

Principal ASEAN Dynamic Fund - Class MYR

31 December 2021

Available under the EPF Members Investment Scheme.



Fund Objective

The Fund aims to achieve capital appreciation over the medium to long term by investing in the ASEAN region.

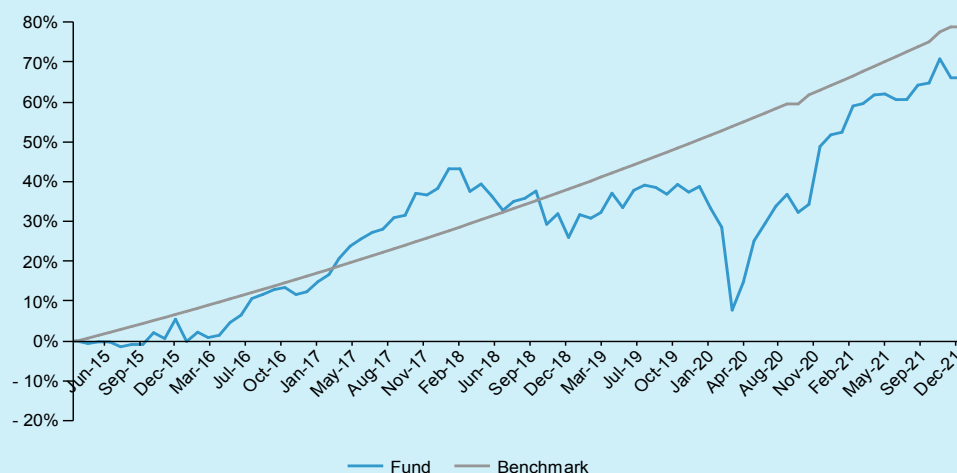
Currency: MYR
ISIN Code: MYU1000FG003

Bloomberg Ticker: CIMPATR MK

Fund Information

Domicile	Malaysia
Base Currency	US Dollar (USD)
Fund Inception	3 March 2015
Benchmark	9% p.a.
Application Fee	Principal Agency Distributor: Up to 6.50% of the NAV per unit IUTAs: Up to 5.50% of the NAV per unit
Management Fee	1.80% per annum of the NAV of the Class in Malaysia
Trustee Fee	0.06% per annum of the NAV of the Class in Malaysia
Fund Size (MYR)	MYR 47.91 million
NAV per unit (As at 31 December 2021)	MYR 0.8252

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	8.76	-0.61	0.17	2.78	8.76	30.98	46.89	66.06
Benchmark	9.00	0.73	2.20	4.44	9.00	29.50	53.86	78.83

Calendar Year Returns (%)

	2021	2020	2019	2018	2017	2016
Fund	8.76	9.34	10.14	-8.89	23.09	6.52
Benchmark	9.00	9.00	9.00	9.00	9.00	9.00

Note: March 2015 to December 2021.

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

Source : Lipper

Top 10 Holdings

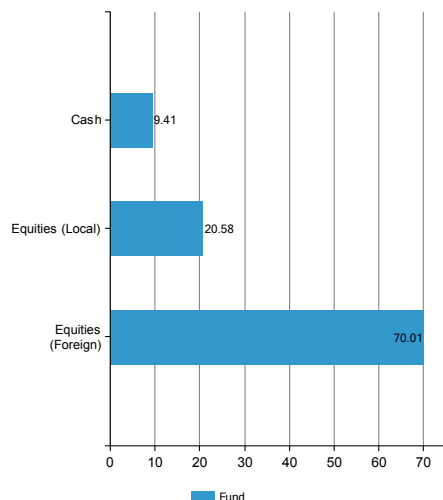
	Country	% of net assets
United Overseas Bank Ltd	Singapore	7.22
Bank Central Asia	Indonesia	5.30
DBS Group Hldg Ltd	Singapore	4.55
Oversea-Chinese Banking Corp	Singapore	3.58
Press Metal Aluminium Hldg Bhd	Malaysia	3.56
Bank for Foreign Trade of Viet	Vietnam	3.49
Genting Bhd	Malaysia	3.47
Airports Of Thailand	Thailand	3.07
SEA LTD	United States	2.99
Siam Commercial Bank PCL F	Thailand	2.69

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

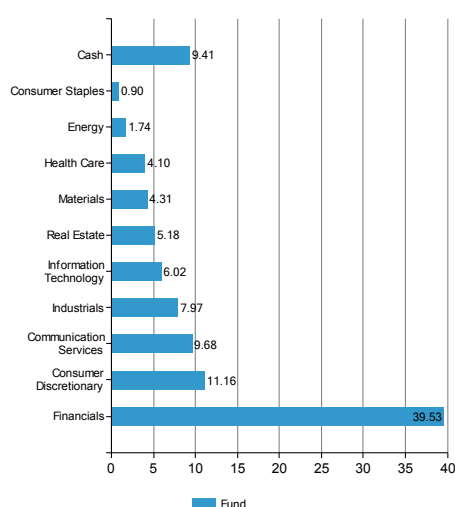
Fund Risk Statistics

Beta
Information Ratio
0.11
Sharpe Ratio
0.61
3 years monthly data

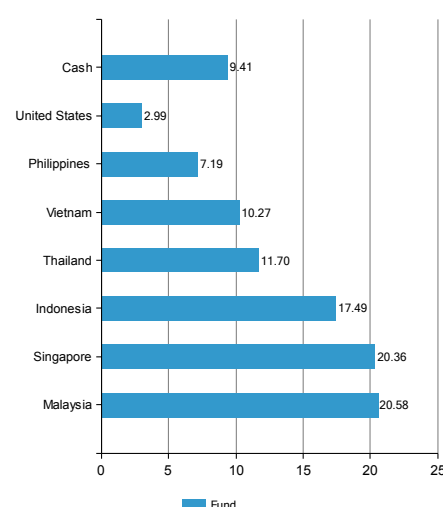
Asset Allocation (%)



Sector Allocation (%)



Regional Allocation (%)



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

Fund Manager's Report

The Fund declined -0.61% for the month, underperforming the absolute benchmark by -1.34%. At the country level, Singapore, Philippines and Indonesia were the underperformers. Meanwhile, Communication Services and Information Technology were the sector detractors. For 2021, the Fund rose +8.76%, underperforming the absolute benchmark by -0.24%.

MSCI ASEAN index (USD terms) gained +2.01% for the month and YTD declined -2.91%. Outperformers were Thailand (+6.79%) and Malaysia (+4.18%), whilst Philippines (-2.40%), Singapore (-0.19%), Vietnam (+0.58%) and Indonesia (-1.09%) underperformed.

Mobility restrictions were further eased in ASEAN and some are in the midst preparing their countries to move from COVID-19 pandemic into endemic phase as major cities entering herd immunity. However, there is sign of new waves from Omicron, especially in countries with low vaccination rate such as Philippines. To stem the severity of the potential infections from Omicron, respective countries are encouraging the population to take booster shot coupled with reminders on social distancing. Economic activities are improving but further monetary and fiscal assistance are required. Earnings revision has been rather mixed depending on the COVID-19 situation. However, ASEAN were seeing selective positive earnings revisions which means corporates are better ready to manage the current COVID-19 situation.

ASEAN markets continued to attract some foreign inflows for the month due to several factors; the rise of new economy stocks; major cities in ASEAN are approaching herd immunity and the regulation uncertainty in China/HK are attracting foreign flows. MSCI ASEAN is currently trading at 16.2x forward 12-month Price-to-Earnings Ratio vs. the 5-year historical average of 14.3x.

We believe ASEAN equities continue to provide investors a combination of recovery plays and long-term structural themes. Hence, we have adopted a barbell approach of cyclical and growth. As ASEAN economic activities continue to improve and vaccination progresses, we are positive on cyclical sectors and stocks benefiting from reopening such as tourism-related. Cyclical sectors include financials, consumer, basic materials, real estates. We also continue to like structural growth themes of ASEAN e-commerce & fintech, Vietnam and technology & supply chain shift, with a focus on quality growth companies at reasonable valuation.

^aBased on the fund's portfolio returns as at 15 December 2021, the Volatility Factor (VF) for this fund is 15.350 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 Principal ASEAN Dynamic Fund (formerly known as CIMB-Principal ASEAN Total Return Fund) Prospectus Issue No. 4 dated 23 December 2019 which has been duly registered with the Securities Commission Malaysia, before investing and that you keep the said Fund Prospectus for your record. Any issue of units to which the Fund Prospectus relates will only be made upon receipt of the completed application form referred to in and accompanying the Fund Prospectus, subject to the terms and conditions therein. Investments in the Fund are exposed to country risk, credit (default) risk, currency risk, Equity specific risk, interest rate risk, liquidity risk, risk associated with temporary defensive positions and risk of investing in emerging markets. You can obtain a copy of the Fund Prospectus 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 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 advised to read and understand the contents of the Unit Trust Loan Financing Risk Disclosure Statement before deciding to borrow to purchase units. Where a unit split/distribution is declared, investors 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 for a prospectus containing this and other information. Please read it carefully before investing.

Principal Asset Management Berhad

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