

# Principal Islamic Asia Pacific Dynamic Equity Fund

30 June 2022



## Fund Objective

The Fund aims to achieve long-term capital appreciation and income while complying with Shariah investment criteria, through investments in the emerging and developed markets of Asia Pacific ex Japan region. Between 70% to 98% (both inclusive) of the Funds NAV can be invested in Shariah-compliant equities, Shariah-compliant warrants, Islamic options, participation in Islamic CIS which are permitted under the SC Guidelines. Up to 30% of the Fund may also invest into Sukuk and Islamic Deposits.

## Lipper Score

Total Return

Consistent Return

5

5

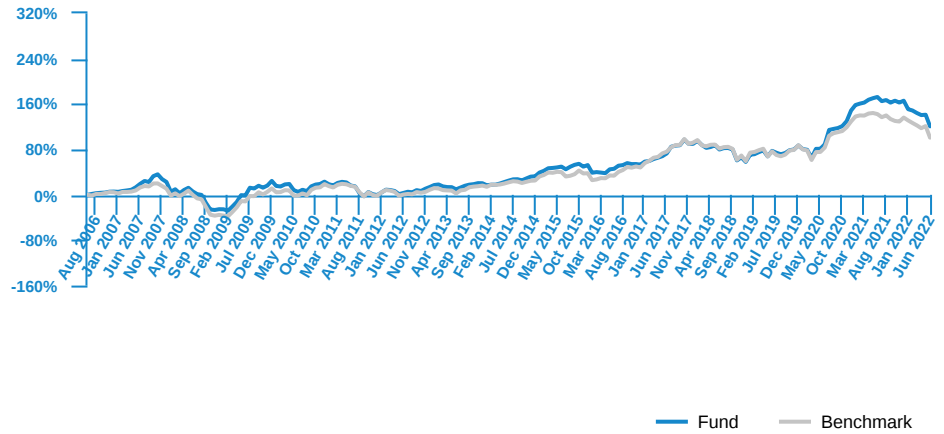
## Morningstar Rating



## Fund Information

ISIN Code	MYU1000AA007
Lipper ID	65023187
Bloomberg Ticker	CIMAPAD MK
Domicile	Malaysia
Currency	MYR
Base Currency	MYR
Fund Inception	2 Jun 2006
Benchmark	MSCI AC Asia ex Japan Islamic Index
Application Fee	IUTA: 5.00% of the NAV per unit Principal Agency Distributor: 5.00% of the NAV per unit
Management Fee	1.80% p.a. of the NAV
Trustee Fee	0.07% p.a. of NAV
Fund Size (MYR)	MYR 3123.18 million
Fund Unit	5308.35 million units
NAV per unit (As at 30 Jun 2022)	MYR 0.5883

## 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	1M	3M	6M	1Y	3Y	5Y	Since Inception
Fund	-17.02	-8.51	-9.65	-17.02	-19.02	24.30	27.58	124.89
Benchmark	-14.99	-9.24	-9.73	-14.99	-17.16	13.69	14.07	96.40

Calendar Year Returns (%)							
	2021	2020	2019	2018	2017	2016	
Fund	6.98	32.91	18.35	-16.76	23.93	0.47	
Benchmark	2.97	22.31	17.64	-17.00	29.61	7.28	

Most Recent Fund Distributions						
	2022 Mar	2021 Mar	2020 Sep	2020 Mar	2018 May	2017 Mar
Gross (sen/unit)	1.02	1.28	1.18	0.86	2.01	4.50
Annualised Yield (%)	3.13	1.75	1.24	1.14	2.38	6.71

Most Recent Unit Splits						
						2021 Jan
Ratio						7:12

Note: June 2006 to June 2022.

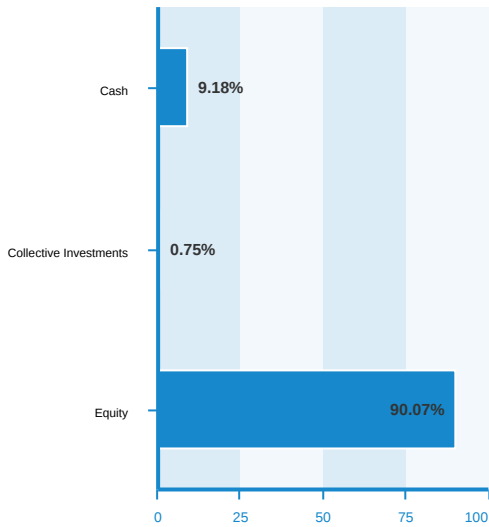
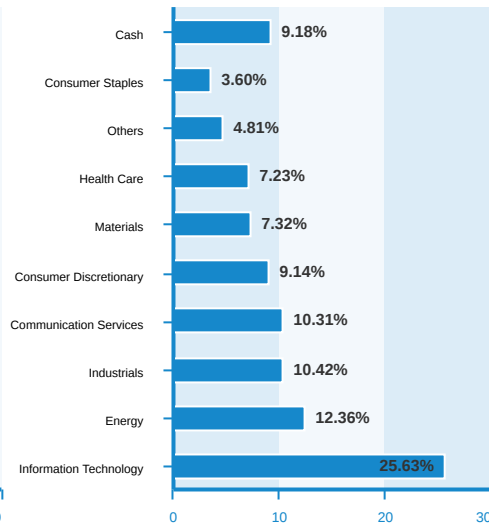
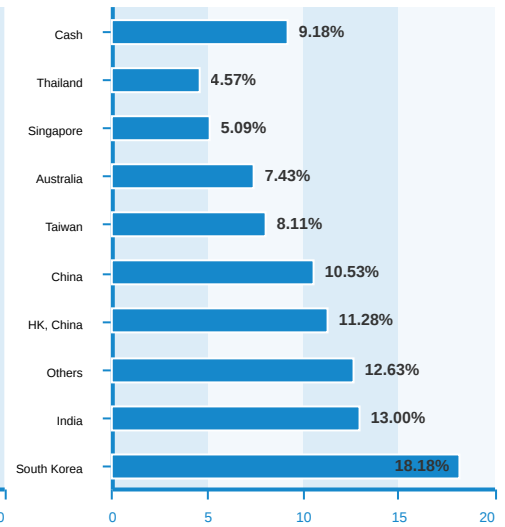
Performance data represents the combined income & capital return as a result of holding units in the fund for the specified length of time, based on bid to bid prices. Earnings are assumed to be reinvested.

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 Holdings			Fund Risk Statistics	
	Country	% of Net Assets		
Samsung Electronics Co. Ltd	South Korea	7.41	Beta	0.98
Reliance Industries Ltd	India	6.96	Information Ratio	0.19
SK Hynix Inc	South Korea	4.79	Sharpe Ratio	0.10
Taiwan Semiconductor Manufacturing	Taiwan	4.55	(3 years monthly data)	
Samsung Electronics-PFD	South Korea	4.43		
Singapore Telecommunications	Singapore	3.34		
Alibaba Group Holding Ltd	Cayman Islands	3.13		
Shell PLC	United Kingdom	3.05		
Tencent Holding Ltd	HK, China	2.70		
Airports Of Thailand	Thailand	2.41		

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**

During the month, our Fund declined 8.51% in MYR terms, outperforming the benchmark by 73 basis points (bps) mainly due to South Korea. Year-to-date, our Fund declined 17.02%, underperforming the benchmark by 203bps.

As the Fed continues to tighten its monetary policy, most Asian central banks would have to follow a similar path or risk weakness in their currencies. The resultant economic growth path in reaction to the rate hike cycle would be keenly watched. The inflation trajectory would be the key determinant for the Fed's ability to slow down its pace of rate hikes or even reverse course depending on the extent of the economic and/ or financial markets slowdown. Despite the situation being fluid, China continues to reopen with its latest move being to reduce quarantine times for inbound travellers by half. We continue to view that China will balance the need to control the Covid situation without imposing drastic measures such as that observed in Shanghai in the first half this year. We are incrementally turning more positive on China but remain stock selective. We favor beneficiaries of decarbonisation and infrastructure spend.

We are turning slightly more positive in Asian equities. We remain fully invested and diversified across sectors and geographies. Characteristics like quality, earnings resilience, growth visibility and reasonable valuations are favored.

<sup>^</sup>Based on the fund's portfolio returns as at 15 June 2022, the Volatility Factor (VF) for this fund is 13.79 and is classified as "High" (source: FIMM). 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 FIMM 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. We recommend that you read and understand the contents of the Master Prospectus (Islamic Funds) dated 31 December 2019, which has been duly registered with the Securities Commission Malaysia, before investing and that you keep the said Master Prospectus (Shariah-Compliant Funds) for your records. Any issue of units to which the Master Prospectus (Shariah-Compliant Funds) relates will only be made upon receipt of the completed application form referred to in and accompanying the Master Prospectus (Shariah-Compliant Funds), subject to the terms and conditions therein. Investments in the Fund are exposed to country risk, credit and default risk, currency risk, risks associated with investment in warrants and/or options, stock specific risk. You can obtain a copy of the Master Prospectus (Shariah-Compliant Funds) from the head office of Principal Asset Management Berhad or from any of our approved distributors. Product Highlight Sheet ("PHS") is available and that investors have the right to request for a PHS; and the PHS and any other product disclosure document should be read and understood before making any investment decision. There are fees and charges involved in investing in the funds. We suggest that you consider these fees and charges carefully prior to making an investment. Unit prices and income distributions, if any, may fall or rise. Past performance is not reflective of future performance and income distributions are not guaranteed. You are also advised to read and understand the contents of the Financing for Investment in Unit Trust Risk Disclosure Statement before deciding to obtain financing to purchase units. Where a unit split/distribution is declared, you are advised that following the issue of additional units/distribution, the NAV per unit will be reduced from pre-unit split NAV/cum-distribution NAV to post-unit split NAV/ex-distribution NAV; and where a unit split is declared, the value of your investment in Malaysian ringgit will remain unchanged after the distribution of the additional units.

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.