

Principal DALI Opportunities Fund (formerly known as CIMB Islamic DALI Equity Theme Fund)-Class SGD

31 May 2021

Fund Objective

Aims to provide investors with medium to long-term capital appreciation through investments in securities of Malaysian companies that will benefit from prevailing investment themes and that conform with Shariah principles.

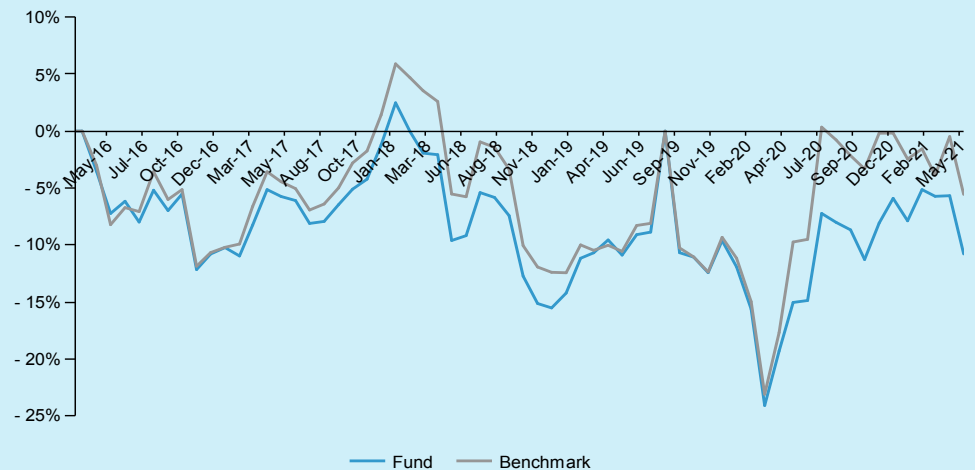
Currency: SGD ISIN Code: MYU10001FJ005

Bloomberg Ticker: CIMIDES MK

Fund Information

Domicile	Malaysia
Base Currency	Ringgit Malaysia
Fund Inception	18 February 2016
Benchmark	FTSE Bursa Malaysia EMAS Shariah Index
Application Fee	Up to 5%
Management Fee	Up to 1.5% p.a.
Trustee Fee	Up to 0.05% p.a.
Fund Size (SGD)	SGD 0.10 million
NAV per unit (As at 31 May 2021)	SGD 0.8317

Fund Performance



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

Cumulative Performance (%)

	YTD	1 Month	3 Months	6 Months	1-Year	3-Year	5-Year	Since Inception
Fund	-5.19	-5.43	-5.96	-2.95	5.01	-1.31	-3.84	-10.79
Benchmark/Target Return	-5.38	-5.10	-4.06	-5.38	4.64	-0.02	2.90	-5.56

Calendar Year Returns (%)

	2020	2019	2018	2017	2016	2015
Fund	4.11	7.00	-14.50	10.75	N/A	N/A
Benchmark	10.08	3.51	-13.62	13.54	N/A	N/A

Most Recent Fund Distributions

	2018 Jul	2017 Oct
Gross (sen/unit)	3.48	2.91
Annualised Yield (%)	3.75	3.31

Note: February 2016 to May 2021.

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

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

Source : Lipper

Top 10 Holdings

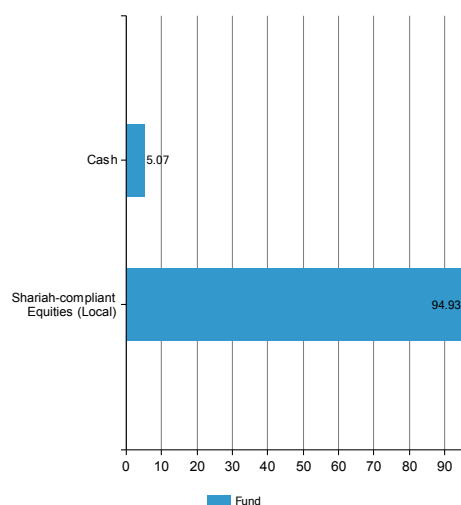
	Country	% of net assets
Tenaga Nasional Bhd	Malaysia	7.56
Press Metal Aluminium Hldg Bhd	Malaysia	5.63
Petronas Chemicals Group Bhd	Malaysia	4.85
Hartalega Hldg Bhd	Malaysia	4.25
Telekom Malaysia Bhd	Malaysia	4.05
My Eg Services Bhd	Malaysia	3.77
Dialog Group Bhd	Malaysia	3.40
Time Dotcom Bhd	Malaysia	3.05
Axiata Group Bhd	Malaysia	2.98
BIMB Hldg Bhd	Malaysia	2.87

The holdings listed do not constitute a recommendation to purchase or sell a particular security. Cash and/or derivative positions that are not part of the core investment strategy will not be reflected in the top holdings list.

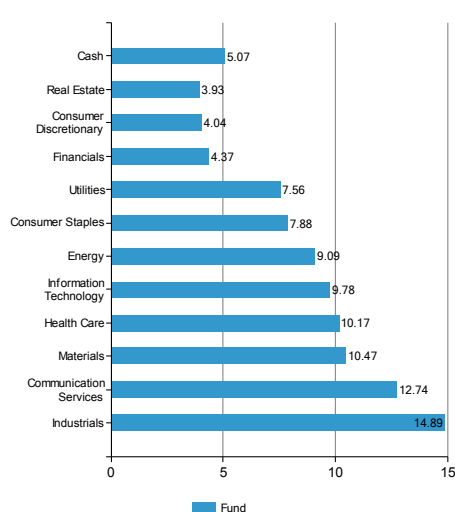
Fund Risk Statistics

Beta	0.85
Information Ratio	-0.08
Sharpe Ratio	-0.13
3 years monthly data	

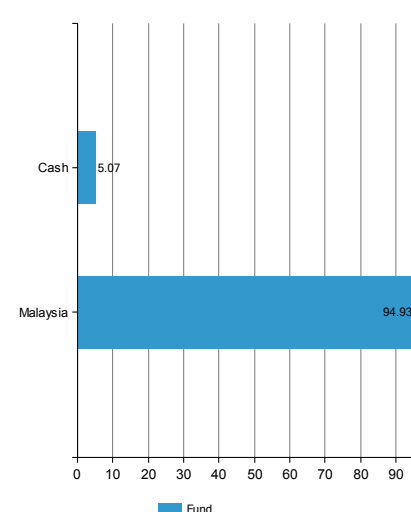
Asset Allocation (%)



Sector Allocation (%)



Regional Allocation (%)



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

Fund Manager's Report

The Fund fell by 5.43% in May 2021, underperforming the benchmark by 33bps. Stock selection in Industrials, Energy, Utilities and Consumer Staples dragged the fund performance. On the YTD, the fund outperformed the Benchmark by 19bps.

Malaysia's manufacturing PMI eased from April's record of 53.9pts to 51.3pts in May, given the stricter measures imposed to combat COVID-19 infections, but the measure suggested that the manufacturing sector was still expanding. It was also the first time back-to-back monthly improvements were reported since mid-2018. Manufacturing output could be dampened in the months ahead, as the country goes into 'full lockdown', but firms surveyed by IHS Markit remained optimistic that output would increase over the coming 12 months.

BNM maintained its OPR at 1.75% during its May policy meeting despite expecting inflation to average 2.5-4.0% this year. We continue to expect that the central bank will maintain an accommodative monetary policy and resort to fiscal measures and stimulus to support the economy. Bank Negara pegs 2021 GDP growth at 6.0-7.5%, but the recent lockdown measures have caused economists to shave 100-150bps off their respective GDP forecasts.

Consensus projects KLCI earnings to grow almost 45% in 2021 but stay flat in 2022. There were modest upgrades in Financials and Materials, but they were largely offset by cuts in reopening plays such as Transport and Gaming. Excluding gloves, earnings growth for 2022 is still projected to be in the mid-teens, which is very commendable. However, there seems downside risk to earnings for most of the laggard sectors, in particular Gaming, Transport and Tech. Gaming and Transport would largely depend on the pace of reopening, while expectations for Technology companies is quite high.

We stay Neutral on Malaysia. Despite the near-term headwinds, we remain proponents of the reopening theme and thus constructive on Cyclical, Consumer Discretionary and select Transport sectors. We turned cautious on some commodities but remain positive on energy and aluminum. The former will benefit from rising air travel activities and the latter due green infrastructure spending. We are very selective on Tech and maintain our underweight stance on Gloves as earnings seem to have peaked despite ESG issues waning.

The Manager of the Principal DALI Opportunities Fund (formerly known as CIMB Islamic DALI Equity Theme Fund) is Principal Asset Management Berhad. The Manager has appointed Principal Asset Management (S) Pte. Ltd. (Company Registration No. 200607208K) as its Singapore Representative and agent for service of process in Singapore. Copies of the prospectus are available from the Singapore Representative at 50 Raffles Place, # 22-03A Singapore Land Tower, Singapore 048623 or at www.principal.com.sg. Investors should read the prospectus before deciding to purchase any units in the Fund ("Units"). The listing of the Units does not guarantee a liquid market for the Units. The value of the Units and the income derived from them, if any, may fall as well as rise. Past performances of the Fund, the Manager are not necessarily indicative of their future performance. The information contained herein is for your general information only and does not have any regard to your specific investment objectives, financial situation and any of your particular needs. You may wish to seek advice from a financial adviser before making a commitment to purchase Units. If you choose not to seek advice from a financial adviser, you should consider whether the Fund is suitable for you.

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