

# Principal Titans Income Plus Fund

Unaudited Semi-Annual Report

For The Six Months Financial Period Ended 31 July 2024

**PRINCIPAL TITANS INCOME PLUS FUND**  
**UNAUDITED SEMI-ANNUAL REPORT**  
**FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 JULY 2024**

<b>CONTENTS</b>	<b>PAGE(S)</b>
INVESTORS' LETTER	i
MANAGER'S REPORT	ii – viii
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
UNAUDITED STATEMENT OF COMPREHENSIVE INCOME	3
UNAUDITED STATEMENT OF FINANCIAL POSITION	4
UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	5
UNAUDITED STATEMENT OF CASH FLOWS	6
NOTES TO THE FINANCIAL STATEMENTS	7 - 31
DIRECTORY	32

## 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 Titans Income Plus Fund for the financial period ended 31 July 2024. You may also download this report from our website at [www.principal.com.my](http://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](http://www.principal.com.my)), like our Facebook page (@PrincipalAssetMY), follow us on our Instagram account (@principalassetmanagement\_my), and LinkedIn page (Principal Asset Management Berhad) for the latest updates, market insights and investment articles.

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

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

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

## MANAGER'S REPORT

### FUND OBJECTIVE AND POLICY

#### What is the investment objective of the Fund?

The Fund aims to provide investors with an opportunity to gain consistent and stable income by investing in a diversified portfolio of dividend yielding equities and fixed income securities. The Fund may also provide moderate capital growth potential over the medium to long-term period.

#### Has the Fund achieved its objective?

The Fund has performed in line with its objective of providing consistent and stable income, while may also be providing moderate capital growth potential over the medium to long-term period.

#### What are the Fund investment policy and principal investment strategy?

The Fund may invest between 70% to 98% (both inclusive) of its NAV in equities and equity related securities in order to gain long-term capital growth. The Fund may opt to invest in foreign equities up to a maximum of 100% of its Net Asset Value ("NAV"). Such foreign equities are securities of companies domiciled in, listed in, and/or have significant operations in Asia ex Japan. 'Significant operations' means major businesses of the company. For example, the Fund can invest in a company with significant business or operations in Thailand but listed on the New York Stock Exchange. The threshold for 'significant operations' would be if more than 25% of total group revenue derives from countries in Asia ex Japan. The calculation would be based on the most recent financial reports released by the companies (e.g. interim and annual reports). Notwithstanding, up to 25% of the Fund's investment in foreign equities may be from companies that are listed in any Eligible Market globally to capture growth opportunities with effect from 10 July 2023. In line with its objective, the investment policy and strategy of the Fund will be to invest in a diversified portfolio of high dividend yielding stocks and/or fixed income securities aimed at providing a stable income stream in the form of distributions to investors. The Fund may also opt to seek investment exposure via Collective Investment Scheme that is in line with the Fund's objective, subject to the requirement of the Guidelines on Unit Trust Funds ("GUTF").

The asset allocation strategy for this Fund is as follows:

- between 70% to 98% (both inclusive) of the Fund's NAV in equities and equity related securities;
- up to 28% of the Fund's NAV in fixed income securities; and
- at least 2% of the Fund's NAV in liquid assets.

#### Fund category/type

Equity/Income

#### When was the Fund launched?

1 October 2003

#### What was the size of the Fund as at 31 July 2024?

RM82.44 million (57.03 million units)

#### What is the Fund's benchmark?

50% FTSE Bursa Malaysia ("FBM") Top 100 ("FBM100") Index + 50% MSCI All Country ("AC") Asia ex Japan.

*Note: The benchmark is for performance comparison only. The benchmark is customised as such to align it closer to the structure of the portfolio and to reflect the composition of the portfolio in line with the markets they operate in and its objectives. Unit holders are cautioned that the risk profile of the Fund is higher than the benchmark.*

#### What is the Fund distribution policy?

Distribution (if any) is expected to be distributed annually, depending on the performance of the Fund and at the Manager's discretion.

#### What was the net income distribution for the six months financial period ended 31 July 2024?

There was no distribution made for the six months financial period ended 31 July 2024.

**PERFORMANCE DATA**

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

	<b>31.07.2024</b>	<b>31.07.2023</b>	<b>31.07.2022</b>
	<b>%</b>	<b>%</b>	<b>%</b>
Quoted securities			
- Communication Services	6.77	6.28	13.02
- Consumer Discretionary	6.26	13.96	14.72
- Consumer Staples	2.45	5.07	4.71
- Energy	9.61	6.33	6.94
- Financials	8.09	15.83	21.26
- Health Care	1.46	3.37	5.10
- Industrials	17.65	9.62	12.50
- Information Technology	24.85	21.12	5.18
- Materials	0.46	2.21	2.31
- Real Estate	7.21	5.51	3.36
- Utilities	5.91	5.04	1.40
Cash and other assets	10.49	18.71	14.61
Liabilities	(1.21)	(13.05)	(5.11)
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

Note: The Fund had applied the Global Industry Classification Standard ("GICS") sectors classification.

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

	<b>31.07.2024</b>	<b>31.07.2023</b>	<b>31.07.2022</b>
NAV (RM Million)			
- Class MYR	81.64	66.03	68.12
- Class D	0.80	-	-
Units in circulation (Million)			
- Class MYR	56.35	51.60	50.90
- Class D	0.68	-	-
NAV per unit (RM)			
- Class MYR	1.4487	1.2796	1.3383
- Class D	1.1791	-	-
	<b>01.02.2024</b>	<b>01.02.2023</b>	<b>01.02.2022</b>
	<b>to 31.07.2024</b>	<b>to 31.07.2023</b>	<b>to 31.07.2022</b>
Highest NAV per unit (RM)			
- Class MYR	1.5292	1.3158	1.4326
- Class D	1.2447	-	-
Lowest NAV per unit (RM)			
- Class MYR	1.2340	1.2455	1.3154
- Class D	1.0045	-	-
Total return (%)			
- Class MYR	17.50	(1.54)	(1.33)
- Class D	17.49	-	-
Capital growth (%)			
- Class MYR	17.50	(1.54)	(1.33)
- Class D	17.49	-	-
Income distribution (%)			
- Class MYR	-	-	-
- Class D	-	-	-

**PERFORMANCE DATA (CONTINUED)**

Total Expense Ratio ("TER") (%) ^	1.04	1.10	1.13
Portfolio Turnover Ratio ("PTR") (times) #	0.72	1.89	1.40

^ The Fund's TER decreased from 1.10% to 1.04% mainly due to the increased in average NAV during the financial period under review.

# The Fund's PTR was 0.72 times for the financial period under review, lower than the previous period, as the fund was already well positioned for the ongoing investment opportunities.

	<b>31.07.2024</b>	<b>31.07.2023</b>	<b>31.07.2022</b>	<b>31.07.2021</b>	<b>31.07.2020</b>
	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>
Annual total return	19.32	(1.30)	(3.70)	16.54	5.62

(Launch date: 1 October 2003)

	<b>Since Inception to 31.07.2024 %</b>
Annual total return - Class D	18.03

(Launch date: 22 January 2024)

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 FEBRUARY 2024 TO 31 JULY 2024)**

For the financial period under review, FBM100 Index rose by +11.05% in MYR terms, while the Morgan Stanley Capital International ("MSCI") Asia ex-Japan Index rose by +10.88% in MYR terms. US inflation and US recession risks were key topics through the period.

In February 2024 and March 2024, regional markets including Malaysia rose. For February 2024, US inflation proved to be more persistent than expected in the US as headline inflation increased 0.4% Month-on-Month ("MoM") or 3.2% Year-on-Year ("YoY"), while nonfarm payrolls number was resilient. China manufacturing Purchasing Manager Index ("PMI") surprised on the upside, with NBS PMI exceeding 50 in March 2024 and exports grew more than expected. In March 2024, the State Council approved the equipment replacement plan, aimed at improving replacement demand for large scale equipment and consumer goods.

In April 2024, regional markets including Malaysia saw a small correction. US Headline inflation continued to surprise on the upside, rising 0.4% MoM or 3.5% YoY for March 2024. It seemed that the disinflationary trend has stalled such that the markets are now expecting 1-2 rate cuts, fewer than what was implied in the US Federal Reserve (the "Fed") dot plot. As a result, markets weakened.

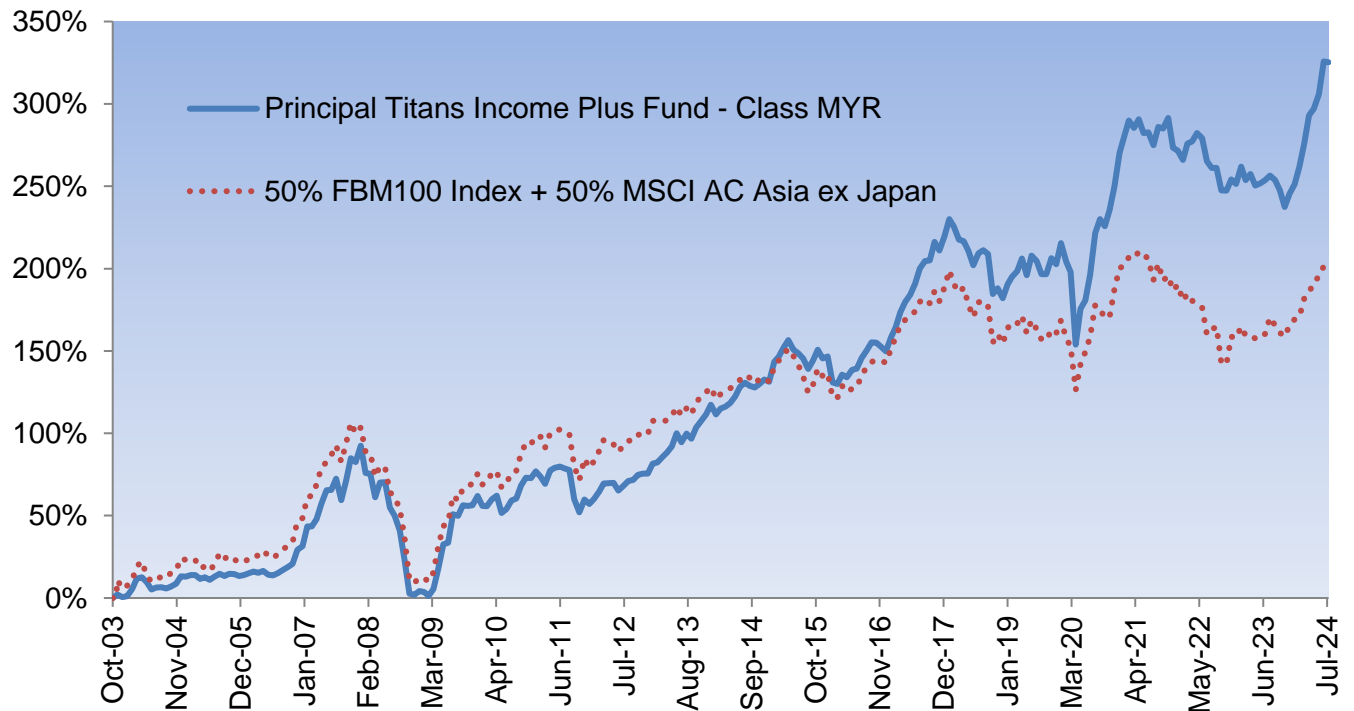
In May 2024 and June 2024, US inflation eased further. US Headline inflation surprised on the downside, being flattish 0.0% MoM or 3.3% YoY for the month of May 2024. China equity market was buoyed by expectations of potential intervention in the housing market, for example, Beijing and Tianjin announced to ease property purchase restrictions. In June 2024, Malaysia announced diesel subsidy reduction, leading the fiscal consolidation efforts.

In July 2024, regional markets weakened while Malaysia market was relatively stable. US market saw the fear of rising recession risk and profit taking in technology sector and Artificial Intelligence ("AI") related stocks, affecting markets such as Taiwan and South Korea. On the other hand, US Treasury 10-year yield closed at 4.0% at the end of July 2024, down from the recent peak of 4.7% in April 2024. Malaysia market, being more defensive, was relatively more stable than regional markets.

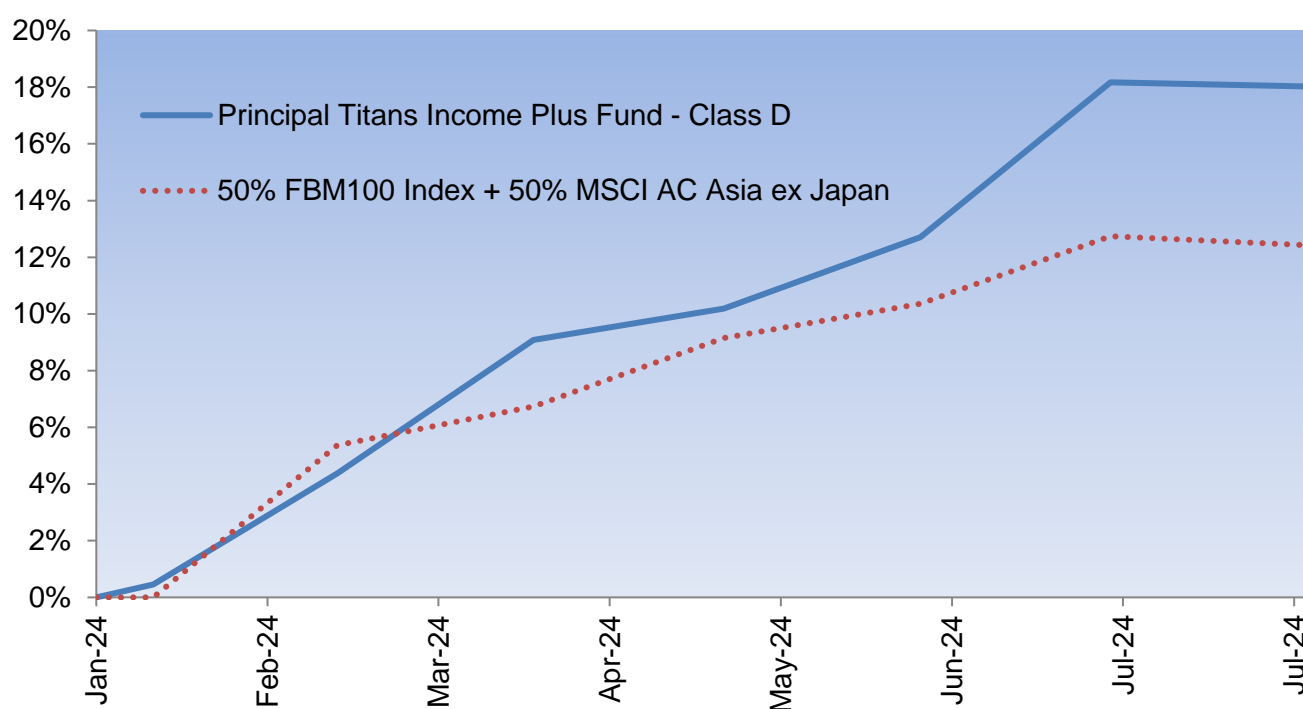
**FUND PERFORMANCE**

	6 months to 31.07.2024 %	1 year to 31.07.2024 %	3 years to 31.07.2024 %	5 years to 31.07.2024 %	Since inception to 31.07.2024 %
Income					
Distribution					
- Class MYR	-	5.37	12.04	21.58	175.35
- Class D	-	-	-	-	-
Capital Growth					
- Class MYR	17.50	13.24	1.23	14.82	54.44
- Class D	17.49	-	-	-	18.03
Total Return					
- Class MYR	17.50	19.32	13.41	39.60	325.26
- Class D	17.49	-	-	-	18.03
Benchmark					
- Class MYR	11.05	11.17	2.59	14.28	200.66
- Class D	11.05	-	-	-	12.43
Average Total Return					
- Class MYR	38.19	19.32	4.28	6.89	7.19
- Class D	38.16	-	-	-	37.27

The Fund recorded a strong return of 17.50% and 17.49%, for Class MYR and D, respectively, for the financial period under review, outperforming the benchmark by 6.45% and 6.44%, respectively. On 3-year and 5-year basis, the Fund has generated total returns of 13.41% and 39.60%, outperforming the benchmark by 10.82% and 25.32%, respectively.

**Since inception**
**Class MYR**




**FUND PERFORMANCE (CONTINUED)**
**Class D**

**Changes in NAV**

	31.07.2024	31.01.2024 Audited	Changes %
<b>Class MYR</b>			
NAV (RM Million)	81.64	66.04	23.62
NAV/Unit (RM)	1.4487	1.2350	17.30
<b>Class D</b>			
NAV (RM Million)	0.80	0.00*	-
NAV/Unit (RM)	1.1791	1.0053	17.29

For the financial period under review, for both classes, the Fund's NAV rose due to the rise in NAV per unit and inflows. The rise in NAV per unit was due to positive investment performance.

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)	31.07.2024	31.07.2023
Quoted securities - local	49.89	37.32
Quoted securities - foreign	40.83	57.02
Cash and other assets	10.49	18.71
Liabilities	(1.21)	(13.05)
<b>TOTAL</b>	<b>100.00</b>	<b>100.00</b>

The Fund remained invested in quoted securities during the financial period under review.

## MARKET OUTLOOK\*

The June 2024 Consumer Price Index (“CPI”) reading in the US was encouraging which marks a step in the right direction and pave the way for a potential rate cut in September 2024. On a 3-month annualized basis, core CPI is now 2.1% which is near the Fed’s target. Amid jittery over recession risk in the US post nonfarm payrolls report, we retain our view that US economy will have a soft landing.

For Asia, in China, GDP growth slowed to 4.7% YoY in second quarter of 2024 (“2Q2024”) on the back of weak consumption and is below the government’s target of 5%. The 3rd Plenary Session ended with largely no change in policy stance, as expected. Caixin Manufacturing PMI fell below 50 in July 2024 and inflation is very subdued at 0.2%. The People Bank of China (“PBoC”) unexpectedly cut its key policy rate by 10 basis points (“bps”) to 1.7%. The Chinese government has to do more in terms of policy to hit the 5% GDP growth target. Hence policy implementation is still the key driver for Chinese market.

As we are heading into US election season, volatility is to be expected for the Asian markets as proposals about US trade with China would be very contentious. Nevertheless, we believe that long term fundamentals and earnings growth would be the primary drivers of stock returns. In Asia, growth drivers such as increasing demand for more advanced chips due to A.I, recovery in the semiconductor industry, India’s strong economic growth and capex cycle are likely to lead to better earnings growth in the next 12 months.

For Malaysia, July 2024 manufacturing PMI reading fell to the lowest in 3 months at 49.7 points (“pts”) vs 49.9 pts in June 2024. Standard & Poor’s (“S&P”) Global witnessed a moderation in output and new orders, albeit only slight, and stemmed mainly from domestic front. Export orders rose for the 4th consecutive month and at the fastest pace since April 2021. Manufacturers also cited an increase in backlogs.

Inflation was prevalent but firms were able to pass it on, while there was some job shedding as firms noted non-replacement of voluntary leavers. Firms remained cautious and scaled back purchases as well as inventories, but business confidence has started to turn up. The latest PMI data remains consistent with official GDP estimates. To recap, Bank Negara Malaysia (“BNM”) projects GDP to grow 4% to 5% in 2024, from 3.8% in 2023, and 4.2% in first quarter of 2024 (“1Q2024”). Advanced estimates placed Malaysia’s GDP growth at 5.8% for 2Q2024 vs 4.4% estimate by economists.

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 June 2024, same as May 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 rationalization plans.

Other risks would be (1) US economy hard landing, (2) continued weak business and consumer sentiment in China, (3) rising geopolitical risks.

\* 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

For Malaysia, the Malaysian market continued to do well in July 2024 and delivered yet another solid month. We continue to lock in more gains on outperformers and redeployed the cash into quality laggard names. Domestic market sentiment remains encouraging, and we continue to be positive on the Malaysian market. Our preferred sectors and key picks remain in potential direct beneficiaries of the National Energy Transition Roadmap (“NETR”) which includes Property, Construction and Utilities. We are also positive on selective Oil & Gas (“O&G”) names as we see value and we believe the sector will be supported by strong Petronas activities in the coming years.

**INVESTMENT STRATEGY (CONTINUED)**

Additionally, we remain optimistic on Financials as we expect positive momentum to persist, primarily fueled by better earnings outlook. Key risks are the derailment of Malaysia's macroeconomic recovery and corporate earnings growth due to slower global economic growth and heightened geopolitical risk.

For Asia, we have a positive view on Asian equities, given the attractive investment themes. Current market correction is likely to present investment opportunities as valuations become more attractive. We will continue to diversify and position the portfolio in areas where they are likely to print strong earnings growth such as the semiconductor industry, beneficiaries of AI spend, and Korea value up program, rising consumer discretionary spent or rising capex. We will also be selective in our investments in China, especially for those companies who have shown signs of turnaround or have high dividend yields.

**SOFT COMMISSIONS AND REBATES**

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

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

During the financial 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 financial period and up to the date of Manager's report, not otherwise disclosed in the financial statements.

**CIRCUMSTANCES THAT MATERIALLY AFFECT ANY INTEREST OF UNIT HOLDERS**

There were no circumstances that had materially affected the interest of the unit holders during the financial 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 TITANS INCOME PLUS 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 3 to 31 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 31 July 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 provisions of 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  
13 September 2024

**TRUSTEE'S REPORT**

**TO THE UNIT HOLDERS OF  
PRINCIPAL TITANS INCOME PLUS FUND ("Fund")**

We have acted as Trustee of the Fund for the financial period ended 31 July 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 financial 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.

For HSBC (Malaysia) Trustee Berhad

Yap Lay Guat  
Manager, Investment Compliance Monitoring

Kuala Lumpur  
13 September 2024

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 JULY 2024**

		<b>01.02.2024 to 31.07.2024</b>	<b>01.02.2023 to 31.07.2023</b>
	<b>Note</b>	<b>RM</b>	<b>RM</b>
<b>INCOME/(LOSS)</b>			
Dividend income		697,887	725,850
Interest income from deposits with licensed financial institutions		96,041	29,727
Net gain/(loss) on financial assets at fair value through profit or loss	<b>7</b>	12,172,186	(1,025,082)
Net foreign exchange (loss)/gain		(99,903)	986,321
		<u>12,866,211</u>	<u>716,816</u>
<b>EXPENSES</b>			
Management fee	<b>4</b>	688,642	603,749
Trustee and custodian fees	<b>5</b>	65,575	83,909
Audit fee		4,674	4,609
Tax agent's fee		5,072	9,749
Transaction costs		356,375	907,605
Other expenses		57,948	62,745
		<u>1,178,286</u>	<u>1,672,366</u>
<b>PROFIT/(LOSS) BEFORE TAXATION</b>		11,687,925	(955,550)
Taxation	<b>6</b>	(257,275)	(124,374)
<b>PROFIT/(LOSS) AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE FINANCIAL PERIOD</b>		<u>11,430,650</u>	<u>(1,079,924)</u>
Profit/(Loss) after taxation is made up as follows:			
Realised amount		4,595,982	150,125
Unrealised amount		6,834,668	(1,230,049)
		<u>11,430,650</u>	<u>(1,079,924)</u>

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

**UNAUDITED STATEMENT OF FINANCIAL POSITION  
AS AT 31 JULY 2024**

		<b>31.07.2024</b>	<b>31.01.2024</b>
	<b>Note</b>	<b>RM</b>	<b>Audited RM</b>
<b>ASSETS</b>			
Cash and cash equivalents	<b>8</b>	7,600,277	6,526,065
Financial assets at fair value through profit or loss	<b>7</b>	74,789,495	60,466,846
Amount due from stockbrokers		578,710	1,043,288
Amount due from Manager		438,428	85,986
Dividends receivable		30,294	-
Tax Recoverable		-	87,639
<b>TOTAL ASSETS</b>		<b>83,437,204</b>	<b>68,209,824</b>
<b>LIABILITIES</b>			
Amount due to stockbrokers		604,757	1,996,575
Amount due to Manager		233,678	42,877
Accrued management fee		131,888	102,749
Amount due to Trustee		3,208	2,499
Distribution payable		1,390	1,390
Other payables and accruals		20,554	22,000
<b>TOTAL LIABILITIES</b>		<b>995,475</b>	<b>2,168,090</b>
<b>NET ASSET VALUE OF THE FUND</b>		<b>82,441,729</b>	<b>66,041,734</b>
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS</b>		<b>82,441,729</b>	<b>66,041,734</b>
<b>REPRESENTED BY:</b>			
<b>FAIR VALUE OF OUTSTANDING UNITS</b>			
- Class MYR		81,643,443	66,040,729
- Class D		798,286	1,005
		<b>82,441,729</b>	<b>66,041,734</b>
<b>NUMBER OF UNITS IN CIRCULATION (UNITS)</b>			
- Class MYR		56,354,592	53,471,356
- Class D		676,995	1,000
	<b>9</b>	<b>57,031,587</b>	<b>53,472,356</b>
<b>NET ASSET VALUE PER UNIT (RM)</b>			
- Class MYR		1.4487	1.2350
- Class D		1.1791	1.0053

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

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS  
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 JULY 2024**

	Note	01.02.2024 to 31.07.2024 RM	01.02.2023 to 31.07.2023 RM
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>		<u>66,041,734</u>	<u>67,200,285</u>
Movement due to units created and cancelled during the financial period:			
Creation of units from applications			
- Class MYR		9,604,522	2,182,960
- Class D		<u>1,128,512</u>	<u>-</u>
		<u>10,733,034</u>	<u>2,182,960</u>
Cancellation of units			
- Class MYR		(5,402,195)	(2,273,173)
- Class D		<u>(361,494)</u>	<u>-</u>
		<u>(5,763,689)</u>	<u>(2,273,173)</u>
Total comprehensive income/(loss) for the financial period		<u>11,430,650</u>	<u>(1,079,924)</u>
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL PERIOD</b>		<u><u>82,441,729</u></u>	<u><u>66,030,148</u></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 31 JULY 2024**

	<b>Note</b>	<b>01.02.2024 to 31.07.2024 RM</b>	<b>01.02.2023 to 31.07.2023 RM</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Proceeds from disposal of quoted securities		53,365,375	120,504,301
Purchase of quoted securities		(56,753,048)	(118,866,406)
Dividend income received		622,972	653,938
Interest income received from deposits with licensed financial institutions		96,041	29,727
Management fee paid		(659,503)	(606,397)
Trustee and custodian fees paid		(64,866)	(83,994)
Payments for other fees and expenses		(26,043)	(26,374)
Tax paid		(169,636)	(71,541)
Payment of other foreign exchange loss		(74,458)	(183,144)
<b>Net cash (used in)/generated from operating activities</b>		<b>(3,663,164)</b>	<b>1,350,110</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Cash proceeds from units created		10,380,592	2,088,351
Payments for cancellation of units		(5,572,888)	(2,592,719)
<b>Net cash generated from/(used in) financing activities</b>		<b>4,807,704</b>	<b>(504,368)</b>
Net increase in cash and cash equivalents		1,144,540	845,742
Effects of foreign exchange differences		(70,328)	289,221
Cash and cash equivalents at the beginning of the financial period		6,526,065	7,379,251
Cash and cash equivalents at the end of the financial period		<b>7,600,277</b>	<b>8,514,214</b>
<u>Cash and cash equivalents comprised of:</u>			
Bank balances		2,455,826	1,081,091
Deposits with licensed financial institutions		5,144,451	7,433,123
Cash and cash equivalents at the end of the financial period		<b>7,600,277</b>	<b>8,514,214</b>

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 31 JULY 2024

### 1. THE FUND, THE MANAGER, AND ITS PRINCIPAL ACTIVITIES

Principal Titans Income Plus Fund (the “Fund”) is governed by a Principal Master Deed dated 15 May 2008, a First Supplemental Master Deed dated 25 June 2008, a Third Supplemental Master Deed dated 14 July 2008, an Eighth Supplemental Master Deed dated 14 June 2010, a Thirteenth Supplemental Master Deed dated 26 June 2012, an Eighteenth Supplemental Master Deed dated 25 March 2015, a Twentieth Supplemental Master Deed dated 21 October 2019, a Twenty Third Supplemental Master Deed dated 27 June 2022, and a Twenty Fourth Supplemental Master Deed dated 13 January 2023 between Principal Asset Management Berhad (the “Manager”) and Universal Trustee (Malaysia) Berhad (the “Trustee”). and Twenty Fifth Supplemental Master Deed dated 26 May 2023 (collectively referred to as the “Deeds”) between Principal Asset Management Berhad (the “Manager”) and HSBC (Malaysia) Trustee Berhad (the “Trustee”).

The Fund may invest between 70% to 98% (both inclusive) of its NAV in equities and equity related securities in order to gain long-term capital growth. The Fund may opt to invest in foreign equities up to a maximum of 100% of its NAV. Such foreign equities are securities of companies domiciled in, listed in, and/or have significant operations in Asia ex Japan. ‘Significant operations’ means major businesses of the company. For example, the Fund can invest in a company with significant business or operations in Thailand but listed on the New York Stock Exchange. The threshold for ‘significant operations’ would be if more than 25% of total group revenue derives from countries in Asia ex Japan. The calculation would be based on the most recent financial reports released by the companies (e.g. interim and annual reports). Notwithstanding, up to 25% of the Fund’s investment in foreign equities may be from companies that are listed in any Eligible Market globally to capture growth opportunities with effect from 10 July 2023. In line with its objective, the investment policy and strategy of the Fund will be to invest in a diversified portfolio of high dividend yielding stocks and/or fixed income securities aimed at providing a stable income stream in the form of distributions to investors. The Fund may also opt to seek investment exposure via CIS that is in line with the Fund’s objective, subject to the requirement of the GUTF.

The Manager has appointed Principal Singapore as the Sub-Adviser of the Fund (“Sub-Adviser”). Principal Singapore will provide investment research and stock recommendation to us in accordance with the investment objective and within the investment restrictions of the Fund.

The asset allocation strategy for this Fund is as follows:

- between 70% to 98% (both inclusive) of the Fund’s NAV in equities and equity related securities;
- up to 28% of the Fund’s NAV in fixed income securities; and
- at least 2% of the Fund’s NAV in 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 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(l).

There are no other standards, amendments to standards or interpretations that are effective for financial period beginning on 1 February 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 August 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. The Fund has not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income (“OCI”).

The contractual cash flows of the Fund’s debt securities are solely principal and interest (“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.

## 2. MATERIAL ACCOUNTING POLICIES (CONTINUED)

### (b) Financial assets and financial liabilities (continued)

#### Classification (continued)

The Fund classifies cash and cash equivalents, amount due from stockbrokers, amount due from Manager, and dividend receivables 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. Investments are initially recognised at fair value. Transaction costs are expensed in the statement of comprehensive income.

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

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

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

Unrealised gains or losses arising from changes in 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.

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.

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

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

## 2. MATERIAL ACCOUNTING POLICIES (CONTINUED)

### (b) Financial assets and financial liabilities (continued)

#### Recognition and measurement (continued)

Deposits with licensed financial institutions are stated at cost plus accrued interest calculated on the effective interest 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 interest method.

#### Impairment for assets carried at amortised cost

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.

### (c) Income recognition

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

Interest income from deposits with licensed financial institutions is recognised on a time proportionate basis using the effective interest rate method on an accrual basis.

Interest income is calculated by applying the effective interest 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 interest 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 quoted securities is accounted for as the difference between the net disposal proceeds and the carrying amount of quoted securities, determined on a weighted average cost basis

## 2. MATERIAL ACCOUNTING POLICIES (CONTINUED)

### (d) Foreign currency

#### Functional and presentation currency

Items included in the financial statements of the Fund are measured using the currency of the primary economic environment in which the Fund operates (the “functional currency”). The financial statements are presented in Malaysian Ringgit (“MYR/RM”), which is the Fund’s functional and presentation currency.

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

- i) Relatively more portion of the NAV is invested in the form of quoted securities denominated in MYR/RM; and
- ii) Significant portion of the Fund’s expenses are denominated in MYR/RM.

### (d) Foreign currency (continued)

#### Functional and presentation currency (continued)

#### Transactions and balances

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

### (e) Cash and cash equivalents

For the purpose of statement of cash flows, cash and cash equivalents comprise bank balance and deposits held in highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject 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 upon the 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) Transaction costs

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

**2. MATERIAL ACCOUNTING POLICIES (CONTINUED)****(h) Management fee rebate**

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

**(i) Amount due from/to stockbrokers**

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

**(j) Unit holders' contributions**

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

The Fund issues cancellable units, in two classes of units, known respectively as the Class MYR and Class D which are cancelled at the unit 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 unit holders exercises the right to put back the unit to the Fund.

The unit holders' contributions to the Fund meet the criteria to be classified as equity instruments under MFRS 132 "Financial Instruments: Presentation". Those criteria include:

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

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 unit holders of respective classes with the total number of outstanding units of respective classes.

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

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

**(l) 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.

## 2. MATERIAL ACCOUNTING POLICIES (CONTINUED)

### (I) Critical accounting estimates and judgements in applying accounting policies (continued)

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.

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

However, the Manager is of the opinion that there are no accounting policies which require significant judgement to be exercised.

## 3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES

The investment objective of the Fund is to provide investors with an opportunity to gain consistent and stable income by investing in a diversified portfolio of dividend yielding equities and fixed income securities. The Fund may also provide moderate capital growth potential over the medium to long-term period.

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

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

### (a) Market risk

#### (i) Price risk

Price risk is the risk that the fair value of the Fund's investments will fluctuate because of changes in market prices (other than those arising from interest rate risk and currency risk). The value of 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 quoted securities and other financial instruments within specified limits according to the Deeds.

#### (ii) Interest rate risk

Interest rate is a general economic indicator that will have an impact on the management of the Fund.

Fair value interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates.

The Fund's exposure to fair value interest rate risk arises from investment in money market instruments. The interest rate risk is expected to be minimal as the Fund's investments comprise mainly short-term deposits with approved licensed financial institutions.

Cash flow interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates.



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

#### (a) Market risk (continued)

##### (ii) Interest rate risk (continued)

The Fund is not exposed to cash flow interest rate risk as the Fund does not hold any financial instruments at variable interest rate.

As at the end of each financial period, the Fund is not exposed to a material level of interest rate risk.

##### (iii) Currency risk

Currency risk of the Fund is associated with investments that are quoted and/or priced in foreign currency denomination. Foreign currency risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates. The Manager will evaluate the likely directions of a foreign currency versus MYR based on considerations of economic fundamentals such as interest rate differentials, balance of payments position, debt levels, and technical chart considerations.

#### (b) Credit risk

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

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

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

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

#### (c) Liquidity risk

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

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

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

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

#### (c) Liquidity risk (continued)

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

#### (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 values of financial assets traded in active markets (such as trading securities) are based on quoted market prices at the close of trading on the financial 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. FINANCIAL INSTRUMENTS AND 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
<b>31.07.2024</b>				
Financial assets at fair value through profit or loss:				
- Quoted securities - local	41,127,777	-	-	41,127,777
- Quoted securities - foreign	33,661,718	-	-	33,661,718
	<u>74,789,495</u>	<u>-</u>	<u>-</u>	<u>74,789,495</u>
	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
<b>31.01.2024</b>				
<b>Audited</b>				
Financial assets at fair value through profit or loss:				
- Quoted securities - local	30,616,485	-	-	30,616,485
- Quoted securities - foreign	29,850,361	-	-	29,850,361
	<u>60,466,846</u>	<u>-</u>	<u>-</u>	<u>60,466,846</u>

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include active listed equities and collective investment schemes. 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).

- (ii) The carrying values of cash and cash equivalents, amount due from stockbrokers, amount due from Manager, and dividends receivables and all 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 up to 3.00% per annum, calculated daily based on the NAV of the Fund.

For the six months financial period ended 31 July 2024, the management fee is recognised at a rate of 1.85% per annum (31.07.2023: 1.85% per annum).

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

#### 5. TRUSTEE AND CUSTODIAN FEE

In accordance with the Deeds, the Trustee is entitled to a maximum fee of up to 0.045% per annum, calculated daily based on the NAV of the Fund.

The foreign custodian fee (safekeeping fee and transaction fee, including out of pocket charges) is subject to a minimum of USD500 per month per fund and is charged monthly in arrears. The safekeeping fee ranges from a minimum of 0.04% per annum to a maximum of 0.38% per annum of the market value of the respective foreign portfolios, depending on the country invested. The transaction fee is charged for every transaction and the amounts are dependent on the country invested.

For the six months financial period ended 31 July 2024, the Trustee fee is recognised at a rate of 0.045% per annum (31.07.2023: 0.06% per annum) while the foreign custodian fee is recognised at RM47,658 (31.07.2023: RM67,207).

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

#### 6. TAXATION

	01.02.2024 to 31.07.2024 RM	01.02.2023 to 31.07.2023 RM
Tax charged for the financial period:		
- Capital gain tax	72,968	1,802
- Tax on foreign source income	184,307	122,572
	<u>257,275</u>	<u>124,374</u>

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

Profit/(Loss) before taxation	<u>11,687,925</u>	<u>(955,550)</u>
Taxation at Malaysian statutory rate of 24% (31.07.2023: 24%)	2,805,102	(229,332)
Tax effects of:		
- Income not subject to tax	(3,087,890)	(172,036)
- Expenses not deductible for tax purposes	116,028	254,975
- Restriction on tax deductible expenses for Unit Trust Funds	166,760	146,393
Capital gain tax	72,968	1,802
Tax on foreign source income	184,307	122,572
Taxation	<u>257,275</u>	<u>124,374</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31.07.2024 RM	31.01.2024 Audited RM
At fair value through profit or loss at inception:		
- Quoted securities - local	41,127,777	30,616,485
- Quoted securities - foreign	33,661,718	29,850,361
	<u>74,789,495</u>	<u>60,466,846</u>
	01.02.2024 to 31.07.2024 RM	01.02.2023 to 31.07.2023 RM
Net gain/(loss) on financial assets at fair value through profit or loss:		
- Realised gain on disposals	5,790,112	493,506
- Unrealised fair value gain/(loss)	6,382,074	(1,518,588)
	<u>12,172,186</u>	<u>(1,025,082)</u>

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
<b>31.07.2024 QUOTED SECURITIES - LOCAL</b>				
<b>Communication Services</b>				
Telekom Malaysia Bhd	117,200	762,313	816,884	0.99
<b>Consumer Discretionary</b>				
RGB International Bhd	990,900	329,198	426,087	0.52
SMRT Holdings Bhd	392,700	296,049	506,583	0.61
	<u>1,383,600</u>	<u>625,247</u>	<u>932,670</u>	<u>1.13</u>
<b>Consumer Staples</b>				
Genting Plantations Bhd	145,800	918,103	831,060	1.01
Johor Plantations Group	481,000	417,640	444,925	0.54
	<u>626,800</u>	<u>1,335,743</u>	<u>1,275,985</u>	<u>1.55</u>
<b>Energy</b>				
Dayang Enterprise Holdings Bhd	716,200	1,556,539	2,041,170	2.48
Dialog Group Bhd	790,600	1,647,027	2,008,124	2.44
Hibiscus Petroleum Bhd	138,600	364,198	334,026	0.41
Perdana Petroleum Bhd	2,024,800	651,170	941,532	1.14
Uzma Bhd	214,500	240,911	235,950	0.29
	<u>3,884,700</u>	<u>4,459,845</u>	<u>5,560,802</u>	<u>6.76</u>
<b>Financials</b>				
AMMB Holding Bhd	291,700	1,244,941	1,315,567	1.60
CIMB Group Holdings Bhd	54,701	306,632	406,428	0.49
Malayan Banking Bhd	143,600	1,401,029	1,467,592	1.78
	<u>490,001</u>	<u>2,952,602</u>	<u>3,189,587</u>	<u>3.87</u>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
<b>31.07.2024 (CONTINUED)</b>				
<b>QUOTED SECURITIES – LOCAL (CONTINUED)</b>				
<b>Health Care</b>				
Hartalega Holdings Bhd	208,200	573,671	635,010	0.77
KPJ Healthcare Bhd	305,400	410,327	568,044	0.69
	<u>513,600</u>	<u>983,998</u>	<u>1,203,054</u>	<u>1.46</u>
<b>Industrials</b>				
Econpile Holdings Bhd	2,214,300	696,294	1,096,079	1.33
Frontken Corp Bhd	335,300	1,070,425	1,441,790	1.75
Gamuda Bhd	425,569	2,047,067	3,344,972	4.06
Greotech Technology Bhd	118,800	605,854	630,828	0.77
IJM Corporation Bhd	549,200	1,064,312	1,922,200	2.33
Kelington Group Bhd	145,200	286,634	495,132	0.60
Keyfield International Bhd	362,500	687,250	877,250	1.06
Malaysian Resources Corporation Bhd	311,900	182,731	193,378	0.23
MISC Bhd - Local	111,600	905,718	980,964	1.19
P.I.E. Industrial Bhd	31,800	184,057	187,620	0.23
Pentamaster Corporation Bhd	125,600	647,980	614,184	0.74
SOLARVest Holdings	212,400	302,532	361,080	0.44
Sunway Construction Group Bhd	101,800	274,597	488,640	0.59
	<u>5,045,969</u>	<u>8,955,451</u>	<u>12,634,117</u>	<u>15.32</u>
<b>Information Technology</b>				
Genetec Technology Bhd	614,800	1,611,070	1,321,820	1.60
Inari Amertron Bhd	219,400	798,221	829,332	1.01
Nationgate Holdings Bhd	763,400	1,129,075	1,610,774	1.95
V.S. Industry Bhd	776,200	693,746	939,202	1.14
	<u>2,373,800</u>	<u>4,232,112</u>	<u>4,701,128</u>	<u>5.70</u>
<b>Materials</b>				
Press Metal Aluminium Holdings Bhd	71,100	397,278	381,096	0.46
<b>Real Estate</b>				
Eastern and Oriental Bhd	523,300	443,153	499,752	0.61
Eco World Development Group Bhd	397,500	482,159	703,575	0.85
Sime Darby Property Bhd	331,900	428,694	524,402	0.64
SP Setia Bhd	488,100	744,958	780,960	0.95
Sunway Bhd	322,400	684,774	1,383,096	1.68
UEM Sunrise Bhd	1,469,800	1,563,617	1,660,873	2.00
	<u>3,533,000</u>	<u>4,347,355</u>	<u>5,552,658</u>	<u>6.73</u>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
<b>31.07.2024 (CONTINUED)</b>				
<b>QUOTED SECURITIES – LOCAL (CONTINUED)</b>				
<b>Utilities</b>				
Malakoff Corporation Bhd	264,500	204,406	220,858	0.26
Tenaga Nasional Bhd	204,600	2,106,939	2,880,768	3.49
YTL Corporation Bhd	66,800	111,412	227,788	0.28
YTL Power International Bhd	332,700	1,226,003	1,550,382	1.89
	<u>868,600</u>	<u>3,648,760</u>	<u>4,879,796</u>	<u>5.92</u>
<b>TOTAL QUOTED SECURITIES – LOCAL</b>	<b><u>18,908,370</u></b>	<b><u>32,700,704</u></b>	<b><u>41,127,777</u></b>	<b><u>49.89</u></b>
<b>31.07.2024</b>				
<b>QUOTED SECURITIES - FOREIGN</b>				
<b>CHINA</b>				
<b>Industrials</b>				
Contemporary Amperex Technology Co Ltd	<u>10,976</u>	<u>1,503,607</u>	<u>1,299,231</u>	<u>1.58</u>
<b>TOTAL CHINA</b>	<b><u>10,976</u></b>	<b><u>1,503,607</u></b>	<b><u>1,299,231</u></b>	<b><u>1.58</u></b>
<b>HONG KONG, CHINA</b>				
<b>Communication Services</b>				
China Mobile Ltd	38,000	1,593,464	1,620,243	1.97
Tencent Holdings Ltd	<u>12,100</u>	<u>2,315,086</u>	<u>2,573,913</u>	<u>3.12</u>
	<u>50,100</u>	<u>3,908,550</u>	<u>4,194,156</u>	<u>5.09</u>
<b>Consumer Discretionary</b>				
Galaxy Entertainment Group Ltd	57,000	1,360,570	1,099,690	1.33
Meituan	23,100	1,500,387	1,482,833	1.80
New Oriental Education & Technology	<u>17,300</u>	<u>677,373</u>	<u>556,276</u>	<u>0.67</u>
	<u>97,400</u>	<u>3,538,330</u>	<u>3,138,799</u>	<u>3.80</u>
<b>Industrials</b>				
Techtronic Industries Co	<u>10,500</u>	<u>675,307</u>	<u>617,282</u>	<u>0.75</u>
<b>TOTAL HONG KONG, CHINA</b>	<b><u>158,000</u></b>	<b><u>8,122,187</u></b>	<b><u>7,950,237</u></b>	<b><u>9.64</u></b>
<b>INDIA</b>				
<b>Consumer Discretionary</b>				
Bajaj Auto Ltd	<u>732</u>	<u>346,471</u>	<u>387,666</u>	<u>0.47</u>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
<b>31.07.2024 (CONTINUED)</b>				
<b>QUOTED SECURITIES -</b>				
<b>FOREIGN (CONTINUED)</b>				
<b>INDIA (CONTINUED)</b>				
<b>Consumer Staples</b>				
Varun Beverages Ltd	8,586	637,900	742,187	0.90
<b>Energy</b>				
Reliance Industries Ltd	14,261	2,126,785	2,352,988	2.85
<b>Financials</b>				
ICICI Bank Ltd	35,685	2,133,464	2,375,783	2.88
Jio Financial Services Ltd - Spin Off	17,500	238,707	315,031	0.38
	53,185	2,372,171	2,690,814	3.26
<b>Real Estate</b>				
Macrotech Developers Ltd	5,468	292,435	392,177	0.48
<b>TOTAL INDIA</b>	<b>82,232</b>	<b>5,775,762</b>	<b>6,565,832</b>	<b>7.96</b>
<b>JAPAN</b>				
<b>Financials</b>				
Next Funds Topix Banks Etf	70,600	614,264	789,159	0.96
<b>Information Technology</b>				
Hitachi Ltd	8,500	721,478	852,386	1.03
<b>TOTAL JAPAN</b>	<b>79,100</b>	<b>1,335,742</b>	<b>1,641,545</b>	<b>1.99</b>
<b>NETHERLANDS</b>				
<b>Information Technology</b>				
ASML Holding N.V.	214	923,233	919,782	1.12
<b>TOTAL NETHERLANDS</b>	<b>214</b>	<b>923,233</b>	<b>919,782</b>	<b>1.12</b>
<b>SOUTH KOREA</b>				
<b>Consumer Discretionary</b>				
Hyundai Motor Co.	849	738,489	706,608	0.86
<b>Information Technology</b>				
Samsung Electronics Co. Ltd	16,312	4,472,439	4,574,468	5.55
SK Hynix Inc	1,800	982,464	1,170,811	1.42
	18,112	5,454,903	5,745,279	6.97
<b>TOTAL SOUTH KOREA</b>	<b>18,961</b>	<b>6,193,392</b>	<b>6,451,887</b>	<b>7.83</b>



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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
<b>31.07.2024 (CONTINUED)</b>				
<b>QUOTED SECURITIES - FOREIGN (CONTINUED)</b>				
<b>TAIWAN</b>				
<b>Information Technology</b>				
Taiwan Semiconductor Manufacturing	48,000	4,531,657	6,263,030	7.60
<b>TOTAL TAIWAN</b>	<b>48,000</b>	<b>4,531,657</b>	<b>6,263,030</b>	<b>7.60</b>
<b>UNITED STATES</b>				
<b>Communication Services</b>				
Tencent Music Entertainment -ADR	8,743	554,835	568,863	0.69
<b>Information Technology</b>				
Nvidia Corp	1,660	631,574	891,331	1.08
Synopsys Inc	196	522,158	502,123	0.61
Taiwan Semiconductor Manufacturing Co Ltd	799	878,771	607,858	0.74
	2,655	2,032,503	2,001,312	2.43
<b>TOTAL UNITED STATES</b>	<b>11,398</b>	<b>2,587,338</b>	<b>2,570,175</b>	<b>3.12</b>
<b>TOTAL QUOTED SECURITIES - FOREIGN</b>	<b>408,881</b>	<b>30,972,916</b>	<b>33,661,718</b>	<b>40.83</b>
<b>TOTAL QUOTED SECURITIES</b>	<b>19,317,251</b>	<b>63,673,624</b>	<b>74,789,495</b>	<b>90.72</b>
<b>ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b>11,115,871</b>		
<b>TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b>74,789,495</b>		

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

31.01.2024

AUDITED

QUOTED SECURITIES -  
LOCAL

**Communication Services**

Axiata Group Bhd	317,800	826,462	867,594	1.31
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**Consumer Discretionary**

Mr D.I.Y. Group (M) Bhd	232,100	355,641	320,298	0.48
SMRT Holdings Bhd	354,000	260,828	315,060	0.48
	586,100	616,469	635,358	0.96

**Consumer Staples**

Genting Plantations Bhd	96,400	612,376	614,068	0.93
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**Energy**

Dayang Enterprise Holding Bhd	179,900	228,437	368,795	0.56
Dialog Group Bhd	264,300	501,203	483,669	0.73
Hibiscus Petroleum Bhd	400,900	1,054,712	1,062,385	1.61
Yinson Holdings Bhd - Warrant	80,314	-	40,157	0.06
Uzma Bhd	175,200	185,546	206,736	0.31
Wah Seong Corporation Bhd	815,700	806,887	1,019,626	1.55
	1,916,314	2,776,785	3,181,368	4.82

**Financials**

CIMB Group Holdings Bhd	440,001	2,466,468	2,741,206	4.15
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**Health Care**

IHH Healthcare Bhd	54,000	318,380	329,400	0.50
Hartalega Holding Bhd	829,500	1,789,862	2,272,830	3.44
KPJ Healthcare Bhd	585,000	726,796	941,850	1.43
	1,468,500	2,835,038	3,544,080	5.37

**Industrials**

Frontken Corporation Bhd	370,400	1,182,480	1,281,584	1.94
Gamuda Bhd	329,269	1,481,383	1,662,809	2.52
Malaysia Airports Holding Bhd	192,600	1,394,258	1,481,094	2.24
Solarvest Holdings Bhd	171,600	238,988	245,388	0.37
Econpile Holdings Bhd	2,655,500	835,030	902,870	1.38
IJM Corporation Bhd	699,800	1,319,862	1,567,552	2.37
Kelington Group Bhd	145,200	286,634	319,440	0.48
Malaysian Resources Corporation Bhd	1,021,000	515,633	663,650	1.00
Pentamaster Corporation Bhd	104,200	521,011	420,968	0.64
UWC Bhd	138,600	475,320	439,362	0.67
	5,828,169	8,250,599	8,984,717	13.61

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
<b>31.01.2024</b>				
<b>AUDITED (CONTINUED)</b>				
<b>QUOTED SECURITIES -</b>				
<b>LOCAL (CONTINUED)</b>				
<b>Information Technology</b>				
Genetec Technology Bhd	614,800	1,611,070	1,168,120	1.77
Infomina Bhd	286,800	481,739	453,144	0.69
Nationgate Holdings Bhd	632,900	953,304	867,073	1.31
	<u>1,534,500</u>	<u>3,046,113</u>	<u>2,488,337</u>	<u>3.77</u>
<b>Real Estate</b>				
AME REIT	70,100	80,592	91,831	0.14
Eastern and Oriental Bhd	393,400	300,444	352,093	0.53
Eco World Dev Group Berhad	459,700	468,788	606,804	0.92
Sunway Bhd	500,000	928,106	1,340,000	2.03
Sunway Bhd - WB				
03/10/2024	97,500	54,302	128,700	0.19
UEM Sunrise Bhd	930,400	819,936	958,312	1.46
	<u>2,451,100</u>	<u>2,652,168</u>	<u>3,477,740</u>	<u>5.27</u>
<b>Utilities</b>				
Tenaga Nasional Bhd	186,500	1,806,926	1,999,280	3.02
YTL Corporation Bhd	421,800	703,495	987,012	1.49
YTL Power International Bhd	266,600	809,876	1,095,726	1.66
	<u>874,900</u>	<u>3,320,297</u>	<u>4,082,018</u>	<u>6.17</u>
<b>TOTAL QUOTED</b>				
<b>SECURITIES – LOCAL</b>	<u><b>15,513,784</b></u>	<u><b>27,402,775</b></u>	<u><b>30,616,486</b></u>	<u><b>46.36</b></u>
<b>31.01.2024</b>				
<b>QUOTED SECURITIES -</b>				
<b>FOREIGN</b>				
<b>HONG KONG, CHINA</b>				
<b>Communication Services</b>				
Tencent Holding Ltd	13,600	2,447,338	2,226,497	3.37
<b>Consumer Discretionary</b>				
Shenzhou International Group	22,800	1,004,158	962,132	1.46
New Oriental Education & Technology	26,510	954,830	953,492	1.44
	<u>49,310</u>	<u>1,958,988</u>	<u>1,915,624</u>	<u>2.90</u>
<b>Financials</b>				
AIA Group Ltd	53,600	2,176,404	1,976,487	2.99

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
<b>31.01.2024</b>				
<b>AUDITED (CONTINUED)</b>				
<b>QUOTED SECURITIES -</b>				
<b>FOREIGN (CONTINUED)</b>				
<b>HONG KONG, CHINA</b>				
<b>(CONTINUED)</b>				
<b>Industrials</b>				
Techtronic Industries Co	12,500	645,591	629,200	0.95
<b>TOTAL HONG KONG, CHINA</b>	<b>129,010</b>	<b>7,228,321</b>	<b>6,747,808</b>	<b>10.24</b>
<b>INDIA</b>				
<b>Consumer Discretionary</b>				
Titan Co Ltd	3,027	500,085	636,852	0.96
Devyani International Ltd	30,903	339,871	319,849	0.48
	33,930	839,956	956,701	1.44
<b>Consumer Staples</b>				
Varun Beverages Ltd	6,962	508,493	507,215	0.77
<b>Energy</b>				
Reliance Industries Ltd	10,586	1,433,030	1,718,637	2.60
<b>Financials</b>				
ICICI Bank Ltd	11,122	611,964	650,656	0.99
Jio Financial Services Ltd	46,640	636,188	658,810	1.00
	57,762	1,248,152	1,309,466	1.99
<b>Health Care</b>				
Sun Pharma Industries Ltd	8,356	560,988	674,411	1.02
<b>Materials</b>				
Ultra Tech Cement Ltd	2,563	1,253,355	1,482,752	2.25
<b>Real Estate</b>				
Macrotech Developers Ltd	11,319	605,354	689,199	1.04
<b>TOTAL INDIA</b>	<b>131,478</b>	<b>6,449,328</b>	<b>7,338,381</b>	<b>11.11</b>
<b>INDONESIA</b>				
<b>Financials</b>				
Bank Mandiri	180,200	311,183	359,140	0.54
<b>TOTAL INDONESIA</b>	<b>180,200</b>	<b>311,183</b>	<b>359,140</b>	<b>0.54</b>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
<b>31.01.2024</b>				
<b>AUDITED (CONTINUED)</b>				
<b>QUOTED SECURITIES -</b>				
<b>FOREIGN (CONTINUED)</b>				
<b>JAPAN</b>				
<b>Financials</b>				
Next Funds Topix Banks ETF	144,900	1,260,719	1,365,922	2.07
<b>TOTAL JAPAN</b>	<b>144,900</b>	<b>1,260,719</b>	<b>1,365,922</b>	<b>2.07</b>
<b>NETHERLANDS</b>				
<b>Information Technology</b>				
ASML Holding N.V.	81	332,233	333,289	0.50
<b>TOTAL NETHERLANDS</b>	<b>81</b>	<b>332,233</b>	<b>333,289</b>	<b>0.50</b>
<b>SOUTH KOREA</b>				
<b>Information Technology</b>				
Samsung Electronics Co. Ltd	15,116	3,876,952	3,895,389	5.91
SK Hynix Inc	1,014	435,549	484,156	0.73
	16,130	4,312,501	4,379,545	6.64
<b>TOTAL SOUTH KOREA</b>	<b>16,130</b>	<b>4,312,501</b>	<b>4,379,545</b>	<b>6.64</b>
<b>TAIWAN</b>				
<b>Information Technology</b>				
Taiwan Semiconductor Manufacturing	44,000	3,776,155	4,177,958	6.34
Alchip Technologies Ltd	1,000	526,493	589,680	0.89
E Ink Holding Inc	20,000	646,770	628,992	0.95
	65,000	4,949,418	5,396,630	8.18
<b>TOTAL TAIWAN</b>	<b>65,000</b>	<b>4,949,418</b>	<b>5,396,630</b>	<b>8.18</b>
<b>THAILAND</b>				
<b>Energy</b>				
PTT Exploration & Production PCL - NVDR	50,700	1,014,716	1,013,450	1.54
<b>TOTAL THAILAND</b>	<b>50,700</b>	<b>1,014,716</b>	<b>1,013,450</b>	<b>1.54</b>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
<b>31.01.2024</b>				
<b>AUDITED (CONTINUED)</b>				
<b>QUOTED SECURITIES - FOREIGN (CONTINUED)</b>				
<b>UNITED STATES</b>				
<b>Health Care</b>				
Novo Nordisk A/S -ADR	1,354	635,622	734,920	1.12
<b>Information Technology</b>				
Microsoft Corporation	181	298,644	340,414	0.52
Taiwan Semiconductor Manufacturing ADR	3,445	1,537,589	1,840,860	2.79
	3,626	1,836,233	2,181,274	3.31
<b>TOTAL UNITED STATES</b>	<b>4,980</b>	<b>2,471,855</b>	<b>2,916,194</b>	<b>4.43</b>
<b>TOTAL QUOTED SECURITIES - FOREIGN</b>	<b>722,479</b>	<b>28,330,274</b>	<b>29,850,360</b>	<b>45.20</b>
<b>TOTAL QUOTED SECURITIES</b>	<b>16,236,263</b>	<b>55,733,049</b>	<b>60,466,846</b>	<b>91.56</b>
<b>ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b>4,733,797</b>		
<b>TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b>60,466,846</b>		

\* NVDR, or non-voting depository receipt, is a trading instrument issued by Thai NVDR Company Limited, a subsidiary wholly owned by the Stock Exchange of Thailand ("SET"). It is a valid security as specified by the United States Securities and Exchange Commission ("SEC") and is automatically regarded as a listed security by the SET. The underlying security is a listed security in the SET.

8. CASH AND CASH EQUIVALENTS

	31.07.2024	31.01.2024
	RM	Audited RM
Deposits with licensed financial institutions	5,144,451	898,079
Bank balances	2,455,826	5,627,986
	<u>7,600,277</u>	<u>6,526,065</u>

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

	<b>01.02.2024 to 31.07.2024</b>	<b>01.08.2023 to 31.01.2024 Audited</b>
	<b>No of units</b>	<b>No of units</b>
Class MYR (i)	56,354,592	53,471,356
Class D (ii)	676,995	1,000
	<b>57,031,587</b>	<b>53,472,356</b>
 (i) Class MYR		
At the beginning of the financial period/year	53,471,356	51,665,569
Add : Creation of units from applications	6,768,998	4,614,402
Add : Creation of units from distributions	-	2,700,763
Less : Cancellation of units	(3,885,762)	(5,509,378)
At the end of the financial period/year	<b>56,354,592</b>	<b>53,471,356</b>
 (ii) Class D		
At the beginning of the financial period/year	1,000	-
Add : Creation of units from applications	984,795	1,000
Less : Cancellation of units	(308,800)	-
At the end of the financial period/year	<b>676,995</b>	<b>1,000</b>

**10. TOTAL EXPENSE RATIO ("TER")**

	<b>01.02.2024 to 31.07.2024 %</b>	<b>01.02.2023 to 31.07.2023 %</b>
TER	<b>1.04</b>	<b>1.10</b>

TER is derived from the following calculation:

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

A	=	Management fee (including management fee rebate)
B	=	Trustee and custodian fees
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 is RM74,825,304 (31.07.2023: RM65,824,218).

**11. PORTFOLIO TURNOVER RATIO ("PTR")**

	<b>01.02.2024 to 31.07.2024</b>	<b>01.02.2023 to 31.07.2023</b>
PTR (times)	<b>0.72</b>	<b>1.89</b>

**11. PORTFOLIO TURNOVER RATIO (“PTR”) (CONTINUED)**

PTR is derived based on the following calculation (continued):

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

where:

total acquisition for the financial period = RM55,232,213 (31.07.2023: RM125,316,990)

total disposal for the financial period = RM53,075,787 (31.07.2023: RM123,754,117)

**12. 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
CIMB Bank Bhd	Fellow related party to Manager
CIMB Investment Bank Bhd	Fellow related party to Manager
CIMB Securities (Singapore) Pte Ltd	Fellow related party to Manager
CGS-CIMB Securities Sdn Bhd	Fellow related party to Manager
PT Principal Asset Management	Fellow related party to Manager
Subsidiaries and associates of CIMB Group Holdings Berhad, other than above, as disclosed in its financial statements	Fellow subsidiary and associated companies of the ultimate holding company of shareholder of the Manager

Units held by the Manager and parties related to the Manager

	<b>31.07.2024</b>		<b>31.01.2024</b>	
	<b>No. of units</b>	<b>RM</b>	<b>No. of units</b>	<b>Audited RM</b>
<b>Manager</b>				
Principal Asset Management Berhad	4,269	6,185	5,176	6,393



**12. 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.

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

	<b>31.07.2024</b>	<b>31.01.2024</b>
	<b>RM</b>	<b>Audited</b>
		<b>RM</b>
<u>Significant related party balance</u>		
Quoted Security:		
- CIMB Group Holdings	406,428	-

There are no significant related party balances for the financial period/year, apart from those mentioned elsewhere in the financial statements.

**13. TRANSACTIONS WITH BROKERS**

Details of transactions with the top 10 brokers for the six months financial period ended 31 July 2024 are as follows:

<b>Brokers</b>	<b>Value of trades</b>	<b>Percentage of total trades</b>	<b>Brokerage fees</b>	<b>Percentage of total brokerage fees</b>
	<b>RM</b>	<b>%</b>	<b>RM</b>	<b>%</b>
Citigroup Global Markets Ltd	14,976,756	13.83	22,080	9.18
JP Morgan Securities (Asia Pacific) Ltd	10,682,513	9.86	24,486	10.18
Instinet Pacific Unlimited	8,857,495	8.18	22,437	9.33
Macquarie Securities AU Ltd	8,420,636	7.78	25,445	10.58
Affin Hwang Investment Bank Bhd	7,766,877	7.17	17,475	7.26
RHB Investment Bank Bhd	7,176,289	6.63	16,147	6.71
Nomura Securities Malaysia	6,009,194	5.55	13,521	5.62
Macquarie Capital Securities (M) Sdn Bhd	5,935,549	5.48	13,360	5.55
CLSA Securities (M) Sdn Bhd	5,196,653	4.80	12,656	5.26
UBS Securities Asia Ltd	4,608,368	4.26	9,217	3.83
Others #	28,657,841	26.46	63,724	26.50
	<u>108,288,171</u>	<u>100.00</u>	<u>240,548</u>	<u>100.00</u>

### 13. TRANSACTIONS WITH BROKERS (CONTINUED)

Details of transactions with the top 10 brokers for the six months financial period ended 31 July 2023 are as follows:

Brokers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
CGS-CIMB Securities (Singapore) Pte Ltd #	45,083,729	18.11	90,384	15.15
JP Morgan Securities (Asia Pacific) Ltd	27,370,275	10.99	70,840	11.87
Instinet Pacific Unlimited	21,922,613	8.80	56,384	9.45
Macquarie Securities AU Ltd	18,199,256	7.31	51,016	8.55
UBS Securities Asia Ltd	16,701,767	6.71	45,097	7.56
CLSA Ltd	14,831,509	5.96	40,920	6.86
RHB Investment Bank Bhd	13,319,562	5.35	31,236	5.24
Citigroup Global Markets Ltd	13,167,341	5.29	31,067	5.21
J.P. Morgan Securities (M) Sdn Bhd	12,858,027	5.16	29,961	5.02
CLSA Securities (M) Sdn Bhd	12,810,068	5.14	28,506	4.78
Others #	52,741,729	21.18	121,141	20.31
	<u>249,005,876</u>	<u>100.00</u>	<u>596,522</u>	<u>100.00</u>

# Included in the transactions are trades conducted with CGS-CIMB Securities (Singapore) Pte Ltd and CGS-CIMB Securities Sdn Bhd, fellow related parties to the Manager amounting to RM2,805,641 (31.07.2023: RM45,083,729) and RM895,246 (31.07.2023: RM2,611,205) respectively. 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

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