

Islamic Asean Equity Fund - I Class Accumulation Units

31 January 2021

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

24 Years Industry Experience

Azlina Abdul Aziz

BSc degree in Actuarial Science, Ball State University, US.

20 Years Industry Experience

Advisory¹

Patrick Chang

MSc, Fin, City University, Business School, UK

27 Years Industry Experience

Investment objective

The fund aims to provide investors with capital growth over the medium to long term through investments in Association of Southeast Asian Nations (ASEAN) assets, including equities. All investments made by the Fund will be compliant with Shariah Investment Guidelines.

Index

Dow Jones Islamic Market ASEAN Index*

Fund facts

Fund size	\$44.8m
Base currency	USD
Fund domicile	Ireland
UCITS qualifying	Yes
Pricing	Daily
Dealing	10am Dublin

Unit class facts

Launch date	13 Apr 2012
Currency	USD
Hedging	Portfolio
Minimum investment	US\$2,000,000
Management fee(s)	Up to US\$5 million 1.0% pa \$5 to \$50 million 0.7% pa Above \$50 million 0.6% pa
Income distribution	Accumulated

Performance (%)

	1M	3M	YTD	1YR	3YR	5YR	SI
Fund Cumulative Net	-1.81	8.47	-1.81	2.89	-8.41	16.98	14.00
Index Cumulative	0.29	12.94	0.29	15.62	1.70	33.77	17.70
Fund Annualised Net	-1.81	8.47	-1.81	2.89	-2.88	3.18	1.50
Index Annualised	0.29	12.94	0.29	15.62	0.56	5.98	1.87

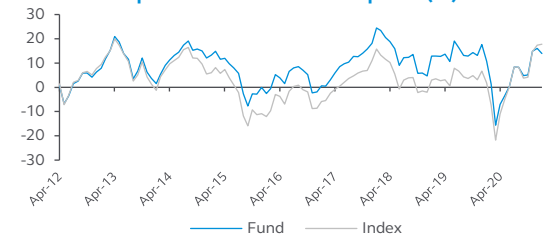
12-month rolling return (%)

Feb 16 - Jan 17	Feb 17 - Jan 18	Feb 18 - Jan 19	Feb 19 - Jan 20	Feb 20 - Jan 21
3.21	23.75	-9.32	-1.83	2.89

Risk analysis

	3YR	5YR
Information Ratio	-0.8	-0.7
Alpha	-3.5	-2.5
Tracking Error	4.1	3.8
Standard Deviation	17.8	15.1
Beta	0.9	0.9

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	Index
Active Share	53.4	-
Price/Earnings	21.7	19.4
Price/Book	6.0	8.5
Div Yield Wtd Avg	2.7	2.6
Mkt Cap Wtd Avg USDm	9,852.6	10,365.2

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

Top 10 holdings (%)

	Fund
Singapore Telecommunications Limited	6.8
Airports of Thailand Public Co. Ltd.	6.4
PT Telkom Indonesia (Persero) Tbk Class B	6.4
Venture Corporation Limited	4.3
Advanced Info Service Public Co., Ltd.	3.6
PT United Tractors Tbk	3.4
Bangkok Dusit Medical Services Public Co. Ltd.	3.4
Inari Amertron Berhad	3.3
Sime Darby Bhd.	3.3
Dialog Group Bhd.	3.1
Total	44.0
No. of holdings	51

Geographic allocation (%)

	Fund
Malaysia	42.0
Indonesia	23.8
Thailand	18.5
Singapore	12.1
Philippines	0.5
Cash	3.1

Top 5 stock overweights/underweights (%)

	Difference
Overweight	
Sime Darby Bhd.	2.6
PT Mitra Keluarga Karyasehat Tbk	2.4
Venture Corporation Limited	2.3
Inari Amertron Berhad	2.3
SKP Resources Bhd.	2.3
Underweight	
Hartalega Holdings Bhd.	-1.7
Energy Absolute Public Co. Ltd.	-2.0
PTT Exploration & Production Plc	-2.7
Top Glove Corporation Bhd.	-2.8
Delta Electronics (Thailand) Public Co. Ltd.	-4.0

Sector allocation (%)

	Fund
Industrials	24.1
Telecommunications	20.1
Health Care	15.7
Basic Materials	10.0
Consumer Goods	9.2
Technology	6.1
Oil & Gas	5.3
Financials	3.5
Consumer Services	2.8
Cash	3.1

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 IE00B6QL7418
SEDOL B6QL741

Registration

Ireland, Singapore, Switzerland 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 investment objective of the Fund is to seek capital growth over the medium to long term. The Fund seeks to achieve its objective by investing principally in the equity securities and equity related securities comprising depository receipts of companies that are domiciled or with their core business in the Association of Southeast Asian Nations ("ASEAN") region. The Fund may also invest in securities listed on markets outside of the ASEAN region, provided the companies are domiciled in, or their core business is conducted in the ASEAN region.

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.
- Equity markets are subject to many factors including economic conditions, government regulations, market sentiment, local and international political events, and environmental and technological issues.
- The potential for profit is accompanied by the possibility of loss.
- Derivatives are volatile and carry a high degree of risk, including liquidity risk.
- Leverage can magnify losses as well as gains.
- Currency hedging may reduce but will not remove risk. Hedging will incur more transaction costs and fees, which will affect overall return.

Performance note

*Index Disclosure: The Fund is actively managed and aims to outperform the Dow Jones Islamic Market ASEAN Index. The portfolio manager may reference the Index as part of the investment management process, and it is also considered as part of the investment risk monitoring process. In addition, the majority of the Fund's investments will be in securities that are components of the Dow Jones Islamic Market ASEAN 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 Islamic Market ASEAN 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.

¹ Advisory refers to non-discretionary fund management services. Patrick Chang is the Chief Investment Officer of Principal Asset Management Berhad, and provides advice, which the Fund Managers may consider in making their investment decisions.

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 compiled 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.

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.

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The information in this document has been derived from sources believed to be accurate as of January 2021.

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In Singapore: The Fund is a restricted scheme in Singapore, it is not authorised or recognised by the MAS and the units in the Fund are not allowed to be offered to the retail public. The Fund is available only to: 1) Institutional Investors under Section 304 of the Securities and Futures Act ("SFA"); and 2) persons within the meaning of "relevant persons" defined in Section 305 of the SFA and in accordance with the conditions of, any other applicable provisions of the SFA. Mandatory Disclosure for the DIFC: Module 4.6.5.(d) - 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 document is intended for sophisticated institutional and professional investors only in the DIFC and is delivered in on an individual basis to the recipient only and should not be passed on or otherwise distributed to any other person or organization.

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

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