

# Global Sukuk Fund - I Class Accumulation Units

31 December 2019

## Investment manager

Principal Islamic Asset Management Sdn Bhd (formerly known as CIMB-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

22 Years Industry Experience

### Rina Izzati Raduan

MBA, International Islamic University Malaysia

14 Years Industry Experience

### Elyzza Syazreen Zailan

BSc, University of Illinois, Urbana-Champaign, USA

10 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.

## Performance comparator

The Fund is managed without reference to a particular benchmark. Figures in relation to the Dow Jones Sukuk Price Return Index (the "Index") are provided for comparison only. Different indices may have been used in prior periods. See Important Information for further details.

## Fund facts

Fund size	\$51.2m
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\$1,000,000
Management fee(s)	0.70% pa
Income distribution	Accumulated

## Regulatory risk warnings

Past performance is not a reliable indicator of 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.

## Performance (%)

	1M	3M	YTD	1YR	3YR	5YR	SI
Fund Cumulative Net	0.45	0.82	10.53	10.53	13.92	-	10.70
Index Cumulative	0.04	-0.19	6.87	6.87	4.15	-	1.01
Fund Annualised Net	0.45	0.82	10.53	10.53	4.44	-	3.11
Index Annualised	0.04	-0.19	6.87	6.87	1.36	-	0.30

## 12-month rolling return (%)

Jan 15 - Dec 15	Jan 16 - Dec 16	Jan 17 - Dec 17	Jan 18 - Dec 18	Jan 19 - Dec 19
-	-	4.06	-0.95	10.53

## Risk analysis

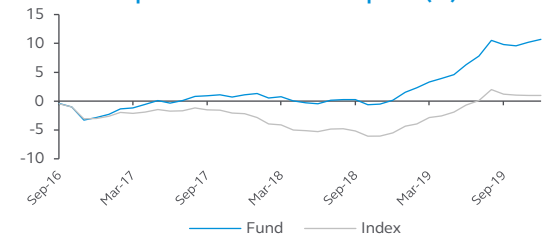
	1YR	3YR
Information Ratio	4.0	3.7
Alpha	3.4	3.1
Tracking Error	0.9	0.8
Standard Deviation	2.7	2.4
Beta	1.1	1.0

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.)

## Cumulative performance since inception (%)



## Fund analysis

	Fund
Average Coupon	4.3
Average Life	8.9
Yield to Worst	3.5
Yield to Maturity	3.7

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
EMG Sukuk Ltd	5.1
Hong Kong Sukuk 2017 Ltd	4.9
KSA Sukuk Ltd	4.7
Sharjah Sukuk Program Ltd	4.7
DP World Crescent Ltd	4.6
Perusahaan Penerbit SBSN Indonesia III	4.4
TNB Global Ventures Capital Bhd	4.3
Saudi Electricity Global Sukuk Co 3	4.1
SIB Tier 1 Sukuk Co	4.1
Aldar Sukuk No 2 Ltd	4.0
<b>Total</b>	<b>44.9</b>

No. of holdings

37

## Geographic allocation (%)

	Fund
United Arab Emirates	41.9
Saudi Arabia	14.9
Indonesia	12.4
Malaysia	10.6
Hong Kong SAR	4.9
Kuwait	4.6
Bahrain	3.6
Cash Equivalent	3.3
Qatar	2.0
Turkey	1.9
Supranational	0.0

## Credit quality (%)

	Fund
AAA	3.3
AA	4.9
A	18.3
BBB	53.6
BB	3.8
B	5.5
Not Rated	10.7

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.

## Sector allocation (%)

	Fund
Sovereigns	39.3
Real Estate	19.3
Utilities	13.8
Financial Services	10.7
Transportation & Logistics	9.9
Oil & Gas	2.0
Health Care	1.9
Telecommunications	0.0
Supranationals	0.0
Airlines	0.0
Cash	3.3

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 IE00BZBXG935  
SEDOL BZBXG93

## 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.

## Regulatory risk warnings

The potential for profit is accompanied by the possibility of loss.

## Fund overview

The Global Sukuk Fund invests with persistent structural advantages achieved through:

- Breadth of market coverage
- Depth of specialised expertise
- Disciplined portfolio construction
- Innovation in evolving markets

## 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.

## Performance note

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.

Principal Islamic may not forward this document to retail clients. If you are viewing the material as a retail investor, you should seek independent investment advice before deciding whether the Fund in question is suitable to meet your investment needs and objectives as the language included has not been complied to a retail client standard. Full details of the risks of investing in the Fund are contained in the KIID and Prospectus. This is available at [www.principalislamic.com](http://www.principalislamic.com).

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

Principal Islamic is not authorised by the Financial Conduct Authority to directly deal with retail investors; any distribution of the Fund to retail investors in Europe is facilitated by Fund distributors with which Principal Islamic has entered distribution agreements, pursuant to advice provided to investors by those distributors, based on the documents Principal Islamic provides.

The document is issued in: The United Kingdom by Principal Global Investors (Europe) Ltd, Level 1, 1 Wood Street, London, EC2V 7JB, registered in England, No. 0381998, which has approved its contents, and which is authorised and regulated by the Financial Conduct Authority. Principal Global LLC, a branch registered in the Dubai International Financial Centre and authorised by the Dubai Financial Services Authority (DFSA) as a representative office and is delivered on an individual basis to the recipient and should not be passed on or otherwise distributed by the recipient to any other person or organisation. This document is intended for sophisticated institutional and professional investors only. Mandatory Disclosure: Module 4.6.5.(d) – This document relates to financial products which are not subject to any form of regulation or approval by the DFSA. The DFSA has no responsibility for reviewing or verifying any prospectus or other documents in connection with this financial product. It has not approved this document or any other associated documents nor taken any steps to verify the information set out therein. The financial product to which this document relates may be illiquid and/or subject to restrictions on its resale.

Prospective purchasers should conduct their own due diligence on the financial product and consult an authorised financial adviser if you do not understand the contents of this document.

The information in this document has been derived from sources believed to be accurate as of December 2019.

In Switzerland, this document is issued by Principal Global Investors (Switzerland) GmbH which is authorised by the Swiss Financial Market Supervisory Authority ("FINMA"). The name of the Swiss representative is ACOLIN Fund Services AG, Affolternstrasse 56, CH-8050 Zurich. The name of the Swiss paying agent is Banque Cantonale de Genève, 17, quai de l'île, 1204 Geneva. Investors can obtain free of charge the prospectus, trust deed, the prospectus, the key investor information document (KIID), and the annual and semi-annual reports from the representative in Switzerland. The current document is intended for information purposes only and shall not be used as an offer to buy and/or sell shares.

## 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.

## Contact us

For more information on the fund, please contact:

### Principal Islamic Asset Management Sdn Bhd

10th Floor Bangunan CIMB  
Jalan Semantan  
Damansara Heights  
50490 Kuala Lumpur Malaysia  
Phone: +603 2084 8888  
[enquiries.principalislamic@principal.com.my](mailto:enquiries.principalislamic@principal.com.my)

Principal Islamic Asset Management (Dubai Representative Office)  
+971 4 227 1005  
[fadi.haddad@principal.com.my](mailto:fadi.haddad@principal.com.my)

Principal Global Investors (Europe)  
[Investors-Europe@principal.com](mailto:Investors-Europe@principal.com)

Principal Global Investors, LLC (Dubai)  
+97 143 46 4555  
[Dungarpurwala.Tasneem@principal.com](mailto:Dungarpurwala.Tasneem@principal.com)

## Website

[www.principalislamic.com](http://www.principalislamic.com)