

Global Sukuk Fund - A Class Accumulation Units

31 December 2020

Investment manager

Principal Islamic Asset Management Sdn Bhd (Principal Islamic) is the Investment Manager of the Fund. Principal Islamic constitutes a partnership between Principal Financial Group and CIMB Group Holdings Berhad.

Fund managers

Mohd Fadzil Bin Mohamed

BSc (Hons), University of Aberystwyth, Wales, UK

23 Years Industry Experience

Rina Izzati Raduan

MBA, International Islamic University Malaysia

18 Years Industry Experience

Elyzza Syazreen Zailan

BSc, University of Illinois, Urbana-Champaign, USA

11 Years Industry Experience

Investment objective

The Fund seeks to maximise total return over the medium to long term through a combination of capital growth and income by investing in global Sukuk. The Fund invests primarily in a diversified portfolio of Shariah-compliant fixed income securities. All investments made by the Fund will be compliant with the Shariah Investment Guidelines.

Index

Dow Jones Sukuk Price Return Index*

Fund facts

Fund size	\$52.7m
Base currency	USD
Fund domicile	Ireland
UCITS qualifying	Yes
Pricing	Daily
Dealing	10am Dublin

Unit class facts

Launch date	07 Sep 2016
Currency	USD
Hedging	Portfolio
Minimum investment	US\$1,000
Management fee(s)	1.00% pa
Income distribution	Accumulated

Fund grading

3 Star Overall Morningstar Rating™ as of 31 December 2020



Performance (%)

	1M	3M	YTD	1YR	3YR	5YR	SI
Fund Cumulative Net	0.97	2.69	4.38	4.38	13.58	-	14.40
Index Cumulative	0.33	1.12	4.34	4.34	7.71	-	5.39
Fund Annualised Net	0.97	2.69	4.38	4.38	4.33	-	3.16
Index Annualised	0.33	1.12	4.34	4.34	2.50	-	1.22

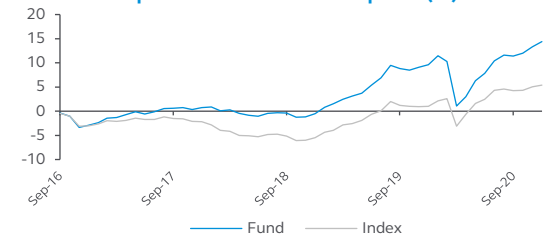
12-month rolling return (%)

Jan 16 - Dec 16	Jan 17 - Dec 17	Jan 18 - Dec 18	Jan 19 - Dec 19	Jan 20 - Dec 20
-	3.75	-1.25	10.20	4.38

Risk analysis

	1YR	3YR
Information Ratio	0.0	0.8
Alpha	-1.4	1.6
Tracking Error	3.7	2.3
Standard Deviation	9.9	6.1
Beta	1.4	1.3

Cumulative performance since inception (%)



Past performance is not a reliable indicator of future performance.

Source: Fund Administrator: BNY Mellon Fund Services (Ireland) DAC since February 2011, performance data prior to this date is sourced from PGI and/or its affiliates; and the Index.

Data: The performance data shown is based upon the Fund's official Net Asset Value (NAV) prices. The performance data shown is net of fees and other charges but excludes any potential entry/exit charges- as such the return an investor receives may be lower. (See performance note for important information.)

Fund analysis

	Fund
Average Coupon	4.4
Average Life	7.5
Yield to Worst	2.8
Yield to Maturity	2.9

Any yields quoted on the fact sheet are calculated at portfolio level gross of tax and expenses.

* Yield to Worst is the lowest potential yield that can be received on a bond without the issuer actually defaulting. The yield to worst is calculated by making the worst-case scenario assumptions on the issue.

* Yield to Maturity is a concept used to determine the rate of return an investor will receive if a long-term, interest-bearing investment, such as a bond, is held to its maturity date. Please note that this is not the return or dividend to be received by investors in the fund.

Top 10 holdings (%)

	Fund
Tabreed Sukuk SPC Ltd	6.7
Aldar Sukuk No 2 Ltd	5.7
DAE Sukuk DIFC Ltd	5.4
Saudi Electricity Global Sukuk Co 3	5.3
MAF Sukuk Ltd	5.2
Perusahaan Penerbit SBSN Indonesia III	4.8
Sharjah Sukuk Program Ltd	4.7
Almarai Sukuk Ltd	4.6
DP World Crescent Ltd	4.3
MAF Sukuk Ltd	4.3
Total	51.0

No. of holdings 31

Credit quality (%)

	Fund
AAA	2.4
A	12.9
BBB	59.4
BB	6.6
B	3.0
Not Rated	15.6

Credit Quality refers to the credit ratings for the underlying securities in the Fund as rated by Standard & Poor's or Moody's Investors Service, and typically range from AAA/Aaa (highest) to C/D (lowest). If Moody's and S&P assign different ratings, the higher rating is used. Ratings methodologies and individual ratings can change over time. Credit Quality: AAA includes cash.

Geographic allocation (%)

	Fund
United Arab Emirates	59.9
Saudi Arabia	16.0
Qatar	6.0
Indonesia	4.9
Kuwait	4.4
Oman	3.4
Bahrain	3.0
Cash Equivalent	2.4

Sector allocation (%)

	Fund
Financial Services	23.0
Sovereigns	18.8
Real Estate	18.6
Utilities	17.6
Transportation & Logistics	15.0
Consumer Staples	4.6
Cash Equivalent	2.4

Source: Principal Global Investors and/or its affiliates and the Index.

Data: This data/analysis is not sourced from the Fund's official record. It is based upon data from the internal systems of Principal Global Investors and/or its affiliates. Performance shown in this section is gross which does not take into account any fees or other charges which, if taken into account, would reduce the figures shown.

Fund codes

ISIN IE00BZBXG372
 SEDOL BZBXG37

Registration

Ireland, Singapore, Switzerland, UAE and UK

Not all unit classes are registered in the listed countries, please contact your sales representative for more details. In Singapore, the Fund is registered as a Restricted Scheme for institutional investors and relevant persons defined in the SFA.

Fund overview

The Fund seeks to maximize total return over the medium to long term through a combination of capital growth and income. The Fund seeks to achieve its objective by investing primarily in a diversified portfolio of Shariah-compliant fixed income securities (Sukuk) issued by government, government-related entities such as their local authorities and public authorities, corporate or supranational entities located globally.

Organisation

Principal Islamic acts as a global partner to institutional global investors, providing a range of Islamic investment portfolios to suit differing needs. We offer separately managed portfolios for institutions and collective investments. The joint venture between Principal Islamic and Principal Financial Group allows Principal Islamic to leverage on the strong global Islamic credentials of Principal Islamic while Principal Global Investors (the asset management arm of Principal Financial Group) lends its expertise in global asset management. Headquartered in Kuala Lumpur, Malaysia, Principal Islamic is strategically located in the world's first country with a complete Islamic financial system operating in parallel to the conventional banking system. This allows the firm to leverage on Malaysia's comprehensive Islamic financial infrastructure and its adopted global regulatory, legal and Shariah best practices.

Risk warnings

- Past performance is not a reliable indicator for future performance.
- There is no guarantee that the investment objective of the Fund will be achieved
- This shareclass is unhedged. Unhedged shareclasses are exposed to greater risk and volatility.
- The potential for profit is accompanied by the possibility of loss.

Performance note

Index Disclosure: The Fund is actively managed and aims to outperform the Dow Jones Sukuk Price Return Index (the "Index"). The portfolio manager may reference the Index as part of the investment management process and the majority of the Fund's investments will be in securities that are components of the Index. However, the portfolio manager maintains full discretion to select investments for the Fund in line with the above investment policy and with prior approval from the Shariah Advisor. This document presents the performance of this particular unit class of the Fund from the date of inception of the unit class in its unit class currency, as specified on the front page. Performance is calculated on a NAV-to-NAV basis, includes the reinvestment of all investment income, and does not take into account subscription fees and/or tax, but does include trustee and management fees. The NAV is not guaranteed and may fall as well as rise, depending on investment performance, and exchange rate fluctuations – where the Fund invests in non-USD denominated assets, whose value is not hedged to the USD. Performance is calculated on a NAV-to-NAV basis, which includes the reinvestment of net income. The NAVs used in these calculations reflect the month-end market close prices of assets. The actual performance an investor receives reflects the NAVs at which they trade the Fund, which are calculated at the Fund's Valuation Point - as such, the two returns will differ. Outperforming the Dow Jones Sukuk Price Return Index is not specifically included in the objective for the Fund, and the figures shown in the table are provided as a comparison only. Past performance is not indicative of future performance. All figures are stated in USD unless otherwise noted. Investments do not always add up to 100% due to rounding.

Disclosure

Principal Islamic is the Investment Manager and coordinator of Funds distribution for Principal Islamic Asset Management (Ireland) PLC, and is a partnership between Principal Financial Group and CIMB Group Holdings Berhad.

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Investors are also advised to read and understand the contents of the prospectus before investing and consider the fees and charges involved.

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The information in this document has been derived from sources believed to be accurate as of December 2020.

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Important information

The Investment Objective as stated in this document is a summary, please refer to the supplement for full details of the Investment Objective and Policy of the Fund. Overall Morningstar Rating™ as of December 2020. Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

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