

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

30 September 2019



## 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.

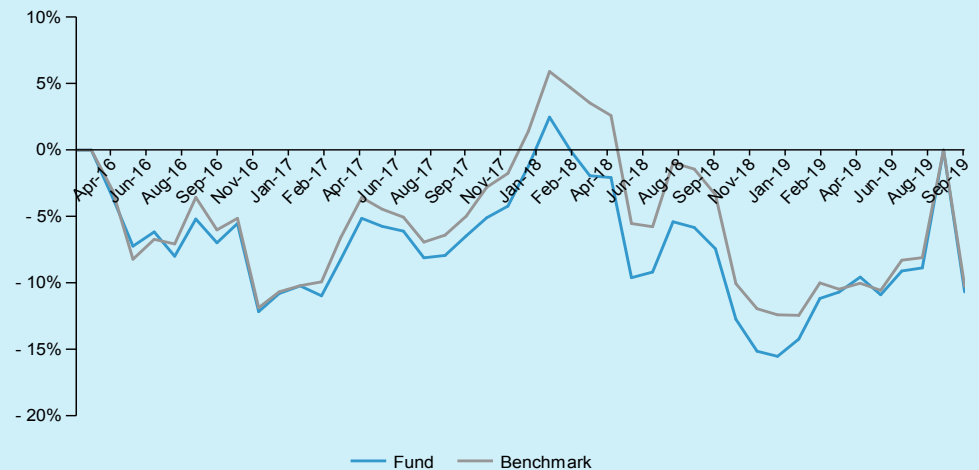
Currency: SGD ISIN Code: MYU10001FJ005

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 0.03 million
NAV per unit (As at 30 September 2019)	SGD 0.8328

## 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	5.75	-0.18	-1.73	0.01	-3.51	-3.97	N/A	-10.68
Benchmark/Target Return	2.44	-1.08	-2.15	0.23	-7.14	-4.52	N/A	-10.26

## Calendar Year Returns (%)

	2018	2017	2016	2015	2014	2013
Fund	-14.50	10.75	N/A	N/A	N/A	N/A
Benchmark	-13.62	13.54	N/A	N/A	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 September 2019.

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.

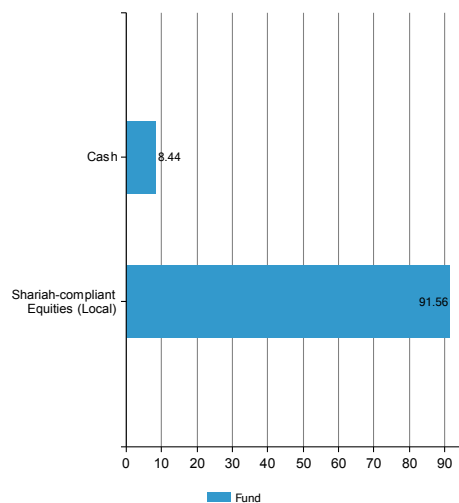
Source : Lipper

## Top 10 Holdings

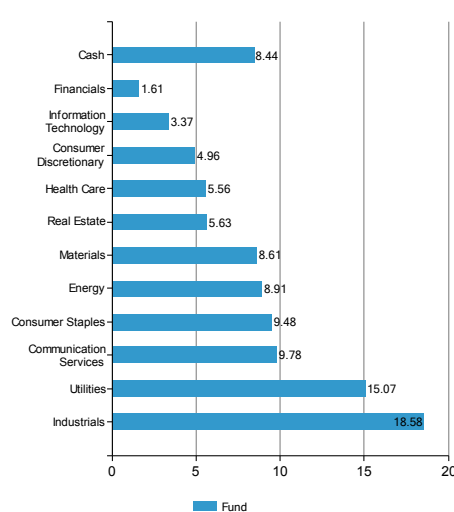
	Country	% of net assets
Tenaga Nasional Bhd	Malaysia	9.72
Petronas Chemicals Group Bhd	Malaysia	7.35
Axiata Group Bhd	Malaysia	4.67
Sime Darby Plantation Bhd	Malaysia	2.81
Dialog Group Bhd	Malaysia	2.81
Digi.com Bhd	Malaysia	2.72
MISC Bhd	Malaysia	2.62
Serba Dinamik Hldgs Bhd	Malaysia	2.51
Sime Darby Bhd	Malaysia	2.41
IOI Corp Bhd	Malaysia	2.30

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.

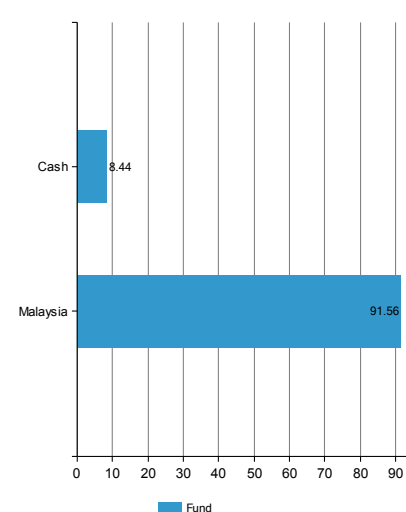
## Asset Allocation (%)



## 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 declined by 0.18% in September 2019, outperforming the benchmark by 0.90%. Overweight on industrials and basic materials and underweight in utilities contributed positively. Year-to-date (YTD), the fund has outperformed the Benchmark by 3.31%.

With dampened consumer and business sentiment expected to prevail, we believe corporate earnings growth will remain weak due to slower private consumption and investment. All eyes will be on Budget 2020 which will be revealed by the government on 11 Oct. Although government's fiscal space is constrained, we expect the federal government to kick start infrastructure spending again to boost the economy. Investment decision may be made on mega projects such as MRT3 and PTMP. To balance the budget, the government may announce further asset monetization initiatives involving sale of non-strategic assets. While no new taxes are expected to be introduced, digital tax is expected to be implemented. There may also be concern that tax incentives for certain industries such as glove may be curtailed while sin tax hike on NFOs cannot be ruled out.

We maintain NEUTRAL on Malaysia while await policy clarity post Budget 2020 announcement. With expectation of further OPR cuts over the next 18 months, we continue to like the dividend investment theme, favoring high dividend yielders with earnings resilience. We also look to accumulate selective growth stocks on weakness within the utilities, telecommunication, oil and gas and construction sectors. Our thematic opportunistic trade in the glove and technology sectors has performed well, we are cognizant of diminishing returns and will look to sell into strength.

\*Based on the fund's portfolio returns as at 15 September 2019, the Volatility Factor (VF) for this fund is 9.630 and is classified as "High" (source: Lipper). "High" includes funds with VF that are above 8.845 but not more than 11.185. The VF means there is a possibility for the fund in generating an upside return or downside return around this VF. The Volatility Class (VC) is assigned by Lipper based on quintile ranks of VF for qualified funds. VF is subject to monthly revision and VC will be revised every six months. The fund's portfolio may have changed since this date and there is no guarantee that the fund will continue to have the same VF or VC in the future. Presently, only funds launched in the market for at least 36 months will display the VF and its VC.

The Manager of the Principal DALI Opportunities Fund (formerly known as CIMB Islamic DALI Equity Theme Fund) is Principal Asset Management Berhad (formerly known as CIMB-Principal Asset Management Berhad). The Manager has appointed Principal Asset Management (S) Pte. Ltd. (formerly known as CIMB-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](http://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.

Although the information contained herein has been taken from sources that are believed to be accurate, no warranty or representation is made as to its correctness, completeness or accuracy. The Manager accepts no liability whatsoever for any direct, indirect or consequential loss arising from any use or reliance of the information herein.

**Carefully consider a fund's objective, risks, charges and expenses.**

**Visit [www.principal.com.my](http://www.principal.com.my) for a prospectus containing this and other information. Please read it carefully before investing.**

Principal Asset Management Berhad

10th Floor, Bangunan CIMB, Jalan Semantan Damansara Heights, 50490 Kuala Lumpur.

Tel: (603) 2084 8888 Fax: (603) 2084 8899 Website: [www.principal.com.my](http://www.principal.com.my)