

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Singapore Prospectus¹.
- It is important to read the Singapore Prospectus before deciding whether to purchase the product. If you do not have a copy, please contact us to ask for one.
- You should not invest in the product if you do not understand it or are not comfortable with the accompanying risks.
- If you wish to purchase the product, you will need to make an application in the manner set out in the Singapore Prospectus.

PRINCIPAL DALI OPPORTUNITIES FUND (FORMERLY KNOWN AS CIMB ISLAMIC DALI EQUITY THEME FUND) (THE “FUND”)

Product Type	Unit Trust	Launch Date	18 February 2016
Manager	Principal Asset Management Berhad	Custodians	<u>In Malaysia:</u> The Hongkong and Shanghai Banking Corporation Ltd and assets held through HSBC Bank Malaysia Berhad and/or HSBC Nominees (Tempatan) Sdn Bhd <u>Outside Malaysia:</u> The Hongkong And Shanghai Banking Corporation Limited
Trustee	HSBC (Malaysia) Trustee Berhad	Dealing Frequency	Every Dealing Day
Capital Guaranteed	No	Expense Ratio for financial year ending 30 November 2019	Class SGD: 1.56%

PRODUCT SUITABILITY

WHO IS THE PRODUCT SUITABLE FOR?

- The Fund is only suitable for investors who:
 - have a medium-term to long-term investment horizon
 - want a portfolio of investments that adhere to Shariah principles
 - want a diversified portfolio with thematic investment opportunities
 - can accept that investment returns may fluctuate significantly over the short-term and may even be negative
 - seek capital appreciation over medium-term to long-term.
- The principal of the Fund will be at risk.
- Investors should consult their financial advisers on the suitability of the Fund if they are in doubt.

Further Information
Refer to “Important Information” section and paragraph 7.1 of the Singapore Prospectus for further information on product suitability.

KEY PRODUCT FEATURES

WHAT ARE YOU INVESTING IN?

You are investing in an open-ended standalone unit trust fund established in Malaysia that 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.

The Fund is assessed by the SC as suitable to be a Qualifying CIS and is subject to the Standards of Qualifying CIS and any other law, regulation, rule, guidelines or directive enacted or issued pursuant to the ASEAN CIS Framework which are applicable to the Fund, as may be amended or re-enacted from time to time.

The Manager is offering Units of Class SGD of the Fund for investment in Singapore.

Refer to paragraphs 1, 7.1 and 20.1 of the Singapore Prospectus for further information on features of the product.

¹ The Singapore Prospectus is available for collection at Principal Asset Management (S) Pte. Ltd. (Company Registration No. 200607208K), 50 Raffles Place, #22-03A & B Singapore Land Tower, Singapore 048623 from Monday to Friday (9am to 5pm) or may be downloaded at <http://www.principal.com.sg>.

<p>Given the Fund's investment objective, the Class SGD of 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.</p>	
Investment Strategy	
<p>The strategy of the Fund is to invest in sectors that are related to the prevailing domestic and/or global investment themes. In identifying the investment themes, the Manager will consider prevailing and potential macroeconomic factors and trends, social and political developments as well as technological advances that may reveal specific thematic investment opportunities. The Manager may revise its outlook on the investment themes during its monthly reviews. Unit Holders will be informed of the prevailing investment themes that the Fund is focusing on via the Fund's monthly fact sheet which is available on the Manager's website at http://www.principal.com.my.</p> <p>The Fund's sector allocation will be actively managed by the Manager who has the option to aggressively overweight preferred sectors to take advantage of their market outlook. Sector analysis is done through quantitative and qualitative approaches.</p> <p>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 CIS.</p> <p>The asset allocation strategy for the Fund is as follows:</p> <ul style="list-style-type: none"> ▪ 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 ▪ at least 2% of the Fund's NAV will be invested in Islamic liquid assets for liquidity purposes. 	<p>Refer to paragraph 7.2 of the Singapore Prospectus for further information on the investment focus and approach.</p>
Parties Involved	
<p>WHO ARE YOU INVESTING WITH?</p> <p>The Manager is Principal Asset Management Berhad. The Trustee is HSBC (Malaysia) Trustee Berhad. The Shariah Adviser is Amanie Advisors Sdn Bhd. The Custodian is The Hongkong and Shanghai Banking Corporation Ltd. The Singapore Representative is Principal Asset Management (S) Pte. Ltd. The Auditors are PricewaterhouseCoopers, Malaysia.</p>	<p>Refer to paragraphs 2 to 5 of the Singapore Prospectus for further information on the role and responsibilities of these entities and what happens if they become insolvent.</p>
KEY RISKS	
<p>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</p> <p>The value of the product and its dividends or coupons may rise or fall. These risk factors may cause you to lose some or all of your investment:</p>	<p>Refer to paragraphs 9.1 and 9.2 of the Singapore Prospectus for further information on risks of the product.</p>
Market and Credit Risks	
<ul style="list-style-type: none"> • You are exposed to General Market Environment Risk <p>Market risk refers to the possibility that an investment will lose value because of a general decline in financial markets, due to economic, political and/or other factors, which will result in a decline in the Fund's NAV.</p>	
Liquidity Risks	
<ul style="list-style-type: none"> • Liquidity risk can be defined as the ease of liquidating an asset depending on the asset's volume traded in the market. If the Fund holds assets that are illiquid, or are difficult to dispose of, the value of the Fund will be negatively affected when it has to sell such assets at unfavourable prices. • The Fund is not listed and there is no secondary market for its Units. You can only redeem your investment on a Dealing Day. • All redemption requests should be made to the Manager. • The Manager may, with the approval of the Trustee, suspend the subscription, switching and redemption of Units during certain circumstances specified in the Singapore Prospectus and the Deed. 	

Product-Specific Risks

- **You are exposed to Stock Specific Risk**
 Prices of a particular stock may fluctuate in response to the circumstances affecting individual companies such as adverse financial performance, news of a possible merger or loss of key personnel of a company. Any adverse price movements of such stock will adversely affect the Fund's NAV.
- **You are exposed to Sector Risk**
 Stock prices of companies within a sector move together due to sector-specific causal factors, examples of which include business cycle dynamics and demographic or consumer demand change. As the Fund will focus its investments within specific sectors that are related to the prevailing investment themes, its returns are strongly dependent on the impact of such sector-specific causal factors. These causal factors that drive sector-specific returns lead to sector-specific risks.
- **Reclassification of Shariah Non-Compliant Status Risk**
 This refers to the risk that the currently held Shariah-compliant securities in the Fund may be reclassified as Shariah non-compliant in the periodic review of the securities by the SAC of the SC, the Shariah Adviser or the Shariah advisers of the relevant Islamic indices or Shariah-compliant securities. If this occurs, the value of the Fund may be adversely affected.
- **Risks associated with investment in Shariah-compliant warrants**
 There are inherent risks associated with investment in Shariah-compliant warrants. The value of Shariah-compliant warrants is influenced by the current market price of the underlying security, the exercise price of the contract, the time to expiration of the contract and the estimate of the future volatility of the underlying security's price over the life of the contract. Generally, the erosion in value of Shariah-compliant warrants accelerates as it approaches its expiry date. Like securities, the Manager will undertake fundamental research and analysis on these instruments with an aim to mitigate its risks.
- **You are exposed to Currency Risk**
 Classes may be denominated in currencies other than the base currency (MYR) and changes in the exchange rate between the base currency and the denominated currency of the Class may lead to a depreciation of the value of the investor's holding as expressed in the currency denomination of the Class.
 As such, investors should realise that currency risk is considered as one of the major risks due to the volatile nature of the foreign exchange market. Currently, the Manager does not seek to mitigate the currency risk. Hence, investors of the Fund should be prepared to assume the currency risk.
- **You are exposed to Concentration Risk**
 The Fund may invest in securities of a single or a limited number of countries. Where the Fund invests in a single or a few, select countries, it will be exposed to fluctuations in the economies of these countries, and the market, currency, political, social environment and other risks related specifically to these countries, which may affect the market price of its investments in these countries. Exposure to a single or limited number of countries also increases the potential volatility of the Fund due to the increased concentration risk as they are less diversified compared to exposure to specific regional or global markets.
- **Risks associated with use of Financial Derivatives Instruments ("FDIs")**
 The Fund may invest in FDIs for purposes of hedging and it may be subject to risks associated with such investments. Investments in derivatives may require the deposit of initial margin and additional deposit of margin on short notice if the market moves against the investment positions. If no provision is made for the required margin within the prescribed time, the Fund's investments may be liquidated at a loss.

FEES AND CHARGES

WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?

Payable directly by you

Application Fee	Currently up to 5%. Maximum 7%.
Switching Fee	Currently up to 1%. Maximum 7%. Units of the Fund may be switched into units of any other fund managed by the Manager, which is approved for investment in Singapore (whether such fund is authorised or recognised). Switching may be carried out only between Units denominated in the same currency.
Withdrawal Fee / Redemption Fee	Nil.

Refer to paragraph 8 of the Singapore Prospectus for further information on fees and charges.

Investors should note that subscriptions for Units through any distributor appointed by the Manager may incur additional fees and charges. Investors are advised to check with the relevant distributor if such fees and charges are imposed by the distributor.

Payable by the Fund to Manager and Trustee

Annual management fee	Currently up to 1.5% p.a. Maximum 3% p.a.
a) Retained by Manager	- 40% to 60% of annual management fee
b) Paid by Manager to financial adviser/distributor (trailer fee) in Singapore ²	- 40% to 60% of annual management fee
Annual trustee fee	Currently up to 0.05% p.a. (including local custodian fee but excluding foreign sub-custodian fee). Maximum 0.07% p.a. The foreign sub-custodian fee is dependent on the country invested.

All fees and charges payable by the investor and the Fund are subject to any applicable taxes and/or duties as may be imposed under any applicable laws or by any other regulatory authorities from time to time.

VALUATIONS AND EXITING FROM THIS INVESTMENT

HOW OFTEN ARE VALUATIONS AVAILABLE?

- The indicative Net Asset Value per Unit of the Class SGD of the Fund will be displayed daily on the Singapore Representative's website at <http://www.principal.com.sg>. The actual prices quoted will generally be published one (1) Business Day after the relevant Dealing Day on the Singapore Representative's website.

HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?

- You may redeem your Units on any Dealing Day and Units are redeemed on a forward pricing basis.
- Redemption forms received and accepted by the appointed distribution agents on or before 4.00p.m. Singapore time on a Dealing Day will be redeemed at that Dealing Day's redemption price. Redemption forms received after 4.00p.m. Singapore time or on a day which is not a Dealing Day shall be treated as having been received on the next Dealing Day.
- Redemption proceeds shall normally be directly credited or be paid by cheque within seven (7) Business Days of receipt and acceptance of the Redemption Request by the Manager or ten (10) calendar days, whichever is lesser, unless the redemption of Units has been suspended in accordance with paragraph 15 of the Singapore Prospectus.
- The redemption proceeds that you will receive based on a redemption of 1,000 Units and a notional redemption price of SGD1.1000:

e.g.	1,000 Units	x	SGD1.1000	=	SGD1,100
	Your redemption request		Redemption Price		Your Redemption Proceeds

- You may cancel your Units within six (6) Business Days from the date of initial subscription without incurring any charges. Full details relating to the cancellation of Units can be found in the terms and conditions for cancellation of Units attached to the application form for the subscription of Units in the Fund.

Refer to paragraphs 10.6, 12 and 14 of the Singapore Prospectus for further information on valuation and exiting from the product.

CONTACT INFORMATION

HOW DO YOU CONTACT US?

If you have questions concerning the Fund or your investment in the Fund, you may call the Singapore Representative at telephone number (65) 6390 0800.

APPENDIX: GLOSSARY OF TERMS

"ASEAN"	Association of Southeast Asian Nations.
"ASEAN CIS Framework"	Framework for cross-border public offers of Qualifying CIS.
"Business Day"	Mondays to Fridays on any day that (i) commercial banks in Singapore and Malaysia (including Kuala Lumpur and Selangor) are open for business; and (ii) the stock exchange of Malaysia

² Your financial adviser/distributor is required to disclose to you the amount of trailer fee it receives from the Manager.

	(Bursa Malaysia Securities Berhad) is open for trading.
“CIS”	Refers to collective investment schemes as defined under the SC Guidelines.
“DALI”	Dana Al-Ihsan.
“Dealing Day”	In connection with the issuance and redemption of Units of a particular Class, means every Business Day or such other Business Day(s) or such other day(s) at such intervals as the Manager may determine from time to time.
“Deed”	The principal deed and all supplemental deeds in respect of the Fund made between the Manager and the Trustee, in which Unit Holders agree to be bound by the provisions of the respective deed.
“Long-term”	Refers to a period of five (5) years or more.
“Medium-term”	Refers to a period of three (3) years or more.
“NAV”	Net Asset Value.
“NAV of the Fund”	The NAV of the Fund is the value of all the Fund’s assets less the value of all the Fund’s liabilities, at the point of valuation. For the purpose of computing the annual Management Fee (if any) and annual Trustee Fee (if any), the NAV of the Fund should be inclusive of the Management Fee and Trustee Fee for the relevant day. The NAV of a Class is the NAV of the Fund attributable to a Class at the same valuation point.
“Qualifying CIS”	Means a CIS constituted or established in its Home Jurisdiction which has been approved by its Home Regulator for offer to the public in the Home Jurisdiction, and assessed by its Home Regulator as suitable to apply to a Host Regulator for its units to be offered to the public cross-border in the Host Jurisdiction pursuant to the ASEAN CIS Framework.
“SAC”	Shariah Advisory Council.
“SC”	Securities Commission Malaysia.
“Standards of Qualifying CIS”	Means the set of common standards set out under the Standards of Qualifying CIS which will govern cross border offering of CIS in ASEAN, as amended from time to time and shall include any handbook, practice notes, regulations, directive or requirement issued pursuant thereto or by the regulators and signatories of the said common standards and includes any amendment, modification, alteration, consolidation or re-enactment made thereto or for the time being in force.

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