Date of issuance: 11 September 2026

Product Highlights Sheet
Principal Islamic Institutional Equity Fund

Responsibility Statement

This PHS has been reviewed by the authorised committee approved by the directors of Principal Islamic Malaysia. Having made all reasonable inquiries, they confirm to the best of their knowledge and belief, that there are no false or misleading statements or omissions of other facts which would make any statement in this PHS false or misleading.

Statement of Disclaimer

The relevant information and document in relation to the Fund, including a copy of this PHS has been lodged with the Securities Commission Malaysia under the Lodge and Launch Framework.

The lodgement of the relevant information and document in relation to the Fund, including this PHS, should not be taken to indicate that the Securities Commission Malaysia recommends the Fund or assumes responsibility for the correctness of any statement made or opinion or report expressed in this PHS.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of Principal Islamic Malaysia who is responsible for the Fund and takes no responsibility for the contents of this PHS. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this PHS, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

The Manager

Principal Islamic Malaysia obtained its license to operate as an Islamic fund management company in June 2008 from the Securities Commission Malaysia. Principal Islamic Malaysia is one of the first companies in the industry to be awarded an Islamic fund management license by the Securities Commission Malaysia. Headquartered in Kuala Lumpur, Principal Islamic Malaysia 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.

This PHS only highlights the key features and risks of this unlisted capital market product. You are advised to read this PHS together with the Information Memorandum of the Fund dated 11 September 2026 and its supplementary (if any). You are advised to request, read and understand the Information Memorandum before deciding to invest.

Brief Information on Principal Islamic Institutional Equity Fund

The Fund is a Wholesale Fund issued by Principal Islamic Malaysia. The Fund aims to achieve capital growth over the medium to long-term. The Fund is established with a multi-class structure and is allowed to establish new Class(es) from time to time without your prior consent.

This is neither a capital protected fund nor a capital guaranteed fund.

Product Suitability

The Fund best suits you if you:
- are a Sophisticated Investor;
- have a medium to long-term investment horizon; and/or
- want an investment primarily in Malaysian equity securities that comply with Shariah principles.

Key Product Features

Fund category/Type	Wholesale (Equity) / Growth	
Base currency	MYR	
Benchmark	FTSE Bursa Malaysia EMAS Shariah Index	
Investment policy and strategy	The Fund may invest up to 99.5% of the Fund's NAV in Shariah-compliant equity securities of companies that are listed on Bursa Malaysia and the remaining NAV may be invested in Islamic liquid assets such as Islamic money market instruments and/or Islamic Deposits for liquidity management purposes. Generally, the Fund will focus on Shariah-compliant equity securities of companies with medium to long-term capital growth. The Fund may opt to seek investment exposure via Islamic CIS that is in line with the Fund's objective, subject to the requirements of the GLOLA. In addition, Islamic liquid assets may be strategically used if we feel that the market downside risk is high in the short term. Asset allocation decisions are guided by prevailing market conditions and the Manager's assessments. The asset allocation strategy for this Fund is as follows: ▪ up to 99.5% of the Fund's NAV will be invested in Shariah-compliant equity securities; and ▪ at least 0.5% of the Fund's NAV will be invested in Islamic liquid assets and Islamic derivatives (for hedging purposes).	
Launch date	**Class MYR**	11 September 2026
Financial year-end	31 December.	
Distribution policy	**Class MYR:** Given the Fund's investment objective, the Class of the Fund is not expected to pay any distribution. Distributions, if any, are at our discretion and will vary from period to period depending on the performance of the Fund.	
Manager	Principal Islamic Asset Management Sdn Bhd	
Trustee	HSBC (Malaysia) Trustee Berhad	
Shariah adviser	BIMB Securities Sdn Bhd	
Solicitors	Soon Gan Dion & Partners	

Key Risks

General risks of investing in the Fund	
Returns and capital not guaranteed	The investment of the Fund is subject to market fluctuations and its inherent risk. There is **NO GUARANTEE** on the investment which includes your investment capital and returns, nor any assurance that the Fund's objective will be achieved. You should also note that the Fund is neither a capital guaranteed fund nor a capital protected fund. However, we reduce this risk by ensuring diligent management of the assets of the Fund based on a structured investment process.
Market risk	This risk refers to the possibility that an investment will lose value because of a general decline in financial markets, due to economic, political and/or other factors, which will result in a decline in the Fund's NAV.
Liquidity risk	Liquidity risk refers to the ease of liquidating an asset without causing market dislocation. This depends on the supply and demand as well as the asset's volume or amount traded in the market. If the Fund holds

	assets that are illiquid, assets that are difficult to dispose or due to liquidity policy applied by the unlisted Islamic CIS (e.g. suspension during exceptional situations), the value of the Fund and consequently the value of Unit holders' investment in the Fund may be negatively affected when the Fund has to sell such assets at unfavourable prices.
Inflation risk	This is the risk that your investment in the Fund may not grow or generate income at a rate that keeps pace with inflation. This would reduce your purchasing power even though the value of the investment in monetary terms has increased.
Manager risk	This risk refers to the day-to-day management of the Fund by the Manager which will impact the performance of the Fund. For example, investment decisions undertaken by the Manager, as a result of an incorrect view of the market or any non-compliance with internal policies, investment mandate, the Deed, relevant law or guidelines due to factors such as human error or weaknesses in operational process and systems, may adversely affect the performance of the Fund.
Financing risk	This risk occurs when you obtain financing to finance your investment. The inherent risk of investing with money obtained from financing includes you being unable to service the financing payments. In the event units are used as collateral and if the price of units falls below a certain level due to market conditions, you may be required to pay an additional amount on top of your existing instalment. If you fail to do so within the time prescribed, your units may be sold at an unfavourable price and the proceeds thereof will be used towards the settlement of your financing. Please note that financing is not encouraged. The Manager does not provide financing for the purchase of units of the Fund.
Shariah non-compliance risk	This risk refers to the possibility that the Fund may not conform to Shariah Investment Guidelines, either: a) due to management error that resulted in the Fund investing in a Shariah non-compliant instrument; or b) because an instrument which was Shariah-compliant at the time of investment was subsequently reclassified as Shariah non-compliant by the relevant authority or the Shariah Adviser. In the event of such non-compliance, the Manager will take the necessary steps to dispose of the affected investment. Where the non-compliance arose from a management error, any losses incurred from the disposal of the investment will be borne by the Manager. However, where the non-compliance arose from the reclassification of Shariah status of an investment that was Shariah-compliant at the time of acquisition, any losses incurred from the disposal of the investment will be borne by the Fund. Where applicable, any gains from the disposal of the investment shall be channelled to *baitulmal* and/or charitable bodies as advised by the Shariah Adviser. Please refer to "Shariah Investment Guidelines" section of the Information Memorandum for more information.
Specific risks related to the Fund	
Stock specific risk	Prices of a particular Shariah-compliant stock may fluctuate in response to the circumstances affecting individual companies such as adverse financial performance, news of corporate action or loss of key personnel of a company. Any adverse price movements of such Shariah-compliant stock will adversely affect the Fund's NAV.
Risks associated with investing in CIS	For any investments into Islamic CIS, the Islamic CIS's management company has absolute discretion over the Islamic CIS's investment technique and knowledge, operational controls and management. In the event of mismanagement of the Islamic CIS, this may negatively impact the value of the Islamic CIS, and consequently the value of the Fund. Should the situation arise, we will seek for another Islamic CIS that is consistent with the objective of this Fund.

The above summary of risks does not purport to be an exhaustive list of all the risk factors relating to the investments in the Fund and are not set out in any particular order of priority. You should be aware that an investment in the Fund may be exposed to other risks from time to time. If in doubt, please consult your professional advisers for a better understanding of the risks.

Note: *If your investments are made through an IUTA via a nominee system of ownership, you would not be deemed as a Unit holder under the Deed and as a result, you may not exercise all the rights ordinarily conferred to a Unit holder (e.g. the right to call for Unit holders' meetings and the right to vote at a Unit holders' meeting).*

Fees & Charges

	Class MYR
Application Fee	Nil.

Withdrawal Penalty	Up to 1.00% of the NAV per unit. Withdrawal Penalty is chargeable if a withdrawal is made within three (3) months from the Commencement Date. Thereafter, no Withdrawal Penalty will be charged. All Withdrawal Penalty will be retained by the Fund.
Switching Fee	Switching is treated as a withdrawal from a Class or fund and an investment into another Class or Principal Islamic Malaysia's fund (or its class(es)). As such, you may be charged a Switching Fee equal to the difference (if any) between the Application Fee of this Class and the Application Fee of the other Class or Principal Islamic Malaysia's fund (or its class(es)) to be switched into. Switching Fee will not be charged if the Class or Principal Islamic Malaysia's fund (or its class(es)) to be switched into has a lower Application Fee. In addition, we may impose MYR 100 as the administrative fee for every switch. You may negotiate to lower the Switching Fee and/or administrative fee with us or our Distributors. We also have the discretion to waive the Switching Fee and/or administrative fee.
Transfer Fee	A maximum of MYR 50 may be charged for each transfer.
Management Fee	Up to 1.00% per annum of the NAV of the Class.
Trustee Fee	0.045% per annum of the NAV of the Fund (including local custodian fees but excluding foreign sub-custodian fees and charges).
Other charges payable directly by you when purchasing or withdrawing the units	Any applicable bank charges and other bank fees incurred as a result of an investment or withdrawal will be borne by you.
Expenses directly related to the Fund	Only expenses that are directly related to the Fund can be charged to the Fund. Examples of relevant expenses are audit fee and tax agent's fee.

Note: *Despite the maximum Application Fee disclosed above, you may negotiate with us or Distributors for lower fee or charges. We and our Distributors reserve our sole and absolute discretion to accept or reject your request and without having to assign any reason.*

Subject always to the provisions of the Deed and GLOLA, we reserve our sole and absolute discretion without providing any reason whatsoever and at any time to amend, vary, waive and/or reduce the fees and charges (except for the Trustee Fee), whether payable by the Fund or Class, payable by you to the Fund or payable by any other investors to the Fund.

We may for any reason and at any time, waive or reduce: (a) any fees (except for the Trustee Fee); (b) other charges payable by you to the Fund or Class; and/or (c) transactional details including but not limited to the units or amount, for any Unit holder and/or investments made via any distribution channels or platform.

Transaction Information

	Class MYR
Minimum initial investment	MYR 1,000 or such other amount as we may decide from time to time.
Minimum additional investment	MYR 100 or such other amount as we may decide from time to time.
Minimum withdrawal	100 units or such other number of units as we may decide from time to time.
Minimum balance	100 units or such other number of units as we may decide from time to time.
RSP	Currently, RSP is not available for this Class.
Switching	Switching will be conducted based on the value of your investments in the Class. The minimum amount for a switch is subject to: ▪ for switching out of the Class: o the minimum withdrawal applicable to the Class; o the minimum balance required (after the switch) for the Class, unless you are withdrawing from the Class in entirety; and o the withdrawal penalty of the Class (if any). ▪ for switching into a Class: o the minimum initial investment amount or the minimum additional investment amount (as the case may be) applicable to the Class; and o the switching fee applicable for the proposed switch (if any). You may negotiate to lower the amount for your switch with us or our Distributors.

	Class MYR
	Switching from an Islamic fund to a conventional fund is discouraged especially for Muslim Unit holders.
Transfer	We may, at our absolute discretion, allow/refuse Unit holders to transfer their units to another eligible Sophisticated Investors subject to such terms and conditions as may be stipulated by us from time to time.
Cooling-off Period	Individual Sophisticated Investors have six (6) Business Days after your initial investment (i.e. the date the complete application is received and accepted by us or our Distributors) to reconsider its appropriateness and suitability for your investment needs. Within this period, you may withdraw your investment at the same NAV per unit when the units were purchased or prevailing NAV per unit at the point of cooling-off (whichever is lower) ("Refund amount"). We will pay the Refund amount including the Application Fee (if any) to you in the currency of the respective Class within seven (7) Business Days from the date we receive the completed documentations. Please note that the cooling-off right is only given to first time investor investing with us or our Distributors. However, Principal Islamic Malaysia's staff or a person registered with a body approved by the SC to deal in unit trust funds are not entitled to the cooling-off right.

Note: *We reserve our sole and absolute discretion without providing any reason whatsoever and at any time to accept, reject, amend, vary, waive and/or reduce (as the case maybe): (i) your request for a lower amount or number of units when purchasing units (or additional units) or withdrawing units; and/or (ii) the minimum balance. For increase in the number of units for minimum withdrawal and minimum balance, we will require concurrence from the Trustee and you will be notified of such changes.*

YOU SHOULD NOT MAKE ANY PAYMENT DIRECTLY OR INDIRECTLY TO ANY INDIVIDUAL AGENT/EMPLOYEE OF THE MANAGER OR ISSUE A CHEQUE IN THE NAME OF AN INDIVIDUAL AGENT/EMPLOYEE OF THE MANAGER WHEN PURCHASING THIS FUND.

Valuations

We will carry out the valuation for the Classes for a Business Day at the end of that Business Day (T). The NAV per unit for a Business Day is available on our website at **www.principalislamic.com** after 10:00 a.m. on the following Business Day (T+1).

Please refer to the "Unit Pricing" section of the Information Memorandum for more information.

Avenues to Exit This Investment

To exit from this investment, you may withdraw from the Fund or switch out of the Fund. You may withdraw your investment at the NAV per unit of the Business Day.

You may withdraw by completing a withdrawal form and sending it to our head office. There is no restriction on the frequency of withdrawals and no withdrawal penalty will be charged. Hence, the amount that you will receive is the withdrawal value. You will be paid in MYR within seven (7) Business Days upon our receipt of the complete withdrawal request. You will have to bear the applicable bank fees and charges, if any.

For more information on the withdrawals, switching, transfer facility and cooling-off period, please refer to the "Transaction Information" chapter of the Information Memorandum. For more information on the fees and charges incur when you exit from this investment, please refer to "Fees, Charges and Expenses" chapter of the Information Memorandum.

Contact for Further Information/Complaint

(i) You may contact our Corporate and Institutional Business at (03) 2084 8888 for further information or for any dispute resolution. Our Corporate and Institutional Business is available during business hour between 8:45 a.m. and 5:45 p.m. (Malaysian time) from Mondays to Fridays or you can e-mail us at **myenquiries.principalislamic@principal.com** or **myinstitutionalenquiries@principal.com**.

(ii) If you are dissatisfied with the outcome of the dispute resolution process with us, please refer your dispute to Financial Markets Ombudsman Service ("FMOS") through www.fmos.org.my. Alternatively, you can contact FMOS:
- via phone to : 03-2272 2811
- walk in to : Level 14, Main Block
Menara Takaful Malaysia
No. 4, Jalan Sultan Sulaiman
50000 Kuala Lumpur

(iii) You can also direct your complaint to the SC even if you have initiated a dispute resolution process with FMOS. To make a complaint, please contact the SC's Consumer & Investor Office:

- via phone to the Aduan Hotline at : 03-6204 8999
- via fax to : 03-6204 8991
- via e-mail to : aduan@seccom.com.my
- via online complaint form available at www.sc.com.my
- via letter to : Consumer & Investor Office
  Securities Commission Malaysia
  No 3 Persiaran Bukit Kiara, Bukit Kiara, 50490 Kuala Lumpur

(iv) Federation of Investment Managers Malaysia's Complaints Bureau:

- via phone to : 03-7890 4242
- via e-mail to : complaints@fimm.com.my
- via online complaint form available at www.fimm.com.my
- via letter to : Legal & Regulatory Affairs
  Federation of Investment Managers Malaysia
  19-06-1, 6th Floor, Wisma Capital A
  No. 19, Lorong Dungun Damansara Heights, 50490 Kuala Lumpur

Appendix: Glossary

Application Fee	-	Preliminary charge on each investment.
baitulmal	-	Treasury of a State Islamic Religious Council.
Business Day	-	Mondays to Fridays when Bursa Malaysia Securities Berhad is open for trading, and/or banks in Kuala Lumpur and/or Selangor are open for business.
CIS	-	Collective investment schemes.
Class	-	Any class of units representing similar interest in the assets of the Fund.
Class MYR	-	The Class issued by the Fund denominated in MYR.
CMSA	-	Capital Markets and Services Act 2007.
Commencement Date	-	The next Business Day immediately following the end of the initial offer period of the respective Class.
Distributor		Any relevant persons and bodies appointed by Principal Islamic Malaysia from time to time, who are responsible for selling units of the Fund, including IUTAs.
Fund or PIIEF	-	Principal Islamic Institutional Equity Fund.
GLOLA	-	SC Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework.
Information Memorandum	-	This document issued by us describing the details of the Fund and includes any supplemental information memorandum or replacement information memorandum, as the case may be.
IUTA	-	Institutional Unit Trust Schemes Adviser, a corporation registered with Federation of Investment Managers Malaysia and authorised to market and distribute unit trust schemes of another party.
Islamic Deposit	-	As per the definition of "Islamic deposit" in the Islamic Financial Services Act 2013.
Management Fee	-	A percentage of the NAV of the Class that is paid to us for managing the portfolio of the Fund.
MYR	-	Malaysian Ringgit.
NAV	-	Net Asset Value.
NAV of the Class	-	The NAV of the Fund attributable to a Class at the same valuation point.
NAV of the Fund	-	The value of all the Fund's assets less the value of all the Fund's liabilities, at the point of valuation. For the purpose of computing the annual Management Fee and annual Trustee Fee, the NAV of the Fund should be inclusive of the Management Fee and Trustee Fee for the relevant day.
NAV per unit	-	The NAV attributable to a Class divided by the number of units in circulation for that Class, at the valuation point.
PHS	-	Product Highlights Sheet, this document issued by us that contains clear and concise information of the salient features of the Fund.
Principal Islamic Malaysia or the Manager	-	Principal Islamic Asset Management Sdn. Bhd.
Principal Malaysia	-	Principal Asset Management Berhad.
RSP	-	Regular Savings Plan.
SAC	-	Shariah Advisory Council.
SC	-	Securities Commission Malaysia.

Shariah	-	Islamic law comprising the whole body of rulings pertaining to human conducts derived from sources of the Shariah namely the *Qur'an* (the holy book of Islam) and *Sunnah* (practices and explanations rendered by the Prophet Muhammad *(pbuh)*) and other sources of Shariah such as *Ijtihad* (intellectual reasoning) of Shariah scholars.
Shariah Adviser or BIMB Securities	-	BIMB Securities Sdn Bhd.
Shariah requirements	-	The rulings, guidelines and resolutions made by the SAC of the SC or the advice given by the Shariah Adviser.
Sophisticated Investor	-	Refers to investors as we determine as qualified or eligible to invest in the Fund and that fulfil any laws, rules, regulations, restrictions or requirements imposed by the respective country's regulators where the Fund is open for sale. For investors in Malaysia, this refers to any person who: (i) Is determined to be a sophisticated investor under the SC's Guidelines on Categories of Sophisticated Investors, as amended from time to time; or (ii) acquires any capital market products where the consideration is not less than MYR250,000 or its equivalent in foreign currencies for each transaction whether such amount is paid for in cash or otherwise, and/or any other category(ies) of investors as may be permitted by the SC from time to time. ***Note:*** *For more information, please refer to our website at www.principalislamic.com for the current and/or updated definition and categories of "Sophisticated Investor".*
Switching Fee	-	A charge that may be levied when switching is done from one (1) fund or class to another.
Transfer Fee	-	A nominal fee levied for each transfer of units from one (1) Unit holder to another.
Trustee	-	HSBC (Malaysia) Trustee Berhad.
Trustee Fee	-	A percentage of the NAV of the Fund paid to the Trustee for its services rendered as trustee of the Fund.
Unit holder	-	The registered holder for the time being of a unit of the Fund including persons jointly so registered.
Wholesale Fund	-	A unit trust scheme established in Malaysia where the units are to be issued, offered for subscription or purchase, or for which invitations to subscribe for or purchase the units are to be made, exclusively to Sophisticated Investor.
Withdrawal Fee	-	A charge levied upon withdrawal under certain terms and conditions (if applicable).

Notes: *Unless the context otherwise requires:*

- *words importing the singular number should include the plural number and vice versa;*
- *reference to any rules, regulations, guidelines, standards, directives, notices, legislations or statutes in this PHS shall be reference to those rules, regulations, guidelines, standards, directives, notices, legislations or statutes for the time being in force, as may be amended, varied, modified, updated, superseded and/or re-enacted, from time to time;*
- *time, day or date disclosed in this PHS shall be a reference to that time, day or date in Malaysia; and*
- *reference to "days" in this PHS will be taken to mean calendar days.*

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