

Principal Titans Income Plus Fund

Annual Report

For The Financial Year Ended 31 January 2025

PRINCIPAL TITANS INCOME PLUS FUND

ANNUAL REPORT

FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2025

CONTENTS	PAGE(S)
INVESTORS' LETTER	i
MANAGER'S REPORT	ii - viii
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 - 39
DIRECTORY	40

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 Titans Income Plus Fund for the financial year ended 31 January 2025. You may also download this report from our website at www.principal.com.my.

We are thankful to share that investors like you have helped make our recent recognition at the LSEG Lipper Fund Awards 2025 possible, where Principal Malaysia received nine awards. These acknowledgements reflect the collaborative effort of our entire team to deliver investment solutions that meet your needs.

Building on our recent success, Principal Malaysia also garnered numerous accolades throughout 2024. At the Asia Asset Management 2024 Best of the Best Awards, we were honored with the Best of the Best Performance Award for China A-Share Equity (3 years) and recognized as the Best Institutional House – Malaysia. At the 2024 Global Banking & Finance Awards, our CEO, Munirah Khairuddin, was named Asset Management CEO of the Year Malaysia, and our company was recognized as Asset Management Company of the Year Malaysia. Additionally, we received the Best International Equity Fund Manager for MSCI EM Latin America 2023 at the EPF External Fund Managers Awards 2023.

At the Alpha Southeast Asia Fund Management Awards 2024, we won three awards: Best Absolute Return Strategy, Best Online & Mobile Platform (Asset Manager), and Best Asset Manager (Income-Oriented, Money Market & Alternative Investment Funds). The International Finance Awards honored us with 'Best Asset Management Company – Malaysia 2024' and 'Best Asset Management CEO – Munirah Khairuddin – Malaysia 2024'. At the Triple A Sustainable Investing Awards 2024, we secured the Asset Management Company of the Year (Malaysia) award. The World Business Outlook magazine recognized us with the titles of Best Investment Management and Solutions Provider Malaysia, Best Institutional House Malaysia, and Asset Management CEO (Munirah Khairuddin) of the Year Malaysia. Additionally, we received three awards at the iFast Awards 2024, seven at the LSEG Lipper Fund Awards 2024, ten at the FSMOne Recommended Funds 2023/2024, and two at the Edge ESG Awards 2024.

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,
Malaysia & Global Shariah & 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 provide investors with an opportunity to gain consistent and stable income by investing in a diversified portfolio of dividend yielding equities and fixed income securities. The Fund may also provide moderate capital growth potential over the medium to long-term period.

Has the Fund achieved its objective?

The Fund is in-line to achieve its long-term objective to achieve capital growth as stated under the Fund Objective policy.

What are the Fund investment policy and principal investment strategy?

The Fund may invest between 70% to 98% (both inclusive) of its NAV in equities and equity related securities in order to gain long-term capital growth. The Fund may opt to invest in foreign equities up to a maximum of 100% of its Net Asset Value. Such foreign equities are securities of companies domiciled in, listed in, and/or have significant operations in Asia ex Japan. 'Significant operations' means major businesses of the company. For example, the Fund can invest in a company with significant business or operations in Thailand but listed on the New York Stock Exchange. The threshold for 'significant operations' would be if more than 25% of total group revenue derives from countries in Asia ex Japan. The calculation would be based on the most recent financial reports released by the companies (e.g. interim and annual reports). Notwithstanding, up to 25% of the Fund's investment in foreign equities may be from companies that are listed in any Eligible Market globally to capture growth opportunities with effect from 10 July 2023. In line with its objective, the investment policy and strategy of the Fund will be to invest in a diversified portfolio of high dividend yielding stocks and/or fixed income securities aimed at providing a stable income stream in the form of distributions to investors. The Fund may also opt to seek investment exposure via Collective Investment Scheme ("CIS") that is in line with the Fund's objective, subject to the requirement of the Guidelines on Unit Trust Funds ("GUTF").

Before 10 July 2023,

The Fund may opt to invest in foreign equities up to a maximum of 70% of its NAV. Notwithstanding, up to 20% of the Fund's investment in foreign equities may be from companies that are listed globally with some operations or businesses within the Asia ex Japan region to capture growth opportunities with effect from 16 August 2021.

Principal Singapore will advise and provide investment research and stock recommendation to us in accordance with the investment objective and within the investment restrictions of the Fund.

The asset allocation strategy for this Fund is as follows:

- between 70% to 98% (both inclusive) of the Fund's NAV in equities and equity related securities;
- up to 28% of the Fund's NAV in fixed income securities; and
- at least 2% of the Fund's NAV in liquid assets.

Fund category/type

Equity/Income

When was the Fund launched?

Name of Class	Launch Date
Class MYR	1 October 2003
Class D	22 January 2024

What was the size of the Fund as at 31 January 2025?

RM76.14 million (60.60 million units)

FUND OBJECTIVE AND POLICY (CONTINUED)

What is the Fund’s benchmark?

50% FTSE Bursa Malaysia (“FBM”) Top 100 (“FBM100”) Index + 50% Morgan Stanley Capital International (“MSCI”) All Country (“AC”) Asia ex Japan.

Note: The benchmark is for performance comparison only. The benchmark is customised as such to align it closer to the structure of the portfolio and to reflect the composition of the portfolio in line with the markets they operate in and its objectives. Unit holders are cautioned that the risk profile of the Fund is higher than the benchmark.

What is the Fund distribution policy?

Distribution (if any) is expected to be distributed annually, depending on the performance of the Class and at the Manager’s discretion.

What was the net income distribution for the financial year ended 31 January 2025?

The Fund distributed a total net income of RM3.71 million to unit holders for the financial year ended 31 January 2025.

The Fund’s NAV per unit were as follows:

Date	NAV per unit	NAV per unit
	(before distribution) USD	(after distribution) USD
Distribution on 15 August 2024 - Class MYR	1.3791	1.3137

Breakdown of distribution were as follows:

Source of distribution	2025		2024	
	RM	%	RM	%
Distribution out of current year’s income	3,712,406	100.00	129,453	3.89
Distribution out of prior year’s income/capital	-	-	3,196,043	96.11
Total	<u>3,712,406</u>	<u>100.00</u>	<u>3,325,496</u>	<u>100.00</u>

PERFORMANCE DATA

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

	31.01.2025	31.01.2024	31.01.2023
	%	%	%
Quoted securities			
- Communication Services	10.07	4.68	11.00
- Consumer Discretionary	9.63	5.30	20.20
- Consumer Staples	3.02	1.70	7.23
- Energy	7.71	8.95	6.81
- Financials	8.14	11.74	5.84
- Health Care	1.83	7.51	2.27
- Industrials	12.22	14.56	11.31
- Information Technology	23.94	22.38	9.24
- Materials	2.02	2.25	5.51
- Real Estate	5.67	6.31	4.71
- Utilities	8.67	6.18	6.83
Cash and other assets	7.39	11.72	12.24
Liabilities	<u>(0.31)</u>	<u>(3.28)</u>	<u>(3.19)</u>
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

Note: The Fund had applied the Global Industry Classification Standard (“GICS”) sectors classification.

PERFORMANCE DATA (CONTINUED)

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

	31.01.2025	31.01.2024	31.01.2023
NAV (RM Million)			
- Class MYR	75.44	66.04	67.20
- Class D	0.70	0.00*	-
Units in circulation (Million)			
- Class MYR	59.95	53.47	51.67
- Class D	0.65	0.00*	-
NAV per unit (RM)			
- Class MYR	1.2583	1.2350	1.3006
- Class D	1.0752	1.0053	-
Highest NAV per unit (RM)			
- Class MYR	1.5292	1.3158	1.4206
- Class D	1.2447	1.0142	-
Lowest NAV per unit (RM)			
- Class MYR	1.2190	1.1493	1.2267
- Class D	1.0045	1.0000	-
Total return (%)			
- Class MYR	6.87	(0.01)	(1.09)
- Class D	6.86	-	-
Capital growth (%)			
- Class MYR	1.80	(5.11)	(4.11)
- Class D	6.86	-	-
Income distribution (%)			
- Class MYR	4.98	5.37	3.14
- Class D	-	-	-
Total Expense Ratio ("TER") (%) ^	2.06	2.26	2.31
Portfolio Turnover Ratio ("PTR") (times) #	1.16	3.68	2.82

Note:0.00* denotes fair value/unit count less than 0.01million.

^ The Fund's TER decrease from 2.26% to 2.06% mainly due to the increase in average NAV during the financial year under review.

For the financial year under review, the Fund's PTR was down from 3.68 times to 1.16 times compared to the same period one year ago due to less trading needed.

Gross/Net distribution per unit (sen)	31.01.2025	31.01.2024	31.01.2023
Distribution on 15 August 2024	6.54	-	-
Distribution on 23 August 2023	-	6.36	-
Distribution on 23 August 2022	-	-	4.06

	31.01.2025	31.01.2024	31.01.2023	31.01.2022	31.01.2021
	%	%	%	%	%
Annual total return					
- Class MYR	6.87	(0.01)	(1.09)	(3.84)	25.00

(Launch date: 1 October 2003)

PERFORMANCE DATA (CONTINUED)

	31.01.2025	31.01.2024
	%	%
Annual total return		
- Class D	6.86	0.46

(Launch date: 22 January 2024)

Past performance 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 FEBRUARY 2024 TO 31 JANUARY 2025)

For the period under review, we saw positive market returns in the United State (“US”), Europe and Asia ex-Japan. The largest gain was in the US, with the S&P500 posting 24.78% total returns while Asia ex-Japan was saw 19.23% total returns. Asian markets surged in the month of September but then peaked out and posted negative returns for 3 consecutive months. European markets saw modest gains throughout the period but started accelerating in the month of January 2025, ending the period with a total return of 14.93%.

In the US, the outperformance of the equity markets was broader based. Most sectors saw positive returns and the overall performance was not reliant on the few large tech names, as was the case in the early part of the year. Earnings have justified the positive momentum, with broad-based beats to analyst expectations on the second quarter results. However, the valuation in this market is still a large concern due to it being among the highest in its history on many of the metrics that we track. With a new administration now in office, we would be watching the policies coming out of the US very closely.

For Malaysia Equities, the market saw some positive returns up to the end of July 2024, with construction and technology stocks pushing the index higher. In early August 2024, the equities markets saw a heavy decline, in-line with the rest of Asia equities. However, the markets recovered very quickly as the banks started to rally. In December 2024, Malaysia was an outperformer in the Asia space, but those gains were more than wiped out in January. The total return for the period was 8.32%.

FUND PERFORMANCE

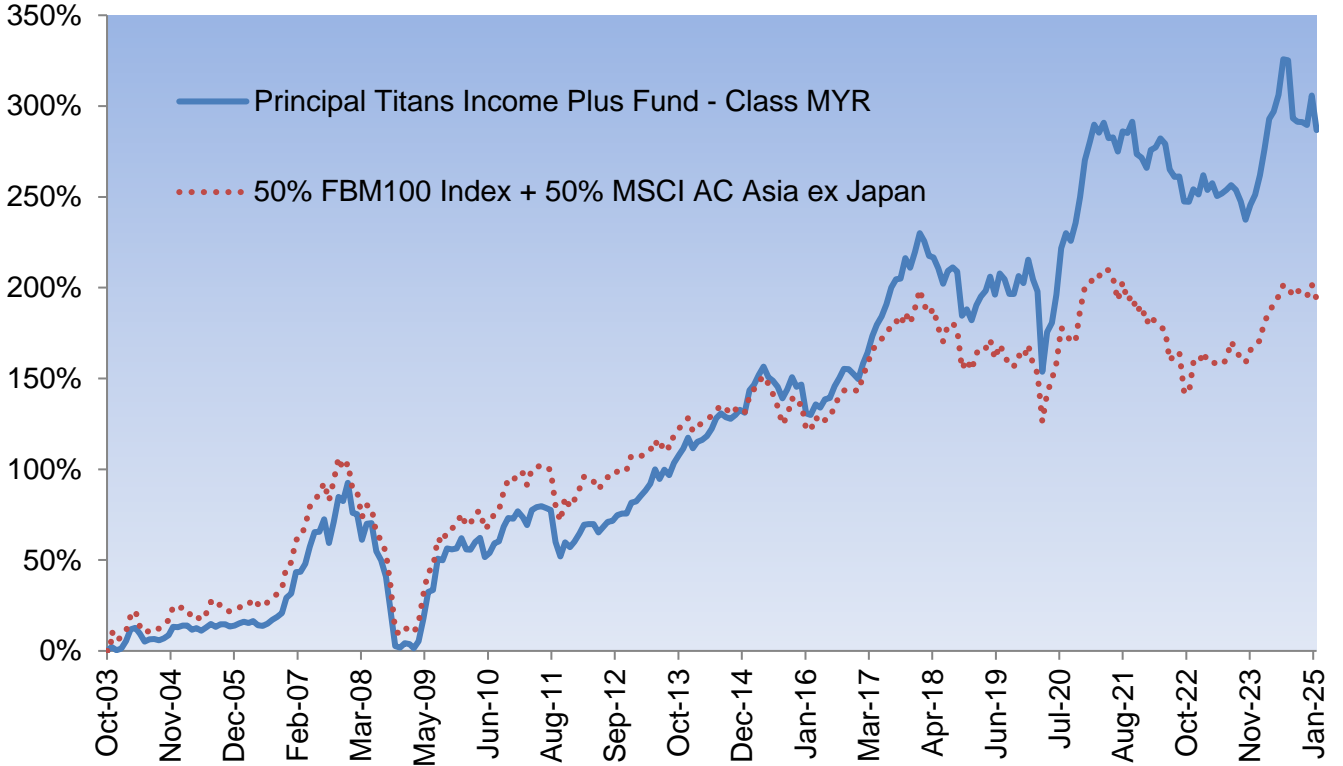
	1 year	3 years	5 years	Since inception
	to 31.01.2025	to 31.01.2025	to 31.01.2025	to 31.01.2025
	%	%	%	%
Income Distribution				
- Class MYR	4.98	14.09	64.82	189.06
- Class D	-	-	-	-
Capital Growth				
- Class MYR	1.80	(7.37)	(3.59)	33.80
- Class D	6.86	-	-	7.35
Total Return				
- Class MYR	6.87	5.69	27.03	286.77
- Class D	6.86	-	-	7.35
Benchmark				
- Class MYR	8.49	4.72	13.92	193.73
- Class D	8.49	-	-	9.84
Average Total Return				
- Class MYR	6.87	1.86	4.90	6.54
- Class D	6.86	-	-	7.15

For the financial year under review, the Fund saw a total return of 6.87% against the benchmark return of 8.49%.

FUND PERFORMANCE (CONTINUED)

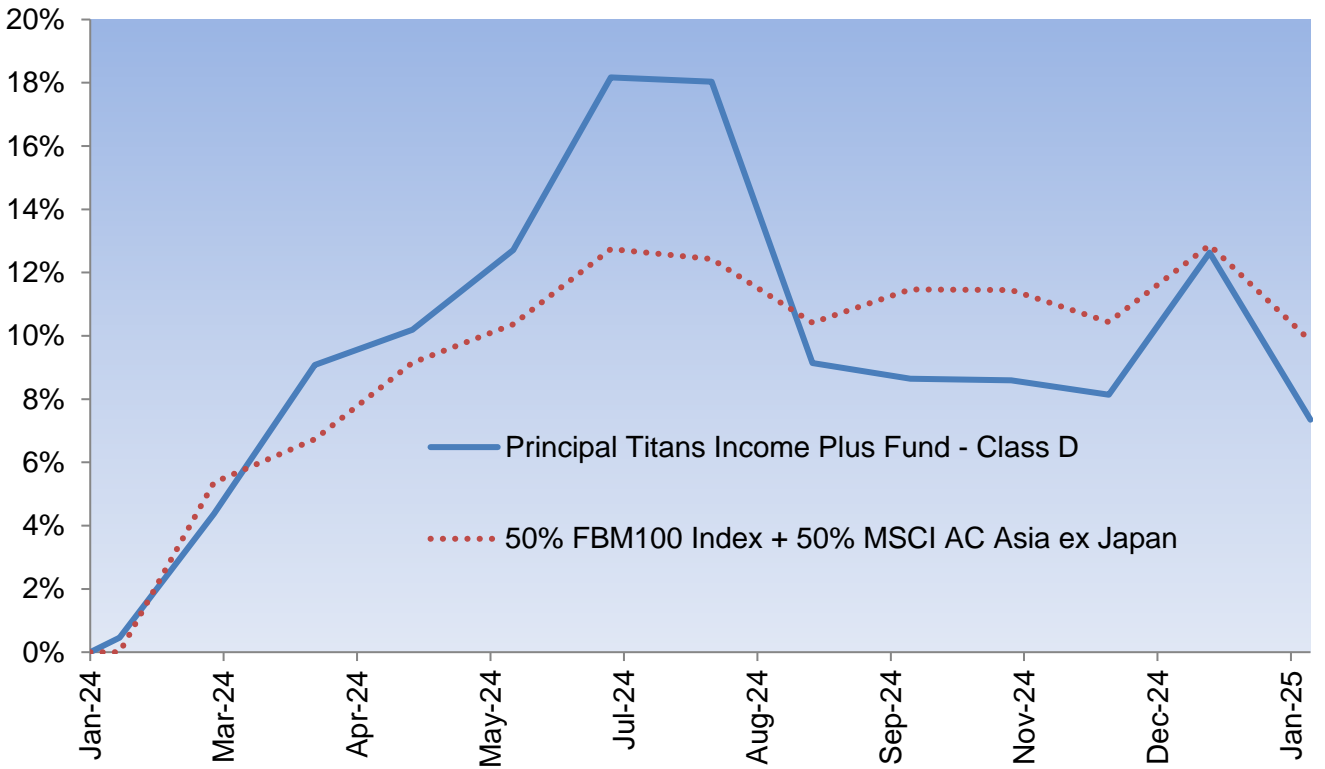
Since Inception

Class MYR



Since Inception

Class D



FUND PERFORMANCE (CONTINUED)

Changes in NAV

	31.01.2025	31.01.2024	Changes %
CLASS MYR			
NAV (RM Million)	75.44	66.04	14.23
NAV/Unit (RM)	1.2583	1.2350	1.89
CLASS D			
NAV (RM Million)	0.70	0.00*	-
NAV/Unit (RM)	1.0752	1.0053	6.95

Note: 0.00* denotes value less than 0.01 million.

During the financial year under review, the fund’s NAV was up 14.23%. The NAV/unit was up 6.95%.

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)	31.01.2025	31.01.2024
Quoted securities - local	51.73	46.36
Quoted securities – foreign	41.19	45.20
Cash and other assets	7.39	11.72
Liabilities	(0.31)	(3.28)
TOTAL	100.00	100.00

The fund maintained a healthy level of cash balance for liquidity and redemption purposes.

MARKET OUTLOOK*

We expect global equity markets to show positive returns in the medium-term, however, we see risks in the policy direction coming from the US as well as geopolitical conflicts. For Asia we are positive on equities but concede that volatility is likely to increase with many countries affected by policy changes out of the US.

For Malaysia we maintain a positive outlook as economic activity continues to be brisk, supported by government initiatives. At the same time, valuations are still attractive at these levels.

* 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

The fund will maintain roughly the same asset allocation, with a healthy balance of high conviction bets and stable yield names. The weight of technology in the fund has been coming down and we expect this to continue as we prefer to diversify into other sectors, where our research has been discovering new names with high potential returns.

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. The Manager 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 commission.

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 TITANS INCOME PLUS FUND**

We, being the Directors 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 39 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 31 January 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,
Malaysia & Global Shariah & Managing Director,
Strategic Distribution & Institutional Client Relations
(Southeast Asia & Global Shariah)
Non-Independent Executive Director

UDAY JAYARAM

Executive Managing Director,
Head of Southeast Asia
Non-Independent Executive Director

Kuala Lumpur
14 March 2025

TRUSTEE'S REPORT

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

We have acted as Trustee of the Fund for the financial year ended 31 January 2025 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, 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 the 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 March 2025

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

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Principal Titans Income Plus Fund (the "Fund"), which comprise the statement of financial position of the Fund as at 31 January 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 a material accounting policy information, as set out on pages 7 to 39.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 31 January 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 TITANS INCOME PLUS FUND (CONT'D.)**

Report on the audit of the financial statements (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 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 TITANS INCOME PLUS FUND (CONT'D.)**

Report on the audit of the financial statements (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 TITANS INCOME PLUS 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 March 2025

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2025**

	Note	2025 RM	2024 RM
INCOME/(LOSS)			
Dividend income		1,469,479	1,252,668
Interest income from deposits with licensed financial institutions		154,227	50,584
Net gain on financial assets at fair value through profit or loss	8	5,921,022	636,642
Net foreign exchange (loss)/gain		<u>(1,064,199)</u>	<u>1,398,615</u>
		<u>6,480,529</u>	<u>3,338,509</u>
EXPENSES			
Management fee	4	1,410,716	1,207,318
Trustee and custodian fees	5	83,849	200,139
Audit fee		9,400	9,400
Tax agent's fee		42,860	50,085
Transaction costs		562,877	1,682,110
Other expenses		<u>98,753</u>	<u>79,166</u>
		<u>2,208,455</u>	<u>3,228,218</u>
PROFIT BEFORE DISTRIBUTION AND TAXATION		4,272,074	110,291
Distributions:			
Class MYR	6	<u>3,712,406</u>	<u>3,325,496</u>
PROFIT/(LOSS) BEFORE TAXATION		559,668	(3,215,205)
Taxation	7	<u>(169,532)</u>	<u>(104,549)</u>
PROFIT/(LOSS) AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE FINANCIAL YEAR		<u>390,136</u>	<u>(3,319,754)</u>
Profit/(Loss) after taxation is made up as follows:			
Realised amount		662,923	(5,897,833)
Unrealised amount		<u>(272,787)</u>	<u>2,578,079</u>
		<u>390,136</u>	<u>(3,319,754)</u>

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

**STATEMENT OF FINANCIAL POSITION
AS AT 31 JANUARY 2025**

	Note	2025 RM	2024 RM
ASSETS			
Cash and cash equivalents	9	5,300,855	6,526,065
Financial assets at fair value through profit or loss	8	70,751,297	60,466,846
Amount due from stockbrokers		-	1,043,288
Amount due from Manager		91,200	85,986
Dividends receivable		13,920	-
Tax Recoverable		220,493	87,639
TOTAL ASSETS		<u>76,377,765</u>	<u>68,209,824</u>
LIABILITIES			
Amount due to stockbrokers		-	1,996,575
Amount due to Manager		82,767	42,877
Accrued management fee		122,941	102,749
Amount due to Trustee		2,990	2,499
Distribution payable		1,390	1,390
Other payables and accruals		28,200	22,000
TOTAL LIABILITIES		<u>238,288</u>	<u>2,168,090</u>
NET ASSET VALUE OF THE FUND		<u>76,139,477</u>	<u>66,041,734</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	10	<u>76,139,477</u>	<u>66,041,734</u>
REPRESENTED BY:			
FAIR VALUE OF OUTSTANDING UNITS			
- Class MYR		75,436,345	66,040,729
- Class D		703,132	1,005
		<u>76,139,477</u>	<u>66,041,734</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)			
- Class MYR		59,947,478	53,471,356
- Class D		653,938	1,000
	11	<u>60,601,416</u>	<u>53,472,356</u>
NET ASSET VALUE PER UNIT (RM)			
- Class MYR		1.2583	1.2350
- Class D		1.0752	1.0053

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

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2025**

	Note	2025 RM	2024 RM
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL YEAR		66,041,734	67,200,285
Movement due to units created and cancelled during the financial year:			
Creation of units from applications			
- Class MYR		15,818,701	5,705,282
- Class D		2,552,466	1,000
		18,371,167	5,706,282
Creation of units from distribution			
- Class MYR		3,559,871	3,200,404
Cancellation of units			
- Class MYR		(10,411,533)	(6,745,483)
- Class D		(1,811,898)	-
		(12,223,431)	(6,745,483)
Total comprehensive income/(loss) for the financial year		390,136	(3,319,754)
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL YEAR	10	76,139,477	66,041,734

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 31 JANUARY 2025**

	Note	2025 RM	2024 RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from disposal of quoted securities		86,360,574	240,142,479
Purchase of quoted securities		(93,231,201)	(239,306,330)
Dividend income received		1,376,752	1,184,907
Interest income received from deposits with licensed financial institutions		154,227	50,584
Management fee paid		(1,390,524)	(1,210,808)
Trustee and custodian fees paid		(83,358)	(201,085)
Payments for other fees and expenses		(71,892)	(67,211)
Tax paid		(302,386)	(195,388)
Payment of other foreign exchange loss		(55,937)	(359,618)
Net cash (used in)/generated from operating activities		<u>(7,243,745)</u>	<u>37,530</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from creation of units		18,365,955	5,640,402
Payments for cancellation of units		(12,183,541)	(7,066,090)
Distribution paid		(152,536)	(125,092)
Net cash generated from/(used in) financing activities		<u>6,029,878</u>	<u>(1,550,780)</u>
Net decreased in cash and cash equivalents		(1,213,867)	(1,513,250)
Effects of foreign exchange differences		(11,343)	660,064
Cash and cash equivalents at the beginning of the financial year		<u>6,526,065</u>	<u>7,379,251</u>
Cash and cash equivalents at the end of the financial year	9	<u><u>5,300,855</u></u>	<u><u>6,526,065</u></u>
<u>Cash and cash equivalents comprised of:</u>			
Bank balances		4,289,766	5,627,986
Deposits with licensed financial institutions		1,011,089	898,079
Cash and cash equivalents at the end of the financial year	9	<u><u>5,300,855</u></u>	<u><u>6,526,065</u></u>

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 31 JANUARY 2025****1. THE FUND, THE MANAGER AND ITS PRINCIPAL ACTIVITIES**

Principal Titans Income Plus 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, an Eighth Supplemental Master Deed dated 14 June 2010, a Thirteenth Supplemental Master Deed dated 26 June 2012, 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, a Twenty Fourth Supplemental Master Deed dated 13 January 2023 and Twenty Fifth Supplemental Master Deed dated 26 May 2023 (collectively referred to as the “Deeds”) between Principal Asset Management Berhad (the “Manager”) and Universal Trustee (Malaysia) Berhad (the “Trustee”).

The Fund may invest between 70% to 98% (both inclusive) of its NAV in equities and equity related securities in order to gain long-term capital growth. The Fund may opt to invest in foreign equities up to a maximum of 100% of its Net Asset Value. Such foreign equities are securities of companies domiciled in, listed in, and/or have significant operations in Asia ex Japan. ‘Significant operations’ means major businesses of the company. For example, the Fund can invest in a company with significant business or operations in Thailand but listed on the New York Stock Exchange. The threshold for ‘significant operations’ would be if more than 25% of total group revenue derives from countries in Asia ex Japan. The calculation would be based on the most recent financial reports released by the companies (e.g. interim and annual reports). Notwithstanding, up to 25% of the Fund’s investment in foreign equities may be from companies that are listed in any Eligible Market globally to capture growth opportunities with effect from 10 July 2023. In line with its objective, the investment policy and strategy of the Fund will be to invest in a diversified portfolio of high dividend yielding stocks and/or fixed income securities aimed at providing a stable income stream in the form of distributions to investors. The Fund may also opt to seek investment exposure via Collective Investment Scheme (“CIS”) that is in line with the Fund’s objective, subject to the requirement of the GUTF.

Before 10 July 2023, The Fund may opt to invest in foreign equities up to a maximum of 70% of its NAV. Notwithstanding, up to 20% of the Fund’s investment in foreign equities may be from companies that are listed globally with some operations or businesses within the Asia ex Japan region to capture growth opportunities with effect from 16 August 2021.

Principal Singapore will advise and provide investment research and stock recommendation to us in accordance with the investment objective and within the investment restrictions of the Fund.

The asset allocation strategy for this Fund is as follows:

- between 70% to 98% (both inclusive) of the Fund’s NAV in equities and equity related securities;
- up to 28% of the Fund’s NAV in fixed income securities; 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.

The preparation of financial statements in conformity with MFRS and IFRS 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(m).

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

None of the standards, amendments to standards or interpretations that are effective for the financial year beginning on/after 1 February 2025 are applicable to the Fund.

(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 as fair value through other comprehensive income (“OCI”).

The contractual cash flows of the Fund’s debt securities are solely principal and interest (“SPPI”). However, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund’s business model’s objective. Consequently, all investments are measured at fair value through profit or loss.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)**(b) Financial assets and financial liabilities (continued)**Classification (continued)

The Fund classifies cash and cash equivalents, amount due from stockbrokers, amount due from Manager, and dividend receivables 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.

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 year 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 done market price quoted on Bursa Malaysia Securities Bhd ("Bursa Securities") at the date of the statement of financial position.

Foreign quoted securities are valued at the last traded market price quoted on the respective foreign stock exchanges at the close of the business day of the respective foreign stock exchanges.

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 period from the date of placement to the date of maturity of the respective deposits.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)**(b) Financial assets and financial liabilities (continued)**Recognition and measurement (continued)

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

Impairment for assets carried at amortised cost

The Fund measures credit risk and expected credit losses ("ECL") using probability of default, exposure at default and loss given default. The Manager consider both historical analysis and forward looking information in determining any ECL. The Manager consider 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.

Significant increase in credit risk

A significant increase in credit risk is defined by the Manager 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 year.

(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 is accounted for as the difference between the net disposal proceeds and the carrying amount of quoted securities, determined on a weighted average cost basis

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)**(d) Foreign currency**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 Malaysian Ringgit (“MYR” or “RM”), 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) Relatively more portion of the NAV is invested in the form of quoted securities denominated in MYR/RM; and
- ii) Significant portion of the Fund’s expenses are denominated in MYR/RM.

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 balance and deposits 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.

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

(g) Distribution

Distributions to unit holders are recognised in the statement of comprehensive income as the unitholders’ 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. In the previous financial years, a distribution to the Fund’s unit holders is accounted for as a deduction from realised reserve before deduction from realised reserves as the unit holders’ contributions were classified as equity then.. A proposed distribution is recognised as a liability in the financial year in which it is approved by the Trustee.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)**(h) Transaction costs**

Transaction costs are costs incurred to acquire or dispose financial assets or liabilities at fair value through profit or loss. They include fees and commissions paid to agents, advisers, brokers and dealers. Transaction costs, when incurred, are immediately recognised in the statement of comprehensive income as expenses.

(i) Management fee rebate

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 of collective investment schemes held.

(j) Amount due from/to stockbrokers

Amounts due from/to stockbrokers represent receivables for Shariah-compliant quoted securities sold and payables for Shariah-compliant quoted securities purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively.

(k) Unit holders' contributions

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

The Fund issues cancellable units, in two classes of units, known respectively as the Class MYR and Class D which are cancelled at the unit holder's option. 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 unit holders exercises the right to put back the unit to the Fund.

The unit holders' contributions to the Fund meet the criteria in prior year to be classified as equity instruments under MFRS 132 "Financial Instruments: Presentation". Those criteria include:

- the units entitle the holder to a proportionate share of the Fund's NAV;
- the units are the most subordinated class and class features are identical;
- there is no contractual obligations to deliver cash or another financial asset other than the obligation on the Fund to repurchase; and
- the total expected cash flows from the units over its life are based substantially on the profit or loss of the Fund.

Units are created and cancelled at the unit holders' option at prices based on the Fund's NAV per unit of respective classes at the close of business on the relevant dealing day. The Fund's NAV per unit of respective classes is calculated by dividing the net assets attributable to unit holders of respective classes with the total number of outstanding units of respective classes.

(l) 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.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(m) 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 judgements 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 there are no accounting policies which require significant judgement to be exercised.

3. FINANCIAL INSTRUMENTS 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)	-	5,300,855	5,300,855
Quoted securities (Note 8)	70,751,297	-	70,751,297
Amount due from Manager	-	91,200	91,200
Dividends receivable	-	13,920	13,920
	<u>70,751,297</u>	<u>5,405,975</u>	<u>76,157,272</u>
2024			
Cash and cash equivalents (Note 9)	-	6,526,065	6,526,065
Quoted securities (Note 8)	60,466,846	-	60,466,846
Amount due from stockbrokers	-	1,043,288	1,043,288
Amount due from Manager	-	85,986	85,986
	<u>60,466,846</u>	<u>7,655,339</u>	<u>68,122,185</u>

All liabilities are financial liabilities which are carried at amortised cost.

The investment objective of the Fund is to provide investors with an opportunity to gain consistent and stable income by investing in a diversified portfolio of dividend yielding equities and fixed income securities. The Fund may also provide moderate capital growth potential over the medium to long-term period.

The Fund is exposed to a variety of risks which include market risk (inclusive of price risk, interest rate risk and currency 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 restrictions as stipulated in the Deeds and GUTF.

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

(a) Market risk

(i) Price risk

Price risk is the risk that the fair value of the Fund's investments will fluctuate because of changes in market prices (other than those arising from interest rate risk and currency risk). The value of investments 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 collective investment schemes and 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 - local	39,388,496	30,616,485
- Quoted securities - foreign	31,362,801	29,850,361
	<u>70,751,297</u>	<u>60,466,846</u>

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 reporting year. The analysis is based on the assumptions that the price of the collective investment schemes and quoted securities fluctuates 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 collective investment schemes and quoted securities	Market value RM	Impact on profit or loss/NAV RM
2025		
-5%	67,213,732	(3,537,565)
0%	70,751,297	-
+5%	<u>74,288,862</u>	<u>3,537,565</u>
2024		
-5%	57,443,504	(3,023,342)
0%	60,466,846	-
+5%	<u>63,490,188</u>	<u>3,023,342</u>

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

(a) Market risk (continued)

(ii) Currency risk

Currency risk of the Fund is associated with investments that are quoted and/or priced in foreign currency denomination. Foreign currency risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates. The Manager will evaluate the likely directions of a foreign currency versus MYR based on considerations of economic fundamentals such as interest rate differentials, balance of payments position, debt levels, and technical chart considerations.

The following table sets out the foreign currency risk concentrations arising from the denomination of the Fund's financial instruments in foreign currencies of the Fund:

Financial assets

	Cash and cash equivalents RM	Financial assets at fair value through profit or loss RM	Amount due from stockbrokers RM	Total RM
2025				
CNY	1,246	1,734,530	-	1,735,776
EUR	8,507	165,231	-	173,738
HKD	(2,394)	4,688,820	-	4,686,426
INR	(40,482)	4,591,054	-	4,550,572
JPY	-	1,063,149	-	1,063,149
KRW	1	8,883,524	-	8,883,525
SGD	4	-	-	4
TWD	721	7,425,624	-	7,426,345
USD	4,286,922	2,810,869	-	7,097,791
	<u>4,254,525</u>	<u>31,362,801</u>	<u>-</u>	<u>35,617,326</u>
2024				
HKD	-	6,747,807	244,061	6,991,868
IDR	-	359,140	-	359,140
INR	420,481	7,338,381	-	7,758,862
JPY	-	1,365,922	-	1,365,922
KRW	-	4,379,544	-	4,379,544
THB	-	1,013,450	-	1,013,450
TWD	320,617	5,396,630	729,489	6,446,736
USD	3,835,980	3,249,487	-	7,085,467
	<u>4,577,078</u>	<u>29,850,361</u>	<u>973,550</u>	<u>35,400,989</u>

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

(a) Market risk (continued)

(ii) Currency risk (continued)

Financial liabilities

	Amount due to stockbrokers RM	Total RM
2024		
HKD	110,225	110,225
KRW	1,016,773	1,016,773
SGD	321,041	321,041
THB	332,565	332,565
	1,780,604	1,780,604

The table below summarises the sensitivity of the Fund's profit or loss and NAV to changes in foreign exchange movements at the end of the financial year. The analysis is based on the assumption that the foreign exchange rate fluctuates by 5%, with all other variables remain constants. This represents management's best estimate of a reasonable possible shift in the foreign exchange rate, having regard to historical volatility of this rate.

Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

	Change in foreign exchange rate %	Impact on profit or loss/NAV	
		2025 RM	2024 RM
CNY	+/- 5	+/- 86,789	-
EUR	+/- 5	+/- 8,687	-
HKD	+/- 5	+/- 234,321	+/- 355,105
IDR	+/- 5	-	+/- 17,957
INR	+/- 5	+/- 227,529	+/- 387,943
JPY	+/- 5	+/- 53,158	+/- 68,296
KRW	+/- 5	+/- 444,176	+/- 218,977
THB	+/- 5	-	+/- 101,511
TWD	+/- 5	+/- 371,317	+/- 338,389
USD	+/- 5	+/- 354,889	+/- 370,902
		+/- 1,780,866	+/- 1,859,080

(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 the 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 collective investment schemes and quoted securities are settled/paid upon delivery using approved stockbrokers.

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

(b) Credit risk (continued)

For the 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	Dividends receivable RM	Total RM
2025					
- AAA	5,300,855	-	-	-	5,300,855
Not Rated	-	-	91,200	13,920	105,120
	<u>5,300,855</u>	<u>-</u>	<u>91,200</u>	<u>13,920</u>	<u>5,405,975</u>
2024					
- AAA	6,526,065	-	-	-	6,526,065
- Not Rated	-	1,043,288	85,986	-	1,129,274
	<u>6,526,065</u>	<u>1,043,288</u>	<u>85,986</u>	<u>-</u>	<u>7,655,339</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.

The table below summarises the Fund's financial liabilities into relevant maturity groupings based on the remaining period as at the statement of financial position date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	Less than 1 month RM	Between 1 month to 1 year RM	Total RM
2025			
Amount due to Manager	82,767	-	82,767
Accrued management fee	122,941	-	122,941
Amount due to Trustee	2,990	-	2,990
Distribution payable	1,390	-	1,390
Other payables and accruals	-	28,200	28,200

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 (continued)			
Net assets attributable to unit Holders*	76,139,477	-	76,139,477
Contractual undiscounted cash flows	<u>76,349,565</u>	<u>28,200</u>	<u>76,377,765</u>
2024			
Amount due to stockbrokers	1,996,575	-	1,996,575
Amount due to Manager	42,877	-	42,877
Accrued management fee	102,749	-	102,749
Amount due to Trustee	2,499	-	2,499
Distribution payable	1,390	-	1,390
Other payables and accruals	-	22,000	22,000
Net assets attributable to unit Holders*	66,041,734	-	66,041,734
Contractual undiscounted cash flows	<u>68,187,824</u>	<u>22,000</u>	<u>68,209,824</u>

* Outstanding units are redeemed on demand at the member'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 RM76,139,477 (2024: RM66,041,734). 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 holder 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).

The fair values 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.

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

(e) Fair value estimation (continued)

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 judgement, 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.

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
2025				
Financial assets at fair value through profit or loss:				
- Quoted securities - local	39,388,496	-	-	39,388,496
- Quoted securities - foreign	31,362,801	-	-	31,362,801
	<u>70,751,297</u>	<u>-</u>	<u>-</u>	<u>70,751,297</u>

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
2024				
Financial assets at fair value through profit or loss:				
- Quoted securities - local	30,616,485	-	-	30,616,485
- Quoted securities - foreign	29,850,361	-	-	29,850,361
	<u>60,466,846</u>	<u>-</u>	<u>-</u>	<u>60,466,846</u>

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include active listed equities and collective investment schemes. 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).

- (ii) The carrying values of cash and cash equivalents, amount due from stockbrokers, amount due from Manager, and dividends receivables and all 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 up to 3.00% per annum, calculated daily based on the NAV of the Fund.

For the financial year ended 31 January 2025, the management fee is recognised at a rate of 1.85% per annum (2024: 1.85% per annum).

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

5. TRUSTEE AND CUSTODIAN FEE

In accordance with the Deeds, the Trustee is entitled to a maximum fee of up to 0.06% per annum, calculated daily based on the NAV of the Fund.

The foreign custodian fee (safekeeping fee and transaction fee, including out of pocket charges) is subject to a minimum of USD500 per month per fund and is charged monthly in arrears.

The safekeeping fee ranges from a minimum of 0.04% per annum to a maximum of 0.38% per annum of the market value of the respective foreign portfolios, depending on the country invested. The transaction fee is charged for every transaction and the amounts are dependent on the country invested.

For the financial year 31 January 2025, the Trustee fee is recognised at a rate of 0.045% per annum for each class (2024: 0.045% per annum for each class) while the foreign custodian fee is recognised at RM49,534 (2024: RM135,568).

5. TRUSTEE AND CUSTODIAN FEE (CONTINUED)

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

6. DISTRIBUTIONS

Breakdown of distribution were as follows:

Source of distribution	2025		2024	
	RM	%	RM	%
Distribution out of current year's income	3,712,406	100.00	129,453	3.89
Distribution out of prior year's income/capital*	-	-	3,196,043	96.11
Total	<u>3,712,406</u>	<u>100.00</u>	<u>3,325,496</u>	<u>100.00</u>

	2025	2024
Gross/Net distribution per unit (sen)		
Distribution on 15 August 2024	6.54	-
Distribution on 23 August 2023	<u>-</u>	<u>6.36</u>

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

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.

During the financial year ended 31 January 2025, the Fund incurred RM272,787 unrealised loss (2024: NIL).

7. TAXATION

	2025 RM	2024 RM
Tax charged for the financial year:		
- Capital gain tax	205,718	9,899
- Over provision of tax in prior year	(36,186)	-
- Tax on foreign source income	<u>-</u>	<u>94,650</u>
	<u>169,532</u>	<u>104,549</u>

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

	2025 RM	2024 RM
Profit/(Loss) before taxation	<u>559,668</u>	<u>(3,215,205)</u>
Taxation at Malaysian statutory rate of 24% (2024: 24%)	134,320	(771,649)
Tax effects of:		
- Income not subject to tax	(1,555,327)	(801,242)
- Expenses not deductible for tax purposes	1,079,542	1,280,274

7. TAXATION (CONTINUED)

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

	2025 RM	2024 RM
- Restriction on tax deductible expenses for Unit Trust Funds	341,465	292,617
Capital gain tax	205,718	9,899
Over provision of tax in prior year	(36,186)	-
Tax on foreign source income	-	94,650
Taxation	<u>169,532</u>	<u>104,549</u>

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2025 RM	2024 RM
At fair value through profit or loss at inception:		
- Quoted securities - local	39,388,496	30,616,485
- Quoted securities - foreign	31,362,801	29,850,361
	<u>70,751,297</u>	<u>60,466,846</u>

Net gain on financial assets at fair value through profit or loss:

- Realised gain/(loss) on disposals	6,182,468	(1,281,374)
- Unrealised fair value (loss)/gain	(261,446)	1,918,016
	<u>5,921,022</u>	<u>636,642</u>

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2025				
QUOTED SECURITIES - LOCAL				
Communication Services				
Celcomdigi Bhd	438,200	1,487,271	1,643,250	2.16
Maxis Bhd	340,000	1,230,406	1,183,200	1.55
Telekom Malaysia Bhd	313,200	2,062,346	2,067,120	2.71
	<u>1,091,400</u>	<u>4,780,023</u>	<u>4,893,570</u>	<u>6.42</u>
Consumer Discretionary				
DRB-Hicom Bhd	24,200	24,781	23,958	0.03
Mr D.I.Y. Group (M) Bhd	168,300	353,851	282,744	0.37
SMRT Holdings Bhd	392,700	296,049	431,970	0.57
	<u>585,200</u>	<u>674,681</u>	<u>738,672</u>	<u>0.97</u>
Consumer Staples				
Johor Plantations Group Bhd	481,000	417,640	533,910	0.70
Kuala Lumpur Kepong Bhd	34,800	761,894	692,520	0.91
	<u>515,800</u>	<u>1,179,534</u>	<u>1,226,430</u>	<u>1.61</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 – LOCAL (CONTINUED)				
Energy				
Dayang Enterprise Holding Bhd	716,200	1,556,539	1,518,344	1.99
Dialog Group Bhd	790,600	1,647,027	1,502,140	1.97
Hibiscus Petroleum Bhd	197,400	487,422	363,215	0.48
Perdana Petroleum Bhd	2,024,800	651,170	475,828	0.62
Wasco Bhd	152,800	183,681	158,912	0.21
	<u>3,881,800</u>	<u>4,525,839</u>	<u>4,018,439</u>	<u>5.27</u>
Financials				
AMMB Holding Bhd	291,700	1,244,941	1,645,188	2.16
CIMB Group Holdings Bhd	138,701	986,881	1,112,382	1.46
Malayan Banking Bhd	178,400	1,776,925	1,844,656	2.42
	<u>608,801</u>	<u>4,008,747</u>	<u>4,602,226</u>	<u>6.04</u>
Health Care				
Hartalega Holding Bhd	208,200	573,671	689,143	0.92
KPJ Healthcare Bhd	305,400	410,327	690,204	0.91
	<u>513,600</u>	<u>983,998</u>	<u>1,379,347</u>	<u>1.83</u>
Industrials				
Econpile Holdings Bhd	2,214,300	696,294	918,934	1.21
Frontken Corp Bhd	109,500	349,572	412,815	0.54
Gamuda Bhd	515,158	2,459,354	2,081,238	2.73
Greatech Technology Bhd	237,600	605,854	475,200	0.62
IJM Corp Bhd	549,200	1,064,312	1,312,588	1.72
Keyfield International Bhd	362,500	687,250	848,251	1.11
MISC Bhd	151,100	1,212,198	1,093,964	1.44
Pentamaster Corp Bhd	125,600	647,980	433,320	0.57
	<u>4,264,958</u>	<u>7,722,814</u>	<u>7,576,310</u>	<u>9.94</u>
Information Technology				
Inari Amertron Bhd	163,500	594,845	413,655	0.55
Nationgate Holdings Bhd	605,800	895,983	1,084,382	1.42
V.S. Industry Bhd	945,100	796,893	992,355	1.30
	<u>1,714,400</u>	<u>2,287,721</u>	<u>2,490,392</u>	<u>3.27</u>
Materials				
Press Metal Aluminium Holding Bhd	315,300	1,634,003	1,541,817	2.02
Real Estate				
Eastern and Oriental Bhd	523,300	443,153	457,887	0.60
Sime Darby Property Bhd	331,900	428,694	471,298	0.62
SP Setia Bhd	488,100	744,958	658,935	0.87
Sunway Bhd	465,100	1,282,561	2,023,185	2.66
UEM Sunrise Bhd	753,700	801,809	700,941	0.92
	<u>2,562,100</u>	<u>3,701,175</u>	<u>4,312,246</u>	<u>5.67</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 – LOCAL (CONTINUED)				
Utilities				
Malakoff Corp Bhd	1,254,300	1,113,179	1,091,241	1.43
Tenaga Nasional Bhd	18,100	2,106,939	2,782,560	3.65
YTL Corp Bhd	798,200	1,861,134	1,524,562	2.00
YTL Power International Bhd	386,800	1,411,030	1,210,684	1.59
	<u>2,457,400</u>	<u>6,492,282</u>	<u>6,609,047</u>	<u>8.67</u>
TOTAL QUOTED SECURITIES – LOCAL	<u>18,510,759</u>	<u>37,990,817</u>	<u>39,388,496</u>	<u>51.71</u>
2025 QUOTED SECURITIES - FOREIGN				
CHINA				
Industrials				
Contemporary Amperex Technology Co Ltd	<u>10,976</u>	<u>1,503,607</u>	<u>1,734,530</u>	<u>2.28</u>
TOTAL CHINA	<u>10,976</u>	<u>1,503,607</u>	<u>1,734,530</u>	<u>2.28</u>
HONG KONG, CHINA				
Communication Services				
Tencent Holding Ltd	<u>12,100</u>	<u>2,315,086</u>	<u>2,775,329</u>	<u>3.65</u>
Consumer Discretionary				
Meituan	15,100	1,280,056	1,279,362	1.68
Pop Mart International Group Ltd	<u>11,800</u>	<u>461,088</u>	<u>634,130</u>	<u>0.83</u>
	<u>26,900</u>	<u>1,741,144</u>	<u>1,913,492</u>	<u>2.51</u>
TOTAL HONG KONG, CHINA	<u>39,000</u>	<u>4,056,230</u>	<u>4,688,821</u>	<u>6.16</u>
INDIA				
Consumer Discretionary				
Bajaj Auto Ltd	<u>1,957</u>	<u>1,046,834</u>	<u>889,998</u>	<u>1.18</u>
Consumer Staples				
Varun Beverages Ltd	<u>38,804</u>	<u>1,147,041</u>	<u>1,070,562</u>	<u>1.41</u>
Energy				
Reliance Industries Ltd	<u>28,522</u>	<u>2,126,785</u>	<u>1,854,676</u>	<u>2.44</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 - FOREIGN (CONTINUED)				
INDIA (CONTINUED)				
Financials				
ICICI Bank Ltd	12,048	720,302	775,818	1.02
TOTAL INDIA	81,331	5,040,962	4,591,054	6.05
JAPAN				
Financials				
Next Funds Topix Banks ETF	70,600	614,264	824,495	1.08
Information Technology				
Hitachi Ltd	2,100	201,458	238,654	0.31
TOTAL JAPAN	72,700	815,722	1,063,149	1.39
NETHERLANDS				
Information Technology				
ASM International NV	63	186,235	165,231	0.22
ASML Holding N.V.	330	1,329,675	1,086,897	1.43
	393	1,515,910	1,252,128	1.65
TOTAL NETHERLANDS	393	1,515,910	1,252,128	1.65
SOUTH KOREA				
Consumer Discretionary				
Hyundai Motor Co.	849	738,489	536,610	0.70
KIA Corporation	10,384	3,142,125	3,249,739	4.27
	11,233	3,880,614	3,786,349	4.97
Information Technology				
Samsung Electronics Co. Ltd	9,697	2,101,505	1,559,022	2.05
SK Hynix Inc	5,789	3,259,233	3,538,152	4.65
	15,486	5,360,738	5,097,174	6.70
TOTAL SOUTH KOREA	26,719	9,241,352	8,883,523	11.67
TAIWAN				
Information Technology				
Taiwan Semiconductor Manufacturing Co Ltd	48,000	4,531,657	7,425,624	9.75
TOTAL TAIWAN	48,000	4,531,657	7,425,624	9.75

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 - FOREIGN (CONTINUED)				
UNITED STATES				
Information Technology				
Nvidia Corp	1,608	736,831	860,138	1.13
Synopsys Inc	369	845,858	863,834	1.13
	<u>1,977</u>	<u>1,582,689</u>	<u>1,723,972</u>	<u>2.26</u>
TOTAL UNITED STATES	<u>1,977</u>	<u>1,582,689</u>	<u>1,723,972</u>	<u>2.26</u>
TOTAL QUOTED SECURITIES - FOREIGN	<u>281,096</u>	<u>28,288,129</u>	<u>31,362,801</u>	<u>41.21</u>
TOTAL QUOTED SECURITIES	<u>18,791,855</u>	<u>66,278,946</u>	<u>70,751,297</u>	<u>92.92</u>
ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>4,472,351</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>70,751,297</u>		
2024				
QUOTED SECURITIES - LOCAL				
Communication Services				
Axiata Group Bhd	<u>317,800</u>	<u>826,462</u>	<u>867,594</u>	<u>1.31</u>
Consumer Discretionary				
Mr D.I.Y. Group (M) Bhd	232,100	355,641	320,298	0.48
SMRT Holdings Bhd	354,000	260,828	315,060	0.48
	<u>586,100</u>	<u>616,469</u>	<u>635,358</u>	<u>0.96</u>
Consumer Staples				
Genting Plantations Bhd	<u>96,400</u>	<u>612,376</u>	<u>614,068</u>	<u>0.93</u>
Energy				
Dayang Enterprise Holding Bhd	179,900	228,437	368,795	0.56
Dialog Group Bhd	264,300	501,203	483,669	0.73
Hibiscus Petroleum Bhd	400,900	1,054,712	1,062,385	1.61

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 - LOCAL (CONTINUED)				
Energy (continued)				
Yinson Holdings Bhd - Warrant	80,314	-	40,157	0.06
Uzma Bhd	175,200	185,546	206,736	0.31
Wah Seong Corporation Bhd	815,700	806,887	1,019,626	1.55
	<u>1,916,314</u>	<u>2,776,785</u>	<u>3,181,368</u>	<u>4.82</u>
Financials				
CIMB Group Holdings Bhd	440,001	2,466,468	2,741,206	4.15
Health Care				
IHH Healthcare Bhd	54,000	318,380	329,400	0.50
Hartalega Holding Bhd	829,500	1,789,862	2,272,830	3.44
KPJ Healthcare Bhd	585,000	726,796	941,850	1.43
	<u>1,468,500</u>	<u>2,835,038</u>	<u>3,544,080</u>	<u>5.37</u>
Industrials				
Frontken Corporation Bhd	370,400	1,182,480	1,281,583	1.94
Gamuda Bhd	329,269	1,481,383	1,662,809	2.52
Malaysia Airports Holding Bhd	192,600	1,394,258	1,481,094	2.24
Solarvest Holdings Bhd	171,600	238,988	245,388	0.37
Econpile Holdings Bhd	2,655,500	835,030	902,870	1.38
IJM Corporation Bhd	699,800	1,319,862	1,567,552	2.37
Kelington Group Bhd	145,200	286,634	319,440	0.48
Malaysian Resources Corporation Bhd	1,021,000	515,633	663,650	1.00
Pentamaster Corporation Bhd	104,200	521,011	420,968	0.64
UWC Bhd	138,600	475,320	439,362	0.67
	<u>5,828,169</u>	<u>8,250,599</u>	<u>8,984,716</u>	<u>13.61</u>
Information Technology				
Genetec Technology Bhd	614,800	1,611,070	1,168,120	1.77
Infomina Bhd	286,800	481,739	453,144	0.69
Nationgate Holdings Bhd	632,900	953,304	867,073	1.31
	<u>1,534,500</u>	<u>3,046,113</u>	<u>2,488,337</u>	<u>3.77</u>
Real Estate				
AME REIT	70,100	80,592	91,831	0.14
Eastern and Oriental Bhd	393,400	300,444	352,093	0.53
Eco World Dev Group Berhad	459,700	468,788	606,804	0.92
Sunway Bhd	500,000	928,106	1,340,000	2.03
Sunway Bhd - WB 03/10/2024	97,500	54,302	128,700	0.19
UEM Sunrise Bhd	930,400	819,936	958,312	1.46
	<u>2,451,100</u>	<u>2,652,168</u>	<u>3,477,740</u>	<u>5.27</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 – LOCAL (CONTINUED)				
Utilities				
Tenaga Nasional Bhd	186,500	1,806,926	1,999,280	3.02
YTL Corporation Bhd	421,800	703,495	987,012	1.49
YTL Power International Bhd	266,600	809,876	1,095,726	1.66
	<u>874,900</u>	<u>3,320,297</u>	<u>4,082,018</u>	<u>6.17</u>
TOTAL QUOTED SECURITIES – LOCAL	<u>15,513,784</u>	<u>27,402,775</u>	<u>30,616,485</u>	<u>46.36</u>
2024				
QUOTED SECURITIES - FOREIGN				
HONG KONG, CHINA				
Communication Services				
Tencent Holding Ltd	<u>13,600</u>	<u>2,447,338</u>	<u>2,226,497</u>	<u>3.37</u>
Consumer Discretionary				
Shenzhou International Group	22,800	1,004,158	962,131	1.46
New Oriental Education & Technology	26,510	954,830	953,492	1.44
	<u>49,310</u>	<u>1,958,988</u>	<u>1,915,623</u>	<u>2.90</u>
Financials				
AIA Group Ltd	<u>53,600</u>	<u>2,176,404</u>	<u>1,976,487</u>	<u>2.99</u>
Industrials				
Techtronic Industries Co	<u>12,500</u>	<u>645,591</u>	<u>629,200</u>	<u>0.95</u>
TOTAL HONG KONG, CHINA	<u>129,010</u>	<u>7,228,321</u>	<u>6,747,807</u>	<u>10.21</u>
INDIA				
Consumer Discretionary				
Titan Co Ltd	3,027	500,085	636,852	0.96
Devayani International Ltd	30,903	339,871	319,850	0.48
	<u>33,930</u>	<u>839,956</u>	<u>956,702</u>	<u>1.44</u>
Consumer Staples				
Varun Beverages Ltd	<u>6,962</u>	<u>508,493</u>	<u>507,215</u>	<u>0.77</u>
Energy				
Reliance Industries Ltd	<u>10,586</u>	<u>1,433,030</u>	<u>1,718,636</u>	<u>2.60</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 - FOREIGN (CONTINUED)				
INDIA (CONTINUED)				
Financials				
ICICI Bank Ltd	11,122	611,964	650,656	0.99
Jio Financial Services Ltd	46,640	636,188	658,810	1.00
	<u>57,762</u>	<u>1,248,152</u>	<u>1,309,466</u>	<u>1.99</u>
Health Care				
Sun Pharma Industries Ltd	<u>8,356</u>	<u>560,988</u>	<u>674,411</u>	<u>1.02</u>
Materials				
Ultra Tech Cement Ltd	<u>2,563</u>	<u>1,253,355</u>	<u>1,482,752</u>	<u>2.25</u>
Real Estate				
Macrotech Developers Ltd	<u>11,319</u>	<u>605,354</u>	<u>689,199</u>	<u>1.04</u>
TOTAL INDIA	<u>131,478</u>	<u>6,449,328</u>	<u>7,338,381</u>	<u>11.11</u>
INDONESIA				
Financials				
Bank Mandiri	<u>180,200</u>	<u>311,183</u>	<u>359,140</u>	<u>0.54</u>
TOTAL INDONESIA	<u>180,200</u>	<u>311,183</u>	<u>359,140</u>	<u>0.54</u>
JAPAN				
Financials				
Next Funds Topix Banks ETF	<u>144,900</u>	<u>1,260,719</u>	<u>1,365,922</u>	<u>2.07</u>
TOTAL JAPAN	<u>144,900</u>	<u>1,260,719</u>	<u>1,365,922</u>	<u>2.07</u>
NETHERLANDS				
Information Technology				
ASML Holding N.V.	<u>81</u>	<u>332,233</u>	<u>333,289</u>	<u>0.50</u>
TOTAL NETHERLANDS	<u>81</u>	<u>332,233</u>	<u>333,289</u>	<u>0.50</u>
SOUTH KOREA				
Information Technology				
Samsung Electronics Co. Ltd	15,116	3,876,952	3,895,388	5.91
SK Hynix Inc	1,014	435,549	484,156	0.73
	<u>16,130</u>	<u>4,312,501</u>	<u>4,379,544</u>	<u>6.64</u>
TOTAL SOUTH KOREA	<u>16,130</u>	<u>4,312,501</u>	<u>4,379,544</u>	<u>6.64</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 - FOREIGN (CONTINUED)				
TAIWAN				
Information Technology				
Taiwan Semiconductor Manufacturing	44,000	3,776,155	4,177,958	6.34
Alchip Technologies Ltd	1,000	526,493	589,680	0.89
E Ink Holding Inc	20,000	646,770	628,992	0.95
	<u>65,000</u>	<u>4,949,418</u>	<u>5,396,630</u>	<u>8.18</u>
TOTAL TAIWAN	<u>65,000</u>	<u>4,949,418</u>	<u>5,396,630</u>	<u>8.18</u>
THAILAND				
Energy				
PTT Exploration & Production PCL - NVDR	<u>50,700</u>	<u>1,014,716</u>	<u>1,013,450</u>	<u>1.54</u>
TOTAL THAILAND	<u>50,700</u>	<u>1,014,716</u>	<u>1,013,450</u>	<u>1.54</u>
UNITED STATES				
Health Care				
Novo Nordisk A/S -ADR	<u>1,354</u>	<u>635,622</u>	<u>734,921</u>	<u>1.12</u>
Information Technology				
Microsoft Corporation	181	298,644	340,416	0.52
Taiwan Semiconductor Manufacturing ADR	<u>3,445</u>	<u>1,537,589</u>	<u>1,840,861</u>	<u>2.79</u>
	<u>3,626</u>	<u>1,836,233</u>	<u>2,181,277</u>	<u>3.31</u>
TOTAL UNITED STATES	<u>4,980</u>	<u>2,471,855</u>	<u>2,916,198</u>	<u>4.43</u>
TOTAL QUOTED SECURITIES - FOREIGN	<u>722,479</u>	<u>28,330,274</u>	<u>29,850,361</u>	<u>45.20</u>
TOTAL QUOTED SECURITIES	<u>16,236,263</u>	<u>55,733,049</u>	<u>60,466,846</u>	<u>91.56</u>
ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>4,733,797</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 - FOREIGN (CONTINUED)				
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>60,466,846</u>		

* NVDR, or non-voting depository receipt, is a trading instrument issued by Thai NVDR Company Limited, a subsidiary wholly owned by the Stock Exchange of Thailand (“SET”). It is a valid security as specified by the United States Securities and Exchange Commission (“SEC”) and is automatically regarded as a listed security by the SET. The underlying security is a listed security in the SET.

9. CASH AND CASH EQUIVALENTS

	2025 RM	2024 RM
Deposits with licensed financial institutions	1,011,089	898,079
Bank balances	4,289,766	5,627,986
	<u>5,300,855</u>	<u>6,526,065</u>

10. NUMBER OF UNITS IN CIRCULATION (UNITS)

	2025 No of units	2024 No of units
Class MYR (i)	59,947,478	53,471,356
Class D (ii)	653,938	1,000
	<u>60,601,416</u>	<u>53,472,356</u>

(i) Class MYR		
At the beginning of the financial year	53,471,356	51,665,569
Add : Creation of units from applications	11,553,394	4,614,402
Add : Creation of units from distribution	2,709,805	2,700,763
Less : Cancellation of units	(7,787,077)	(5,509,378)
At the end of the financial year	<u>59,947,478</u>	<u>53,471,356</u>

(ii) Class D		
At the beginning of the financial year	1,000	-
Add: Creation of units from applications	2,288,276	1,000
Add : Creation of units from distribution	-	-
Less : Cancellation of units	(1,635,338)	-
At the end of the financial year	<u>653,938</u>	<u>1,000</u>

11. TOTAL EXPENSE RATIO (“TER”)

	2025 %	2024 %
TER	<u>2.06</u>	<u>2.26</u>

11. TOTAL EXPENSE RATIO (“TER”) (CONTINUED)

TER is derived from the following calculation:

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

- A = Management fee
- B = Trustee and custodian fees
- C = Audit fee
- D = Tax agent’s fee
- E = Other expenses excluding 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 a daily basis is RM76,319,385 (2024: RM65,270,859).

12. PORTFOLIO TURNOVER RATIO (“PTR”)

	2025	2024
PTR (times)	<u>1.16</u>	<u>3.68</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 = RM90,999,756 (2024: RM238,906,447)
- total disposal for the financial year = RM85,510,642 (2024: RM241,105,560)

13. 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 Bank Bhd	Fellow related party to Manager

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

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

<u>Related parties</u>	<u>Relationship</u>
CIMB Investment Bank Bhd	Fellow related party to Manager
CIMB Securities (Singapore) Pte Ltd	Fellow related party to Manager
CGS-CIMB Securities Sdn Bhd	Fellow related party to Manager
PT Principal Asset Management	Fellow related party to Manager
Subsidiaries and associates of CIMB Group Holdings Berhad, other than above, as disclosed in its financial statements	Fellow subsidiary and associated companies of the ultimate holding company of shareholder of the Manager

Units held by the Manager and parties related to the Manager

	2025		2024	
	No. of units	RM	No. of units	RM
Manager				
Principal Asset Management Berhad				
- Class MYR	5,089	6,404	5,176	6,393

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 the 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.

	2025 RM	2024 RM
<u>Significant related party transactions</u>		
<u>Quoted Security</u>		
- CIMB Group Holdings	1,112,382	-

There are no significant related party balances for the financial year 31 January 2024 and 31 January 2023, apart from those mentioned elsewhere in the financial statements.

14. TRANSACTIONS WITH BROKERS

Details of transactions with the top 10 brokers for the financial year ended 31 January 2025 are as follows:

Brokers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
Citigroup Global Markets Ltd	22,675,496	12.85	29,630	7.68
JP Morgan Securities (Asia Pacific) Ltd	15,847,212	8.98	37,398	9.69
Affin Hwang Investment Bank Bhd	15,719,244	8.91	34,795	9.02
Instinet Pacific Limited	14,328,115	8.12	37,527	9.73
Macquarie Securities (AU) Ltd	11,708,887	6.64	35,310	9.15
RHB Investment Bank Bhd	10,929,486	6.19	24,591	6.37
Nomura Securities Malaysia Sdn Bhd	10,353,005	5.87	23,294	6.04
CLSA Ltd	9,478,505	5.37	26,939	6.98
Macquarie Capital Sec (M) Sdn Bhd	9,360,603	5.31	21,066	5.46
UBS Securities Asia Ltd	8,290,693	4.70	16,581	4.30
Others #	47,756,768	27.06	98,703	25.58
	<u>176,448,014</u>	<u>100.00</u>	<u>385,834</u>	<u>100.00</u>

Details of transactions with the top 10 brokers for the financial year ended 31 January 2024 are as follows:

Brokers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
CGS-CIMB Securities (Singapore) Pte Ltd #	70,223,081	14.63	132,966	11.88
Instinet Pacific Limited	52,958,416	11.03	134,259	11.99
UBS Securities Asia Ltd	45,240,496	9.42	111,099	9.92
CLSA Ltd	41,799,864	8.71	116,135	10.37
JP Morgan Securities (Asia Pacific) Ltd	40,601,809	8.46	101,825	9.09
Macquarie Securities (AU) Ltd	33,714,700	7.02	97,740	8.73
Citigroup Global Markets Ltd	32,896,531	6.85	57,817	5.16
Macquarie Capital Securities (Malaysia) Sdn Bhd	24,446,914	5.09	55,019	4.91
RHB Investment Bank Bhd	20,854,895	4.34	48,228	4.31
CLSA Securities (M) Sdn Bhd	18,203,273	3.79	40,559	3.62
Others #	99,072,028	20.66	223,999	20.02
	<u>480,012,007</u>	<u>100.00</u>	<u>1,119,646</u>	<u>100.00</u>

Included in the transactions are trades conducted with CGS-CIMB Securities (Singapore) Pte Ltd and CGS-CIMB Securities Sdn Bhd, fellow related parties to the Manager amounting to RM2,805,641 (2024: RM70,223,081), RM895,246 (2024: RM5,033,026) respectively. 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 March 2025.

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