

PRINCIPAL MALAYSIA TITANS FUND
ANNUAL REPORT
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025

CONTENTS	PAGE(S)
INVESTORS' LETTER	i
MANAGER'S REPORT	ii - ix
Fund Objective and Policy	
Performance Data	
Market Review	
Fund Performance	
Portfolio Structure	
Market Outlook	
Investment Strategy	
Soft Commissions and Rebates	
Securities Financing Transactions	
State of Affair of The Fund	
Circumstances That Materially Affect Any Interest of Unit Holders	
Cross Trade	
Unit Split	
STATEMENT BY MANAGER	1
TRUSTEE'S REPORT	2
INDEPENDENT AUDITORS' REPORT	3 - 6
STATEMENT OF COMPREHENSIVE INCOME	7
STATEMENT OF FINANCIAL POSITION	8
STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	9
STATEMENT OF CASH FLOWS	10
NOTES TO THE FINANCIAL STATEMENTS	11 - 33
DIRECTORY	34

INVESTORS' LETTER

Dear Valued Investor,

Greetings from Principal Asset Management Berhad ("Principal Malaysia") and thank you for investing with us!

We are pleased to bring you a copy of the Annual Fund Report of the Principal Malaysia Titans Fund for the financial year ended 30 June 2025. You may also download this report from our website at www.principal.com.my.

We are proud of our 2025 achievements, made possible by your trust. These include being recognised as Asset Management Company of the Year (Malaysia) by The Asset Triple A Sustainable Investing Awards, receiving EPF's Best International Equity Fund Manager award for our MSCI EM Latin America performance, and sweeping various categories at the LSEG Lipper Fund Awards 2025.

Adding to this impressive roster, we were honoured to receive three prestigious awards at Alpha Southeast Asia's 16th Fund Management Awards 2025 and clinched seven awards at the FSMOne Recommended Unit Trusts Awards Ceremony 2025/26, further cementing our commitment to delivering exceptional investment solutions.

Building on our recent achievements, Principal Malaysia was the recipient of over 30 prestigious awards throughout 2024, spanning categories from fund performance and asset management excellence to ESG leadership and digital innovation. For the complete list of awards, please visit: <https://www.principal.com.my/en/awards-recognition/my>

Digital innovation is central to our strategy, as we use data and technology to develop the right solutions for you. We will continue to advance our digital capabilities to provide easy access to your investment portfolio and enable you to carry out transactions seamlessly. Please continue to check out our website, like our Facebook page (@PrincipalMalaysia), follow us on our Instagram account (@principalmalaysia), and LinkedIn page (Principal Malaysia) for the latest updates, market insights and investment articles.

We appreciate your continuous support and the trust you place in us.

Yours faithfully,
for **Principal Asset Management Berhad**

Munirah Khairuddin

Chief Executive Officer and Head of Principal Asset Management Berhad (Group of Companies),
and Managing Director Strategic Distribution & Institutional Client Relations
(Southeast Asia & Global Shariah)
Non-Independent Executive Director

MANAGER'S REPORT**FUND OBJECTIVE AND POLICY****What is the investment objective of the Fund?**

The Fund aims to maximise capital growth over the medium to long-term through the stock market.

Has the Fund achieved its objective?

For the financial year under review, the Fund's total return decreased by 6.97%, while the benchmark dropped by 4.82%. The Fund has not achieved its objective of capital growth during the financial year under review due to the unfavourable macro environment. Nevertheless, the Fund's objective of providing capital appreciation over the medium-to long-term is still in place as shown under the Fund Performance below.

What are the Fund investment policy and principal investment strategy?

The Fund may invest between 70% to 98% (both inclusive) of its net asset value ("NAV") in equities and other equity related securities. The Fund may also invest up to 28% of its NAV in other permissible investments. In line with its objective, the investment policy and strategy of the Fund will focus on investment in shares of companies with growth potential and listed on the main market. The Fund may opt to seek investment exposure via Collective Investment Schemes ("CIS") that is in line with the Fund's objective, subject to the requirement of the GUTF. With effect from 10 July 2023, the Fund may invest up to 25% of its NAV in companies that are listed in any Eligible Market globally with some operations or businesses in Malaysia to capture growth opportunities.

The asset allocation strategy for this Fund is as follows:

- between 70% to 98% (both inclusive) of the Fund's NAV will be invested in equities and other equity related securities;
- up to 28% of the Fund's NAV in permissible investments; and
- at least 2% of the Fund's NAV in liquid assets.

Fund category/type

Equity/Growth

When was the Fund launched?

Name of Class	Launch Date
Class D	22 January 2024
Class MYR	1 August 1995

What was the size of the Fund as at 30 June 2025?

RM865.29 million (584.05 million units)

What is the Fund's benchmark?

FTSE Bursa Malaysia ("FBM") Top 100 ("FBM100") Index.

Note: The Fund's benchmark is for performance comparison purpose only. You are cautioned that the risk profile of the Fund is higher than the benchmark. Information on the benchmark can be obtained from <http://www.bursamalaysia.com>.

What is the Fund distribution policy?

The Manager has the discretion to distribute part or all of the Fund's distributable income. The distribution (if any) may vary from period to period depending on the investment objective and the performance of the Fund.

What was the net income distribution for the financial year ended 30 June 2025?

The Fund distributed a total net income of RM5.77 million to unit holders for the financial year ended 30 June 2025.

FUND OBJECTIVE AND POLICY (CONTINUED)

Breakdown of distribution were as follows:

	RM	2025 %	RM	2024 %
Source of distribution				
Distribution out of current year's income	-	-	-	-
Distribution out of prior year's income/capital	5,770,924	100.00	-	-
Total	5,770,924	100.00	-	-

PERFORMANCE DATA

Details of portfolio composition of the Fund for the last three financial years are as follows:

	30.06.2025 %	30.06.2024 %	30.06.2023 %
Quoted securities			
- Construction	8.33	8.17	2.10
- Consumer Products & Services	3.21	2.55	8.75
- Energy	4.67	13.6	6.03
- Financial Services	34.32	14.07	16.92
- Healthcare	3.32	7.49	8.82
- Industrial Products & Services	11.93	7.32	11.89
- Plantation	2.10	-	0.53
- Properties	4.61	8.17	-
- Real Estate Investment Trusts ("REITs")	-	-	2.03
- Technology	5.81	12.17	16.64
- Telecommunications & Media	2.31	1.29	6.33
- Transportation & Logistics	2.66	6.55	6.84
- Utilities	13.62	12.20	8.16
Cash and other assets	3.68	7.00	5.44
Liabilities	(0.57)	(0.58)	(0.48)
	100.00	100.00	100.00

Performance details of the Fund for the last three financial years were as follows:

	30.06.2025	30.06.2024	30.06.2023
Net asset value (RM Million)			
- Class D	2.62	1.32	-
- Class MYR	862.67	296.12	227.29
Units in circulation (Million)			
- Class D	2.37	1.12	-
- Class MYR	581.67	183.46	191.82
Net asset value per unit (RM)			
- Class D	1.1042	1.1844	-
- Class MYR	1.4830	1.6140	1.1849
Highest NAV per unit (RM)			
- Class D	1.2710	1.2311	-
- Class MYR	1.7320	1.6776	1.3051
Lowest NAV per unit (RM)			
- Class D	0.9765	0.9987	-
- Class MYR	1.3142	1.1836	1.1843
Total return (%)			
- Class D	(6.77)	-	-
- Class MYR	(6.97)	36.21	(1.85)

PERFORMANCE DATA (CONTINUED)

Performance details of the Fund for the last three financial years were as follows:

	30.06.2025	30.06.2024	30.06.2023
Capital growth (%)			
- Class D	(6.77)	-	-
- Class MYR	(8.12)	36.21	(5.40)
Income Distribution (%)			
- Class D	-	-	-
- Class MYR	1.25	-	3.74
Total Expense Ratio ("TER") (%) ^	1.51	1.54	1.54
Portfolio Turnover Ratio ("PTR") (times) #	0.69	0.64	0.81

^ The Fund's TER decreased from 1.54% to 1.51%, which was mainly due to an increase in average NAV during the financial year under review.

The Fund's PTR increased from 0.64 times as at 30 June 2024 to 0.69 times as at 30 June 2025 on higher trading activities during the financial year under review.

Gross/Net distribution per unit (sen)

Distribution on 15 October 2024			
- Class MYR	1.94	-	-
Distribution on 25 October 2022			
- Class MYR	-	4.54	-
Distribution on 26 October 2021			
- Class MYR	-	-	6.22

	30.06.2025 %	Since inception to 30.06.2024 %
Annual total return		
- Class D	(6.77)	18.44

(Launch date: 22 January 2024)

	30.06.2025 %	30.06.2024 %	30.06.2023 %	30.06.2022 %	30.06.2021 %
Annual total return					
- Class MYR	(6.97)	36.21	(1.85)	(2.07)	12.93

(Launch date: 1 August 1995)

Performance data is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up. All performance figures for the financial year have been extracted from Lipper.

MARKET REVIEW (1 JULY 2024 TO 30 JUNE 2025)

For the financial year under review, FBM100 Index (the “Index”) decreased by 568.30 points or 4.82% from 11,798.06 points to 11,229.76 points.

The Index rose 2.6% month-on-month (“m-o-m”) in July 2024 in line with gains in regional markets and rebounding off the previous month’s sell-off, spurred by The Federal Open Market Committee (“FOMC”) the US Federal Reserves (the “Fed”) cut bets considering the recent weakness in US economic data and inflation moderating.

FBM100 rose further by 0.7% m-o-m in August 2024, despite the sharp sell-off at the start of the month due to the massive unwinding of the Yen carry trade. Sentiment was helped by waning US recession fears given the more positive economic data, and greater conviction on Fed cuts, coupled with the 5% appreciation in the Ringgit Malaysia (“RM”/” MYR”) during the month.

After the market up for 10 consecutive months, FBM100 settled 1.4% m-o-m lower in September 2024 on the back of profit taking. This contrasted with the stronger US market which recorded new highs following the Fed 50 basis points (“bps”) cut during the month and greater confidence of a soft-landing scenario for the US economy.

The Index fell further by 1.7% m-o-m in October 2024 as investors were risk-off ahead of the US elections, despite the Fed very likely to cut another 25 bps in the November 2024 FOMC meeting given the recent inflation print and weak jobs data.

FBM100 Index rose marginally 0.1% m-o-m in November 2024 as investors continue to risk off due to uncertainties surrounding potential new policies under the new US administration, as well as the trajectory of Fed rates given the recent economic data.

The Index ended December 2024 on a strong note, up 3.7% m-o-m aided by year-end window dressing and cash redeployment by domestic funds amidst another month of heavy foreign selling due to policy uncertainties under the new US administration and the trajectory of Fed rates coupled with rising bond yields.

FBM100 Index was down significantly by 5.6% m-o-m in January 2025. The sell-off was largely caused by the US Artificial Intelligent (“AI”) diffusion rules, further exacerbated by the launch of DeepSeek by China which questioned global AI Capital Expenditure (“Capex”) and monetization prospects. The shift in Fed rate expectations due to Trump’s tariff posture did not help.

In February 2025, the Index continued to slip by 0.7% m-o-m though market sentiment improved slightly as investors re-assessed the impact of US AI diffusion rules, the launch of cost-effective AI models, US tariffs and the trajectory of Fed rates.

Coming to March 2025, FBM100 Index had fallen further by 3.4% m-o-m. Aside from the risk aversion surrounding impending Trump tariff measures and recession fears re-emerging in the US, the Index was also weighed down by many heavyweights going ex-dividend during the month and Return on Investment (“ROI”) harvesting activities by domestic institutions.

After the volatile market in 1Q of 2025, FBM100 rose 0.7% m-o-m in April 2025. The index appeared to have well recovered from the “Liberation Day” sell-off. Investors sentiment was mainly buoyed by hopes of the US dealing back on tariffs against major trading nations, therefore easing concerns on the derailment of global trade and prospects of a recession.

The Index declined 1.1% m-o-m in May 2025. The market drifted lower due to jitters surrounding US debt and surging bond yields, while domestically, the lack of fresh leads and a rather uninspiring first quarter of 2025 reporting season.

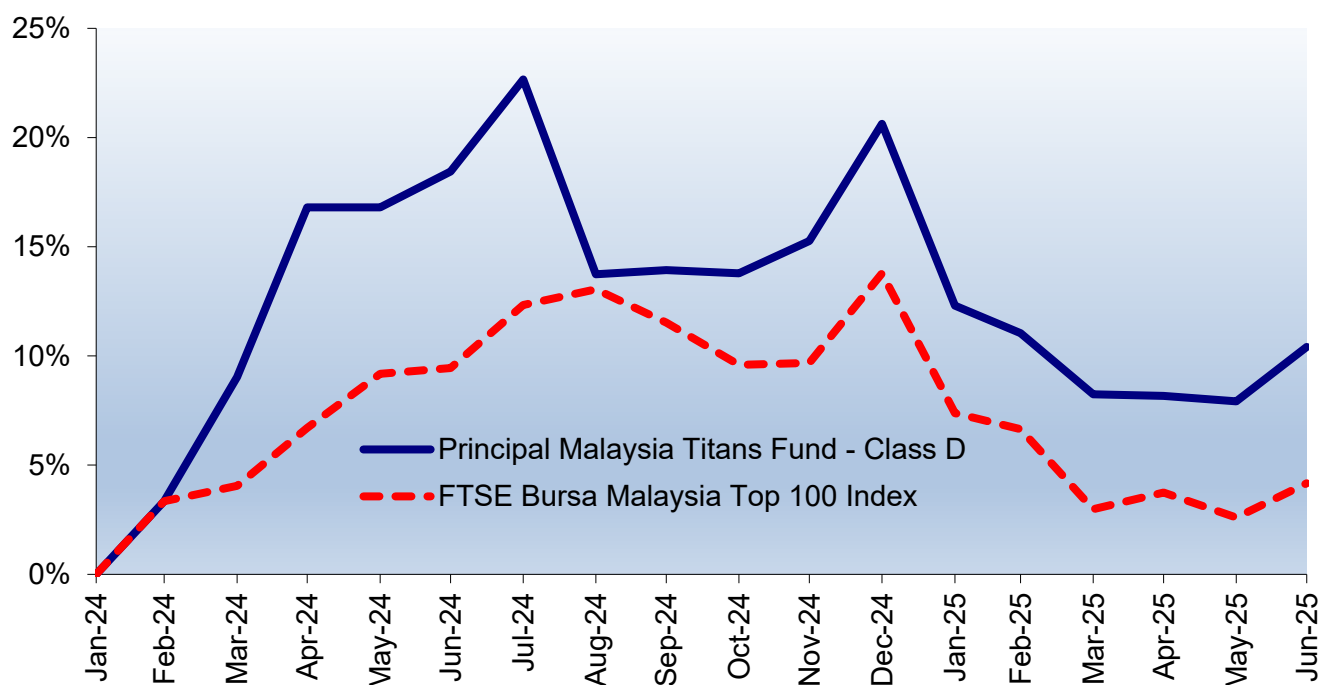
MARKET REVIEW (1 JULY 2024 TO 30 JUNE 2025)(CONTINUED)

The FBM100 rose 1.5% m-o-m in June 2025. Sentiment during the month dampened by conflicts in the Middle East, but the market recovered swiftly on the back of a temporary ceasefire. Additionally, bets on Fed rate cuts have risen with a cooler US inflation print, sending the Dollar Index ("DXY") to fresh 3-year lows and spurred flows into EM. Domestically, the government's fiscal reform agenda achieved further milestones with the expansion of SST scope and RON95 subsidy rationalization in the final stages of implementation.

FUND PERFORMANCE

	1 year to 30.06.2025 %	3 years to 30.06.2025 %	5 years to 30.06.2025 %	Since inception to 30.06.2025 %
Income Distribution				
- Class D	-	-	-	-
- Class MYR	1.25	5.04	15.60	302.77
Capital Growth				
- Class D	(6.77)	-	-	10.42
- Class MYR	(8.12)	18.40	18.98	55.72
Total Return				
- Class D	(6.77)	-	-	10.42
- Class MYR	(6.97)	24.37	37.54	527.17
Benchmark				
- Class D	(4.82)	-	-	4.17
- Class MYR	(4.82)	11.77	7.84	62.15
Average Total Return				
- Class D	(6.77)	-	-	7.13
- Class MYR	(6.97)	7.53	6.58	6.33

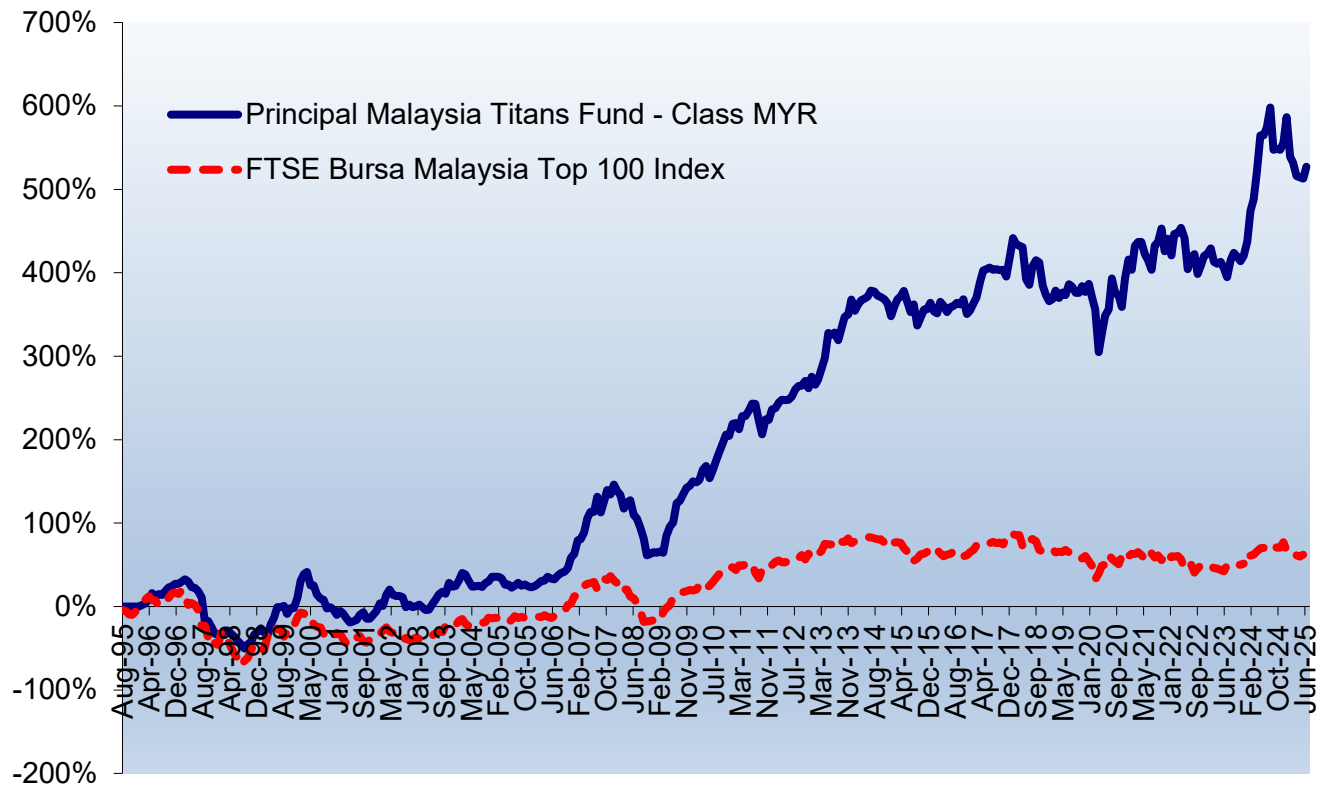
Due to the unfavourable macro environment during the financial year under review, Class D and Class MYR decreased by 6.77% and 6.97% respectively while the Benchmark dropped by 4.82%.

Since Inception
Class D


FUND PERFORMANCE (CONTINUED)

Since Inception (continued)

Class MYR



Changes in NAV

	30.06.2025	30.06.2024	Changes %
Class D			
NAV (RM Million)	2.62	1.33	96.99
NAV/Unit (RM)	1.1042	1.1844	(6.77)
Class MYR			
NAV (RM Million)	862.67	296.12	191.32
NAV/Unit (RM)	1.4830	1.6140	(8.12)

The Fund's NAV for Class D and Class MYR increased by 96.99% and 191.32% respectively. In terms of NAV per unit, Class D and Class MYR decreased by 6.77% and 8.12% respectively, which mainly due to the negative investment performance on the back a challenging macro environment during the financial year under review.

Performance data represents the combined income and capital return as a result of holding units in the Fund for the specified length of time, based on NAV to NAV price. The performance data assumes that all earnings from the Fund are reinvested and are net of management and trustee fees. Past performance is not reflective of future performance and income distributions are not guaranteed. Unit prices and income distributions, if any, may fall and rise. All performance figures for the financial year have been extracted from Lipper.

PORTFOLIO STRUCTURE

Asset allocation

(% of NAV)	30.06.2025	30.06.2024
Quoted securities	96.89	93.58
Cash and other assets	3.68	7.00
Liabilities	(0.57)	(0.58)
TOTAL	100.00	100.00

Asset allocation increased from 93.58% as at 30 June 2024 to 96.89% as at 30 June 2025 as we deployed cash and buying the dip during the second quarter of 2025.

MARKET OUTLOOK*

Malaysia's manufacturing sector moved closed to stabilization in June 2025 with an improved Purchasing Managers' Index ("PMI") reading of 49.3 points versus 48.8 points in the previous month. Standard & Poor ("S&P") Global noted softer moderation in demand and production levels. Encouragingly, firms raised employment levels for the first time since last September 2025. Cost pressures saw manufacturers raising prices, the steepest increase in 7 months. Business confidence improved slightly, with firms expecting higher output in the coming year, but firms continue to express concerns about the potential adverse impacts of muted global economy and US trade policies. The latest Manufacturing Purchasing Managers' Index ("PMI") data still suggests modest growth in Gross Domestic Products ("GDP"). Malaysia GDP grew 4.4% in first quarter of 2025. Bank Negara Malaysia ("BNM") will be releasing revised GDP estimates for 2025 (previously 4.5% to 5.5%) but highlighted potential risk to growth due to the trade restrictions.

BNM maintained Overnight policy rate ("OPR") at 3.00% during the last Monetary Policy Committee ("MPC") meeting and we expect the Central Bank to hold rates steady given muted inflation and modest economic growth. Inflation eased further to 1.2% in May vs 1.4% in April. There appears to be sufficient headroom to Central Bank's latest 2.0% to 3.5% Consumer Price Index ("CPI") forecast for 2025 with the impending subsidy rationalization plans.

The Kuala Lumpur Composite Index ("KLCI") was now trading at a forward PE of 13.8x, which is approximately 10-year historical mean. Consensus now projects earnings growth for FBM30 of circa 5% for 2025 and 7% for 2026. Sustained strength in domestic investments (both Foreign Direct Investment ("FDI") and Domestic Direct Investment ("DDI"), fiscal consolidation gathering pace (in particular, subsidy rationalisation initiatives) and the strengthening of the MYR are factors we see supportive of the further narrowing of risk premiums and consequently higher valuation multiples.

* This market outlook does not constitute an offer, invitation, commitment, advice, or recommendation to make a purchase of any investment. The information given in this article represents the views of Principal Asset Management Berhad ("Principal Malaysia") or based on data obtained from sources believed to be reliable by Principal Malaysia. Whilst every care has been taken in preparing this, Principal Malaysia makes no guarantee, representation or warranty and is under no circumstances liable for any loss or damage caused by reliance on, any opinion, advice or statement made in this market outlook.

INVESTMENT STRATEGY

Looking ahead, near term volatility is expected to continue due to the US administration's unpredictability. Concerns over a tariff-driven global slowdown and constantly changing Trump's trade policies could weigh on market confidence and outlook. That said, downside risks may be partially cushioned by several supportive domestic driven initiatives and factors. We advocate a barbell strategy, i.e. pairing high-dividend, big-cap, defensive stocks with selective exposure to growth companies with domestic focused demand. We believe there are still pockets of opportunities to invest especially in sectors such as Construction, Property, Utilities and selective Banks. Key risks include a further escalation of global trade tensions affecting business and investment conditions.

SOFT COMMISSIONS AND REBATES

Principal Malaysia (the “Manager”) and the Trustee will not retain any form of rebate from, or otherwise share in any commission with, any broker or dealer in consideration for directing dealings in the investments of the Principal Malaysia Funds (“Funds”). Accordingly, any rebate or shared commission will be directed to the account of the Fund. We may retain goods and services (soft commission) provided by any broker or dealer if the following conditions are met:

- (a) the soft commission brings direct benefit or advantage to the management of the Fund and may include research and advisory related services;
- (b) any dealings with the broker or dealer is executed on terms which are the most favourable for the Fund; and
- (c) the availability of soft commission is not the sole or primary purpose to perform or arrange transactions with such broker or dealer, and we and the fund the manager will not enter into unnecessary trades in order to achieve a sufficient volume of transactions to qualify for soft commissions.

During the financial year under review, the Manager and Trustee did not receive any rebates from the brokers or dealers, but the Manager has retained soft commission in the form of goods and services for the benefit of the fund such as financial wire services and stock quotations system incidental to investment management of the Funds and there was no churning of trades.

SECURITIES FINANCING TRANSACTIONS

The Fund has not undertaken any securities lending or repurchase transactions during the financial year under review.

STATE OF AFFAIR OF THE FUND

There were no other significant changes in the state of affairs of the Fund during the financial year and up to the date of Manager’s report, not otherwise disclosed in the financial statements.

CIRCUMSTANCES THAT MATERIALLY AFFECT ANY INTEREST OF UNIT HOLDERS

There were no circumstances that had materially affected the interest of the unit holders during the financial year under review.

CROSS TRADE

No cross-trade transactions have been carried out during the financial year under review.

UNIT SPLIT

No unit split exercise has been carried out during the financial year under review.

**STATEMENT BY MANAGER TO THE UNIT HOLDERS OF
PRINCIPAL MALAYSIA TITANS FUND**

I, being a Director of Principal Asset Management Berhad (the “Manager”), do hereby state that, in the opinion of the Manager, the accompanying audited financial statements set out on pages 7 to 33 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 30 June 2025 and of its financial performance, changes in net assets attributable to unit holders and cash flows for the financial year then ended in accordance with the provisions of the MFRS Accounting Standards and IFRS Accounting Standards.

For and on behalf of the Manager

Principal Asset Management Berhad (Company No.: 199401018399 (304078-K))

MUNIRAH KHAIRUDDIN

Chief Executive Officer & Head of Principal Asset Management Berhad (Group of Companies),
and Managing Director Strategic Distribution & Institutional Client Relations
(Southeast Asia & Global Shariah)
Non-Independent Executive Director

Kuala Lumpur
14 August 2025

TRUSTEE'S REPORT

**TO THE UNIT HOLDERS OF
PRINCIPAL MALAYSIA TITANS FUND ("Fund")**

We have acted as Trustee of the Fund for the financial year ended 30 June 2025 and we hereby confirm to the best of our knowledge, after having made all reasonable enquires, Principal Asset Management Berhad has operated and managed the Fund during the year covered by these financial statements in accordance with the following:

1. Limitations imposed on the investment powers of the Management Company under the Deeds, securities laws and the Guidelines on Unit Trust Funds;
2. Valuation and pricing is carried out in accordance with the Deeds; and
3. Any creation and cancellation of units are carried out in accordance with the Deeds and any regulatory requirement.

We are of the opinion that the distribution of income by the Fund is appropriate and reflects the investment objective of the Fund.

For HSBC (Malaysia) Trustee Berhad

Lee Cincee
Senior Manager, Trustee and Fiduciary Services

Kuala Lumpur
14 August 2025

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
PRINCIPAL MALAYSIA TITANS FUND**

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Principal Malaysia Titans Fund (the "Fund"), which comprise the statement of financial position of the Fund as at 30 June 2025, and statement of comprehensive income, statement of changes in net assets attributable to unit holders and statement of cash flows of the Fund for the financial year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 7 to 33.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2025, and of its financial performance and cash flows for the financial year then ended in accordance with MFRS Accounting Standards and IFRS Accounting Standards

Basis for opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the *Auditors' responsibilities for the audit of the financial statements* section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence and other ethical responsibilities

We are independent of the Fund in accordance with the By-Laws (on Professional Ethics, Conduct and Practice) of the Malaysian Institute of Accountants ("By-Laws") and the International Code of Ethics for Professional Accountants (including International Independence Standards) ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
PRINCIPAL MALAYSIA TITANS FUND (CONT'D.)**

Information other than the financial statements and auditors' report thereon

The Manager of the Fund (the "Manager") is responsible for the other information. The other information comprises the information included in the annual report of the Fund, but does not include the financial statements of the Fund and our auditors' report thereon.

Our opinion on the financial statements of the Fund does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Fund, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Fund or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Manager and the Trustee for the financial statements

The Manager is responsible for the preparation of financial statements of the Fund that give a true and fair view in accordance with MFRS Accounting Standards and IFRS Accounting Standards. The Manager is also responsible for such internal control as the Manager determines is necessary to enable the preparation of financial statements of the Fund that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Fund, the Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

The Trustee is responsible for overseeing the Fund's financial reporting process. The Trustee is also responsible for ensuring that the Manager maintains proper accounting and other records as are necessary to enable true and fair presentation of these financial statements.

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
PRINCIPAL MALAYSIA TITANS FUND (CONT'D.)***Auditors' responsibilities for the audit of the financial statements*

Our objectives are to obtain reasonable assurance about whether the financial statements of the Fund as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements of the Fund, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Fund or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements of the Fund, including the disclosures, and whether the financial statements of the Fund represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
PRINCIPAL MALAYSIA TITANS FUND (CONT'D.)**

Other matters

This report is made solely to the unit holders of the Fund, as a body, in accordance with the Guidelines on Unit Trust Funds issued by the Securities Commission Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

Ernst & Young PLT
202006000003 (LLP0022760-LCA) & AF 0039
Chartered Accountants

Yeo Beng Yean
No. 03013/10/2026 J
Chartered Accountant

Kuala Lumpur, Malaysia
14 August 2025

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025**

	Note	2025 RM	2024 RM
(LOSS)/INCOME			
Dividend income		23,864,495	6,646,427
Interest income from deposits with licensed financial institutions at amortised cost		1,528,157	285,135
Net (loss)/gain on financial assets at fair value through profit or loss	8	(64,589,498)	75,296,467
Net foreign exchange (loss)/gain		(4,721)	6,315
		<u>(39,201,567)</u>	<u>82,234,344</u>
EXPENSES			
Management fee	4	10,518,238	3,723,311
Trustee fee	5	70,131	37,141
Audit fee		7,360	9,400
Tax agent's fee		8,600	4,400
Transaction costs		2,901,081	1,057,422
Other expenses		39,940	62,671
		<u>13,545,350</u>	<u>4,894,345</u>
(LOSS)/PROFIT BEFORE DISTRIBUTION AND TAXATION		<u>(52,746,917)</u>	<u>77,339,999</u>
Distribution			
- Class MYR	6	<u>5,770,924</u>	<u>-</u>
(LOSS)/PROFIT BEFORE TAXATION		<u>(58,517,841)</u>	<u>77,339,999</u>
Taxation	7	<u>-</u>	<u>-</u>
(LOSS)/PROFIT AFTER TAXATION REPRESENTING TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE FINANCIAL YEAR		<u>(58,517,841)</u>	<u>77,339,999</u>
(Loss)/profit after taxation is made up as follows:			
Realised amount		(19,943,692)	8,641,055
Unrealised amount		(38,574,149)	68,698,944
		<u>(58,517,841)</u>	<u>77,339,999</u>

The accompanying notes to the financial statements form an integral part of the audited financial statements.

**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025**

	Note	2025 RM	2024 RM
ASSETS			
Cash and cash equivalents	9	27,837,808	10,757,219
Financial assets at fair value through profit or loss	8	838,402,745	278,343,559
Amount due from stockbrokers		842,106	678,490
Amount due from Manager		588,397	8,768,209
Amount due from Manager of collective investment scheme			
- management fee rebate		7,883	7,883
Dividends receivable		2,528,432	618,362
TOTAL ASSETS		<u>870,207,371</u>	<u>299,173,722</u>
LIABILITIES			
Amount due to stockbrokers		3,263,805	976,994
Amount due to Manager		560,701	367,007
Accrued management fee		1,053,930	356,120
Amount due to Trustee		7,026	2,365
Distribution payable		1,006	1,006
Other payables and accruals		29,760	23,204
TOTAL LIABILITIES		<u>4,916,228</u>	<u>1,726,696</u>
NET ASSET VALUE OF THE FUND		<u>865,291,143</u>	<u>297,447,026</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	11	<u>865,291,143</u>	<u>297,447,026</u>
REPRESENTED BY:			
FAIR VALUE OF OUTSTANDING UNITS			
- Class D		2,619,359	1,331,940
- Class MYR		862,671,784	296,115,086
		<u>865,291,143</u>	<u>297,447,026</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)			
- Class D		2,372,031	1,124,514
- Class MYR		581,674,650	183,462,578
	10	<u>584,046,681</u>	<u>184,587,092</u>
NET ASSET VALUE PER UNIT (RM)			
- Class D		1.1042	1.1844
- Class MYR		<u>1.4830</u>	<u>1.6140</u>

The accompanying notes to the financial statements form an integral part of the audited financial statements.

**STATEMENT OF CHANGES IN NET ASSET ATTRIBUTABLE TO UNIT HOLDERS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025**

	Note	2025 RM	2024 RM
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL YEAR		<u>297,447,026</u>	<u>227,292,337</u>
Movement due to units created and cancelled during the financial year:			
Creation of units from applications			
- Class D		8,816,420	1,741,341
- Class MYR		<u>757,070,977</u>	<u>41,156,398</u>
		<u>765,887,397</u>	<u>42,897,739</u>
Creation of units from distributions			
- Class MYR		<u>5,722,516</u>	<u>-</u>
Cancellation of units			
- Class D		(7,386,499)	(452,708)
- Class MYR		<u>(137,861,457)</u>	<u>(49,630,341)</u>
		<u>(145,247,956)</u>	<u>(50,083,049)</u>
Total comprehensive (loss)/income for the financial year		<u>(58,517,841)</u>	<u>77,339,999</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL YEAR	11	<u>865,291,143</u>	<u>297,447,026</u>

The accompanying notes to the financial statements form an integral part of the audited financial statements.

**STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025**

	Note	2025 RM	2024 RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from disposal of quoted securities		170,575,073	165,916,017
Purchase of quoted securities		(796,001,643)	(151,739,041)
Dividend income received		21,954,425	6,264,029
Interest income received from deposits with licensed financial institutions		1,528,157	285,135
Management fee paid		(9,820,428)	(3,651,703)
Management fee rebate received		-	7,956
Trustee fee paid		(65,470)	(39,139)
Payments for other fees and expenses		(49,343)	(70,079)
Payment of other foreign exchange loss		-	(1,093)
Net cash (used in)/generated from operating activities		(611,879,229)	16,972,082
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash proceeds from units created		774,067,209	34,173,016
Payments for cancellation of units		(145,054,262)	(49,892,977)
Distribution paid		(48,408)	-
Net cash generated from/(used in) financing activities		628,964,539	(15,719,961)
Net increase in cash and cash equivalents		17,085,310	1,252,121
Effects of foreign exchange differences		(4,721)	7,409
Cash and cash equivalents at the beginning of the financial year		10,757,219	9,497,689
Cash and cash equivalents at the end of the financial year	9	27,837,808	10,757,219
<u>Cash and cash equivalents comprise:</u>			
Deposits with licensed financial institution		26,906,432	10,480,851
Bank balances		931,376	276,368
Cash and cash equivalents at the end of the financial year	9	27,837,808	10,757,219

The accompanying notes to the financial statements form an integral part of the audited financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025

1. THE FUND, THE MANAGER, AND ITS PRINCIPAL ACTIVITIES

Principal Malaysia Titans Fund (the “Fund”) is governed by a Principal Master Deed dated 15 May 2008, a First Supplemental Master Deed dated 25 June 2008, a Third Supplemental Master Deed dated 14 July 2008, a Fourth Supplemental Master Deed dated 18 March 2009, a Fifth Supplemental Master Deed dated 16 July 2009, an Eighteenth Supplemental Master Deed dated 25 March 2015, a Twentieth Supplemental Master Deed dated 21 October 2019, a Twenty Third Supplemental Master Deed dated 27 June 2022 and a Twenty Fourth Supplemental Master Deed dated 13 January 2023 (collectively referred to as the “Deeds”), made between Principal Asset Management (the “Manager”), and Universal Trustee (Malaysia) Berhad (the “Previous Trustee”) and a Twenty Fifth Supplemental Master Deed dated 26 May 2023 (collectively referred to as the “Deeds”) between the Manager and HSBC (Malaysia) Trustee Berhad (the “Trustee”).

The Fund may invest between 70% to 98% (both inclusive) of its net asset value (“NAV”) in equities and other equity related securities. The Fund may also invest up to 28% of its NAV in other permissible investments. In line with its objective, the investment policy and strategy of the Fund will focus on investment in shares of companies with growth potential and listed on the main market. The Fund may opt to seek investment exposure via CIS that is in line with the Fund’s objective, subject to the requirement of the GUTF. With effect from 10 July 2023, the Fund may invest up to 25% of its NAV in companies that are listed in any Eligible Market globally with some operations or businesses in Malaysia to capture growth opportunities.

The asset allocation strategy for this Fund is as follows:

- between 70% to 98% (both inclusive) of the Fund’s NAV will be invested in equities and other equity related securities;
- up to 28% of the Fund’s NAV in permissible investments; and
- at least 2% of the Fund’s NAV in liquid assets.

All investments are subjected to the GUTF, SC requirements, the Deeds, except where exemptions or variations have been approved by the SC, internal policies and procedures and the Fund’s objective.

The Manager is a joint venture between Principal Financial Group®, a member of the FORTUNE 500® and a Nasdaq-listed global financial services and CIMB Group Holdings Berhad, one of Southeast Asia’s leading universal banking groups. The principal activities of the Manager are the establishment and management of unit trust funds and fund management activities.

2. MATERIAL ACCOUNTING POLICY INFORMATION

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the financial statements:

(a) Basis of preparation

The financial statements have been prepared in accordance with the provisions of the MFRS Accounting Standards as issued by the Malaysian Accounting Standards Board (“MASB”) and IFRS Accounting Standards as issued by the International Accounting Standards Board (“IASB”).

The financial statements have been prepared under the historical cost convention, as modified by financial assets at fair value through profit or loss.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(a) Basis of preparation (continued)

The preparation of financial statements in conformity with MFRS Accounting Standards and IFRS Accounting Standards requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported year.

It also requires the Manager to exercise their judgement in the process of applying the Fund's accounting policies. Although these estimates and assumptions are based on the Manager's best knowledge of current events and actions, actual results may differ.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 2(I).

There are no other standards, amendments to standards or interpretations that are effective for financial year beginning on 1 July 2024 that have a material effect on the financial statements of the Fund.

Other than MFRS 18 *"Presentation and Disclosure in Financial Statements"* (which will first become applicable for annual periods beginning on or after 1 January 2027), none of the standards, amendments to standards or interpretations that are effective for the financial year beginning on or after 1 June 2025 are applicable to the financial statements of the Fund. The Fund is still currently in the process of assessing the impact, if any, of MFRS 18 *"Presentation and Disclosure in Financial Statements"*.

(b) Financial assets and financial liabilities

Classification

The Fund classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value through profit or loss, and
- those to be measured at amortised cost.

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed, and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Fund has not taken the option to irrevocably designate any equity securities at fair value through other comprehensive income ("OCI").

The Fund classifies cash and cash equivalents, amount due from stockbrokers, amount due from Manager, amount due from Manager of collective investment scheme - management fee rebate and dividends receivable as financial assets at amortised cost as these financial assets are held to collect contractual cash flows consisting of the amount outstanding.

All of the Fund's financial liabilities are measured at amortised cost.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(b) Financial assets and financial liabilities (continued)

Recognition and measurement

Regular purchases and sales of financial assets are recognised on the trade-date, the date on which the Fund commits to purchase or sell the asset. Investments are initially recognised at fair value. Transaction costs are expensed in the statement of comprehensive income.

Financial instruments are recognised in the statement of financial position when, and only when, the Fund becomes a party to the contractual provisions of the financial instrument.

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities are derecognised when it is extinguished, i.e. when the obligation specified in the contract is discharged or cancelled or expired.

Unrealised gains or losses arising from changes in the fair value of the financial assets at fair value through profit or loss are presented in the statement of comprehensive income within net gain or loss on financial assets at fair value through profit or loss in the financial period which they arise.

Dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income as part of gross dividend income when the Fund's right to receive payments is established.

Quoted securities in Malaysia are valued at the last traded market price quoted on Bursa Malaysia Securities Bhd ("Bursa Securities") at the date of the statement of financial position.

If a valuation based on the market price does not represent the fair value of the quoted securities, for example during abnormal market conditions or when no market price is available, including in the event of a suspension in the quotation of the quoted securities for a period exceeding 14 days, or such shorter period as agreed by the Trustee, then the quoted securities are valued as determined in good faith by the Manager, based on the methods or bases approved by the Trustee after appropriate technical consultation.

Deposits with licensed financial institutions are stated at cost plus accrued interest calculated on the effective interest method over the financial period from the date of placement to the date of maturity of the respective deposits.

Financial assets at amortised cost and other financial liabilities are subsequently carried at amortised cost using the effective interest rate method

Impairment for assets carried at amortised costs.

The Fund measures credit risk and expected credit losses ("ECL") using probability of default, exposure at default and loss given default. The Manager considers both historical analysis and forward-looking information in determining any ECL. The Manager considers the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12 month ECL as any such impairment would be wholly insignificant to the Fund.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)**(b) Financial assets and financial liabilities (continued)**Significant increase in credit risk

A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due.

Definition of default and credit-impaired financial assets

Any contractual payment which is more than 90 days past due is considered credit impaired.

Write-off

The Fund writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded there is no reasonable expectation of recovery. The assessment of no reasonable expectation of recovery is based on unavailability of debtor's sources of income or assets to generate sufficient future cash flows to repay the amount. The Fund may write-off financial assets that are still subject to enforcement activity. Subsequent recoveries of amounts previously written off will result in impairment gains. There are no write-offs/recoveries during the financial period.

(c) Income recognition

Dividend income is recognised on the ex-dividend date when the right to receive payment is established.

Interest income from deposits with licensed financial institutions is recognised on a time proportionate basis using the effective interest rate method on an accrual basis.

Interest income is calculated by applying the effective interest rate to the gross carrying amount of a financial asset except for financial assets that subsequently become credit impaired. For credit-impaired financial assets the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

Realised gain or loss on disposal of quoted securities are accounted for as the difference between the net disposal proceeds and the carrying amount of investments, determined on a weighted average cost basis.

d) Functional and presentation currency

Items included in the financial statements of the Fund are measured using the currency of the primary economic environment in which the Fund operates (the "functional currency"). The financial statements are presented in MYR, which is the Fund's functional and presentation currency.

Due to mixed factors in determining the functional currency of the Fund, the Manager has used its judgement to determine the functional currency that most faithfully represents the economic effects of the underlying transactions, events and conditions and have determined the functional currency to be in MYR/RM primarily due to the following factors:

- i) The Fund's investments are denominated in MYR/RM; and
- ii) Significant portion of the Fund's expenses are denominated in MYR/RM.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)**d) Functional and presentation currency (continued)**Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in statement of comprehensive income.

(e) Cash and cash equivalents

For the purpose of statement of cash flows, cash and cash equivalents comprise bank balances and deposits with licensed financial institutions held in highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(f) Taxation

Current tax expense is determined according to Malaysian tax laws at the current rate based upon the taxable profit earned during the financial year.

Tax on income from foreign collective investment scheme is based on the tax regime of the respective countries that the Fund invests in.

Withholding taxes on investment income from investment are based on tax regime of the respective countries that the Fund invests in. They are presented within the other expenses line in the statement of comprehensive income.

(g) Amount due from/to Manager of collective investment scheme (disposal/purchase of collective investment scheme)

Amount due from and amount due to Manager of collective investment scheme represent receivables and payables for collective investment scheme purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively.

(h) Management fee rebate

Management fee rebate is derived from the Manager and Manager of the collective investment scheme on an accrual basis to ensure no double charging of management fee. It is accrued daily based on the fair value of collective investment scheme held.

(i) Distribution

Distributions to unit holders are recognised in the statement of comprehensive income as the unit holders' contribution are classified as financial liability. Distribution is reinvested into the Fund on the ex-date. Reinvestment of units is based on the NAV per unit on the ex-date, which is also the time of creation. Proposed distributions are recognised as a liability in the financial year in which it is approved by the Trustee.

(j) Unit holders' contributions

The unit holders' contribution to the Fund meet the definition of puttable instruments classified as financial liability under MFRS 132 "Financial instruments: Presentation".

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(j) Unit holders' contributions (Continued)

The Fund issues cancellable units, in two classes of units, known as the Class MYR, and Class D, which are cancelled at the unit holder's option and do not have identical features subject to restrictions stipulated in the Prospectus and GUTF. The units are classified as financial liabilities. Cancellable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's NAV of respective classes. The outstanding units are carried at the redemption amount that is payable at the date of the statement of financial position if the member exercises the right to put back the unit to the Fund.

Units are created and cancelled at prices based on the Fund's NAV per unit at the time of creation or cancellation. The Fund's NAV per unit is calculated by dividing the net assets attributable to unit holders with the total number of outstanding units

(k) Realised and unrealised portions of profit or loss after tax

The analysis of realised and unrealised portions of profit or loss after tax as presented on the statement of comprehensive income is prepared in accordance with GUTF.

(l) Critical accounting estimates and judgements in applying accounting policies

The Fund makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, rarely equal the related actual results. To enhance the information content of the estimates, certain key variables that are anticipated to have material impact to the Fund's results and financial position are tested for sensitivity to changes in the underlying parameters.

Estimates and judgement are continually evaluated by the Manager and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

In undertaking any of the Fund's investment, the Manager will ensure that all assets of the Fund under management will be valued appropriately, that is at fair value and in compliance with the GUTF. However, the Manager is of the opinion that in applying these accounting policies, no significant judgement was required.

3. FINANCIAL INSTRUMENT AND RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments of the Fund are as follows:

	Financial assets at fair value through profit or loss RM	Financial assets at amortised cost RM	Total RM
2025			
Cash and cash equivalents (Note 9)	-	27,837,808	27,837,808
Quoted securities (Note 8)	838,402,745	-	838,402,745
Amount due from stockbrokers	-	842,106	842,106
Amount due from Manager	-	588,397	588,397
Amount due from Manager of collective investment scheme			
- management fee rebate	-	7,883	7,883
Dividends receivable	-	2,528,432	2,528,432
	<u>838,402,745</u>	<u>31,804,626</u>	<u>870,207,371</u>

3. FINANCIAL INSTRUMENT AND RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments of the Fund are as follows: (continued)

	Financial assets at fair value through profit or loss RM	Financial assets at amortised cost RM	Total RM
2024			
Cash and cash equivalents (Note 9)	-	10,757,219	10,757,219
Quoted securities (Note 8)	278,343,559	-	278,343,559
Amount due from stockbrokers	-	678,490	678,490
Amount due from Manager	-	8,768,209	8,768,209
Amount due from Manager of collective investment scheme			
- management fee rebate	-	7,883	7,883
Dividends receivable	-	618,362	618,362
	<u>278,343,559</u>	<u>20,830,163</u>	<u>299,173,722</u>

The Fund aims to maximise capital growth over the medium to long-term through the stock market.

The Fund is exposed to a variety of risks which include market risk (inclusive of price risk and interest rate risk), credit risk and liquidity risk.

Financial risk management is carried out through internal control process adopted by the Manager and adherence to the investment restriction as stipulated in the Deeds and GUTF.

(a) Market risk**(i) Price risk**

This is the risk that the fair value of an investment in quoted securities will fluctuate because of changes in market prices (other than those arising from interest rate risk). The value of quoted securities may fluctuate according to the activities of individual companies, sector, and overall political and economic conditions. Such fluctuation may cause the Fund's NAV and prices of units to fall as well as rise, and income produced by the Fund may also fluctuate.

The price risk is managed through diversification and selection of quoted securities and other financial instruments within specified limits according to the Deeds.

The Fund's overall exposure to price risk was as follows:

	2025 RM	2024 RM
Financial assets at fair value through profit or loss:		
- Quoted securities	<u>838,402,745</u>	<u>278,343,559</u>

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(a) Market risk (continued)

(i) Price risk (continued)

The table below summarises the sensitivity of the Fund's profit or loss and NAV to movements in prices of collective investment schemes and quoted securities at the end of each financial year. The analysis is based on the assumptions that the price of the collective investment schemes and quoted securities fluctuate by 5% with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the collective investment schemes and quoted securities, having regard to the historical volatility of the prices.

% Change in price of quoted securities	Market value RM	Impact on profit or loss/NAV RM
2025		
-5%	796,482,608	(41,920,137)
0%	838,402,745	-
+5%	<u>880,322,882</u>	<u>41,920,137</u>
2024		
-5%	264,426,381	(13,917,178)
0%	278,343,559	-
+5%	<u>292,260,737</u>	<u>13,917,178</u>

(ii) Interest rate risk

Interest rate is a general economic indicator that will have an impact on the management of the Fund.

Fair value interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates.

The Fund's exposure to fair value interest rate risk arises from investment in money market instruments. The interest rate risk is expected to be minimal as the Fund's investments comprise mainly short-term deposits with approved licensed financial institutions.

Cash flow interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Fund is not exposed to cash flow interest rate risk as the Fund does not hold any financial instruments at a variable interest rate.

As at the end of each financial year, the Fund is not exposed to a material level of interest rate risk.

The weighted average effective interest rate per annum is as follows:

	2025 %	2024 %
Deposits with licensed financial institutions	<u>3.30</u>	<u>3.31</u>

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligation resulting in financial loss to the Fund.

The credit risk arising from placements of deposits in licensed financial institutions is managed by ensuring that the Fund will only place deposits in reputable licensed financial institutions.

For amount due from stockbrokers, the settlement terms are governed by the relevant rules and regulations as prescribed by respective stock exchange. The credit risk is minimal as all transactions in quoted securities are settled or paid upon delivery using approved stockbrokers.

For amount due from Manager, the settlement terms of the proceeds from the creation of units receivable from the Manager are governed by the GUTF.

The following table sets out the credit risk concentration of the Fund:

	Cash and cash equivalents RM	Amount due from stockbrokers RM	Amount due from Manager RM	Amount due from Manager of collective investment scheme - management fee rebate RM	Dividends receivable RM	Total RM
2025						
- AAA	27,837,808	-	-	-	-	27,837,808
- Not Rated	-	842,106	588,397	7,883	2,528,432	3,966,818
	<u>27,837,808</u>	<u>842,106</u>	<u>588,397</u>	<u>7,883</u>	<u>2,528,432</u>	<u>31,804,626</u>
2024						
- AAA	10,757,219	-	-	-	-	10,757,219
- Not Rated	-	678,490	8,768,209	7,883	618,362	10,072,944
	<u>10,757,219</u>	<u>678,490</u>	<u>8,768,209</u>	<u>7,883</u>	<u>618,362</u>	<u>20,830,163</u>

(c) Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting its financial obligations.

The Manager manages this risk by maintaining sufficient level of liquid assets to meet anticipated payments and cancellations of the units by unit holders. Liquid assets comprise bank balances and deposits with licensed financial institutions, which are capable of being converted into cash within 7 business days. Generally, all investments are subject to a certain degree of liquidity risk depending on the nature of the investment instruments, market, sector, and other factors. For the purpose of the Fund, the Manager will attempt to balance the entire portfolio by investing in a mix of assets with satisfactory trading volume and those that occasionally could encounter poor liquidity. This is expected to reduce the risks for the entire portfolio without limiting the Fund's growth potentials.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(c) Liquidity risk (Continued)

	Less than 1 month RM	Between 1 month to 1 year RM	Total RM
2025			
Amount due to stockbrokers	3,263,805	-	3,263,805
Amount due to Manager	560,701	-	560,701
Accrued management fee	1,053,930	-	1,053,930
Amount due to Trustee	7,026	-	7,026
Distribution payable	1,006	-	1,006
Other payables and accruals	-	29,760	29,760
Net assets attributable to unit Holders*	865,291,143	-	865,291,143
Contractual undiscounted cash flows	870,177,611	29,760	870,207,371
2024			
Amount due to stockbrokers	976,994	-	976,994
Amount due to Manager	367,007	-	367,007
Accrued management fee	356,120	-	356,120
Amount due to Trustee	2,365	-	2,365
Distribution payable	1,006	-	1,006
Other payables and accruals	-	23,204	23,204
Net assets attributable to unit holders*	297,447,026	-	297,447,026
Contractual undiscounted cash flows	299,150,518	23,204	299,173,722

Deposits with licensed financial institution of the Fund have an average maturity of 3 days (2024: 3 days).

* Outstanding units are redeemed on demand at the unitholder's option. However, the Manager does not envisage that the contractual maturity disclosed in the table above will be representative of the actual cash outflows, as holders of these instruments typically retain them for the medium to long term.

(d) Capital risk management

The capital of the fund is represented by net assets attributable to unit holders of RM865,291,143 (2024: RM297,447,026). The amount of capital can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of unit holders. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns to unit holders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

(e) Fair value estimation

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation

The fair value of financial assets traded in active markets (such as trading securities) are based on quoted market prices at the close of trading on the financial year end date. The Fund utilises the last traded market price for financial assets where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager will determine the point within the bid-ask spread that is most representative of the fair value.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The fair value of financial assets that are not traded in an active market is determined by using valuation techniques.

(i) Fair value hierarchy

The table below analyses financial instruments carried at fair value. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active market for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2)
- Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs) (Level 3)

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety.

If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement.

Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgement by the Fund. The Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
2025				
Financial asset at fair value through profit or loss:				
- Quoted securities	<u>838,402,745</u>	<u>-</u>	<u>-</u>	<u>838,402,745</u>
2024				
Financial asset at fair value through profit or loss:				
- Quoted securities	<u>278,343,559</u>	<u>-</u>	<u>-</u>	<u>278,343,559</u>

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include active listed equities. The Fund does not adjust the quoted prices for these instruments. The Fund's policies on valuation of these financial assets are stated in Note 2(b).

- (i) The carrying values of cash and cash equivalents, amount due from stockbrokers, amount due from Manager, amount due from Manager of collective investment scheme - management fee rebate, dividends receivable and all current liabilities are a reasonable approximation of their fair values due to their short-term nature.

4. MANAGEMENT FEE

In accordance with the Deeds, the Manager is entitled to a maximum management fee of 1.50% per annum, calculated daily based on the NAV of the Fund.

For the financial year ended 30 June 2025, the management fee is recognised at a rate of 1.50% per annum for each class (2024: 1.50% per annum for each class).

There is no further liability to the Manager in respect of management fee other than the amount recognised above.

5. TRUSTEE FEES

In accordance with the Deeds, the Trustee is entitled to a to a maximum Trustee fee of 0.01% per annum for each class, calculated daily based on the NAV of the Fund. The Trustees fee excludes local custodian fee, which is subject to a maximum fee of RM25,000 per annum.

For the financial year ended 30 June 2025, the Trustee fee is recognised at the rate of 0.01% per annum for each class (2024: 0.01% per annum for each class).

There was no further liability to the Trustee in respect of Trustee fees other than amount recognised above.

6. DISTRIBUTION

Breakdown of distribution were as follows:

	RM	2025 %	RM	2024 %
Source of distribution				
Distribution out of current year's income	-	-	-	-
Distribution out of prior year's income/capital*	5,770,924	100.00	-	-
Total	5,770,924	100.00	-	-

	2025 RM	2024 RM
Gross/Net distribution per unit (sen)		
Distribution on 15 October 2024		
- Class MYR	1.94	-

Gross distribution is derived using total income less total expenses. Net distribution above is sourced from current and prior financial years' realised income.

Gross distribution per unit is derived from gross realised income less expenses, divided by the number of units in circulation. Net distribution per unit is derived from gross realised income less expenses and taxation, divided by the number of units in circulation.

There is unrealised loss of RM38,574,149 for the financial year 30 June 2025 (2024: Nil).

* Distribution income has been accrued at the end of the prior financial year but is not declared and paid as distribution.

7. TAXATION

	2025 RM	2024 RM
Tax charged for the financial year:		
- Current taxation	-	-

A numerical reconciliation between the (loss)/profit before taxation multiplied by the Malaysian statutory income tax rate and tax expense of the Fund is as follows:

	2025 RM	2024 RM
(Loss)/profit before taxation	(58,517,841)	77,339,999
Taxation at Malaysian statutory rate of 24% (2024: 24%)	(14,044,282)	18,561,600
Tax effects of:		
Income not subject to tax	9,408,376	(19,736,242)
Expenses not deductible for tax purposes	2,107,185	266,883
Restriction on tax deductible expenses for Unit Trust Funds	2,528,721	907,759
Taxation	-	-

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2025 RM	2024 RM
At fair value through profit or loss:		
- Quoted securities	838,402,745	278,343,559
Net (loss)/profit on financial assets at fair value through profit or loss:		
- Realised (loss)/gain on disposals	(26,015,349)	6,581,685
- Unrealised fair value (loss)/gain	(38,574,149)	68,698,943
- Management fee rebate #	-	15,839
	(64,589,498)	75,296,467

Management fee rebate is derived from the collective investment schemes held by the Fund on an accrual basis to ensure no double charging of management fee. It is accrued daily based on the fair value collective investment schemes held.

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2025 QUOTED SECURITIES				
Construction				
Econpile Holdings Bhd	6,281,500	3,156,412	2,198,525	0.25
Gamuda Bhd	9,698,731	33,574,760	46,456,921	5.37
IJM Corp Bhd	8,934,100	21,049,437	23,407,342	2.71
	24,914,331	57,780,609	72,062,788	8.33
Consumer Products & Services				
99 Speed Mart Retail Holdings Bhd	7,965,100	17,562,098	16,647,059	1.92
Mr D.I.Y. Group (M) Bhd	6,799,600	14,440,183	11,151,344	1.29
	14,764,700	32,002,281	27,798,403	3.21
Energy				
Dayang Enterprise Holding Bhd	5,836,800	9,980,625	10,739,712	1.24
Dialog Group Bhd	12,611,300	22,374,117	19,925,854	2.31
Keyfield International Bhd	5,714,900	11,109,569	9,715,330	1.12
	24,163,000	43,464,311	40,380,896	4.67
Financial Services				
Alliance Bank Malaysia Bhd	2,955,341	11,120,282	12,737,520	1.47
AMMB Holding Bhd	7,123,500	34,550,878	36,329,850	4.20
CIMB Group Holdings Bhd	11,412,326	82,708,797	77,489,694	8.96
Malayan Banking Bhd	8,293,009	86,120,917	80,442,187	9.30
Public Bank Bhd	17,544,590	78,560,778	75,617,183	8.74
RHB Bank Bhd	2,271,000	14,878,167	14,307,300	1.65
	49,599,766	307,939,819	296,923,734	34.32

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2025 (CONTINUED)				
QUOTED SECURITIES				
(CONTINUED)				
Health Care				
Hartalega Hldg Bhd	5,404,000	12,134,181	8,862,560	1.02
Kossan Rubber Industries	5,873,900	11,990,799	8,693,372	1.01
KPJ Healthcare Bhd	4,208,300	8,526,384	11,194,078	1.29
	<u>15,486,200</u>	<u>32,651,364</u>	<u>28,750,010</u>	<u>3.32</u>
Industrial Products & Services				
Binastra Corp Bhd	8,837,900	13,263,377	16,792,010	1.94
Kelington Group Bhd	5,214,900	16,696,665	19,347,279	2.24
Nationgate Holdings Bhd	7,777,800	12,673,659	12,755,592	1.47
Press Metal Aluminium Holding Bhd	4,074,000	20,443,655	21,103,320	2.44
Solarvest Holdings	7,042,000	12,078,600	15,069,880	1.74
Sunway Bhd	3,863,400	12,536,701	18,157,980	2.10
	<u>36,810,000</u>	<u>87,692,657</u>	<u>103,226,061</u>	<u>11.93</u>
Plantation				
Johor Plantations Group	1,400,600	1,408,372	1,666,714	0.19
SD Guthrie Bhd	3,567,300	17,396,164	16,552,272	1.91
	<u>4,967,900</u>	<u>18,804,536</u>	<u>18,218,986</u>	<u>2.10</u>
Property				
Sime Darby Property Bhd	13,846,000	20,133,752	19,938,240	2.30
SP Setia Bhd	11,593,100	15,534,738	12,984,272	1.50
UEM Sunrise Bhd	9,803,400	9,836,304	6,960,414	0.81
	<u>35,242,500</u>	<u>45,504,794</u>	<u>39,882,926</u>	<u>4.61</u>
Technology				
Cloudpoint Technology Bhd	3,969,000	3,888,700	2,937,060	0.34
Frontken Corp Bhd	6,426,700	25,391,249	25,449,732	2.94
Inari Amertron Bhd	3,445,300	8,785,173	6,959,506	0.80
ITMAX System Bhd	4,003,100	12,625,432	14,931,563	1.73
	<u>17,844,100</u>	<u>50,690,554</u>	<u>50,277,861</u>	<u>5.81</u>
Telecommunications/ Media				
Telekom Malaysia Bhd	3,057,912	19,614,894	20,029,324	2.31
Transportation/Logistics				
MISC Bhd	2,576,000	19,844,337	19,551,840	2.26
Westports Holdings Bhd	639,700	2,728,494	3,454,380	0.40
	<u>3,215,700</u>	<u>22,572,831</u>	<u>23,006,220</u>	<u>2.66</u>

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2025 (CONTINUED)				
QUOTED SECURITIES (CONTINUED)				
Utilities				
Tenaga Nasional Bhd	5,266,800	67,693,326	75,736,584	8.75
YTL Corp Bhd	6,227,600	10,662,343	14,448,032	1.67
YTL Power International Bhd	6,949,980	16,730,281	27,660,920	3.20
	<u>18,444,380</u>	<u>95,085,950</u>	<u>117,845,536</u>	<u>13.62</u>
TOTAL QUOTED SECURITIES	<u>248,510,489</u>	813,804,600	<u>838,402,745</u>	<u>96.89</u>
ACCUMULATED UNREALISED GAIN ON QOUTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>24,598,145</u>		
TOTAL QOUTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>838,402,745</u>		
2024				
QUOTED SECURITIES				
Construction				
Gamuda Bhd	1,763,689	7,270,713	11,605,074	3.90
IJM Corporation Bhd	4,161,700	8,419,811	12,693,185	4.27
	<u>5,925,389</u>	<u>15,690,524</u>	<u>24,298,259</u>	<u>8.17</u>
Consumer Products & Services				
Johor Plantations Group	524,400	440,496	440,496	0.15
RGB	6,164,800	2,856,363	2,897,456	0.97
Sime Darby Bhd	1,414,800	3,330,597	3,706,776	1.25
Well Chip Group Bhd	459,900	528,885	528,885	0.18
	<u>8,563,900</u>	<u>7,156,341</u>	<u>7,573,613</u>	<u>2.55</u>

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2024 (CONTINUED)				
QUOTED SECURITIES (CONTINUED)				
Energy				
Bumi Armada Bhd	4,735,000	2,578,184	2,651,600	0.89
Dayang Enterprise Holding Bhd	4,348,800	7,144,888	11,437,344	3.85
Dialog Group Bhd	3,955,100	8,065,840	9,452,689	3.18
Hibiscus Petroleum Bhd	313,880	785,149	731,340	0.25
Keyfield International Bhd	4,511,700	8,487,558	10,828,080	3.64
Perdana Petroleum Bhd	7,461,430	2,633,618	2,947,265	0.99
Yinson Holdings Bhd	1,016,200	2,412,834	2,367,746	0.80
	<u>26,342,110</u>	<u>32,108,071</u>	<u>40,416,064</u>	<u>13.60</u>
Financial Services				
AMMB Holding Bhd	1,472,500	6,005,052	6,317,025	2.12
CIMB Group Holdings Bhd	2,798,326	14,442,674	19,028,617	6.40
Malayan Banking Bhd	535,009	4,726,716	5,328,690	1.79
Public Bank Bhd	2,781,590	11,418,341	11,181,992	3.76
	<u>7,587,425</u>	<u>36,592,783</u>	<u>41,856,324</u>	<u>14.07</u>
Health Care				
Hartalega Holding Bhd	3,874,000	6,857,038	12,706,720	4.27
Kossan Rubber Industries	1,319,400	1,728,170	3,100,590	1.04
KPJ Healthcare Bhd	2,603,300	3,409,619	5,024,369	1.69
Top Glove Corp Bhd	1,328,000	1,251,064	1,460,800	0.49
	<u>9,124,700</u>	<u>13,245,891</u>	<u>22,292,479</u>	<u>7.49</u>
Industrial Products & Services				
KJTS Group Bhd	897,100	454,379	574,144	0.19
Nationgate Holdings Bhd	4,887,400	6,184,236	8,943,942	3.01
Sunway Bhd	2,348,200	4,923,169	8,477,002	2.85
Sunway Bhd - WB 03/10/2024	300,200	171,622	675,450	0.23
V.S. Industry Bhd	2,426,500	3,001,107	3,081,655	1.04
	<u>10,859,400</u>	<u>14,734,513</u>	<u>21,752,193</u>	<u>7.32</u>
Property				
Eastern and Oriental Bhd	3,553,200	2,198,806	3,499,902	1.18
Iskandar Waterfront City Bhd	3,894,400	2,952,209	2,901,328	0.98
Malaysian Resources Corporation Bhd	4,611,600	2,830,071	2,790,018	0.94
Sime Darby Property Bhd	2,200,000	2,753,492	2,948,000	0.99
SP Setia Bhd	4,320,200	5,505,413	5,961,876	2.00

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
Name of counter				
2024 (CONTINUED)				
QUOTED SECURITIES (CONTINUED)				
Property (Continued)				
UEM Sunrise Bhd	5,715,500	5,536,675	6,172,740	2.08
	<u>24,294,900</u>	<u>21,776,666</u>	<u>24,273,864</u>	<u>8.17</u>
Technology				
Cape EMS Bhd	4,663,000	6,336,495	4,359,905	1.47
Frontken Corp Bhd	1,702,200	5,855,402	7,591,812	2.55
Genetec Technology Bhd	4,424,100	11,135,371	9,909,984	3.33
Greotech Technology Bhd	637,500	3,321,192	3,346,875	1.13
Inari Amertron Bhd	1,150,300	3,560,787	4,256,110	1.43
ITMAX System Bhd	394,100	616,172	1,008,896	0.34
Malaysian Pacific Industries	40,000	1,593,976	1,576,800	0.53
Oppstar Bhd	3,133,400	5,670,649	4,136,088	1.39
	<u>16,144,600</u>	<u>38,090,044</u>	<u>36,186,470</u>	<u>12.17</u>
Telecommunications/ Media				
Telekom Malaysia Bhd	567,912	3,002,534	3,839,085	1.29
Transportation/ Logistics				
Malaysia Airports Holding Bhd	1,438,128	9,885,914	14,237,467	4.78
MISC Bhd - Local	615,000	4,975,843	5,239,800	1.77
	<u>2,053,128</u>	<u>14,861,757</u>	<u>19,477,267</u>	<u>6.55</u>
Utilities				
Tenaga Nasional Bhd	1,342,800	12,163,066	18,503,784	6.21
YTL Corporation Bhd	1,708,000	2,562,629	5,892,601	1.98
YTL Power International Bhd	2,485,800	3,186,446	11,981,556	4.01
	<u>5,536,600</u>	<u>17,912,141</u>	<u>36,377,941</u>	<u>12.20</u>
TOTAL QUOTED SECURITIES	<u>117,000,064</u>	<u>215,171,265</u>	<u>278,343,559</u>	<u>93.58</u>
ACCUMULATED UNREALISED PROFIT ON QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS				
		<u>63,172,294</u>		

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
Name of counter				
2024 (CONTINUED)				
QUOTED SECURITIES (CONTINUED)				
TOTAL QOUTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>278,343,559</u>		

9. CASH AND CASH EQUIVALENTS

	2025 RM	2024 RM
Deposits with licensed financial institution	26,906,432	10,480,851
Bank balances	931,376	276,368
	<u>27,837,808</u>	<u>10,757,219</u>

10. NUMBER OF UNITS IN CIRCULATION (UNITS)

	2025 No. of units	2024 No. of units
Class D (i)	2,372,031	1,124,514
Class MYR (ii)	581,674,650	183,462,578
	<u>584,046,681</u>	<u>184,587,092</u>
(i) Class D		
At the beginning of the financial year	1,124,514	-
Add: Creation of units from applications	7,784,706	1,516,725
Less: Cancellation of units	(6,537,189)	(392,211)
At the end of the financial year	<u>2,372,031</u>	<u>1,124,514</u>
(ii) Class MYR		
At the beginning of the financial year	183,462,578	191,819,139
Add: Creation of units from applications	485,846,850	28,279,769
Add: Creation of units from distribution	3,684,814	-
Less: Cancellation of units	(91,319,592)	(36,636,330)
At the end of the financial year	<u>581,674,650</u>	<u>183,462,578</u>

11. NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS

Net assets attributable to unit holders as at the reporting date comprises of:

	2025	2024
	RM	RM
Unit holders' contributions	742,306,630	1,331,940
Retained earnings	122,984,513	296,115,086
	<u>865,291,143</u>	<u>297,447,026</u>

12. TOTAL EXPENSE RATIO ("TER")

	2025	2024
	%	%
TER	<u>1.51</u>	<u>1.54</u>

TER is derived from the following calculation:

$$\text{TER} = \frac{(A + B + C + D + E) \times 100}{F}$$

A	=	Management fee (excluded management fee rebate)
B	=	Trustee and custodian fee
C	=	Audit fee
D	=	Tax agent's fee
E	=	Other expenses excluding Central Depository System ("CDS") fee and withholding tax
F	=	Average NAV of the Fund calculated on a daily basis

The average NAV of the Fund for the financial year calculated on daily basis is RM 703,864,576 (2024: RM247,654,650).

13. PORTFOLIO TURNOVER RATIO ("PTR")

	2025	2024
PTR	<u>0.69</u>	<u>0.64</u>

PTR is derived based on the following calculation:

$$\frac{(\text{Total acquisition for the financial year} + \text{total disposal for the financial year}) \div 2}{\text{Average NAV of the Fund for the financial year calculated on a daily basis}}$$

where:

total acquisition for the financial year = RM795,943,746 (2024: RM151,607,415)

total disposal for the financial year = RM171,295,062 (2024: RM164,578,943)

14. UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER, AND SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES

The related parties and their relationship with the Fund are as follows:

<u>Related parties</u>	<u>Relationship</u>
Principal Asset Management Berhad	The Manager
Principal Financial Group, Inc.	Ultimate holding company of shareholder of the Manager
Principal International (Asia) Ltd	Shareholder of the Manager
Subsidiaries and associates of Principal Financial Group Inc., other than above, as disclosed in its financial statements	Fellow subsidiary and associated companies of the ultimate holding company of shareholder of the Manager
CIMB Group Holdings Bhd	Ultimate holding company of shareholder of the Manager
CIMB Group Sdn Bhd	Shareholder of the Manager
CIMB Investment Bank Bhd	Fellow related party to the Manager
CIMB Securities Sdn Bhd	Fellow related party to the Manager
CIMB Bank Bhd	Fellow related party to the Manager
Subsidiaries and associates of CIMB Group Holdings Bhd, other than above, as disclosed in its financial statements	Fellow subsidiary and associated companies of the ultimate holding company of the Manager

Units held by the Manager and parties related to the Manager

	<u>2025</u>		<u>2024</u>	
	<u>No. of units</u>	<u>RM</u>	<u>No. of units</u>	<u>RM</u>
Manager				
Principal Asset Management Berhad				
- Class MYR	15,268	22,624	10,459	16,881

In the opinion of the Manager, the above units were transacted at the prevailing market price.

The units are held beneficially by the Manager for booking purposes. Other than the above, there were no units held by the Directors or parties related to the Manager.

In addition to related party disclosures mentioned elsewhere in the financial statements, set out below are other significant related party transactions and balances. The Manager is of the opinion that all transactions with the related companies have been entered into in the normal course of business at agreed terms between the related parties.

14. UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER, AND SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

	2025 RM	2024 RM
<u>Significant related party balance</u>		
Quoted security:		
CIMB Group Holdings Bhd	<u>77,489,694</u>	<u>19,028,617</u>
<u>Significant related party transactions</u>		
Dividend income received:		
- CIMB Group Holdings Bhd	<u>3,415,943</u>	<u>1,540,195</u>

15. TRANSACTIONS WITH BROKERS

Details of transactions with the top 10 brokers for the financial year ended 30 June 2025 are as follows:

Brokers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
RHB Investment Bank Bhd	133,276,186	13.79	269,766	12.87
CGS International Securities Malaysia Sdn Bhd	125,534,871	12.99	253,481	12.09
Affin Hwang Investment Bank Bhd	120,261,347	12.44	256,439	12.23
Nomura Securities Malaysia Sdn Bhd	118,733,937	12.29	244,872	11.68
KAF Equities Sdn Bhd	94,828,000	9.81	221,565	10.57
Maybank Investment Bank Bhd	92,600,657	9.58	259,648	12.39
Macquarie Capital Sec (M) Sdn Bhd	84,534,184	8.75	179,800	8.58
Hong Leong Investment Bank Bhd	50,588,189	5.23	111,948	5.34
UBS Securities M Sdn Bhd	49,466,001	5.12	107,822	5.14
J.P. Morgan Sec (M) Sdn Bhd	43,017,102	4.45	83,274	3.97
Others	53,614,288	5.55	107,679	5.14
	<u>966,454,762</u>	<u>100.00</u>	<u>2,096,294</u>	<u>100.00</u>

15. TRANSACTIONS WITH BROKERS (CONTINUED)

Details of transactions with the top 10 brokers for the financial year ended 30 June 2024 are as follows:

Brokers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
Affin Hwang Investment Bank Bhd	60,645,903	19.20	136,510	19.96
RHB Investment Bank Bhd	40,235,337	12.74	90,591	13.25
Maybank Investment Bank Bhd	38,638,997	12.23	80,870	11.82
CLSA Securities (M) Sdn Bhd	28,807,481	9.12	68,292	9.98
Hong Leong Investment Bank Bhd	25,693,821	8.14	57,811	8.45
Macquarie Capital Securities (M) Sdn Bhd	25,683,711	8.13	56,776	8.30
CGS-CIMB Securities Sdn Bhd #	25,482,963	8.07	56,242	8.22
UBS Securities (M) Sdn Bhd	20,054,784	6.35	44,948	6.57
Nomura Securities Malaysia Sdn Bhd	15,198,481	4.81	34,197	5.00
CGS Inter Securities (M) Sdn Bhd	13,072,266	4.14	27,689	4.05
Others	22,324,696	7.07	30,031	4.40
	<u>315,838,440</u>	<u>100.00</u>	<u>683,957</u>	<u>100.00</u>

Included in the transactions are trades conducted with CGS-CIMB Securities Sdn Bhd, fellow related parties to the Manager amounting to Nil (2024: RM25,482,963). The Manager is of the opinion that all transactions with the related companies have been entered into in the normal course of business at agreed terms between the related parties.

16. APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved for issue by the Manager on 14 August 2025,

DIRECTORY

Head Office of the Manager

Principal Asset Management Berhad (Company No.: 199401018399 (304078-K))
Level 32, Exchange 106,
Lingkaran TRX,
55188 Tun Razak Exchange, Kuala Lumpur MALAYSIA.
Tel: (03) 8680 8000

Website

www.principal.com

E-mail address

myservice@principal.com

Customer Care Centre

(03) 7723 7260

Chat with us via WhatsApp:

(6016) 299 9792

Trustee for the Principal Malaysia Titans Fund

HSBC (Malaysia) Trustee Berhad (Company No.: 193701000084 (1281-T))
19th Floor, Menara IQ, Lingkaran TRX,
55188 Tun Razak Exchange, Kuala Lumpur, MALAYSIA.
Tel: (03) 2075 7800
Fax: (03) 8894 2611

Auditors of the Fund and of the Manager

Ernst & Young PLT 202006000003 (LLP0022760-LCA) & AF 0039
Level 23A, Menara Millennium
Jalan Damanlela
Pusat Bandar Damansara
50490 Kuala Lumpur
Tel: +603 7495 8000
Fax: +603 2095 5332