

Principal DALI Opportunities Fund

Interim Report

For The Six Months Financial Period Ended 31 May 2021

PRINCIPAL DALI OPPORTUNITIES FUND

INTERIM REPORT

FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MAY 2021

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INVESTORS' LETTER

Dear Valued Investor,

The global equity markets maintained its uptrend in May despite continued volatility arising from concerns of potentially higher inflation and policy changes. Equity markets with the highest return were in Asia, led by India at 6.5%, and the Shanghai Composite at 4.9%, followed by the STOXX Europe 600 at 2.1%. The bond indices gained more grounds in May 2021, after the turnaround in April 2021, with growth of 0.7% to 1.1%.

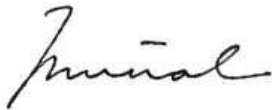
Our investment team continue to do their best to make the right decisions to maximise fund returns to help you meet your long-term investment needs. We are positive on Asian equities on a long-term basis and have added more ASEAN names on anticipation of a broader recovery which would be enhanced by the greater availability of Coronavirus Disease 2019 ("COVID-19") vaccines.

We are pleased to share that we have won awards for Best Online & Mobile Platform (Asset Manager), Best Fund with the optimal Sharpe ratio and Best Fund Manager for Pension Mandates & Private Retirement Schemes at Alpha Southeast Asia's 12th Fund Management Awards 2021.

Continue to log on to our website (www.principal.com.my), like our Facebook page (@PrincipalAssetMY) and follow us on our latest social media asset, our Instagram account (principalassetmanagement_my) to receive updates on our latest market commentary and insights as well as investing 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

MANAGER'S REPORT

FUND OBJECTIVE AND POLICY

What is the investment objective of the Fund?

The Fund 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.

Has the Fund achieved its objective?

The Fund has not achieved its objective of capital growth during the financial period under review due to unfavourable market environment. Nevertheless, the Fund's objective of providing capital growth over the medium to long-term is still in place.

What are the Fund investment policy and principal investment strategy?

The strategy of the Fund is to invest in sectors that are related to the prevailing domestic and/or global investment themes.

The Fund's sector allocation will be actively managed by the Manager, where the Manager have the option to aggressively overweight preferred sectors to take advantage of the Manager's market outlook. Sector analysis is done through quantitative and qualitative approaches. In determining the sector allocation and stock selection, the Manager will focus on the following:

- identify the potential sector(s) in light of the prevailing domestic and/or global investment themes;
- study impact of the prevailing economic and political conditions;
- select particular sectors based on the growth prospects and valuation of that sector. The most promising sectors will be chosen according to their rating levels as per the sector analysis;
- invest in stocks of Malaysian companies in the chosen sectors based on the stocks' potential for appreciation relative to the outlook for that sector. However, the Manager may, at its discretion, overweight or underweight at stock level if it is beneficial to the Fund; and
- review sector and stock picks monthly. Depending on prevailing market conditions, the Manager may revise the sector allocation and maintain, add or omit certain stocks during its monthly review.

The Manager will only select securities that conform with Shariah principles and may opt to invest in these Shariah-compliant securities either directly or via Islamic collective investment schemes.

The asset allocation strategy for this Fund is as follows:

- at least 70% of the Fund's Net Asset Value ("NAV") will be invested in equities that conform with Shariah principles;
- up to 28% of the Fund's NAV may be invested in other permissible Shariah-compliant investments; and
- and at least 2% of the Fund's NAV will be invested in Islamic liquid assets for liquidity purposes.

FUND OBJECTIVE AND POLICY (CONTINUED)

Based Currency

Malaysian Ringgit (“MYR”)

Fund category/type

Equity (Shariah-compliant)/Growth

When was the Fund launched?

Name of Class	Launch Date
Class MYR	28 February 2008
Class SGD*	18 February 2016

*only offered in Singapore

What was the size of the Fund as at 31 May 2021?

RM429.49 million (1,463.10 million units)

What is the Fund’s benchmark?

FTSE Bursa Malaysia (“FBM”) EMAS Shariah (“FBMS”) Index

Note: Investors should note that the risk profile of the Fund is not same as the risk profile of the benchmark.

What is the Fund distribution policy?

Given the Fund's investment objective, the Fund is not expected to pay any distribution. Distributions, if any, will be incidental and will vary from period to period depending on market conditions and performance of the Fund.

What was the net income distribution for the six months financial period ended 31 May 2021?

There was no distribution made for the six months financial period ended 31 May 2021.

PERFORMANCE DATA

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

	31.05.2021	31.05.2020	31.05.2019
	%	%	%
Shariah-compliant quoted securities			
- Construction	7.05	5.19	4.92
- Consumer Products & Services	7.59	8.66	11.66
- Energy	8.06	6.85	7.53
- Financials Services	4.37	1.44	2.33
- Health Care	10.17	11.01	6.41
- Industrial Products & Services	14.77	7.34	15.17
- Plantation	6.41	9.69	9.31
- Properties	2.29	1.38	3.44
- Real Estate Investment Trusts ("REITs")	0.57	4.02	2.35
- Technology	10.54	-	3.34
- Telecommunications & Media	12.74	14.69	9.25
- Transportation & Logistics	2.81	4.13	4.29
- Utilities	7.56	11.80	14.85
Cash and other assets	5.84	14.85	5.61
Liabilities	(0.77)	(1.05)	(0.46)
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

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

	31.05.2021	31.05.2020	31.05.2019
NAV (RM Million)			
- Class MYR	429.18	532.10	702.74
- Class SGD	0.31	0.12	0.10
Units in circulation (Million)			
- Class MYR	1,462.98	1,934.54	2,464.12
- Class SGD	0.12	0.05	0.04
NAV per unit (RM)			
- Class MYR	0.2933	0.2750	0.2851
- Class SGD	2.5978	2.4359	2.5258
	01.12.2020 to 31.05.2021	01.12.2019 to 31.05.2020	01.12.2018 to 31.05.2019
Highest NAV per unit (RM)			
- Class MYR	0.3123	0.2928	0.2905
- Class SGD	2.7658	2.5932	2.5729
Lowest NAV per unit (RM)			
- Class MYR	0.2916	0.2195	0.2619
- Class SGD	2.5826	1.9440	2.3201
Total return (%)			
- Class MYR	(0.48)	(2.31)	4.54
- Class SGD	(2.95)	(2.30)	4.82
Capital growth (%)			
- Class MYR	(0.48)	(2.31)	4.54
- Class SGD	(2.95)	(2.30)	4.82
Income distribution (%)			
- Class MYR	-	-	-
- Class SGD	-	-	-

PERFORMANCE DATA (CONTINUED)

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

	01.12.2020 to 31.05.2021	01.12.2019 to 31.05.2020	01.12.2018 to 31.05.2019
Management Expense Ratio ("MER") (%) ^	0.78	0.79	0.78
Portfolio Turnover Ratio ("PTR") (times) #	0.47	0.23	0.19

^ The Fund's MER decreased from 0.79% to 0.78% due to decrease in expenses during the financial period under review.

The Fund's PTR was increased from 0.23 times to 0.47 times for the financial period under review due to increased trading activities.

	31.05.2021	31.05.2020	31.05.2019	31.05.2018	31.05.2017
	%	%	%	%	%
Annual total return					
- Class MYR	6.62	(3.58)	0.81	(7.71)	6.61

(Launch date: 28 February 2008)

	31.05.2021	31.05.2020	31.05.2019	31.05.2018	31.05.2017
	%	%	%	%	%
Annual total return					
- Class SGD	5.01	(3.69)	0.87	(7.77)	4.81

(Launch date: 18 February 2016)

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 DECEMBER 2020 TO 31 MAY 2021)

FBMS Index dropped by 374.46 points or 2.85% to 12,772.91 points during the financial period under review.

Local market along with global markets staged a strong rally in December 2020. Investors switched into the COVID-19 recovery play on the back of COVID-19 vaccine breakthrough and the conclusion of US Presidential Election. As the Healthcare sector impacted by profit taking activity, market participants switched from gloves makers to recovery play such as properties, commodities related sectors.

FBMS Index eased in January 2021 by 2.19% month-on-month ("m-o-m") to end the month at 12,870.86 points. Market sentiment was dampened by the jump in the number of COVID-19 cases that reached new peak over 5,000 cases per day, which led to the Government imposing movement control order ("MCO") 2.0 in mid-January 2021. This was quickly followed by the Yang Di Pertuan Agong declaring State of Emergency ("SoE") for Malaysia until the end of July 2021. In addition, the suspension of Regulated Short Selling ("RSS") from 24 March 2020 last year, was lifted this year adding to the volatility of the market.

In February 2021, FBMS Index rebounded by 0.84% m-o-m. Despite the sell-down in gloves names, cyclical sectors such as industrials, and materials managed to generate positive returns in February 2021, a positive sign that market breath is improving.

MARKET REVIEW (1 DECEMBER 2020 TO 31 MAY 2021) (CONTINUED)

After the short rally in February 2021, FBMS Index stayed in range-bound, as the market spooked by the concern that central bankers are behind the curve in arresting rising inflation expectations. Furthermore, the broad market sentiment was dented by the resurgence of COVID-19 new cases in Malaysia as well as around the region, in particular India.

Glove stocks noted to have rally in April 2021 on the surge in COVID-19 cases but retreated in May 2021 due to profit taking. In May 2021, the market was also spooked by the surge in US Consumer Price Index (“CPI”) year-on-year (“y-o-y”) reading for the month of April 2021 which came in at 4.2%, the sharpest increase since the global financial crisis (“GFC”). In addition, Malaysia instituted much stricter movement controls due the surge in COVID-19 cases.

FUND PERFORMANCE

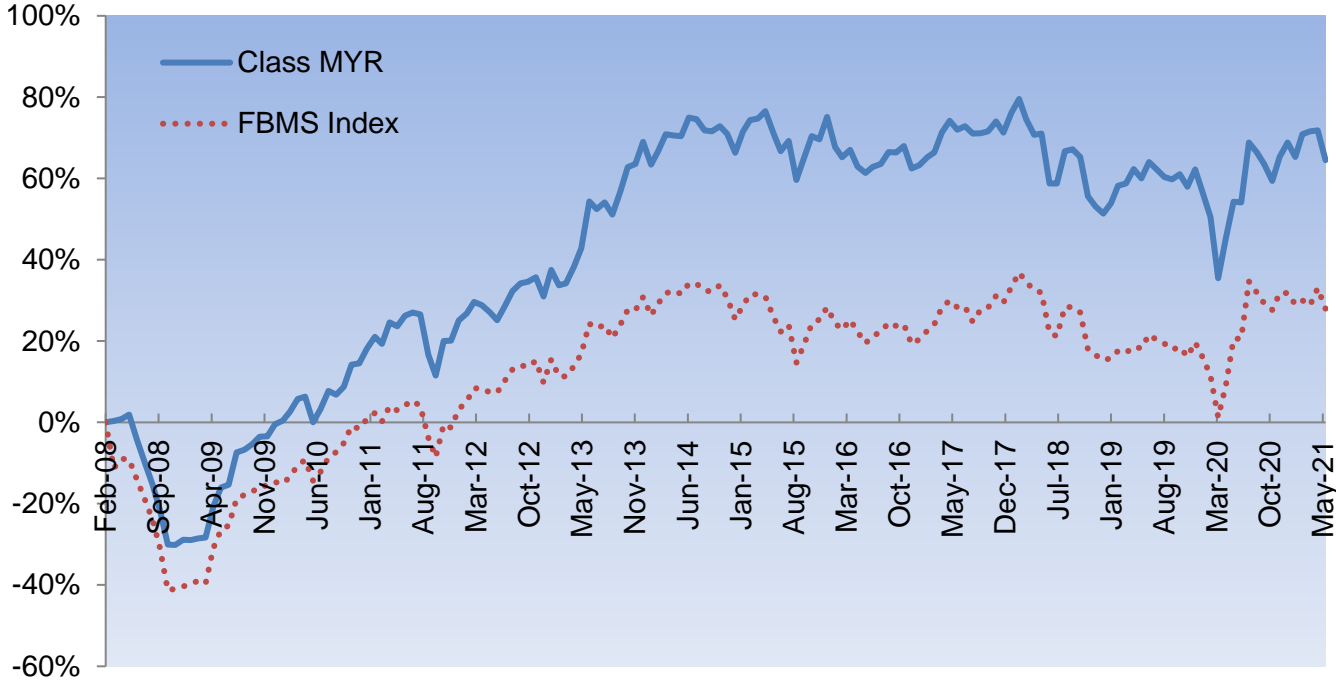
Class MYR	6 months to 31.05.2021	1 year to 31.05.2021	3 years to 31.05.2021	5 years to 31.05.2021	Since inception to 31.05.2021
	%	%	%	%	%
Income Distribution	-	-	6.78	17.05	40.23
Capital Growth	(0.48)	6.62	(2.95)	(12.89)	17.32
Total Return	(0.48)	6.62	3.63	1.96	64.51
Benchmark	(2.85)	6.22	4.90	7.13	27.98
Average Total Return	N/A	6.62	1.20	0.39	3.82

Class SGD	6 months to 31.05.2021	1 year to 31.05.2021	3 years to 31.05.2021	5 years to 31.05.2021	Since inception to 31.05.2021
	%	%	%	%	%
Income Distribution	-	-	3.96	7.26	7.26
Capital Growth	(2.95)	5.01	(5.07)	(10.35)	(16.83)
Total Return	(2.95)	5.01	(1.31)	(3.84)	(10.79)
Benchmark	(5.38)	4.64	(0.02)	2.90	(5.56)
Average Total Return	N/A	5.01	(0.44)	(0.78)	(2.14)

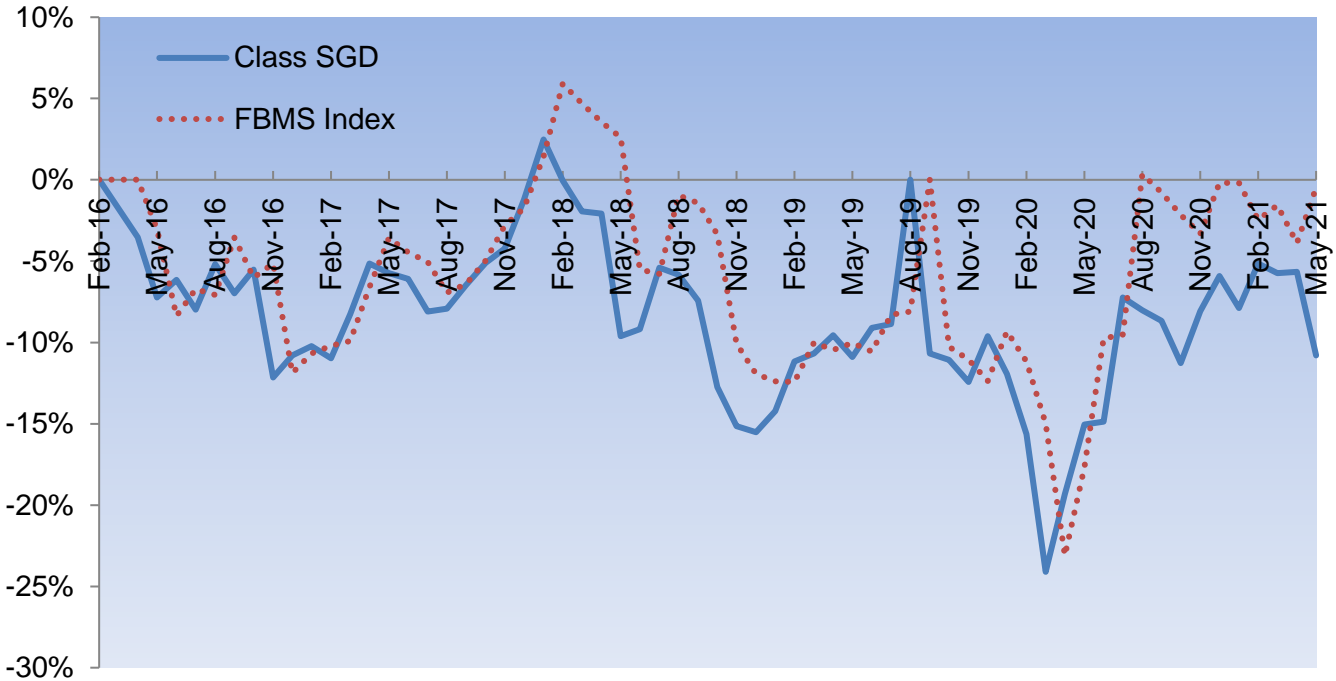
For the financial period under review, the total return of class MYR and class SGD were declined by 0.48% and 2.95%, while the benchmark fell by 2.85% and 5.38%. As such, both the class MYR and class SGD outperformed its benchmark by 2.37% and 2.43% respectively.

FUND PERFORMANCE (CONTINUED)

CLASS MYR



CLASS SGD



FUND PERFORMANCE (CONTINUED)

Changes in NAV

	31.05.2021	30.11.2020 Audited	Changes %
Class MYR			
NAV (RM Million)	429.18	507.63	(15.45)
NAV/Unit (RM)	0.2933	0.2947	(0.48)
Class SGD			
NAV (RM Million)	0.31	0.22	40.91
NAV/Unit (RM)	2.5978	2.6101	(0.47)

During the financial period under review, Class MYR saw outflows from redemptions causing a decrease in NAV by 15.45%. Meanwhile, the NAV for Class SGD increased by 40.91% due to positive inflows from unit creations.

The NAV per unit for both classes decreased mainly due to the negative investment performance recorded during the financial period.

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

PORTFOLIO STRUCTURE

Asset allocation

(% of NAV)	31.05.2021	30.11.2020 Audited
Shariah-compliant quoted securities	94.93	93.64
Cash and other net assets	5.84	6.95
Liabilities	(0.77)	(0.59)
TOTAL	100.00	100.00

Asset allocation increased slightly from 93.64% as at 30 November 2020 to 94.93% as at 31 May 2021 as we continued to position the Fund for the expected market recovery in the coming months.

MARKET OUTLOOK*

Malaysia’s manufacturing purchasing manager index (“PMI”) eased from April’s 2021 record of 53.9 points to 51.3 points in May 2021, 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 Ltd remained optimistic that output would increase over the coming 12 months.

Bank Negara Malaysia (“BNM”) maintained its overnight policy rate (“OPR”) at 1.75% during its May 2021 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. BNM pegs 2021 gross domestic products (“GDP”) growth at 6.0% - 7.5%, but the recent lockdown measures have caused economists to shave 100 basis points (“bps”) - 150 bps off their respective GDP forecasts.

MARKET OUTLOOK* (CONTINUED)

On the market valuation perspective, we take note that our key market index, FBM Kuala Lumpur Composite Index (“FBMKLCI”), currently trades at a forward price-to-earnings ratio (“P/E”) of just over 15 times for 2021 and 2022, excludes-Gloves 18 times and 15.4 times respectively. Malaysia appears to be at a discount to the region despite comparable market earnings growth.

*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

We stay Neutral on Malaysia. Despite the near-term headwinds, we remain proponents of the reopening theme and thus constructive on sectors such as financials, cyclicals, consumer discretionary and select transport. We turned cautious on some commodities but remain positive on Energy and Aluminium. We are very selective on Technology and maintain our underweight stance on Gloves as earnings seem to have peaked despite environmental, social and corporate governance (“ESG”) issues waning.

UNIT HOLDINGS STATISTICS

Breakdown of unit holdings by size as at 31 May 2021 were as follows:

CLASS MYR

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	3,916	13.27	0.91
5,001-10,000	7,540	55.44	3.79
10,001-50,000	20,253	480.15	32.82
50,001-500,000	7,249	770.43	52.66
500,001 and above	102	143.69	9.82
Total	39,060	1,462.98	100.00

CLASS SGD

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	1	0.00*	0.00
5,001-10,000	-	-	-
10,001-50,000	2	0.05	41.67
50,001-500,000	1	0.07	58.33
500,001 and above	-	-	-
Total	4	0.12	100.00

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

SOFT COMMISSIONS AND REBATES

Principal Asset Management Berhad (the “Manager”) and the Trustee will not retain any form of rebate or soft commission from, or otherwise share in any commission with, any broker in consideration for directing dealings in the investments of the Principal Malaysia Funds (“Funds”) unless the soft commission received is retained in the form of goods and services such as financial wire services and stock quotations system incidental to investment management of the Funds. All dealings with brokers are executed on best available terms.

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.

**STATEMENT BY MANAGER TO THE UNIT HOLDERS OF
PRINCIPAL DALI OPPORTUNITIES 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 14 to 41 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 May 2021 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 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/Executive Director

JUAN IGNACIO EYZAGUIRRE BARAONA
Director

Kuala Lumpur
12 July 2021

**TRUSTEE'S REPORT TO THE UNITHOLDERS OF
PRINCIPAL DALI OPPORTUNITIES FUND**

We have acted as Trustee of Principal DALI Opportunities Fund ("the Fund") for the financial period ended 31 May 2021. To the best of our knowledge, Principal Asset Management Berhad ("the Manager"), has operated and managed the Fund in accordance with the following:

- a) limitations imposed on the investment powers of the Manager and the Trustee under the Deeds, the Securities Commission's Guidelines on Unit Trust Funds, the Capital Markets and Services Act 2007 and other applicable laws;
- b) valuation/pricing is carried out in accordance with the Deeds and any regulatory requirements; and
- c) creation and cancellation of units are carried out in accordance with the Deeds and any regulatory requirements.

For HSBC (Malaysia) Trustee Berhad

Yap Lay Guat
Manager, Investment Compliance Monitoring

Kuala Lumpur
12 July 2021

SHARIAH ADVISER'S REPORT

To the Unit Holders of Principal DALI Opportunities Fund ("Fund")

For the Six Months Financial Period ended 31 May 2021

We hereby confirm the following:

1. To the best of our knowledge, after having made all reasonable enquiries, Principal Asset Management Berhad has operated and managed the Fund during the period covered by these financial statements in accordance with the Shariah principles and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia ("SC") pertaining to Shariah matters; and
2. The asset of the Fund comprises of instruments that have been classified as Shariah compliant.

For Amanie Advisors Sdn Bhd

Datuk Dr Mohd Daud Bakar
Executive Chairman

Kuala Lumpur
12 July 2021

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MAY 2021**

	Note	01.12.2020 to 31.05.2021 RM	01.12.2019 to 31.05.2020 RM
INCOME/(LOSS)			
Dividend income		7,659,781	8,773,626
Profit income from Shariah-compliant deposits with licensed Islamic financial institutions at amortised cost		174,549	617,046
Net loss on financial assets at fair value through profit or loss	7	(3,018,591)	(23,736,759)
Net foreign exchange gain		8,020	1,502
		4,823,759	(14,344,585)
EXPENSES			
Management fee	4	3,553,123	4,172,757
Trustee fee	5	118,437	139,092
Audit fee		5,450	10,350
Tax agent's fee		2,300	2,000
Transaction costs		1,049,200	559,561
Other expenses		25,749	61,453
		4,754,259	4,945,213
PROFIT/(LOSS) BEFORE TAXATION		69,500	(19,289,798)
Taxation	6	-	-
PROFIT/(LOSS) AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE FINANCIAL PERIOD		69,500	(19,289,798)
Profit/(Loss) after taxation is made up as follows:			
Realised amount		25,325,468	(20,004,452)
Unrealised amount		(25,255,968)	714,654
		69,500	(19,289,798)

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

UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 31 MAY 2021

		31.05.2021	30.11.2020
	Note	RM	Audited RM
ASSETS			
Cash and cash equivalents	8	16,604,922	34,948,397
Financial assets at fair value through profit or loss	7	407,689,388	475,540,749
Amount due from stockbrokers		7,790,752	-
Amount due from Manager		28,126	38,576
Dividends receivable		678,566	322,863
TOTAL ASSETS		<u>432,791,754</u>	<u>510,850,585</u>
LIABILITIES			
Amount due to stockbrokers		2,142,410	-
Amount due to Manager		563,266	2,323,309
Accrued management fee		557,674	632,746
Amount due to Trustee		18,589	21,092
Other payables and accruals		24,050	19,700
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS)		<u>3,305,989</u>	<u>2,996,847</u>
NET ASSET VALUE OF THE FUND		<u>429,485,765</u>	<u>507,853,738</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>429,485,765</u>	<u>507,853,738</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 MAY 2021 (CONTINUED)

	31.05.2021	30.11.2020
	RM	Audited RM
REPRESENTED BY:	Note	
FAIR VALUE OF OUTSTANDING UNITS (RM)		
- Class MYR	429,174,827	507,633,697
- Class SGD	310,938	220,041
	<u>429,485,765</u>	<u>507,853,738</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)		
- Class MYR	1,462,982,632	1,722,340,737
- Class SGD	119,692	84,303
	<u>1,463,102,324</u>	<u>1,722,425,040</u>
	9	
NET ASSET VALUE PER UNIT (RM)		
- Class MYR	0.2933	0.2947
- Class SGD	2.5978	2.6101
	<u>2.5978</u>	<u>2.6101</u>
NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES		
- Class MYR	RM0.2933	RM0.2947
- Class SGD	SGD0.8317	SGD0.8570
	<u>SGD0.8317</u>	<u>SGD0.8570</u>

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 MAY 2021

	01.12.2020 to 31.05.2021 RM	01.12.2019 to 31.05.2020 RM
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL PERIOD	<u>507,853,738</u>	<u>617,762,772</u>
Movement due to units created and cancelled during the financial period:		
- Creation of units from applications		
- Class MYR	771,826	919,969
- Class SGD	<u>94,922</u>	<u>91,319</u>
	866,748	1,011,288
- Cancellation of units		
- Class MYR	(79,304,221)	(67,197,886)
- Class SGD	-	(62,722)
	<u>(79,304,221)</u>	<u>(67,260,608)</u>
Total comprehensive income/(loss) for the financial period	<u>69,500</u>	<u>(19,289,798)</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL PERIOD	<u>429,485,765</u>	<u>532,223,654</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 MAY 2021**

	01.12.2020 to 31.05.2021 RM	01.12.2019 to 31.05.2020 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from disposal of Shariah-compliant quoted securities	247,906,308	175,728,627
Purchases of Shariah-compliant quoted securities	(189,771,079)	(77,923,279)
Dividend income received	7,298,416	8,804,683
Profit income received from Shariah-compliant deposits with licensed Islamic financial institutions	174,549	617,046
Management fee paid	(3,628,195)	(4,299,670)
Trustee fee paid	(120,940)	(143,323)
Payments for other fees and expenses	(23,487)	(84,853)
Tax refund received	-	186,032
Net cash generated from operating activities	61,835,572	102,885,263
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash proceeds from units created	877,277	1,025,124
Payments for cancellation of units	(81,064,264)	(67,788,023)
Net cash used in financing activities	(80,186,987)	(66,762,899)
Net (decrease)/increase in cash and cash equivalents	(18,351,415)	36,122,364
Effects of foreign exchange differences	7,940	1,164
Cash and cash equivalents at the beginning of the financial period	34,948,397	41,798,744
Cash and cash equivalents at the end of the financial period	16,604,922	77,922,272
<u>Cash and cash equivalents comprised of:</u>		
Shariah-compliant deposits with licensed financial institutions	16,228,772	77,761,309
Bank balances	376,150	160,963
Cash and cash equivalents at the end of the financial period	16,604,922	77,922,272

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 MAY 2021**

1. THE FUND, THE MANAGER AND ITS PRINCIPAL ACTIVITIES

Principal DALI Opportunities Fund (the “Fund”) is governed by a Principal Master Deed dated 10 April 2015 and a First Supplemental Master Deed dated 31 May 2019 (collectively referred to as the “Deeds”) between Principal Asset Management Berhad (the “Manager”) and HSBC (Malaysia) Trustee Berhad (the “Trustee”).

The strategy of the Fund is to invest in sectors that are related to the prevailing domestic and/or global investment themes.

The Fund’s sector allocation will be actively managed by the Manager, where the Manager have the option to aggressively overweight preferred sectors to take advantage of the Manager’s market outlook. Sector analysis is done through quantitative and qualitative approaches. In determining the sector allocation and stock selection, the Manager will focus on the following:

- identify the potential sector(s) in light of the prevailing domestic and/or global investment themes;
- study impact of the prevailing economic and political conditions;
- select particular sectors based on the growth prospects and valuation of that sector. The most promising sectors will be chosen according to their rating levels as per the sector analysis;
- invest in stocks of Malaysian companies in the chosen sectors based on the stocks’ potential for appreciation relative to the outlook for that sector. However, the Manager may, at its discretion, overweight or underweight at stock level if it is beneficial to the Fund; and
- review sector and stock picks monthly. Depending on prevailing market conditions, the Manager may revise the sector allocation and maintain, add or omit certain stocks during its monthly review.

The Manager will only select securities that conform with Shariah principles and may opt to invest in these Shariah-compliant securities either directly or via Islamic collective investment schemes.

The asset allocation strategy for this Fund is as follows:

- at least 70% of the Fund’s NAV will be invested in equities that conform with Shariah principles;
- up to 28% of the Fund’s NAV may be invested in other permissible Shariah-compliant investments; and
- and at least 2% of the Fund’s NAV will be invested in Islamic liquid assets for liquidity purposes.

All investments will be subjected to the SC Guidelines on Unit Trust Funds, 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. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

(a) Basis of preparation

The financial statements have been prepared in accordance with the provisions of the MFRS as issued by the Malaysian Accounting Standards Board (“MASB”) and International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”).

The financial statements have been prepared under the historical cost convention, as modified by financial assets at fair value through profit or loss.

The preparation of financial statements in conformity with MFRS and IFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported period.

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

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

There are no other standards, amendments to standards or interpretations that are effective for financial periods beginning on 1 December 2020 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 June 2021 are applicable to the Fund.

Certain information as presented in the notes 7, 10 and 11 are prepared in accordance with the SC Guidelines on Unit Trust Funds and the Code on Collective Investment Schemes issued by the Monetary Authority of Singapore (“MAS”).

(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”).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**(b) Financial assets and financial liabilities (continued)**Classification (continued)

The contractual cash flows of the Fund's debt securities are solely principal and interest¹ ("SPPI"). However, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments are measured at fair value through profit or loss.

The Fund classifies cash and cash equivalents, amount due from stockbrokers, amount due from Manager and dividends receivable as financial assets at amortised cost as these financial assets are held to collect contractual cash flows consisting of the amount outstanding.

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

Recognition and measurement

Regular purchases and sales of financial assets are recognised on the trade-date, the date on which the Fund commits to purchase or sell the asset. Shariah-compliant investments are initially recognised at fair value. Transaction costs are expensed in the statement of comprehensive income.

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

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

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

Unrealised gains or losses arising from changes in the fair value of the financial assets at fair value through profit or loss are presented in the statement of comprehensive income within net gain or loss on financial assets at fair value through profit or loss in the financial period which they arise.

Dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income as part of gross dividend income when the Fund's right to receive payments is established.

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

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**(b) Financial assets and financial liabilities (continued)**Recognition and measurement (continued)

Foreign Shariah-compliant 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 Shariah-compliant quoted securities, for example during abnormal market conditions or when no market price is available, including in the event of a suspension in the quotation of the Shariah-compliant quoted securities for a period exceeding 14 days, or such shorter period as agreed by the Trustee, then the Shariah-compliant quoted securities are valued as determined in good faith by the Manager, based on the methods or basis approved by the Trustee after appropriate technical consultation.

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

Financial assets at amortised cost and other financial liabilities are subsequently carried at amortised cost using the effective profit method.

Impairment for assets carried at amortised costs

The Fund measures credit risk and expected credit losses (“ECL”) using probability of default, exposure at default and loss given default. The Manager considers both historical analysis and forward looking information in determining any ECL. The Manager considers the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12 month ECL as any such impairment would be wholly insignificant to the Fund.

Significant increase in credit risk

A significant increase in credit risk is defined by the Manager as any contractual payment which is more than 30 days past due.

Definition of default and credit-impaired financial assets

Any contractual payment which is more than 90 days past due is considered credit impaired.

Write-off

The Fund writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded there is no reasonable expectation of recovery. The assessment of no reasonable expectation of recovery is based on unavailability of debtor’s sources of income or assets to generate sufficient future cash flows to repay the amount. The Fund may write-off financial assets that are still subject to enforcement activity. Subsequent recoveries of amounts previously written off will result in impairment gains. There are no write-offs/recoveries during the financial period.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**(c) Income recognition**

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

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

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

(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 MYR, 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 primarily due to the following factors:

- i) Significant portion of the units of the Fund are denominated in MYR;
- ii) Significant portion of the Fund's expenses are denominated in MYR; and
- iii) The Fund's investments are denominated in MYR.

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 period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in statement of comprehensive income.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**(e) Unitholders' 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 SGD which are cancelled at the unit holder's option and do not have identical features subject to restrictions as stipulated in the Prospectus and SC Guidelines on Unit Trust Funds. The units are classified as financial liabilities. Cancellable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's NAV of respective classes. The outstanding units are carried at the redemption amount that is payable at the date of the statement of financial position if the member exercises the right to put back the unit to the Fund.

Units are created and cancelled at the unit holders' option at prices based on the Fund's NAV per unit of respective classes at the close of business on the relevant dealing day. The Fund's NAV per unit of respective classes is calculated by dividing the net assets attributable to members of respective classes with the total number of outstanding units of respective classes.

(f) Cash and cash equivalents

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

(g) 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.

(h) 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. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**(i) Amount due from/to stockbrokers**

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

These amounts are recognised initially at fair value and subsequently measured at amortised cost using the effective profit method, less provision for impairment for amounts due from stockbrokers. A provision for impairment of amounts due from stockbrokers is established when there is objective evidence that the Fund will not be able to collect all amounts due from the relevant stockbroker. Significant financial difficulties of the stockbroker, probability that the stockbroker will enter bankruptcy or financial reorganisation, and default in payments are considered indicators that the amount due from stockbrokers is impaired. Once a financial asset or a group of similar financial assets has been written down as a result of an impairment loss, profit income is recognised using the profit rate used to discount the future cash flows for the purpose of measuring the impairment loss.

If the credit risk increases to the point that it is considered to be credit impaired, profit income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by the Manager as any contractual payment which is more than 30 days past due.

Any contractual payment which is more than 90 days past due is considered credit impaired.

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

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

(k) Critical accounting estimates and judgements in applying accounting policies

The Fund makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, rarely equal the related actual results. To enhance the information content of the estimates, certain key variables that are anticipated to have material impact to the Fund's results and financial position are tested for sensitivity to changes in the underlying parameters.

Estimates and judgements are continually evaluated by the Manager and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

In undertaking any of the Fund's Shariah-compliant investment, the Manager will ensure that all assets of the Fund under management will be valued appropriately, that is at fair value and in compliance with the SC Guidelines on Unit Trust Funds.

However, the Manager is of the opinion that in applying these accounting policies, no significant judgement was required.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund 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 to Shariah principles.

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 SC Guidelines on Unit Trust Funds.

(a) Market risk

(i) Price risk

This is the risk that the fair value of an investment in Shariah-compliant quoted securities will fluctuate because of changes in market prices (other than those arising from interest rate risk). The value of Shariah-compliant quoted securities may fluctuate according to the activities of individual companies, sector and overall political and economic conditions. Such fluctuation may cause the Fund's NAV and prices of units to fall as well as rise, and income produced by the Fund may also fluctuate.

The price risk is managed through diversification and selection of Shariah-compliant quoted securities and 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. It does not in any way suggest that this Fund will invest in conventional financial instruments. All investment carried out for the Fund including placements and deposits are in accordance with Shariah.

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

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

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

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

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

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)**(a) Market risk (continued)****(iii) Currency risk**

Currency risk of the Fund is associated with Shariah-compliant 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 profit 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 Shariah-compliant deposits in licensed Islamic financial institutions is managed by ensuring that the Fund will only place Shariah-compliant deposits in reputable licensed Islamic financial institutions.

For amount due from 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 Shariah-compliant quoted securities are settled/paid upon delivery using approved stockbrokers.

For amount due from Manager, the settlement terms of the proceeds from the creation of units' receivable from the Manager are governed by the SC Guidelines on Unit Trust Funds.

(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, Shariah-compliant deposits with licensed Islamic 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.

(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 holders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

The fair value of financial assets traded in active markets (such as trading securities) is 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 market price is not within the bid-ask spread, the Manager will determine the point within the bid-ask spread that is most representative of the fair value.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The fair value of financial assets that are not traded in an active market is determined by using valuation techniques.

(i) Fair value hierarchy

The table below analyses financial instruments carried at fair value. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active market for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2)
- Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs) (Level 3)

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety.

If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement.

Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability.

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

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
31.05.2021				
Financial assets at fair value through profit or loss:				
- Shariah-compliant quoted securities	<u>407,689,388</u>	<u>-</u>	<u>-</u>	<u>407,689,388</u>
30.11.2020				
Audited				
Financial assets at fair value through profit or loss:				
- Shariah-compliant quoted securities	<u>475,540,749</u>	<u>-</u>	<u>-</u>	<u>475,540,749</u>

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

- (ii) The carrying values of cash and cash equivalents, amount due from stockbrokers, amount due from Manager, dividends receivable and all current liabilities are a reasonable approximation of their fair values due to their short term nature.

4. MANAGEMENT FEE

In accordance with the Deeds, the Manager is entitled to a maximum management fee of up to 3.00% per annum, calculated daily based on the NAV of the Fund.

For the six months financial period ended 31 May 2021, the management fee is recognised at a rate of 1.50% per annum (31.05.2020: 1.50% per annum).

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

5. TRUSTEE FEE

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

For the six months financial period ended 31 May 2021, the Trustee fee is recognised at a rate of 0.05% per annum (31.05.2020: 0.05% per annum).

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

6. TAXATION

	01.12.2020 to 31.05.2021 RM	01.12.2019 to 31.05.2020 RM
Tax charged for the financial period:		
- Current taxation	<u>-</u>	<u>-</u>

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

	01.12.2020 to 31.05.2021 RM	01.12.2019 to 31.05.2020 RM
Profit/(Loss) before taxation	<u>69,500</u>	<u>(19,289,798)</u>
Taxation at Malaysian statutory rate of 24%	16,680	(4,629,552)
Tax effects of:		
- (Income not subject to tax)/Loss not deductible for tax purposes	(1,157,702)	3,442,700
- Expenses not deductible for tax purposes	286,595	182,082
- Restriction on tax deductible expenses for Unit Trust Funds	<u>854,427</u>	<u>1,004,770</u>
Taxation	<u>-</u>	<u>-</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31.05.2021 RM	30.11.2020 Audited RM
At fair value through profit or loss:		
- Shariah-compliant quoted securities	<u>407,689,388</u>	<u>475,540,749</u>

	01.12.2020 to 31.05.2021 RM	01.12.2019 to 31.05.2020 RM
Net loss on financial assets at fair value through profit or loss:		
- Realised gain/(loss) on disposals	22,584,602	(23,023,268)
- Unrealised fair value loss	<u>(25,603,193)</u>	<u>(713,491)</u>
	<u>(3,018,591)</u>	<u>(23,736,759)</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 %
31.05.2021				
SHARIAH-COMPLIANT QUOTED SECURITIES				
Construction				
Econpile Holdings Bhd ¹	7,659,700	6,715,182	3,370,268	0.78
Gabungan AQRS Bhd ¹	3,611,470	5,626,438	2,040,481	0.47
Gamuda Bhd (AA3)	2,959,861	10,396,383	9,382,759	2.18
IJM Corporation Bhd (AA3)	4,899,000	11,966,112	8,671,230	2.02
MGB Bhd ¹	6,086,100	7,450,607	5,629,642	1.31
Sunway Construction Group Bhd ¹	757,700	1,778,237	1,227,474	0.29
	<u>25,973,831</u>	<u>43,932,959</u>	<u>30,321,854</u>	<u>7.05</u>
Consumer Products & Services				
Aeon Co (M) Bhd (AA2)	3,611,400	4,308,336	4,586,478	1.07
DRB-Hicom Bhd (A1)	745,700	1,698,104	1,349,717	0.31
Mr D.I.Y. Group (M) Bhd ¹	1,878,200	5,785,017	7,512,800	1.75
Nestle (Malaysia) Bhd ¹	2,800	404,173	382,200	0.09
Padini Holdings Bhd ¹	1,377,800	4,119,125	3,912,952	0.91
Petronas Dagangan Bhd ¹	233,300	5,855,211	4,409,370	1.03
QL Resources Bhd ¹	983,000	6,017,446	5,898,000	1.37
Sime Darby Bhd ¹	1,990,505	4,616,520	4,558,256	1.06
	<u>10,822,705</u>	<u>32,803,932</u>	<u>32,609,773</u>	<u>7.59</u>
Energy				
Dayang Enterprise Holdings Bhd ¹	2,522,100	3,506,402	3,329,172	0.77
Dialog Group Bhd (A1) ²	5,054,130	17,140,825	14,606,436	3.40
Hibiscus Petroleum Bhd ¹	8,292,866	4,400,992	5,141,577	1.20
Serba Dinamik Holdings Bhd ¹	10,206,460	19,308,595	11,533,300	2.69
	<u>26,075,556</u>	<u>44,356,814</u>	<u>34,610,485</u>	<u>8.06</u>
Financial Services				
BIMB Holdings Bhd ^{1,2}	3,263,800	13,341,839	12,337,164	2.87
Bursa Malaysia Bhd ¹	786,300	7,706,936	6,424,071	1.50
	<u>4,050,100</u>	<u>21,048,775</u>	<u>18,761,235</u>	<u>4.37</u>
Health Care				
Duopharma Biotech Bhd ¹	2,256,241	5,393,336	7,445,595	1.73
Hartalega Holdings Bhd ^{1,2}	2,025,949	24,459,800	18,233,541	4.25
IHH Healthcare Bhd ¹	1,960,200	11,758,297	10,389,060	2.42
Supermax Corporation Bhd ¹	116,000	548,251	479,080	0.11
Top Glove Corporation Bhd ¹	1,378,886	7,390,480	7,142,630	1.66
	<u>7,737,276</u>	<u>49,550,164</u>	<u>43,689,906</u>	<u>10.17</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 %
31.05.2021				
(CONTINUED)				
SHARIAH-COMPLIANT				
QUOTED SECURITIES				
(CONTINUED)				
Industrial Products & Services				
Cypark Resources Bhd ¹	4,290,950	7,472,906	4,934,593	1.15
Kelington Group Bhd ¹	276,200	503,174	560,686	0.13
Petronas Chemicals Group Bhd ^{1,2}	2,586,800	20,110,398	20,823,740	4.85
Press Metal Aluminium Holdings Bhd (AA3) ²	4,646,600	16,665,695	24,162,320	5.63
SKP Resources Bhd - Warrant ¹	162,120	-	34,045	0.01
Sunway Bhd ¹	2,918,000	4,944,185	4,581,260	1.07
UEM Edgenta Bhd (AA3)	2,592,700	7,823,140	4,277,955	1.00
V.S. Industry Bhd ¹	3,249,800	4,658,964	3,997,254	0.93
	<u>20,723,170</u>	<u>62,178,462</u>	<u>63,371,853</u>	<u>14.77</u>
Plantation				
Genting Plantations Bhd ¹	347,910	3,185,981	2,783,280	0.65
IOI Corporation Bhd ¹	2,230,100	10,423,776	9,121,109	2.12
Kuala Lumpur Kepong Bhd (AA1)	201,252	4,724,328	4,467,794	1.04
Sime Darby Plantation Bhd (AA2)	2,456,151	12,926,559	11,175,487	2.60
	<u>5,235,413</u>	<u>31,260,644</u>	<u>27,547,670</u>	<u>6.41</u>
Property				
LBS Bina Group Bhd ¹	13,034,753	10,268,857	6,061,160	1.41
SP Setia Bhd ¹	3,638,324	6,117,832	3,783,857	0.88
	<u>16,673,077</u>	<u>16,386,689</u>	<u>9,845,017</u>	<u>2.29</u>
REITs				
Axis REIT (AA3)	25,500	45,765	48,450	0.01
KLCCP Stapled Group ¹	351,800	2,707,631	2,385,204	0.56
	<u>377,300</u>	<u>2,753,396</u>	<u>2,433,654</u>	<u>0.57</u>
Technology				
D&O Green Technologies Bhd ¹	52,800	121,742	224,928	0.05
Frontken Corporation Bhd ¹	261,000	84,071	785,610	0.18
Frontken Corporation Bhd - Warrant ¹	87,000	-	31,755	0.01
GHL Systems Bhd ¹	1021400	1792918	1787450	0.42
Globetronics Technology Bhd ¹	927800	2238558	1976214	0.46

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 %
31.05.2021				
(CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES (CONTINUED)				
Technology (continued)				
Inari Amertron Bhd ^{1,2}	3,848,600	9,899,718	12,315,520	2.87
JHM Consolidation Bhd ¹	268,200	361,481	445,212	0.10
Malaysian Pacific Industries Bhd ¹	60,200	1,355,695	2,353,820	0.55
My Eg Services Bhd ^{1,2}	8,381,900	17,569,572	16,177,067	3.77
Pentamaster Corporation Bhd ¹	1,358,400	7,555,196	6,384,480	1.49
Vitrox Corporation Bhd ¹	179,600	2,079,624	2,729,920	0.64
	<u>16,446,900</u>	<u>43,058,575</u>	<u>45,211,976</u>	<u>10.54</u>
Telecommunications & Media				
Axiata Group Bhd ^{1,2}	3,456,454	17,135,372	12,788,880	2.98
Digi.com Bhd (AAA)	2,686,100	12,732,528	11,442,786	2.66
Telekom Malaysia Bhd (AAA) ²	2,828,800	13,313,252	17,397,120	4.05
Time Dotcom Bhd ^{1,2}	943,020	10,305,200	13,107,978	3.05
	<u>9,914,374</u>	<u>53,486,352</u>	<u>54,736,764</u>	<u>12.74</u>
Transportation & Logistics				
MISC Bhd ¹	1,758,400	13,192,918	12,080,208	2.81
Utilities				
Ranhill Utilities Bhd ¹	21,985	14,644	16,819	0.00
Tenaga Nasional Bhd (AAA) ²	3,261,525	44,549,045	32,452,174	7.56
	<u>3,283,510</u>	<u>44,563,689</u>	<u>32,468,993</u>	<u>7.56</u>
TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES	<u>149,071,612</u>	<u>458,573,369</u>	<u>407,689,388</u>	<u>94.93</u>
ACCUMULATED UNREALISED LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>(50,883,981)</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>407,689,388</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 %
30.11.2020				
Audited				
SHARIAH-COMPLIANT				
QUOTED SECURITIES				
Construction				
Econpile Holdings Bhd ¹	7,659,700	6,715,182	3,600,059	0.71
Gabungan AQRS Bhd ¹	3,611,470	5,626,438	2,491,914	0.49
Gamuda Bhd (AA3)	2,627,161	9,480,477	9,378,965	1.85
IJM Corporation Bhd (AA3)	3,733,040	10,563,239	6,047,525	1.19
MGB Bhd ¹	3,097,400	4,982,139	1,858,440	0.37
Sunway Construction Group Bhd ¹	757,700	1,778,237	1,394,168	0.27
	<u>21,486,471</u>	<u>39,145,712</u>	<u>24,771,071</u>	<u>4.88</u>
Consumer Products & Services				
DRB-Hicom Bhd (A1)	1,302,700	2,966,501	2,592,373	0.51
Fraser & Neave Holding Bhd ¹	48,800	1,595,639	1,584,048	0.31
Mr D.I.Y. Group (M) Bhd ¹	550,700	881,120	1,448,341	0.29
Nestle Malaysia Bhd ^{1,2}	94,400	13,626,399	12,649,600	2.49
Petronas Dagangan Bhd ¹	286,000	7,177,842	5,937,360	1.16
QL Resources Bhd ¹	239,400	1,587,991	1,522,584	0.30
Sime Darby Bhd ¹	3,943,205	9,145,361	9,108,804	1.80
	<u>6,465,205</u>	<u>36,980,853</u>	<u>34,843,110</u>	<u>6.86</u>
Energy				
Dialog Group Bhd (A1) ²	6,309,030	21,396,754	22,712,508	4.47
Hibiscus Petroleum Bhd ¹	5,000,000	5,000,000	5,950,000	1.17
Serba Dinamik Holdings Bhd ^{1,2}	7,896,560	15,447,671	12,871,393	2.54
Yinson Holdings Bhd ¹	548,700	2,727,836	2,864,214	0.56
	<u>19,754,290</u>	<u>44,572,261</u>	<u>44,398,115</u>	<u>8.74</u>
Financial Services				
BIMB Holdings Bhd ¹	1,793,000	7,421,956	6,634,100	1.31
Bursa Malaysia Bhd ¹	618,700	6,452,773	5,073,340	1.00
	<u>2,411,700</u>	<u>13,874,729</u>	<u>11,707,440</u>	<u>2.31</u>
Health Care				
Duopharma Biotech Bhd ¹	2,813,161	4,945,687	11,393,302	2.24
Hartalega Holdings Bhd ^{1,2}	1,441,949	20,239,252	20,764,066	4.09
IHH Healthcare Bhd ¹	1,935,900	11,676,594	10,879,758	2.14
Top Glove Corporation Bhd ^{1,2}	3,362,286	17,235,217	23,939,476	4.72
	<u>9,553,296</u>	<u>54,096,750</u>	<u>66,976,602</u>	<u>13.19</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 %
30.11.2020 (CONTINUED)				
Audited (continued)				
SHARIAH-COMPLIANT QUOTED SECURITIES (CONTINUED)				
Industrial Products & Services				
Chemical Co. Malaysia Bhd ¹	229,900	506,961	694,298	0.14
Cypark Resources Bhd ¹	5,376,150	9,362,836	7,741,656	1.52
Petronas Chemicals Group Bhd ^{1,2}	2,540,300	19,683,213	16,308,726	3.21
Press Metal Aluminium Holdings Bhd (AA3)	1,689,600	9,289,708	11,827,200	2.33
SKP Resources Bhd ¹	4,628,600	7,634,840	9,442,344	1.86
Uchi Technologies Bhd ¹	2,554,000	6,959,608	7,023,500	1.38
UEM Edgenta Bhd (AA3)	2,929,300	8,838,787	5,536,377	1.09
	<u>19,947,850</u>	<u>62,275,953</u>	<u>58,574,101</u>	<u>11.53</u>
Plantation				
FGV Holdings Bhd ¹	6,676,600	9,924,088	8,078,686	1.59
Genting Plantations Bhd ¹	521,510	5,060,190	4,954,345	0.98
IOI Corporation Bhd ¹	2,733,900	12,778,603	11,947,142	2.35
Kuala Lumpur Kepong Bhd (AA1) ²	650,852	15,278,547	15,295,022	3.01
Sime Darby Plantation Bhd (AA2) ²	5,202,451	27,753,115	25,492,010	5.02
	<u>15,785,313</u>	<u>70,794,543</u>	<u>65,767,205</u>	<u>12.95</u>
Property				
LBS Bina Group Bhd ¹	11,089,453	9,340,567	4,324,887	0.85
SP Setia Bhd ¹	1,086,124	3,558,008	879,760	0.17
	<u>12,175,577</u>	<u>12,898,575</u>	<u>5,204,647</u>	<u>1.02</u>
REITs				
Axis REIT (AA3)	1,266,417	2,272,841	2,710,132	0.53
KLCCP Stapled Group ¹	482,500	3,713,565	3,705,600	0.73
	<u>1,748,917</u>	<u>5,986,406</u>	<u>6,415,732</u>	<u>1.26</u>
Technology				
D&O Green Technologies Bhd ¹	5,398,300	4,882,621	9,608,974	1.89
Frontken Corporation Bhd ¹	310,600	150,072	1,009,450	0.20
Globetronics Technology Bhd ¹	2,552,000	5,627,239	7,604,960	1.50
Inari Amertron Bhd ¹	4,603,900	9,368,563	12,338,452	2.43
JHM Consolidation Bhd ¹	2,565,400	3,416,260	4,951,222	0.98
Malaysian Pacific Industries Bhd ¹	110,500	2,408,889	2,769,130	0.55

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 %
30.11.2020 (CONTINUED)				
Audited (continued)				
SHARIAH-COMPLIANT QUOTED SECURITIES (CONTINUED)				
Technology (continued)				
Vitrox Corporation Bhd ¹	124,800	947,850	1,896,960	0.37
	<u>15,665,500</u>	<u>26,801,494</u>	<u>40,179,148</u>	<u>7.92</u>
Telecommunications & Media				
Axiata Group Bhd ¹	3,394,654	17,575,582	12,051,022	2.37
Digi.com Bhd (AAA) ²	3,260,000	15,452,902	13,040,000	2.57
Telekom Malaysia Bhd (AAA)	2,185,900	8,016,119	11,016,936	2.17
Time Dotcom Bhd ¹	751,920	7,189,192	10,301,304	2.03
	<u>9,592,474</u>	<u>48,233,795</u>	<u>46,409,262</u>	<u>9.14</u>
Transportation & Logistics				
MISC Bhd ¹	1,758,400	13,192,918	11,939,536	2.35
Utilities				
Malakoff Corporation Bhd ¹	7,394,700	6,915,641	6,618,257	1.30
Ranhill Utilities Bhd ¹	9,177,748	6,098,991	7,479,865	1.48
Taliworks Corporation Bhd ¹	5,333,100	4,727,863	4,239,814	0.83
Tenaga Nasional Bhd (AAA) ²	3,969,925	54,225,053	40,016,844	7.88
	<u>25,875,473</u>	<u>71,967,548</u>	<u>58,354,780</u>	<u>11.49</u>
TOTAL SHARIAH-COMPLIANT QUOTED SECURITIES	<u>162,220,466</u>	<u>500,821,537</u>	<u>475,540,749</u>	<u>93.64</u>
ACCUMULATED UNREALISED LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>(25,280,788)</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>475,540,749</u>		

¹ The Shariah-compliant quoted securities is not rated.

² The Shariah-compliant quoted securities is one of the top 10 holdings of the Fund.

8. CASH AND CASH EQUIVALENTS

	31.05.2021	30.11.2020
	RM	Audited RM
Shariah-compliant deposits with licensed Islamic financial institutions	16,228,772	34,671,553
Bank balances	376,150	276,844
	<u>16,604,922</u>	<u>34,948,397</u>

9. NUMBER OF UNITS IN CIRCULATION (UNITS)

	01.12.2020 to 31.05.2021	01.12.2019 to 30.11.2020
	No. of units	Audited No. of units
Class MYR (i)	1,462,982,632	1,722,340,737
Class SGD (ii)	119,692	84,303
	<u>1,463,102,324</u>	<u>1,722,425,040</u>
(i) Class MYR		
At the beginning of the financial period/year	1,722,340,737	2,193,606,250
Add : Creation of units from applications	2,549,274	6,098,648
Less : Cancellation of units	(261,907,379)	(477,364,161)
At the end of the financial period/year	<u>1,462,982,632</u>	<u>1,722,340,737</u>
(ii) Class SGD		
At the beginning of the financial period/year	84,303	42,080
Add : Creation of units from applications	35,389	72,914
Less : Cancellation of units	-	(30,691)
At the end of the financial period/year	<u>119,692</u>	<u>84,303</u>

10. MANAGEMENT EXPENSE RATIO (“MER”)

Pursuant to the SC Guidelines and to the MAS Guidelines

	01.12.2020 to 31.05.2021	01.12.2019 to 31.05.2020
	%	%
MER	<u>0.78</u>	<u>0.79</u>

MER is derived from the following calculation:

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

A	=	Management fee
B	=	Trustee fee
C	=	Audit fee
D	=	Tax agent's fee
E	=	Other expenses
F	=	Average NAV of the Fund calculated on a daily basis

The average NAV of the Fund for the six months financial period calculated on a daily basis was RM475,769,241 (01.12.2019 to 31.05.2020: RM556,862,410).

11. PORTFOLIO TURNOVER RATIO (“PTR”)

Pursuant to the SC Guidelines

	01.12.2020 to 31.05.2021	01.12.2019 to 31.05.2020
PTR (times)	<u>0.47</u>	<u>0.23</u>

PTR is derived based on the following calculation:

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

Pursuant to the MAS Guidelines

	01.12.2020 to 31.05.2021	01.12.2019 to 31.05.2020
PTR (times)	<u>0.40</u>	<u>0.15</u>

PTR is derived based on the following calculation:

$$\frac{\text{Lesser of total acquisition or total disposal for the financial period}}{\text{Average NAV of the Fund for the financial period calculated on a daily basis}}$$

where:

total acquisition for the financial period	=	RM191,489,846 (01.12.2019 to 31.05.2020: RM81,561,270)
total disposal for the financial period	=	RM256,322,617 (01.12.2019 to 31.05.2020: RM170,544,633)

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
Subsidiaries and associates of CIMB Group Holdings Bhd, other than above, as disclosed in its financial statements	Fellow subsidiary and associated companies of the ultimate holding company of the Manager

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

The related parties and their relationship with the Fund are as follows: (continued)

<u>Related parties</u>	<u>Relationship</u>
CIMB Islamic Bank Bhd	Fellow related party to the Manager
CGS-CIMB Securities Sdn Bhd	Fellow related party to the Manager

Units held by the Manager and parties related to the Manager

	31.05.2021		30.11.2020 Audited	
	No. of units	RM	No. of units	RM
Manager				
Principal Asset Management Berhad				
- Class MYR	232,662	68,240	280,206	82,577
- Class SGD	513	1,333	513	1,339

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 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.

	01.12.2020 to 31.05.2021 RM	01.12.2019 to 31.05.2020 RM
<u>Significant related party transactions</u>		
Profit income from Shariah-compliant deposits with licensed Islamic financial institution:		
- CIMB Islamic Bank Bhd	37,507	13,559
	31.05.2021	30.11.2020 Audited
	RM	RM
<u>Significant related party balances</u>		
Shariah-compliant deposits with licensed Islamic financial institution:		
- CIMB Islamic Bank Bhd	4,000,186	5,000,219

13. TRANSACTIONS WITH BROKERS

Details of transactions with the top 10 brokers for the six months financial period ended 31 May 2021 were as follows:

Brokers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
CLSA Securities (M) Sdn Bhd	70,082,895	15.69	106,288	13.52
Macquarie Capital Securities (M) Sdn Bhd	56,472,762	12.64	99,960	12.72
KAF Equities Sdn Bhd	55,534,371	12.43	117,580	14.96
Maybank Investment Bank Bhd	52,677,565	11.79	84,504	10.75
UBS Securities (M) Sdn Bhd	48,014,038	10.75	58,109	7.39
RHB Investment Bank Bhd	47,680,910	10.67	103,306	13.14
J.P. Morgan Securities (M) Sdn Bhd	26,444,919	5.92	24,691	3.14
CGS-CIMB Securities Sdn Bhd #	20,220,806	4.53	34,469	4.39
Kenanga Investment Bank Bhd	13,706,661	3.07	36,437	4.64
Alliance Investment Bank Bhd	13,443,835	3.01	30,249	3.85
Others	42,413,632	9.50	90,305	11.50
	<u>446,692,394</u>	<u>100.00</u>	<u>785,898</u>	<u>100.00</u>

Details of transactions with the top 10 brokers for the six months financial period ended 31 May 2020 were as follows:

Brokers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
UBS Securities Malaysia Sdn Bhd	48,834,505	19.37	58,783	13.67
Macquarie Capital Securities (M) Sdn Bhd	46,973,118	18.63	89,748	20.87
KAF Equities Sdn Bhd	32,571,454	12.92	72,360	16.83
Maybank Investment Bank Bhd	30,329,256	12.03	57,503	13.37
CGS-CIMB Securities Sdn Bhd #	19,506,333	7.74	29,148	6.78
CLSA Securities (M) Sdn Bhd	18,265,684	7.25	29,055	6.76
J.P. Morgan Securities (M) Sdn Bhd	14,912,979	5.92	12,889	3.00
Affin Hwang Investment Bank Bhd	11,152,665	4.42	25,093	5.84
Credit Suisse Securities (M) Sdn Bhd	10,603,625	4.21	14,821	3.45
RHB Investment Bank Bhd	9,825,871	3.9	21,388	4.97
Others	9,130,413	3.61	19,194	4.46
	<u>252,105,903</u>	<u>100.00</u>	<u>429,982</u>	<u>100.00</u>

13. TRANSACTIONS WITH BROKERS (CONTINUED)

Included in transactions are trades conducted with CGS-CIMB Securities Sdn Bhd, fellow related party to the Manager amounting to RM20,220,806 (01.12.2019 to 31.05.2020: RM19,506,333). 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.

14. SIGNIFICANT EVENT DURING THE FINANCIAL PERIOD

The COVID-19 pandemic and related lockdowns and movement restrictions have had, and will continue to have, a significant impact on global economic conditions and the environment in which the Fund operates. The Manager continues to closely monitor the macro-economic outlook as a result of COVID-19 pandemic and its impact to the Fund's performance and will be managing the risks to achieve the Fund's objective.

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