/12/2029 (AA-)	500,000	500,307	510,482	0.16
Penang Port Sdn Bhd 4.68% 26/12/2031 (AA-)	900,000	900,577	929,557	0.29
Pengerang LNG (Two) Sdn Bhd 2.86% 20/10/2028 (AAA)	420,000	422,369	407,464	0.13
Pengurusan Air SPV Bhd 4.56% 31/01/2030 (AAA)	2,820,000	2,925,968	2,954,048	0.93
Pengurusan Air SPV Bhd 4.63% 03/02/2033 (AAA)	450,000	458,505	478,319	0.15
Perbadanan Kemajuan Pertanian Negeri Pahang 4.21% 30/10/2026 (AA3)	1,000,000	1,008,079	998,927	0.31
Perbadanan Kemajuan Pertanian Negeri Pahang 4.36% 29/10/2027 (AA3)	1,000,000	1,008,793	996,655	0.31
Petroleum Sarawak Explor & Pro 3.80% 17/03/2028 (AAA)	500,000	505,414	504,079	0.16
Ponsb Capital Bhd 4.99% 30/06/2027 (AA2)	800,000	800,219	821,579	0.26
Ponsb Capital Bhd 4.10% 28/05/2031 (AA2)	800,000	807,872	803,655	0.25
Prasarana 3.44% 24/02/2040 (GG)	1,650,000	1,669,905	1,558,183	0.49
Projek Lebuhraya Usahasama Bhd Sukuk Plus 4.954% 12/01/2037 (AAA)	850,000	941,055	943,841	0.30
Projek Lebuhraya Usahasama Bhd Sukuk Plus 5.15% 12/01/2032 (AAA)	1,000,000	1,112,366	1,094,900	0.34
Sarawak Energy Bhd 4.19% 04/07/2030 (AAA)	340,000	347,064	351,787	0.11

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2024 (CONTINUED) UNQUOTED SUKUK (CONTINUED)				
Sarawak Petchem Sdn Bhd 5.01% 27/07/2028 (AAA)	850,000	868,201	899,693	0.28
Sarawak Petchem Sdn Bhd 5.05% 27/07/2029 (AAA)	530,000	541,439	566,370	0.18
Sarawak Petchem Sdn Bhd 5.09% 26/07/2030AAA	950,000	970,667	1,024,636	0.32
Solarpack Suria Sungai Petani 5.42% 06/10/2036 (AA2)	570,000	581,678	626,179	0.20
SP Setia Bhd 3.85% 25/06/2026 (AA)	1,750,000	1,751,108	1,751,335	0.55
SP Setia Bhd 4.22% 21/04/2027 (AA)	1,590,000	1,603,236	1,614,461	0.51
SP Setia Bhd 4.30% 23/06/2028 (AA)	830,000	830,587	839,410	0.26
SP Setia Bhd 4.56% 21/06/2030 (AA)	560,000	560,630	574,781	0.18
Toyota Capital (M) Sdn Bhd 4.25% 28/07/2028 (AAA)	310,000	311,695	314,561	0.10
UEM Olive Capital Bhd 4.30% 06/12/2028 (AA1)	180,000	180,734	182,850	0.06
UEM Sunrise Bhd 4.40% 08/09/2026 (AA-)	250,000	253,621	255,611	0.08
UEM Sunrise Bhd 5.45% 30/01/2026 (AA-)	450,000	460,631	468,128	0.15
UMW Hldg Bhd 3.03% 05/11/2025 (AA+)	100,000	99,669	99,920	0.03
WCT Holdings Bhd 5.65% 20/4/2026 (A+)	6,000,000	6,070,931	6,090,271	1.91
Westports M'sia Sdn Bhd 4.29% 13/05/2039 (AAA)	420,000	424,542	431,174	0.14
YTL Power International Bhd 4.18% 18/03/2036 (AA1)	2,000,000	2,029,257	2,041,969	0.64
YTL Power International Bhd 4.21% 18/03/2037 (AA1)	3,000,000	3,044,757	3,068,493	0.96
TOTAL UNQUOTED SUKUK	<u>120,735,000</u>	<u>122,968,785</u>	<u>123,771,129</u>	<u>38.82</u>
ACCUMULATED UNREALISED GAIN ON UNQUOTED SUKUK AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>802,344</u>		

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2024 (CONTINUED) UNQUOTED SUKUK (CONTINUED)				
TOTAL UNQUOTED SUKUK AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>123,771,129</u>		
2023 SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEME				
Islamic ASEAN Equity Fund	50,832	2,391,341	2,384,516	0.84
TOTAL SHARIAH- COMPLIANT COLLECTIVE INVESTMENT SCHEME	<u>50,832</u>	<u>2,391,341</u>	<u>2,384,516</u>	<u>0.84</u>
ACCUMULATED UNREALISED LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>(6,825)</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>2,384,516</u>		

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED) SHARIAH-COMPLIANT QUOTED SECURITIES				
Construction				
Gamuda Bhd	623,882	2,181,359	2,863,618	1.00
IJM Corp Bhd	1,499,200	2,537,546	2,818,496	0.99
	<u>2,123,082</u>	<u>4,718,905</u>	<u>5,682,114</u>	<u>1.99</u>
Consumer Products & Services				
Mr D.I.Y. Group (M) Bhd	4,606,100	6,586,723	6,678,845	2.34
Energy				
Dayang Enterprise Holdings Bhd	3,281,800	4,261,554	5,250,880	1.84
Dialog Group Bhd	1,247,000	2,882,993	2,581,290	0.90
Hibiscus Petroleum Bhd	1,521,146	3,504,465	3,863,711	1.35
	<u>6,049,946</u>	<u>10,649,012</u>	<u>11,695,881</u>	<u>4.09</u>
Health Care				
Hartalega Holdings Bhd	1,445,000	2,430,512	3,901,500	1.37
Kossan Rubber Industries Bhd	5,288,000	6,532,104	9,782,800	3.43
KPJ Healthcare Bhd	1,463,200	1,673,421	2,107,008	0.74
	<u>8,196,200</u>	<u>10,636,037</u>	<u>15,791,308</u>	<u>5.54</u>
Industrial Products & Services				
Ancom Nylex Bhd	6,893,400	7,758,688	7,789,542	2.73
Nationgate Holdings Bhd	3,447,100	4,211,451	5,205,121	1.82
Press Metal Aluminium Holdings Bhd	437,632	1,611,870	2,105,010	0.74
V.S. Industry Bhd	5,875,500	6,155,604	4,788,532	1.68
Sunway Bhd	3,023,600	5,749,397	6,228,616	2.18
	<u>19,677,232</u>	<u>25,487,010</u>	<u>26,116,821</u>	<u>9.15</u>
Plantation				
Kuala Lumpur Kepong Bhd	65,600	1,511,717	1,431,392	0.50
Sime Darby Plantation Bhd	636,700	2,808,248	2,839,682	1.00
	<u>702,300</u>	<u>4,319,965</u>	<u>4,271,074</u>	<u>1.50</u>
Property				
SP Setia Bhd	6,447,300	5,861,898	5,157,840	1.81
Eastern and Oriental Bhd	4,363,100	2,671,639	2,508,783	0.88
Skyworld Development Bhd	1,559,500	1,247,600	857,725	0.30
	<u>12,369,900</u>	<u>9,781,137</u>	<u>8,524,348</u>	<u>2.99</u>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES (CONTINUED)				
Technology				
CTOS Digital Bhd	1,954,800	3,136,566	2,756,268	0.97
Frontken Corporation Bhd	1,533,300	5,448,894	4,967,892	1.74
Genetec Technology Bhd	1,741,900	4,722,400	4,110,884	1.44
Inari Amertron Bhd	3,764,000	11,732,527	11,329,640	3.97
Infomina Bhd	2,705,000	4,028,728	4,517,350	1.58
LGMS Bhd	2,142,800	2,731,055	1,971,376	0.69
My E.G. Services Bhd	7,951,822	7,375,771	6,480,735	2.27
UWC Bhd	313,200	1,840,451	1,102,464	0.40
ECA Integrated Solution Bhd	2,736,800	2,397,902	1,382,084	0.48
ITMAX System Bhd	1,891,400	2,915,965	3,385,606	1.19
SMRT Holdings Bhd	3,234,400	2,095,112	3,460,809	1.21
	<u>29,969,422</u>	<u>48,425,371</u>	<u>45,465,108</u>	<u>15.94</u>
Telecommunications & Media				
Telekom Malaysia Bhd	<u>1,022,586</u>	<u>5,049,045</u>	<u>5,675,352</u>	<u>1.99</u>
Transportation & Logistics				
Westports Holdings Bhd	<u>2,676,600</u>	<u>9,701,965</u>	<u>9,769,590</u>	<u>3.42</u>
Utilities				
Tenaga Nasional Bhd	<u>1,416,900</u>	<u>14,441,849</u>	<u>14,225,675</u>	<u>4.99</u>
TOTAL SHARIAH-COMPLIANT QUOTED SECURITIES	<u>88,810,268</u>	<u>149,797,019</u>	<u>153,896,116</u>	<u>53.94</u>
ACCUMULATED UNREALISED GAIN ON SHARIAH-COMPLIANT QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>4,099,097</u>		
TOTAL SHARIAH-COMPLIANT QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>153,896,116</u>		

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED)				
UNQUOTED SUKUK				
Aeon Credit Service M Bhd 3.80% 10/02/2027 (AA3)	300,000	304,498	301,804	0.11
Aeon Credit Service M Bhd 3.85% 10/02/2028 (AA3)	200,000	203,038	200,671	0.07
Amanat Lebuhraya Rakyat Bhd 4.97% 12/10/2029 (AAA)	1,670,000	1,688,192	1,773,530	0.62
AmBank Islamic Bhd 4.53% 28/03/2033 (AA3)	4,290,000	4,340,048	4,404,870	1.54
Azrb Capital Sdn Bhd 5.00% 24/12/2026 (AA)	670,000	670,551	671,422	0.24
Bank Pembangunan Malaysia Bhd 4.05% 06/06/2031 (AAA)	920,000	922,450	927,887	0.33
Bank Pembangunan Malaysia Bhd 4.50% 4/11/2026 (AAA)	250,000	257,574	256,357	0.09
Batu Kawan Bhd 4.12% 09/02/2029 (AA1)	480,000	487,856	489,791	0.17
CIMB Islamic Bank Bhd IMTN 4.02% 30/11/2028 (AAA)	2,130,000	2,137,507	2,146,772	0.75
DanaInfra Nasional Bhd IMTN 5.06% 12.02.2049 (GG)	700,000	868,674	793,722	0.28
Dialog Group Bhd 4.53% 28/01/2032 (AA2)	4,460,000	4,546,904	4,628,567	1.62
DIGI Telecomm Sdn Bhd 4.99% 02/12/2027 (AAA)	3,000,000	3,120,682	3,133,914	1.10
DRB-Hicom Bhd 4.85% 11/12/2026 (A)	1,600,000	1,604,252	1,614,348	0.57
DRB-Hicom Bhd 5.08% 30/08/2030 (A)	3,000,000	3,060,879	3,037,499	1.07
DRB-Hicom Bhd 5.10% 12/12/2029 (A)	2,450,000	2,456,847	2,460,865	0.86
Edotco Malaysia Sdn Bhd 4.27% 09/09/2027 (AA)	1,140,000	1,154,937	1,167,123	0.41
Edotco Malaysia Sdn Bhd 4.44% 07/09/2029 (AA)	830,000	841,308	858,257	0.30
Edra Solar Sdn Bhd IMTN 4.85% 11/10/2034 (AA2)	50,000	50,532	52,477	0.02
Exsim Capital Resources Bhd 4.50% 09/07/2025 (AA2)	1,175,000	1,201,851	1,198,542	0.42
Gamuda Bhd 4.31% 20/06/2030 (AA3)	120,000	120,170	121,906	0.04
Gamuda Bhd 4.40% 20/06/2033 (AA3)	260,000	260,376	264,014	0.09

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED) UNQUOTED SUKUK (CONTINUED)				
Gamuda Land (T12) Sdn Bhd 4.40% 11/10/2028 (AA3)	1,000,000	1,009,885	1,024,705	0.36
GII Murabahah 4.63% 15/11/2049 (GB)	1,250,000	1,461,930	1,323,136	0.46
Guan Chong Bhd 3.84% 03/12/2027 (AA)	930,000	936,366	916,451	0.32
IJM Land Bhd 4.73% 17/03/2119 (A2)	1,450,000	1,469,811	1,453,596	0.51
IJM Land Bhd 5.65% 17/03/2119 (A2)	700,000	711,269	724,646	0.25
Imtiaz Sukuk II Bhd 4.77% 11/05/2029 (AA2)	100,000	100,867	103,767	0.04
Johor Corporation 4.45% 05/07/2030 (AAA)	110,000	112,401	115,598	0.04
Johor Corporation 4.54% 06/07/2033 (AAA)	290,000	296,457	307,947	0.11
Johor Port Bhd 5.10% 04/10/2027 (AA)	690,000	698,581	722,123	0.25
Kapar Energy Ventures 4.95% 03/07/2026 (AA)	5,000,000	5,174,938	5,237,055	1.84
Kuala Lumpur Kepong Bhd 4.17% 16/03/2032 (AA1)	2,475,000	2,504,690	2,518,946	0.88
LBS Bina Group Bhd 6.80% 29/03/2120 (NR)	2,800,000	2,849,169	2,833,713	0.99
LBS Bina Group Bhd 6.85% 29/03/2120 (NR)	1,000,000	1,028,901	1,017,121	0.36
Lembaga Pembiayaan Perumahan Sektor Awam 3.86% 18/09/2048 (GG)	200,000	206,403	188,235	0.07
Mah Sing Group Bhd 4.35% 13/03/2025 (NR)	12,000,000	12,157,315	12,060,475	4.23
Malayan Banking Bhd 2.90% 09/10/2030 (AA1)	1,500,000	1,510,011	1,482,921	0.52
Malayan Banking Bhd 3.10% 08/10/2032 (AA1)	2,000,000	2,014,268	1,946,708	0.68
Malayan Banking Bhd 3.41% 05/08/2031 (AA1)	1,250,000	1,267,167	1,248,017	0.44
Malayan Banking Bhd IMTN 4.63% 31.01.2029 (AA1)	400,000	407,814	408,106	0.14
Malayan Banking Bhd IMTN 4.71% 31.01.2031 (AA1)	650,000	662,917	672,108	0.24
Malayan Cement Bhd 5.05% 26/06/2028 (AA3)	400,000	401,127	403,836	0.14
Malayan Cement Bhd IMTN 5.07% 11/12/2029 (AA3)	1,210,000	1,216,611	1,222,496	0.43
Malaysia Airports Holdings Bhd 3.60% 06/11/2030 (AAA)	2,000,000	2,011,047	1,976,067	0.69

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED) UNQUOTED SUKUK (CONTINUED)				
Malaysian Resources Corp Bhd 5.09% 18/10/2028 (AA)	6,820,000	6,905,077	6,978,353	2.45
Malaysian Resources Corp Bhd 5.19% 27/02/2026 (AA)	170,000	173,133	174,802	0.06
Malaysian Resources Corp Bhd 5.26% 26/02/2027 (AA)	220,000	224,173	227,525	0.08
MMC Corporation Bhd 5.40% 30/11/2029 (AA)	410,000	412,952	433,359	0.15
MMC Port Holdings Sdn Bhd 4.40% 08/04/2027 (AA)	440,000	444,455	448,732	0.16
MMC Port Holdings Sdn Bhd 4.66% 06/04/2029 (AA)	620,000	626,649	639,917	0.23
OCK Group Bhd IMTN 5.21% 24/11/2028 (AA)	280,000	282,702	284,548	0.10
OCK Group Bhd IMTN 5.38% 22/11/2030 (AA)	830,000	839,347	847,572	0.30
Penang Port Sdn Bhd 4.30% 24/12/2026 (AA)	250,000	250,147	252,572	0.09
Penang Port Sdn Bhd 4.48% 27/12/2029 (AA)	500,000	500,307	509,947	0.18
Penang Port Sdn Bhd 4.68% 26/12/2031 (AA)	900,000	900,577	923,590	0.32
Pengerang LNG (Two) Sdn Bhd 2.86% 20/10/2028 (AAA)	420,000	422,304	402,496	0.14
Pengurusan Air SPV Bhd 4.56% 31/01/2030 (AAA)	2,820,000	2,935,990	2,961,041	1.04
Pengurusan Air SPV Bhd 4.63% 03/02/2033 (AAA)	450,000	458,619	477,303	0.17
Perbadanan Kemajuan Pertanian Negeri Pahang 4.21% 30/10/2026 (AA3)	1,000,000	1,008,523	989,237	0.35
Perbadanan Kemajuan Pertanian Negeri Pahang 4.36% 29/10/2027 (AA3)	1,000,000	1,009,224	986,535	0.35
Petroleum Sarawak Exploration & Production Sdn. Bhd 3.80% 17/03/2028 (AAA)	500,000	505,414	503,544	0.18
Petroleum Sarawak Exploration & Production Sdn. Bhd 4.54% 22/02/2030 (AAA)	940,000	957,904	981,735	0.34

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED) UNQUOTED SUKUK (CONTINUED)				
Petroleum Sarawak Exploration & Production Sdn. Bhd 4.65% 22/02/2033 (AAA)	700,000	714,339	739,856	0.26
Petroleum Sarawak Exploration & Production Sdn. Bhd 5.08% 11/11/2027 (AAA)	410,000	413,432	430,172	0.15
Point Zone M Sdn Bhd 4.86% 11/03/2033 (AA)	280,000	284,101	296,858	0.10
PONSB Capital Bhd 4.96% 28/12/2028 (AA3)	860,000	860,467	891,350	0.31
PONSB Capital Bhd 4.99% 30/06/2027 (AA3)	800,000	800,328	824,080	0.29
Prasarana Malaysia Bhd 3.44% 24/02/2040 (GG)	1,650,000	1,670,060	1,535,915	0.54
Prasarana Malaysia Bhd 4.54% 29/01/2044 (GG)	1,500,000	1,528,733	1,587,233	0.56
Projek Lebuhraya Usahasama Bhd Sukuk Plus 5.15% 12/01/2032 (AAA)	1,000,000	1,123,153	1,105,160	0.39
RHB Islamic Bank Bhd 4.32% 21/05/2029 (AA2)	800,000	803,882	805,570	0.28
Sarawak Energy Bhd 4.19% 04/07/2030 (AAA)	340,000	347,064	352,151	0.12
Sarawak Petchem Sdn Bhd 5.01% 27/07/2028 (AAA)	850,000	868,434	905,817	0.32
Sarawak Petchem Sdn Bhd 5.05% 27/07/2029 (AAA)	530,000	541,586	569,411	0.20
Sarawak Petchem Sdn Bhd 5.09% 26/07/2030 (AAA)	950,000	970,932	1,028,578	0.36
SME Bank Bhd 3.10% 31/07/2026 (AAA)	440,000	445,680	436,959	0.15
Solarpack Suria Sungai Petani Sdn Bhd 5.42% 06/10/2036 (AA2)	570,000	582,028	615,125	0.22
SP Setia Bhd 3.85% 25/06/2026 (AA)	1,750,000	1,751,108	1,744,108	0.61
SP Setia Bhd 4.22% 21/04/2027 (AA)	1,590,000	1,602,868	1,610,325	0.56
SP Setia Bhd 4.30% 23/06/2028 (AA)	830,000	830,587	836,521	0.29
SP Setia Bhd 4.56% 21/06/2030 (AA)	560,000	560,420	570,231	0.20
Toyota Capital (M) Sdn Bhd 4.25% 28/07/2028 (AAA)	<u>310,000</u>	<u>311,822</u>	<u>314,028</u>	<u>0.11</u>

PRINCIPAL ISLAMIC LIFETIME BALANCED GROWTH FUND

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2023 (CONTINUED) UNQUOTED SUKUK (CONTINUED)				
UEM Olive Capital Bhd IMTN 4.30% 06/12/2028 (AA1)	180,000	180,777	181,507	0.06
UEM Sunrise Bhd 4.30% 16/02/2026 (AA)	500,000	509,005	506,640	0.18
UEM Sunrise Bhd 4.40% 08/09/2026 (AA)	5,000,000	5,075,239	5,058,665	1.77
UEM Sunrise Bhd 5.45% 30/01/2026 (AA)	450,000	460,773	469,352	0.16
UMW Holding Bhd 3.03% 05/11/2025 (AA)	100,000	98,769	98,989	0.03
UniTapah Sdn Bhd 6.15% 12/12/2030 (AAA)	1,000,000	1,101,224	1,126,240	0.39
WCT Holdings Bhd IMTN 5.65% 20/4/2026 (AA)	6,000,000	6,075,164	6,083,340	2.13
TOTAL UNQUOTED SUKUK	<u>117,620,000</u>	<u>119,878,543</u>	<u>120,159,100</u>	<u>42.12</u>
ACCUMULATED UNREALISED GAIN ON UNQUOTED SUKUK AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>280,557</u>		
TOTAL UNQUOTED SUKUK AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>120,159,100</u>		

9. CASH AND CASH EQUIVALENTS

	2024 RM	2023 RM
Shariah-compliant deposits with licensed Islamic financial institutions	4,501,382	8,850,182
Bank balance	2,534,902	99,456
	<u>7,036,284</u>	<u>8,949,638</u>

10. NUMBER OF UNITS IN CIRCULATION (UNITS)

	2024	2023
	No of units	No of units
Class MYR (i)	437,192,950	465,193,937
Class D (ii)	1,000	1,000
	<u>437,193,950</u>	<u>465,194,937</u>

10. NUMBER OF UNITS IN CIRCULATION (UNITS)

	2024	2023
	No of units	No of units
(i) Class MYR		
At the beginning of the financial year	465,193,937	490,869,117
Add : Creation of units from applications	23,925,492	27,514,537
Add : Creation of units from distribution	6,921,045	11,653,944
Less : Cancellation of units	<u>(58,847,524)</u>	<u>(64,843,661)</u>
At the end of the financial year	<u>437,192,950</u>	<u>465,193,937</u>
(ii) Class D		
At the beginning of the financial year	1,000	-
Add: Creation of units from applications	-	1,000
Add: Creation of units from distribution	-	-
Less: Cancellation of units	-	-
At the end of the financial year	<u>1,000</u>	<u>1,000</u>

11. TOTAL EXPENSE RATIO (“TER”)

	2024	2023
	%	%
TER	<u>1.56</u>	<u>1.58</u>

TER is derived from the following calculation:

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

A	=	Management fee (exclude management fee rebate)
B	=	Trustee fee
C	=	Audit fee
D	=	Tax agent’s fee
E	=	Other expenses excluding withholding tax
F	=	Average NAV of the Fund calculated on a daily basis

The average NAV of the Fund for the financial year calculated on a daily basis is RM306,999,606 (2023: RM288,587,942).

12. PORTFOLIO TURNOVER RATIO (“PTR”)

	2024	2023
PTR (times)	<u>0.51</u>	<u>0.47</u>

PTR is derived based on 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	=	RM151,590,332 (2023: RM126,142,155)
total disposal for the financial year	=	RM161,493,401 (2023: RM143,319,190)

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
Principal Islamic Asset Management (Ireland) PLC	Manager of Shariah-compliant collective investment scheme
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
CIMB Group Holdings Bhd	Ultimate holding company of shareholder of the Manager
CIMB Group Sdn Bhd	Shareholder of the Manager
CGS-CIMB Securities Sdn Bhd	Fellow related party to the Manager
CIMB Islamic Bank Bhd	Fellow related party to the Manager
CIMB Bank Bhd	Fellow related party to the Manager
CIMB Investment Bank Bhd	Fellow related party to the Manager
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 the Manager

Units held by the Manager and parties related to the Manager

	<u>2024</u>		<u>2023</u>	
	No. of units	RM	No. of units	RM
Manager				
Principal Asset Management Berhad				
- Class MYR	2,783	2,007	2,858	1,753

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.

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

In addition to the related party disclosures mentioned elsewhere in the financial statements, set out below are other significant related party transactions and balances. The Manager is of the opinion that all transactions with the related companies have been entered into in the normal course of business at agreed terms between the related parties.

	2024	2023
	RM	RM
<u>Significant related party transactions</u>		
Profit income from Shariah-compliant deposits with licensed Islamic financial institution:		
- CIMB Islamic Bank Bhd	-	499
Management fee rebate:		
- Principal Islamic Asset Management (Ireland) PLC	-	3,099
<u>Significant related party balances</u>		
Amount due from Manager of Shariah-compliant collective investment scheme-Management fee rebate:		
- Principal Islamic Asset Management (Ireland) PLC	-	2,253
Shariah-compliant collective investment scheme managed by Principal Islamic Asset Management (Ireland) Plc:		
- Islamic ASEAN Equity Fund	-	2,384,516

14. TRANSACTIONS WITH BROKERS/DEALERS

Details of transactions with the top 10 brokers/dealers for the financial year ended 31 December 2024 are as follows:

Brokers/Dealers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
RHB Investment Bank Bhd	63,544,075	20.30	104,252	18.43
Macquarie Capital Sec (M) Sdn Bhd	39,526,685	12.62	87,652	15.49
CLSA Securities M Sdn Bhd	32,369,586	10.34	76,621	13.54
CGS Inter Sec Msia Sdn Bhd	29,215,257	9.33	63,412	11.21
Nomura Securities Malaysia Sdn Bhd	28,808,421	9.20	63,825	11.28
Affin Hwang Investment Bank Bhd	20,511,593	6.55	45,055	7.96
Maybank Investment Bank Bhd	20,255,454	6.47	53,817	9.51
Hong Leong Investment Bank Bhd	16,891,757	5.40	8,253	1.46
RHB Bank Bhd - Repo	13,128,289	4.19	-	-

14. TRANSACTIONS WITH BROKERS/DEALERS (CONTINUED)

Details of transactions with the top 10 brokers/dealers for the financial year ended 31 December 2024 are as follows: (continued)

Brokers/Dealers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
UBS Securities M Sdn Bhd	10,468,408	3.34	23,565	4.17
Others #	38,364,208	12.26	39,303	6.95
	<u>313,083,733</u>	<u>100.00</u>	<u>565,755</u>	<u>100.00</u>

Details of transactions with the top 10 brokers/dealers for the financial year ended 31 December 2023 are as follows:

Brokers/Dealers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
RHB Investment Bank Bhd	32,759,310	12.13	51,167	14.67
Macquarie Capital Securities (M) Sdn Bhd	27,426,858	10.16	59,325	17.01
CLSA Securities Malaysia Sdn Bhd	26,388,400	9.78	56,179	16.10
Affin Hwang Investment Bank Bhd	25,216,226	9.34	11,385	3.26
Hong Leong Investment Bank Bhd	22,681,762	8.40	13,955	4.00
RHB Bank Berhad	22,167,783	8.21	-	-
Maybank Investment Bank Bhd	18,835,615	6.98	42,514	12.19
J.P. Morgan Securities (M) Sdn Bhd	17,387,451	6.44	23,335	6.69
AmBank Bhd	10,628,500	3.94	-	-
UBS Securities Malaysia Sdn Bhd	9,996,908	3.70	21,773	6.24
Others #	56,481,532	20.92	69,205	19.84
	<u>269,970,345</u>	<u>100.00</u>	<u>348,838</u>	<u>100.00</u>

Included in the transactions are trades conducted with CIMB Bank Bhd and CGS-CIMB Securities Sdn Bhd fellow related parties to the Manager amounting to Nil (2023: RM9,637,158) and RM767,436 (2023: RM4,664,723). The Manager is of the opinion that all transactions with the related companies have been entered into in the normal course of business at agreed terms between the related parties.

15. APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved for issue by the Manager on 14 February 2025.

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