

Principal Islamic Lifetime Balanced Growth Fund

Unaudited Semi-Annual Report

For The Six Months Financial Period Ended 30 June 2024

PRINCIPAL ISLAMIC LIFETIME BALANCED GROWTH FUND
UNAUDITED SEMI-ANNUAL REPORT
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 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
UNAUDITED STATEMENT OF COMPREHENSIVE INCOME	4
UNAUDITED STATEMENT OF FINANCIAL POSITION	5
UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	6
UNAUDITED STATEMENT OF CASH FLOWS	7
NOTES TO THE FINANCIAL STATEMENTS	8 – 39
DIRECTORY	40

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 unaudited Semi-Annual Fund Report of the Principal Islamic Lifetime Balanced Growth Fund for the financial period ended 30 June 2024. You may also download this report from our website at www.principal.com.my.

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

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

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

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

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

MUNIRAH KHAIRUDDIN

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

MANAGER'S 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 Fund issued by 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 30 June 2024?

RM313.40 million (446.90 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.

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 six months financial period ended 30 June 2024?

The Fund distributed a total net income of RM1.67 million to unit holders six months financial period ended 30 June 2024.

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

Date	NAV per unit (before distribution) RM	NAV per unit (after distribution) RM
Distribution on 24 January 2024		
- Class MYR	0.6266	0.6230

Breakdown of distribution were as follows:

Source of distribution	30.06.2024		30.06.2023	
	RM	%	RM	%
Distribution out of current period's income	1,665,104	100.00	2,870,862	100.00
Distribution out of prior period's income/capital	-	-	-	-
Total	<u>1,665,104</u>	<u>100.00</u>	<u>2,870,862</u>	<u>100.00</u>

PERFORMANCE DATA

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

	30.06.2024	30.06.2023	30.06.2022
	%	%	%
Shariah-compliant quoted securities			
- Construction	5.64	1.08	4.95
- Consumer Products & Services	10.36	3.41	3.75
- Energy	9.43	3.45	2.13
- Financial Services	-	0.01	1.84
- Health Care	4.56	4.84	3.93
- Industrial Products & Services	-	6.96	6.03
- Plantation	0.56	1.69	6.25
- Property	6.01	0.15	0.19
- Real Estate Investment Trusts ("REITs")	0.21	0.51	-
- Technology	5.13	12.67	8.20
- Telecommunications & Media	2.59	2.12	2.11
- Transportation & Logistics	3.56	3.14	3.82
- Utilities	9.67	4.79	3.44
Unquoted Sukuk	40.21	52.89	45.97
Cash and other assets	2.64	2.97	7.61
Liabilities	<u>(0.57)</u>	<u>(0.68)</u>	<u>(0.22)</u>
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

PERFORMANCE DATA (CONTINUED)

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

	30.06.2024	30.06.2023	30.06.2022
NAV (RM Million)			
- Class MYR	313.40	284.72	290.98
- Class D	0.00*	-	-
Units in circulation (Million)			
- Class MYR	446.89	477.55	503.25
- Class D	0.00*	-	-
NAV per unit (RM)			
- Class MYR	0.7012	0.5962	0.5782
- Class D	1.1689	-	-

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

	01.01.2024 to 30.06.2024	01.01.2023 to 30.06.2023	01.01.2022 to 30.06.2022
Highest NAV per unit (RM)			
- Class MYR	0.7176	0.6010	0.6228
- Class D	1.1961	-	-
Lowest NAV per unit (RM)			
- Class MYR	0.6125	0.5831	0.5717
- Class D	1.0147	-	-
Total return (%)			
- Class MYR	14.99	1.93	(6.47)
- Class D	15.05	-	-
Capital growth (%)			
- Class MYR	14.33	0.95	(6.94)
- Class D	15.05	-	-
Income distribution (%)			
- Class MYR	0.58	0.97	0.50
- Class D	-	-	-
Total Expense Ratio ("TER") % ^	0.77	0.78	0.78
Portfolio Turnover Ratio ("PTR") (times) #	0.30	0.25	0.22

^ The Fund's TER was minimally decrease from 0.78 to 0.77 due to higher in average of NAV during the financial period under review.

The Fund's PTR was slightly increased higher from 0.25 to 0.30 due to more trading activities during the financial period under review.

	01.01.2024 to 30.06.2024	01.01.2023 to 30.06.2023	01.01.2022 to 30.06.2022
Gross/ Net distribution per unit (sen)			
Distribution on 24 January 2024			
- Class MYR	0.36	-	-
Distribution on 25 January 2023			
- Class MYR	-	0.58	-
Distribution on 7 January 2022			
- Class MYR	-	-	0.31

PERFORMANCE DATA (CONTINUED)

	30.06.2024	30.06.2023	30.06.2022	30.06.2021	30.06.2020
Annual total return	%	%	%	%	%
- Class MYR	20.00	5.70	(2.82)	2.14	(2.18)

(Launch date: 26 May 2003)

	Since inception to 30.06.2024
Annual total return	%
- Class D	16.89

(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 period have been extracted from Lipper.

MARKET REVIEW (1 JANUARY 2024 TO 30 JUNE 2024)

Equity

The FBMS Index rose 11.30% in Malaysian Ringgit (“MYR/RM”) terms during the financial year under review.

FBMS Index was up 2.6% or 289.4 points in January 2024, closing the month at 11,278.09 points. Sentiment was lifted by the US Federal Reserve (the “Fed”) communication on interest rates given the recent cooling inflation and economic data out of the US. The weaker Dollar and lower treasury yield that ensued favored Emerging Market (“EM”) Utilities, Commodities, and Telcos topped the gainers list. Within the broader market, Energy, Construction and Property did well, while Technology languished despite the sentiment on Fed rates.

FBMS Index rally extended into February 2024, up 2.2% to close the month at 11,527.99 points (“pts”). 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 Index rally extended into March, up 1.0% to close the month at 11,643.52 pts. 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 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 Index rally extended into April 2024, up 3.9% to close the month at 11,085.94 pts. 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 US. The rally was broad-based but Utilities, Industrial (mainly Press Metal Aluminium Holdings Bhd. (“PMAH”)), Healthcare and Transport led gains while Energy eased. Within the broader market, Property and Consumer did well.

MARKET REVIEW (1 JANUARY 2024 TO 30 JUNE 2024) (CONTINUED)

Equity (continued)

FBMS Index rally extended into May 2024, up 2.54% to close the month at 12,392.36 pts. 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 Telcos and Commodities lagged. Within the broader market, Construction, Property and Tech did well.

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

Sukuk

During the period under review the Malaysian Government Securities (“MGS”) yield curve flattened as yields on the ultra-long maturities outperformed the rest of the benchmark maturities. Meanwhile, the 10-year MGS was the weakest performing tenure during the period as yields rose by 15 basis points (“bps”) during the period.

Meanwhile, corporate bonds and sukuk credit spreads narrowed significantly during the period under review as demand for higher yielding assets were consistently strong amid increased liquidity during the period. Credit spreads narrowed by 3 to 23bps during the period with significant compression seen on lower rated as well as longer dated issuances. On the primary market, total corporate bond and sukuk issuances amounted to RM46.5 billion for the first half of 2024, representing an increase of 6.7% Year on Year (“YoY”) compared to the same period in 2023. (6 month of 2023: RM43.6 billion)

Bank Negara Malaysia (“BNM”) maintained its overnight policy rate at 3% for the sixth consecutive meeting in May 2024, with policymakers emphasizing that the current monetary policy stance continues to support the economy and aligns with the present evaluation of inflation and growth prospects.

On the macroeconomic front, Malaysia’s Gross Domestic Product (“GDP”) grew by 4.2% in first quarter of 2024, surpassing the consensus and advanced estimate of 3.9%. This marks the first upward revision from the advanced estimate since its introduction in third quarter of 2023. The accelerated growth was driven by a faster expansion in the services sector, which grew by 4.7% (advanced estimate: 4.4%, fourth quarter of 2023: 4.1%).

Prime Minister Anwar announced that the Cabinet has agreed to rationalize fuel subsidies, starting with diesel in Peninsular Malaysia, resulting in savings of RM4 billion. Following the diesel subsidy removal on 10 June 2024, diesel sales have dropped 30% in the first week post subsidy rationalization. According to the Finance Minister II, diesel sales at the country’s borders showed a 40% decline, confirming there were activities of diesel smuggling. The expected diesel subsidy savings is around RM4 billion annually with the impact to GDP and Consumer Price Index (“CPI”) minimal at around 0.2% GDP and +10bps respectively. No changes have been made by BNM to headline inflation forecast of 2-3.5% for 2024.

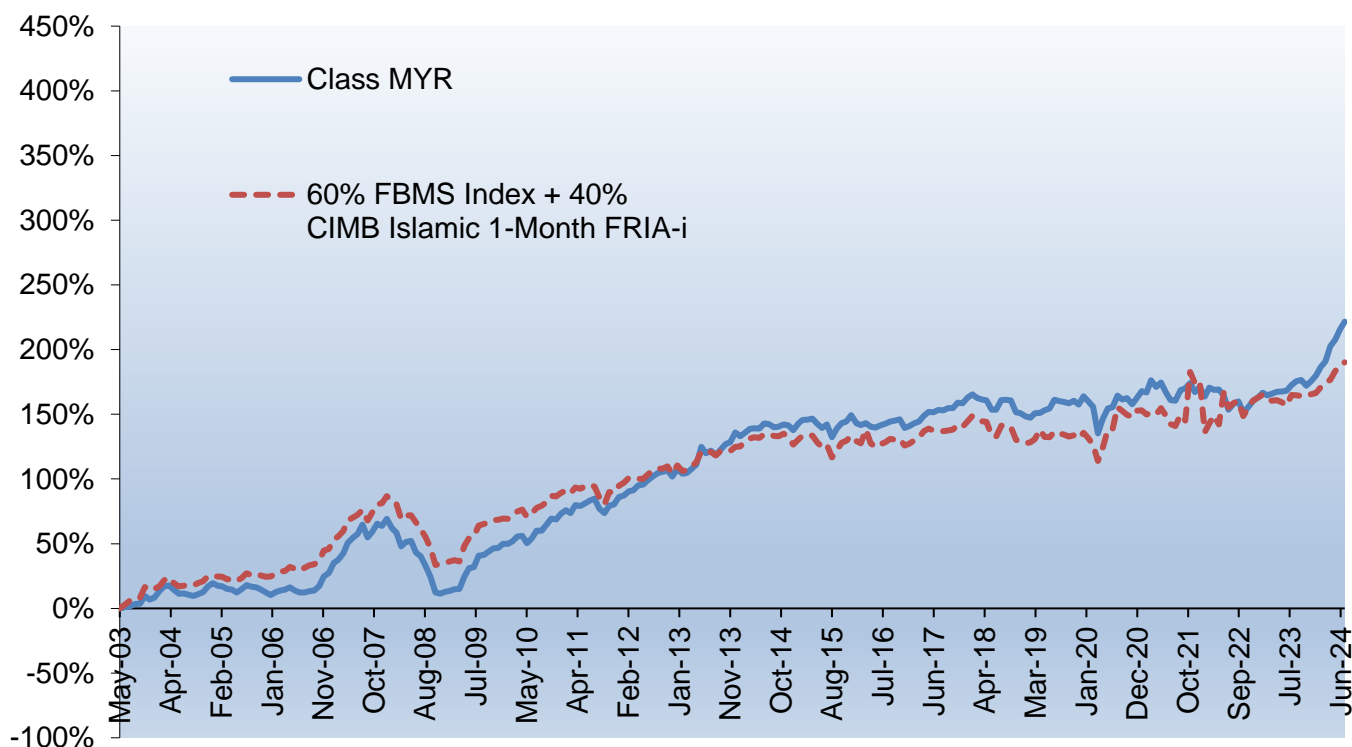
FUND PERFORMANCE

	6 months to 30.06.2024 %	1 year to 30.06.2024 %	3 years to 30.06.2024 %	5 years to 30.06.2024 %	Since inception to 30.06.2024 %
Income Distribution					
- Class MYR	0.58	2.03	5.12	11.28	117.87
- Class D	-	-	-	-	-
Capital Growth					
- Class MYR	14.33	17.61	17.26	10.67	47.62
- Class D	15.05	-	-	-	16.89
Total Return					
- Class MYR	14.99	20.00	23.26	23.15	221.62
- Class D	15.05	-	-	-	16.89
Benchmark					
- Class MYR	8.88	13.05	4.96	7.68	190.21
- Class D	8.88	-	-	-	10.15
Average Total Return					
- Class MYR	32.34	20.00	7.21	4.25	5.69
- Class D	32.47	-	-	-	23.39

For the financial period under review, the Fund gained 14.99%, while the benchmark gained 8.88%. As such, the Fund outperformed the benchmark by 611 bps.

Since Inception

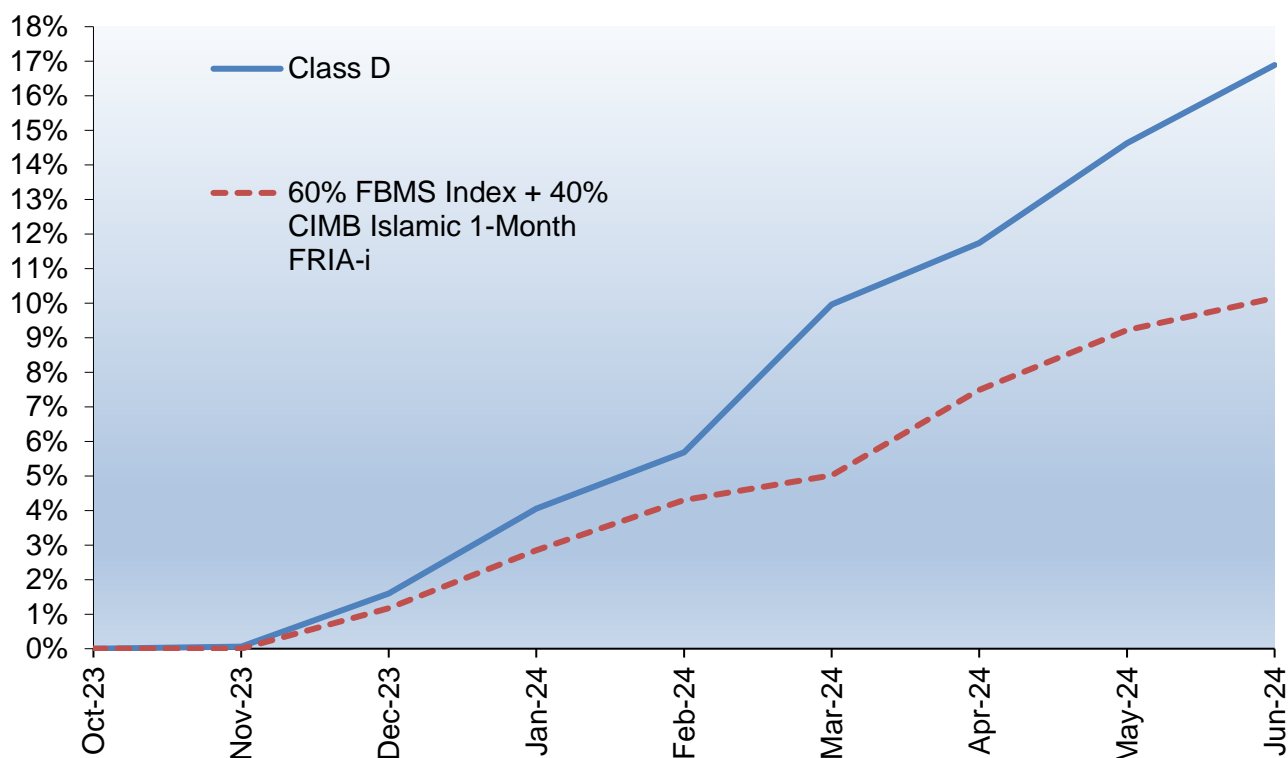
Class MYR



FUND PERFORMANCE

Since Inception

Class D



Changes in NAV

	30.06.2024	31.12.2023 Audited	Changes %
CLASS MYR			
NAV (RM Million)	313.40	285.31	9.85
NAV/Unit (RM)	0.7012	0.6133	14.33
CLASS D			
NAV (RM Million)	0.00*	0.00*	-
NAV/Unit (RM)	1.1689	1.0160	15.05

Note: 0.00* denotes value less than 0.01 million.

The NAV increased by 9.85% during the financial period.

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

PORTFOLIO STRUCTURE

Asset allocation

(% of NAV)	30.06.2024	31.12.2023 Audited
Shariah-compliant collective investment scheme	-	0.84
Shariah-compliant quoted securities	57.72	53.94
Unquoted Sukuk	40.21	42.12
Cash and other assets	2.64	3.56
Liabilities	(0.57)	(0.46)
TOTAL	100.00	100.00

Asset allocation into Shariah-compliant quoted securities increased to 57.72% as at 30 June 2024 compared to 53.94% as at 31 December 2023. This reflects our positive view on quoted securities.

MARKET OUTLOOK*

Equity

Malaysia’s manufacturing sector reflected stable conditions in June 2024, with the Purchasing Managers Index (“PMI”) reading at 49.9pts versus 50.2pts in May 2024. Standard & Poor’s (“S&P”) Global saw further expansion in total new orders and exports, while staffing levels were unchanged. There was also stability in input cost inflation and firms raised prices at an accelerated pace. Firms remained cautious and scaled back purchases as well as inventories, and business confidence waned further. That said, the latest PMI data supports an acceleration in GDP growth into Second quarter of 2024. To recap, BNM projects GDP to grow 4% to 5% in 2024, from an estimate of 3.8% in 2023, and 4.2% in the first quarter of 2024.

We expect BNM to maintain Overnight Policy Rate (“OPR”) at 3.00% for the rest of the year given muted inflation and modest economic growth. Inflation was at 2% in May 2024, an uptick from April 2024. There appears to be sufficient headroom to central bank’s latest 2.0% to 3.5% CPI forecast for 2024 with the impending subsidy.

Sukuk

The local sukuk market is expected to continue to be highly influenced by external factors as global bonds continued to remain volatile, but we remain cautiously optimistic on the fixed income outlook for 2024. Slightly lower gross MGS/Government Investment Issues (“GI”) supply for 2024 should provide positive catalyst for the local bond market. Additionally, the market is past the heavy net supply in the first four months and will turn favorable for the remaining part of the year.

We continue to expect OPR to remain at 3.00% based on the current landscape, with no significant domestic catalysts expected for now. We are watchful over the CPI numbers which are higher but are cognizant that it continues to be within the central bank’s expected range.

* 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 remain positive on the market. We remain constructive on sectors that stand to gain from the National Energy Transition Roadmap (“NETR”), including Utilities, Construction, and Property. Additionally, we remain optimistic on selective Technology due to the ongoing structural growth trends in the sector.

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 risks.

Sukuk

We maintain our overweight position in corporate bonds relative to government securities but will remain selective on adding to the portfolio due to the continued compression of credit spreads. To generate alpha, we may tactically engage in trading of government securities should the opportunity arise. Additionally, we maintain our overweight duration bias on the back of a stable interest rate outlook and positive fixed income market dynamics.

SOFT COMMISSIONS AND REBATES

Principal Asset Management Berhad (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 Fund. Accordingly, any rebates 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 bring direct benefit or advantage to the management of the Fund and may include research and advisory related services;
- (b) any dealing with the broker or dealer is executed on terms which are the most favourable for the Fund; and
- (c) the availability of soft commissions is not the sole or primary purpose to perform or arrange transactions with such broker or dealer, and the Manager will not enter into unnecessary trades in order to achieve a sufficient volume of transactions to qualify for soft commissions.

During the financial period under review, the Manager and the Trustee did not receive any rebates from the brokers or dealers, but the Manager has retained soft commission in the form of goods and services such as financial wire services and stock quotations system incidental to investment management of the Funds. The Manager confirms that the goods and services received were for the benefit of the Fund, the trades were made on a best execution basis and there was no churning of trades.

SECURITIES FINANCING TRANSACTIONS

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

STATE OF AFFAIR OF THE FUND

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

CIRCUMSTANCES THAT MATERIALLY AFFECT ANY INTEREST OF UNIT HOLDERS

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

CROSS TRADE

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

UNIT SPLIT

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

**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 unaudited financial statements set out on pages 4 to 39 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 30 June 2024 and of its financial performance, changes in net assets attributable to unit holders and cash flows for the financial period then ended in accordance with the Malaysian Financial Reporting Standards (“MFRS”) 134 - Interim Financial Reporting and International Accounting Standards (“IAS”) 34 - Interim Financial Reporting.

For and on behalf of the Manager

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

MUNIRAH KHAIRUDDIN

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

UDAY JAYARAM

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

Kuala Lumpur
16 August 2024

TRUSTEE'S REPORT

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

We have acted as Trustee of the Fund for the financial period ended 30 June 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, Principal Asset Management Berhad has operated and managed the Fund during the period 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 distribution of income by the Fund is appropriate and reflects the investment objective of the Fund.

For HSBC (Malaysia) Trustee Berhad

Yap Lay Guat
Manager, Investment Compliance Monitoring

Kuala Lumpur, Malaysia
16 August 2024

SHARIAH ADVISER'S REPORT

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

For the Financial Period Ended 30 June 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 period 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 asset of the Fund comprises of instruments that have been classified as Shariah compliant.

For Amanie Advisors Sdn Bhd

Tan Sri Dr Mohd Daud Bakar
Executive Chairman

Kuala Lumpur
16 August 2024

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2024**

		01.01.2024 to 30.06.2024	01.01.2023 to 30.06.2023
	Note	RM	RM
INCOME/(LOSS)			
Dividend income		2,145,244	1,776,750
Profit income from Shariah-compliant deposits with licensed Islamic financial institutions and Hibah earned		143,504	194,862
Profit income from unquoted Sukuk at fair value through profit or loss		2,642,629	3,296,907
Net profit on financial assets at fair value through profit or loss	8	39,894,416	2,897,738
Net foreign exchange loss		<u>(32,211)</u>	<u>-</u>
		<u>44,793,582</u>	<u>8,166,257</u>
EXPENSES			
Management fee	4	2,240,965	2,170,566
Trustee fee	5	67,381	101,293
Audit fee		5,164	5,207
Tax agent's fee		1,967	2,256
Transaction costs		507,974	297,699
Other expenses		<u>15,529</u>	<u>9,442</u>
		<u>2,838,980</u>	<u>2,586,463</u>
PROFIT BEFORE TAXATION		41,954,602	5,579,794
Distributions:			
- Class MYR		<u>1,665,104</u>	<u>-</u>
PROFIT BEFORE TAXATION		40,289,498	5,579,794
Taxation	7	<u>-</u>	<u>-</u>
PROFIT AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD		<u>40,289,498</u>	<u>5,579,794</u>
Profit after taxation is made up as follows:			
Realised amount		(355,598)	201,979
Unrealised amount		<u>40,645,096</u>	<u>5,377,815</u>
		<u>40,289,498</u>	<u>5,579,794</u>

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

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

		30.06.2024	31.12.2023
	Note	RM	Audited RM
ASSETS			
Cash and cash equivalents	9	7,842,963	8,949,638
Financial assets at fair value through profit or loss	8	306,924,890	276,439,732
Amount due from stockbrokers		-	831,504
Amount due from Manager		166,890	137,452
Amount due from Manager of Shariah-compliant collective investment scheme			
- management fee rebate		5,858	2,253
Dividends receivable		164,584	158,512
Tax recoverable		91,205	91,205
TOTAL ASSETS		<u>315,196,390</u>	<u>286,610,296</u>
LIABILITIES			
Amount due to stockbrokers		491,358	306,751
Amount due to Manager		892,578	602,072
Accrued management fee		388,560	362,025
Amount due to Trustee		11,657	10,861
Other payables and accruals		13,531	16,901
TOTAL LIABILITIES		<u>1,797,684</u>	<u>1,298,610</u>
NET ASSET VALUE OF THE FUND		<u>313,398,706</u>	<u>285,311,686</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	10	<u>313,398,706</u>	<u>285,311,686</u>
REPRESENTED BY:			
FAIR VALUE OF OUTSTANDING UNITS			
- Class MYR		313,397,537	285,310,670
- Class D		1,169	1,016
		<u>313,398,706</u>	<u>285,311,686</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)			
- Class MYR		446,894,544	465,193,937
- Class D		1,000	1,000
	11	<u>446,895,544</u>	<u>465,194,937</u>
NET ASSET VALUE PER UNIT (RM)			
- Class MYR		0.7012	0.6133
- Class D		1.1689	1.0160

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

PRINCIPAL ISLAMIC LIFETIME BALANCED GROWTH FUND

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2024**

	Note	01.01.2024 to 30.06.2024 RM	01.01.2023 to 30.06.2023 RM
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL PERIOD		<u>285,311,686</u>	<u>289,920,846</u>
Movement due to units created and cancelled during the financial period:			
- Creation of units from applications - Class MYR		<u>6,982,729</u>	<u>10,378,349</u>
- Creation of units from distribution - Class MYR		<u>1,662,574</u>	<u>2,867,727</u>
- Cancellation of units - Class MYR		<u>(20,847,781)</u>	<u>(21,154,342)</u>
Total comprehensive income for the financial period		40,289,498	5,579,794
Distribution	6	<u>-</u>	<u>(2,870,862)</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL PERIOD	10	<u>313,398,706</u>	<u>284,721,512</u>

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

**UNAUDITED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2024**

	01.01.2024 to 30.06.2024	01.01.2023 to 30.06.2023
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from disposal of Shariah-compliant quoted securities	84,958,311	52,096,851
Proceeds from disposal of unquoted Sukuk	8,712,630	22,850,023
Proceeds from disposal of Shariah-compliant collective investment scheme	2,353,376	-
Purchases of Shariah-compliant quoted securities	(72,368,642)	(43,592,552)
Purchases of unquoted Sukuk	(14,979,388)	(25,530,259)
Proceeds from maturity of unquoted fixed income securities	1,200,000	-
Profit income received from unquoted Sukuk	2,642,170	3,080,389
Profit income from Shariah-compliant deposits with licensed Islamic financial institutions and Hibah earned	143,504	194,862
Dividend income received	2,139,172	1,600,101
Management fee paid	(2,214,430)	(2,183,297)
Trustee fee paid	(66,585)	(101,887)
Payments for other fees and expenses	(26,030)	(25,815)
Net cash generated from operating activities	12,494,088	8,388,416
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash proceeds from units created	6,953,289	10,488,926
Payments for cancellation of units	(20,557,276)	3,039,908
Distribution paid	(2,530)	(24,025,204)
Net cash used in financing activities	(13,606,517)	(10,496,370)
Net decrease in cash and cash equivalents	(1,112,429)	(2,107,954)
Effects of foreign exchange differences	5,754	-
Cash and cash equivalents at the beginning of the financial period	8,949,638	10,067,018
Cash and cash equivalents at the end of the financial period	7,842,963	7,959,064
<u>Cash and cash equivalents comprised of:</u>		
Shariah-compliant deposits with licensed Islamic financial institutions	2,593,626	7,906,639
Bank balance	5,249,337	52,425
Cash and cash equivalents at the end of the financial period	7,842,963	7,959,064

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 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, Twentythird, Supplemental Master Deed dated 27 June 2022 Twentyfourth 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 POLICIES

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

(a) Basis of preparation

The financial statements have been prepared in accordance with the provisions of the MFRS as issued by the Malaysian Accounting Standards Board (“MASB”) and International Financial Reporting Standards (“IFRS”) 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 and IFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported period.

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

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

There are no other standards, amendments to standards or interpretations that are effective for financial periods 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 period beginning on/after 1 July 2024 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”).

2. MATERIAL ACCOUNTING POLICIES (CONTINUED)

(b) Financial assets and financial liabilities (continued)

Classification (continued)

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

The Fund classifies cash and cash equivalents, amount due from stockbrokers, 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 period 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 quoted securities in Malaysia are valued at the last done market price quoted on Bursa Malaysia Securities Bhd ("Bursa Securities") at the date of the statement of financial position.

¹ For the purposes of this Fund, interest refers to profits earned from Shariah-compliant investments.

2. MATERIAL ACCOUNTING POLICIES (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 Malaysian Ringgit ("MYR") 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 GUTF. Refer to Note 2(l) 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 period.

2. MATERIAL ACCOUNTING POLICIES (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 quoted securities is accounted for as the difference between the net disposal proceeds and the carrying amount of 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 MYR/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 held in highly liquid investments 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 period.

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 a deduction from realised reserve. A proposed distribution is recognised as a liability in the financial period in which it is approved by the Trustee.

2. MATERIAL ACCOUNTING POLICIES (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) 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 Class MYR and D which are cancelled at the unit holder's option. The units are classified as financial liabilities. Cancellable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's NAV of respective classes. The outstanding units are carried at the redemption amount that is payable at the date of the statement of financial position if the member exercises the right to put back the units to the Fund.

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

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

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

(k) 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. RISK MANAGEMENT OBJECTIVES AND POLICIES

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 GUTF.

(a) Market risk

(i) Price risk

This is the risk that the fair value of an investment in 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 quoted securities and unquoted Sukuk and other financial instruments within specified limits according to the Deeds.

The Fund is exposed to price risk arising from profit rate fluctuation in relation to its investments 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.

(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.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

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 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.

(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.

(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.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(c) Liquidity risk (continued)

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.

(d) Capital risk management

The capital of the Fund is represented by net assets attributable to unit holders. 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 holder 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 period-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.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

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.

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
30.06.2024				
Financial assets at fair value through profit or loss:				
- Shariah-compliant quoted securities	180,907,917	-	-	180,907,917
- Unquoted Sukuk	-	126,016,973	-	126,016,973
	<u>180,907,917</u>	<u>126,016,973</u>	<u>-</u>	<u>306,924,890</u>
31.12.2023				
Audited				
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).

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

- (i) The carrying values of cash and cash equivalents, amount due from stockbrokers, 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 six months financial period ended 30 June 2024, the management fee was recognised at a rate of 1.50% per annum (30.06.2023: 1.50% per annum).

There was 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 six months financial period ended 30 June 2024, the Trustee fee was recognised at a rate of 0.045% per annum (30.06.2023: 0.07% per annum).

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

6. DISTRIBUTION

Breakdown of distribution were as follows:

Source of distribution	30.06.2024		30.06.2023	
	RM	%	RM	%
Distribution out of current period's income	1,665,104	100.00	2,870,862	100.00
Distribution out of prior period's income/capital*	-	-	-	-
Total	1,665,104	100.00	2,870,862	100.00

* 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 periods' realised income.

Gross distribution per unit is derived from gross realised income less expense, 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 six months financial period ended 30 June 2024, the Fund recorded unrealised loss nil (30.06.2023: Nil).

7. TAXATION

	01.01.2024 to 30.06.2024	01.01.2023 to 30.06.2023
	RM	RM
Tax charged for the financial period:		
- 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 was as follows:

	01.01.2024 to 30.06.2024	01.01.2023 to 30.06.2023
	RM	RM
Profit before taxation	<u>40,289,498</u>	<u>5,579,794</u>
Taxation at Malaysian statutory rate of 24% (30.06.2023: 24%)	9,669,480	1,339,151
Tax effects of:		
- Investment income not subject to tax	(10,750,460)	(1,959,902)
- Expenses not deductible for tax purposes	540,837	97,720
- Restriction on tax deductible expenses for Unit Trust Funds	<u>540,143</u>	<u>523,031</u>
Taxation	<u>-</u>	<u>-</u>

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	30.06.2024	31.12.2023
	RM	Audited RM
At fair value through profit or loss:		
- Shariah-compliant collective investment scheme	-	2,384,516
- Shariah-compliant quoted securities	180,907,917	153,896,116
- Unquoted Sukuk	<u>126,016,973</u>	<u>120,159,100</u>
	<u>306,924,890</u>	<u>276,439,732</u>
	01.01.2024 to 30.06.2024	01.01.2023 to 30.06.2023
	RM	RM
Net gain on financial assets at fair value through profit or loss:		
- Realised gain on disposals	2,281,619	6,560,900
- Unrealised fair value gain/(loss)	37,609,192	(3,663,162)
- Management fee rebate #	<u>3,605</u>	<u>-</u>
	<u>39,894,416</u>	<u>2,897,738</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.

For the financial period ended 30 June 2024, the management fee rebate is recognised at a rate of 0.5% for Islamic ASEAN Equity Fund, calculated and accrued daily based on the NAV of the Shariah-compliant collective investment scheme.

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 %
30.06.2024				
SHARIAH-COMPLIANT QUOTED SECURITIES				
Construction				
Gamuda Bhd	2,000,082	9,530,333	13,160,540	4.20
IJM Corporation Bhd	1,499,200	2,537,546	4,572,560	1.44
	<u>3,499,282</u>	<u>12,067,879</u>	<u>17,733,100</u>	<u>5.64</u>
Energy				
Dayang Enterprise Holdings Bhd	4,000,000	5,975,858	10,520,000	3.36
Dialog Group Bhd	4,800,000	10,716,863	11,472,000	3.66
Keyfield International Bhd	1,000,000	2,358,982	2,400,000	0.77
Perdana Petroleum Bhd	13,000,000	4,642,200	5,135,000	1.64
	<u>22,800,000</u>	<u>23,693,903</u>	<u>29,527,000</u>	<u>9.43</u>
Health Care				
Hartalega Holdings Bhd	1,445,000	2,430,512	4,739,600	1.51
Kossan Rubber Industries	3,000,000	3,705,808	7,050,000	2.25
KPJ Healthcare Bhd	1,300,000	1,486,774	2,509,000	0.80
	<u>5,745,000</u>	<u>7,623,094</u>	<u>14,298,600</u>	<u>4.56</u>
Industrial Products & Services				
Nationgate Holdings Bhd	5,000,000	6,654,287	9,150,000	2.92
Press Metal Aluminium Holdings Bhd	1,000,032	5,200,316	5,760,184	1.84
V.S. Industry Bhd	2,000,000	2,095,346	2,540,000	0.81
KJTS Group Bhd	2,000,000	1,480,000	1,280,000	0.41
Sunway Bhd	3,800,000	8,881,707	13,718,000	4.38
	<u>13,800,032</u>	<u>24,311,656</u>	<u>32,448,184</u>	<u>10.36</u>
Plantation				
Johor Plantations Group	578,700	486,108	486,108	0.16
SD Guthrie Bhd	300,000	1,344,308	1,266,000	0.40
	<u>878,700</u>	<u>1,830,416</u>	<u>1,752,108</u>	<u>0.56</u>
Property				
SP Setia Bhd	8,500,000	8,704,762	11,730,000	3.74
Eastern and Oriental Bhd	4,200,000	2,571,769	4,137,000	1.32
Iskandar Waterfront City Bhd	4,000,000	3,232,793	2,980,000	0.95
	<u>16,700,000</u>	<u>14,509,324</u>	<u>18,847,000</u>	<u>6.01</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 %
30.06.2024 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES (CONTINUED)				
Real Estate				
Skyworld Development Bhd	1,000,000	800,000	650,000	0.21
Technology				
Frontken Corporation Bhd	790,600	2,809,558	3,526,076	1.13
Genetec Technology Bhd	2,340,700	6,015,108	5,243,168	1.67
ITMAX System Bhd	2,000,000	3,143,950	5,120,000	1.63
UWC Bhd	384,000	2,053,559	1,144,320	0.37
IFCA MSC Bhd	1,321,300	994,807	1,024,008	0.33
	<u>6,836,600</u>	<u>15,016,982</u>	<u>16,057,572</u>	<u>5.13</u>
Telecommunications/ Media				
Telekom Malaysia Bhd	1,200,086	6,138,877	8,112,581	2.59
Transportation/ Logistics				
Westports Holdings Bhd	1,000,000	3,624,735	4,170,000	1.33
MISC Bhd	821,100	6,683,695	6,995,772	2.23
	<u>1,821,100</u>	<u>10,308,430</u>	<u>11,165,772</u>	<u>3.56</u>
Utilities				
Tenaga Nasional Bhd	2,200,000	23,662,892	30,316,000	9.67
TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES	<u>76,480,800</u>	<u>139,963,453</u>	<u>180,907,917</u>	<u>57.72</u>
ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>40,944,464</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>180,907,917</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 %
30.06.2024 (CONTINUED)				
UNQUOTED SUKUK				
Aeon Credit Service M Bhd 3.80% 10/02/2027 (AA3)	300,000	304,341	303,777	0.10
Aeon Credit Service M Bhd 3.85% 10/02/2028 (AA3)	200,000	202,932	202,472	0.06
Aeon Credit Service M Bhd 4.26% 20/04/2029 (AA3)	90,000	91,043	91,932	0.03
Amanat Lebuhraya Rakyat Bhd 4.97% 12/10/2029 (AAA)	1,670,000	1,687,509	1,774,316	0.57
AmBank Islamic 4.53% 28/03/2033 (AA3)	4,290,000	4,340,048	4,420,615	1.41
Azrb Capital Sdn Bhd 5.00% 24/12/2026 (AA)	670,000	670,459	673,072	0.21
Bank Pembangunan Malaysia Bhd 4.05% 06/06/2031 (AAA)	920,000	922,144	926,431	0.30
Bank Pembangunan Malaysia Bhd 4.50% 4/11/2026 (AAA)	250,000	256,589	255,753	0.08
Batu Kawan Bhd 4.12% 09/02/2029 (AA1)	480,000	487,748	492,245	0.16
CIMB Islamic Bank IMTN 4.02% 30/11/2028 (AAA)	2,130,000	2,137,507	2,151,927	0.69
DanaInfra Nasional Bhd IMTN 5.06% 12.02.2049 (GG)	700,000	866,685	805,266	0.26
Dialog Group Bhd 4.53% 28/01/2032 (AA2)	4,460,000	4,545,243	4,666,868	1.49
DIGI Telecomm Sdn Bhd 4.99% 02/12/2027 (AAA)	3,000,000	3,107,295	3,125,074	1.00
DIGI Telecomm Sdn Bhd IMTN 3.93% 27/06/2031 (AAA)	3,000,000	3,001,292	3,001,292	0.96
DRB-Hicom Bhd 4.85% 11/12/2026 (A1)	1,600,000	1,604,039	1,625,223	0.52
DRB-Hicom Bhd 5.08% 30/08/2030A1	3,000,000	3,060,228	3,103,619	0.99
DRB-Hicom Bhd 5.10% 12/12/2029 (A1)	2,450,000	2,456,504	2,513,687	0.80
Edotco Malaysia Sdn Bhd 4.27% 09/09/2027 (AA2)	1,140,000	1,154,937	1,169,973	0.37
Edotco Malaysia Sdn Bhd 4.44% 07/09/2029 (AA2)	830,000	841,308	862,033	0.28

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 %
30.06.2024 (CONTINUED)				
UNQUOTED SUKUK				
(CONTINUED)				
Edra Solar Sdn Bhd IMTN 4.85% 11/10/2034 (AA2)	50,000	50,532	52,972	0.02
Exsim Capital Resources Bhd 4.50% 09/07/2025 (AA2)	1,175,000	1,201,221	1,200,124	0.38
Gamuda Bhd 4.31% 20/06/2030 (AA3)	120,000	120,156	122,196	0.04
Gamuda Bhd 4.40% 20/06/2033 (AA3)	260,000	260,345	266,382	0.08
Gamuda Land (T12) Sdn Bhd 4.40% 11/10/2028 (AA3)	1,000,000	1,009,644	1,026,124	0.33
GII Murabahah 4.28% 23/03/2054 (GB)	3,000,000	3,044,922	3,054,969	0.97
GII Murabahah 4.63% 15/11/2049 (GB)	1,250,000	1,459,448	1,336,142	0.43
Guan Chong Bhd 3.84% 03/12/2027 (AA2)	930,000	935,965	919,874	0.29
IJM Land Bhd 4.73% 17/03/2119 (A2)	1,450,000	1,469,625	1,464,601	0.47
IJM Land Bhd Perpetual Sukuk 5.65% 17/03/2119 (A2)	700,000	711,269	723,540	0.23
Johor Corporation 4.45% 05/07/2030 (AAA)	110,000	112,347	115,746	0.04
Johor Corporation 4.54% 06/07/2033 (AAA)	290,000	296,312	307,820	0.10
Johor Port Bhd 5.10% 04/10/2027 (AA)	690,000	698,484	722,013	0.23
Kapar Energy Ventures 4.95% 03/07/2026 (AA2)	5,000,000	5,163,510	5,214,949	1.66
Kuala Lumpur Kepong Bhd 4.17% 16/03/2032 (AA1)	2,475,000	2,504,690	2,540,949	0.81
LBS Bina Group Bhd 6.85% 29/03/2120 (NR)	1,000,000	1,028,714	1,020,134	0.33
Lembaga Pembiayaan Perumahan Sektor Awam 3.86% 18/09/2048 (GG)	200,000	206,350	191,415	0.06
Mah Sing Group Bhd 4.35% 13/03/2025 (NR)	12,000,000	12,157,315	12,115,435	3.87
Malayan Banking Bhd 2.90% 09/10/2030 (AA1)	1,500,000	1,509,892	1,494,742	0.48

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 %
30.06.2024 (CONTINUED)				
UNQUOTED SUKUK				
(CONTINUED)				
Malayan Banking Bhd 3.10% 08/10/2032 (AA1)	2,000,000	2,014,099	1,966,299	0.63
Malayan Banking Bhd 3.41% 05/08/2031 (AA1)	1,250,000	1,267,167	1,257,217	0.40
Malayan Banking Bhd IMTN 4.71% 31.01.2031 (AA1)	650,000	662,749	672,200	0.21
Malayan Cement Bhd 5.05% 26/06/2028 (AA3)	400,000	400,992	415,041	0.13
Malayan Cement Bhd IMTN 5.07% 11/12/2029 (AA3)	1,210,000	1,216,218	1,267,811	0.40
Malaysia Airports Holdings Bhd 3.60% 06/11/2030 (AAA)	2,000,000	2,011,047	1,973,107	0.63
Malaysian Resources Corp Bhd 5.09% 18/10/2028 (AA2)	6,820,000	6,902,803	7,064,834	2.25
Malaysian Resources Corp Bhd 5.19% 27/02/2026 (AA2)	170,000	173,063	175,342	0.06
Malaysian Resources Corp Bhd 5.26% 26/02/2027 (AA2)	220,000	224,082	229,009	0.07
MMC Corporation Berhad 5.40% 30/11/2029 (AA2)	410,000	412,876	438,886	0.14
MMC Port Holdings Sdn Bhd 4.40% 08/04/2027 (AA2)	440,000	444,455	450,307	0.14
MMC Port Holdings Sdn Bhd 4.66% 06/04/2029 (AA2)	1,530,000	1,572,906	1,592,614	0.51
OCK Group Bhd IMTN 5.21% 24/11/2028 (AA2)	280,000	282,593	285,509	0.09
OCK Group Bhd IMTN 5.38% 22/11/2030 (AA2)	830,000	839,058	854,179	0.27
Penang Port Sdn Bhd 4.30% 24/12/2026 (AA2)	250,000	250,118	252,670	0.08
Penang Port Sdn Bhd 4.48% 27/12/2029 (AA2)	500,000	500,245	511,670	0.16

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 %
30.06.2024 (CONTINUED)				
UNQUOTED SUKUK (CONTINUED)				
Penang Port Sdn Bhd 4.68% 26/12/2031 (AA2)	900,000	900,462	932,763	0.30
Pengerang LNG (Two) Sdn Bhd 2.86% 20/10/2028 (AAA)	420,000	422,304	406,722	0.13
Pengurusan Air SPV Bhd 4.56% 31/01/2030 (AAA)	2,820,000	2,929,996	2,959,068	0.94
Pengurusan Air SPV Bhd 4.63% 03/02/2033 (AAA)	450,000	458,391	479,217	0.15
Perbadanan Kemajuan Pertanian Negeri Pahang 4.21% 30/10/2026 (AA3)	1,000,000	1,008,189	995,341	0.32
Perbadanan Kemajuan Pertanian Negeri Pahang 4.36% 29/10/2027 (AA3)	1,000,000	1,008,893	993,296	0.32
Petroleum Sarawak Exploration & Production Sdn Bhd 3.80% 17/03/2028 (AAA)	500,000	505,414	505,374	0.16
Petroleum Sarawak Exploration & Production Sdn Bhd 4.54% 22/02/2030 (AAA)	940,000	957,491	987,442	0.32
Petroleum Sarawak Exploration & Production Sdn Bhd 4.65% 22/02/2033 (AAA)	700,000	714,046	745,683	0.24
Petroleum Sarawak Explor & Pro IMTN 4.01% 23/05/2031 (AAA)	230,000	230,960	232,221	0.07
Point Zone M Sdn Bhd 4.86% 11/03/2033 (AA)	280,000	284,101	299,935	0.10
Ponsb Capital Bhd 4.96% 28/12/2028 (AA2)	860,000	860,351	899,162	0.29
Ponsb Capital Bhd 4.99% 30/06/2027 (AA2)	800,000	800,328	826,808	0.26
Ponsb Capital Bhd IMTN 4.10% 28/05/2031 (AA2)	800,000	808,203	808,823	0.26
Prasarana 3.44% 24/02/2040 (GG)	1,650,000	1,669,594	1,552,262	0.50
Prasarana Malaysia Bhd 4.54% 29/01/2044 (GG)	1,500,000	1,528,546	1,605,766	0.51
Projek Lebuhraya Usahasama Bhd Sukuk Plus 4.954% 12/01/2037 (AAA)	850,000	943,113	944,783	0.30

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 %
30.06.2024 (CONTINUED)				
UNQUOTED SUKUK				
(CONTINUED)				
Projek Lebuhraya Usahasama Bhd Sukuk Plus 5.15% 12/01/2032 (AAA)	1,000,000	1,117,555	1,099,657	0.35
Sarawak Energy Bhd 4.19% 04/07/2030 (AAA)	340,000	346,986	352,277	0.11
Sarawak Petchem Sdn Bhd 5.01% 27/07/2028 (AAA)	850,000	867,967	906,149	0.29
Sarawak Petchem Sdn Bhd 5.05% 27/07/2029 (AAA)	530,000	541,293	570,379	0.18
Sarawak Petchem Sdn Bhd 5.09% 26/07/2030 (AAA)	950,000	970,402	1,032,171	0.33
SME Bank Bhd 3.10% 31/07/2026 (AAA)	440,000	445,605	439,511	0.14
Solarpack Suria Sungai Petani 5.42% 06/10/2036 (AA2)	570,000	581,646	620,339	0.20
SP Setia Bhd 3.85% 25/06/2026 (AA)	1,750,000	1,751,108	1,751,965	0.56
SP Setia Bhd 4.22% 21/04/2027 (AA)	1,590,000	1,602,868	1,617,496	0.52
SP Setia Bhd 4.30% 23/06/2028 (AA)	830,000	830,587	842,124	0.27
SP Setia Bhd 4.56% 21/06/2030 (AA)	560,000	560,490	577,480	0.18
Toyota Capital (M) Sdn Bhd 4.25% 28/07/2028 (AAA)	310,000	311,759	315,330	0.10
UEM Olive Capital Bhd IMTN 4.30% 06/12/2028 (AA1)	180,000	180,735	181,884	0.06
UEM Sunrise Bhd 4.30% 16/02/2026 (AA)	500,000	508,599	511,159	0.16
UEM Sunrise Bhd 4.40% 08/09/2026 (AA)	250,000	253,707	256,121	0.08
UEM Sunrise Bhd 5.45% 30/01/2026 (AA)	450,000	460,602	471,071	0.15
UMW Holding Bhd 3.03% 05/11/2025 (AA)	100,000	99,220	99,534	0.03
UniTapah Sdn Bhd 6.150% 12/12/2030 (AAA)	1,000,000	1,094,998	1,121,361	0.36
WCT Holdings Bhd IMTN 5.65% 20/4/2026 (A1)	6,000,000	6,070,784	6,105,994	1.95

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 %
30.06.2024 (CONTINUED)				
UNQUOTED SUKUK (CONTINUED)				
Westports M'sia Sdn Bhd IMTN 4.29% 13/05/2039 (AAA)	420,000	424,598	431,636	0.14
YTL Power International Bhd IMTN 4.18% 18/03/2036 (AA1)	2,000,000	2,029,440	2,029,829	0.65
YTL Power International Bhd IMTN 4.21% 18/03/2037 (AA1)	3,000,000	3,045,022	3,046,443	0.96
TOTAL UNQUOTED SUKUK	<u>122,660,000</u>	<u>124,979,416</u>	<u>126,016,973</u>	<u>40.21</u>
ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>1,037,557</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>126,016,973</u>		
Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
31.12.2023				
Audited 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>		

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 %
31.12.2023				
Audited				
SHARIAH-COMPLIANT				
COLLECTIVE				
INVESTMENT SCHEME				
(CONTINUED)				
TOTAL FINANCIAL				
ASSETS AT FAIR VALUE				
THROUGH PROFIT OR				
LOSS		2,384,516		
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>

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 %
31.12.2023				
Audited (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES (CONTINUED)				
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>
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	1,022,586	5,049,045	5,675,352	1.99
Transportation & Logistics				
Westports Holdings Bhd	2,676,600	9,701,965	9,769,590	3.42
Utilities				
Tenaga Nasional Bhd	1,416,900	14,441,849	14,225,675	4.99
TOTAL SHARIAH-COMPLIANT QUOTED SECURITIES	<u>88,810,268</u>	<u>149,797,019</u>	<u>153,896,116</u>	<u>53.94</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 %
31.12.2023				
Audited (CONTINUED)				
SHARIAH-COMPLIANT				
QUOTED SECURITIES				
(CONTINUED)				
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>		

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
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

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 %
31.12.2023				
Audited (CONTINUED)				
UNQUOTED SUKUK				
(CONTINUED)				
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
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

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 %
31.12.2023				
Audited (CONTINUED)				
UNQUOTED SUKUK				
(CONTINUED)				
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
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

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 %
31.12.2023				
Audited (CONTINUED)				
UNQUOTED SUKUK				
(CONTINUED)				
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
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

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 %
31.12.2023				
Audited (CONTINUED)				
UNQUOTED SUKUK (CONTINUED)				
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)	310,000	311,822	314,028	0.11
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>

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 %
31.12.2023				
Audited (CONTINUED)				
UNQUOTED SUKUK (CONTINUED)				
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

	30.06.2024	31.12.2023
	RM	Audited RM
Shariah-compliant deposits with licensed Islamic financial institutions	5,249,337	8,850,182
Bank balance	<u>2,593,626</u>	<u>99,456</u>
	<u>7,842,963</u>	<u>8,949,638</u>

10. NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS

The movement in the components of net assets attributable to unit holders for the financial period were as follows:

	Unit holders' contributions RM	(Accumulated Losses)/ Retained earnings RM	Total RM
Balance as at 1 January 2023	283,961,077	5,959,769	289,920,846
Movement in unit holders' contributions:			
- Creation of units from applications	10,378,349	-	10,378,349
- Creation of units from distribution	(21,154,342)	-	(21,154,342)
- Cancellation of units	2,867,727	-	2,867,727
Total comprehensive loss for the financial period	-	5,579,794	5,579,794
Distribution	-	(2,870,862)	(2,870,862)
Balance as at 30 June 2023	<u>276,052,811</u>	<u>8,668,701</u>	<u>284,721,512</u>

Disclosure of net assets attributable to unit holders is not required for financial period ended 30 June 2024 as the Fund issued multiple classes of units during the financial period.

11. NUMBER OF UNITS IN CIRCULATION (UNITS)

	01.01.2024 to 30.06.2024	01.01.2023 to 31.12.2023 Audited
	No of units	No of units
Class MYR (i)	446,894,544	465,193,937
Class D (ii)	1,000	1,000
	<u>446,895,544</u>	<u>465,194,937</u>
 (i) Class MYR		
At the beginning of the financial period/year	465,193,937	490,869,117
Add : Creation of units from applications	10,721,154	27,514,537
Add : Creation of units from distribution	2,668,658	11,653,944
Less : Cancellation of units	(31,689,205)	(64,843,661)
At the end of the financial period/year	<u>446,894,544</u>	<u>465,193,937</u>
 (ii) Class D		
At the beginning of the financial period/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 period/year	<u>1,000</u>	<u>1,000</u>

12. TOTAL EXPENSE RATIO (“TER”)

	01.01.2024 to 30.06.2024	01.01.2023 to 30.06.2023
	%	%
TER	<u>0.77</u>	<u>0.78</u>

TER was derived from the following calculation:

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

- A = Management fee
- 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 period calculated on a daily basis was RM300,873,954 (30.06.2023: RM291,755,562).

13. PORTFOLIO TURNOVER RATIO (“PTR”)

	01.01.2024 to 30.06.2024	01.01.2023 to 30.06.2023
PTR (times)	<u>0.30</u>	<u>0.25</u>

13. PORTFOLIO TURNOVER RATIO (“PTR”) (CONTINUED)

PTR was derived based on the following calculation:

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

where:

total acquisition for the financial period = RM87,267,161 (30.06.2023: RM70,075,498)

total disposal for the financial period = RM95,384,837 (30.06.2023: RM74,136,080)

14. 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
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
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

	30.06.2024		31.12.2023	
	No. of units	RM	No. of units	RM
			Audited	
Manager				
Principal Asset Management Berhad				
- Class MYR	2,567	1,800	2,858	1,753

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

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.

15. TRANSACTIONS WITH BROKERS/DEALERS

Details of transactions with the top 10 brokers/ dealers for the six months financial period ended 30 June 2024 were as follows:

Brokers/Dealers	Values of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
RHB Investment Bank Bhd	38,514,459	21.11	72,149	21.03
CLSA Securities M Sdn Bhd	29,235,454	16.03	69,549	20.27
Macquarie Capital Securities (M) Sdn Bhd	21,520,431	11.80	47,660	13.89
CGS-CIMB Securities Sdn Bhd #	21,491,311	11.78	46,640	13.60
Nomura Securities Malaysia Sdn Bhd	16,871,629	9.25	38,017	11.08
Maybank Investment Bank Bhd	9,526,071	5.22	20,486	5.97
Affin Hwang Investment Bank Bhd	9,428,799	5.17	20,067	5.85
Hong Leong Investment Bank Bhd	5,981,967	3.28	1,688	0.49
Malayan Banking Bhd	5,244,600	2.87	-	-
UBS Securities M Sdn Bhd	4,627,261	2.54	10,422	3.04
Others #	19,989,422	10.95	16,359	4.78
	<u>182,431,404</u>	<u>100.00</u>	<u>343,037</u>	<u>100.00</u>

Details of transactions with the top 10 brokers/dealers for the six months financial period ended 30 June 2023 were as follows:

Brokers/Dealers	Values of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
RHB Investment Bank Bhd	25,356,994	17.60	35,961	10.54
CLSA Securities M Sdn Bhd	17,276,773	11.99	36,858	10.80
Maybank Investment Bank Bhd	15,690,225	10.89	35,788	10.49
Affin Hwang Investment Bank Bhd	15,088,573	10.47	4,275	1.25
Macquarie Capital Securities (M) Sdn Bhd	12,951,039	8.99	28,414	8.33
AmBank (M) Bhd	10,628,500	7.38	-	-
RHB Bank Bhd	8,691,834	6.03	-	-

15. TRANSACTIONS WITH BROKERS/DEALERS (CONTINUED)

Details of transactions with the top 10 brokers/dealers for the six months financial period ended 30 June 2023 were as follows: (continued)

Brokers/Dealers	Values of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
CGS-CIMB Securities Sdn Bhd #	7,892,800	5.48	18,056	5.29
Malayan Banking Bhd	5,635,782	3.91	-	-
KAF Equities Sdn Bhd	5,233,010	3.63	11,269	3.30
Others #	<u>19,650,938</u>	<u>13.63</u>	<u>170,621</u>	<u>50.00</u>
	<u>144,096,468</u>	<u>100.00</u>	<u>341,242</u>	<u>100.00</u>

Included in the transactions are trades conducted with CIMB Bank Bhd, CGS-CIMB Securities Sdn Bhd, fellow related parties to the Manager amounting to RM767,436 (30.06.2023: RM1,141,343), RM21,491,311 (30.06.2023: RM7,892,800). 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.

DIRECTORY

Head Office of the Manager

Principal Asset Management Berhad (Company No.: 199401018399 (304078-K))
Level 32, Exchange 106,
Lingkaran TRX,
55188 Tun Razak Exchange, Kuala Lumpur
MALAYSIA.
Tel: (03) 8680 8000

Website

www.principal.com.my

E-mail address

myservice@principal.com

Customer Care Centre

(03) 7723 7260

Chat with us via WhatsApp

(6016) 299 9792

Trustee for the Principal Islamic Lifetime Balanced Growth Fund

HSBC (Malaysia) Trustee Berhad (Company No.: 193701000084 (001281-T))
19th Floor, Menara IQ,
Lingkaran TRX,
55188 Tun Razak Exchange, Kuala Lumpur
MALAYSIA.
Tel: (03) 2075 7800
Fax: (03) 8894 2611

Shariah Adviser of the Principal Islamic Lifetime Balanced Growth Fund

Amanie Advisors Sdn Bhd (Company No: 200501007003 (684050-H))
Level 13A-2, Menara Tokio Marine Life,
189 Jalan Tun Razak
50400 Kuala Lumpur, Malaysia
Tel: (03) 2161 0260
Fax: (03) 2161 0262

Principal Asset Management Berhad
199401018399 (304078-K)

Enquiries:

Customer Care Centre
(603)7723 7260

Chat with us via WhatsApp
(6016)299 9792

Email
myservice@principal.com

Website
www.principal.com.my