

THIS IS A FIRST SUPPLEMENTAL DISCLOSURE DOCUMENT WHICH HAS TO BE READ IN CONJUNCTION WITH THE DISCLOSURE DOCUMENT FOR PRINCIPAL ISLAMIC PRS PLUS

This is an Islamic Private Retirement Scheme

FIRST SUPPLEMENTAL DISCLOSURE DOCUMENT FOR PRINCIPAL ISLAMIC PRS PLUS

PRS Provider : **Principal Asset Management Berhad** (199401018399 (304078-K))

Scheme Trustee : **Deutsche Trustees Malaysia Berhad** (200701005591 (763590-H))

This First Supplemental Disclosure Document is dated 30 August 2023 and is to be read in conjunction with the Fourth Replacement Disclosure Document dated 23 September 2022 for the Principal Islamic PRS Plus ("Scheme") which incorporates the following Islamic Funds namely:

Core Funds

	<u>Launch Date</u>
Principal Islamic RetireEasy 2060	23 September 2022
Principal Islamic RetireEasy 2050	23 September 2022
Principal Islamic RetireEasy 2040	23 September 2022
Principal Islamic RetireEasy 2030	23 September 2022
Principal Islamic RetireEasy Income	20 April 2022

Non-Core Funds

Principal Islamic PRS Plus Conservative	12 November 2012
Principal Islamic PRS Plus Moderate	12 November 2012
Principal Islamic PRS Plus Growth	12 November 2012
Principal Islamic PRS Plus Equity	12 November 2012
Principal Islamic PRS Plus Asia Pacific Ex Japan Equity	12 November 2012

This Scheme was constituted on 8 November 2012.

MEMBERS ARE ADVISED TO READ AND UNDERSTAND THE CONTENTS OF THE DISCLOSURE DOCUMENT. IF IN DOUBT, PLEASE CONSULT A PROFESSIONAL ADVISER.

** The name "PRS Plus" is the name of the PRS solution by Principal Malaysia. It does not in any way connote or warrant that this Scheme will necessarily outperform other PRS or have additional features that may be lacking in other PRS solutions.*

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RESPONSIBILITY STATEMENTS

This First Supplemental Disclosure Document has been reviewed and approved by the directors of Principal Malaysia and they collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable enquiries, they confirm to the best of their knowledge and belief, that there are no false or misleading statements, or omission of other facts which would make any statement in the First Supplemental Disclosure Document false or misleading.

STATEMENTS OF DISCLAIMER

The Securities Commission Malaysia has approved the Scheme and authorized the Funds under the Scheme, and a copy of this First Supplemental Disclosure Document has been registered with the Securities Commission Malaysia.

The approval and authorization, as well as the registration of this First Supplemental Disclosure Document should not be taken to indicate that the Securities Commission Malaysia recommends the Scheme or Funds under the Scheme or assumes responsibility for the correctness of any statement made or opinion or report expressed in this First Supplemental Disclosure Document.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of PRS Provider who is responsible for the Scheme and Funds under the Scheme, and takes no responsibility for the contents in this First Supplemental Disclosure Document. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this First Supplemental Disclosure Document and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

MEMBERS SHOULD RELY ON THEIR OWN EVALUATION TO ASSESS THE MERITS AND RISKS OF THE INVESTMENT. IN CONSIDERING THE INVESTMENT, MEMBERS WHO ARE IN DOUBT ON THE ACTION TO BE TAKEN SHOULD CONSULT PROFESSIONAL ADVISERS IMMEDIATELY.

ADDITIONAL STATEMENTS

Members are advised to note that recourse for false or misleading statements or acts made in connection with the First Supplemental Disclosure Document is directly available through section 92A(3) of the *Capital Markets and Services Act 2007*.

Principal Islamic RetireEasy 2060, Principal Islamic RetireEasy 2050, Principal Islamic RetireEasy 2040, Principal Islamic RetireEasy 2030, Principal Islamic RetireEasy Income, Principal Islamic PRS Plus Conservative, Principal Islamic PRS Plus Moderate, Principal Islamic PRS Plus Growth, Principal Islamic PRS Plus Equity and Principal Islamic PRS Plus Asia Pacific Ex Japan Equity have been certified as being Shariah-compliant by the Shariah Adviser appointed for these Funds.

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1.0 GENERAL

- 1.1 This First Supplemental Disclosure Document is issued to reflect the amendments made to Disclosure Document as stated under paragraph 2 to 9 below.
- 1.2 All terms used in this First Supplemental Disclosure Document shall have the same meanings as those defined in the Definitions Chapter of the Disclosure Document unless where the context otherwise requires.
- 1.3 All information provided herein is practicable as at 31 July 2023 and shall remain current and relevant as at such date.

2.0 CORPORATE DIRECTORY

- 2.1 The information on **Investment Committee** at page 7 has been removed.

3.0 SCHEME AND FUND INFORMATION

- 3.1 The following information on *Minimum Contribution* under the section 1.4 of **“Minimum Contribution”** at page 24 has been replaced and read as below:

Funds	Min initial contribution (RM)	Min subsequent contribution (RM)	Regular Savings Plan (RSP)	
			Min initial contribution (RM)	Min subsequent contribution (RM)
iRE60	Class A : 100 Class C : 100 Class X : 100	Class A : 50 Class C : 50 Class X : 50	Class A : 100 Class C : 100 Class X : 100	Class A : 50 Class C : 50 Class X : 50
iRE50				
iRE40				
iRE30				
iREI				
iPRS-C				
iPRS-M				
iPRS-G				
iPRS-E				
iPRS-AP				

Note:

- The amount stipulated in the minimum initial contribution and minimum subsequent contribution includes any applicable fees and charges, such as Sales Charge and PPA account opening fee, as the case may be. In other words, the amount is gross of fees and charges.
- We reserve the right to change the above-stipulated amounts from time to time.
- All transfer from other PRS provider into Principal PRS Plus or Principal Islamic PRS Plus will be subject to the minimum initial contribution amount of the Funds' respective Classes or any amount as may be determined by us from time to time.

- 3.2 The following information under the section 1.5.1 of **“Deed”** at page 26 has been replaced and read as below:

The Scheme is governed by a Deed dated 8 November 2012, First Supplemental Deed dated 2 January 2014, Second Supplemental Deed dated 25 November 2014, Third Supplemental Deed dated 3 February 2020, Fourth Supplemental Deed dated 17 December 2021, Fifth Supplemental Deed dated 12 July 2022 and Sixth Supplemental Deed dated 16 June 2023.

- 3.3 The following information on Federation of Investment Managers Malaysia's Complaints Bureau under section 1.5.2 of **“Avenues for advice available to prospective Members or lodge a complaint”** at page 26 has been replaced and read as below:

Federation of Investment Managers Malaysia's Complaints Bureau:

- via phone to : 03-7890 4242
- via e-mail to : complaints@fimm.com.my
- via online complaint form available at www.fimm.com.my
- via letter to : Legal, Secretarial & Regulatory Affairs
Federation of Investment Managers Malaysia
9-06-1, 6th Floor, Wisma Tune
No. 19, Lorong Dungun, Damansara Heights, 50490 Kuala Lumpur

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4.0 FUNDS' DETAILED INFORMATION

4.1 The following paragraph on the *Investment policy and strategy* under section 4.1.1 of “**Principal Islamic RetireEasy 2060**” at page 38 has been added after the fifth paragraph and read as below:

The Fund adopts a liquidity risk management framework which sets out the governance standards, methodology and process for the oversight and management of liquidity risk. The framework outlines the responsibilities to assess and monitor liquidity risk of the Fund, and to ensure appropriate measures are taken to mitigate the risk. The liquidity risk management framework that we have put in place is as follows:

- Regular review by the designated fund manager on the Fund's investment portfolio to maintain healthy liquidity level.
- Periodic assessments are carried out on the Fund's liquidity profile (under both normal and stress market conditions) and on the concentration of Members. These assessments allow the Fund to be proactively managed to mitigate liquidity concerns that may arise in the ordinary course of portfolio management as well as in relation to the Fund's ability to meet Members' withdrawal requests.
- The PRS Provider may request the Trustee to suspend withdrawal requests due to exceptional circumstances where the market value or fair value of a material portion of the Funds' assets cannot be determined (i.e. due to the closure of a securities exchange or trading restrictions on a securities exchange; an emergency or other state of affairs; the declaration of a moratorium in a country where that Fund has assets; for the purpose of conversion of any currency, a closure or restrictions on trading in the relevant foreign exchange market; or the realisation of the assets not being able to be effected at prices which would be realised if assets were realised in an orderly fashion over a reasonable period in a stable market). During the suspension period, withdrawal requests will not be accepted and in the event we have earlier accepted the withdrawal requests prior to the suspension is declared, the withdrawal requests will be dealt on the next Business Day once the suspension is lifted. In such case, a Member will not be able to redeem the units and will be compelled to remain invested in the Fund for a longer period of time than original timeline. Members' investments will continue to be subjected to the risks inherent to the Fund (Please refer to the “Risk Factors” section in the Disclosure Document). The action to suspend withdrawal requests from Members may be exercised by the Trustee on its own accord in accordance with the GPRS where there are good and sufficient reason to do so, after having considered the interest of Members.

4.2 The following paragraph on the *Investment policy and strategy* under section 4.1.2 of “**Principal Islamic RetireEasy 2050**” at page 40 has been added after the fifth paragraph and read as below:

The Fund adopts a liquidity risk management framework which sets out the governance standards, methodology and process for the oversight and management of liquidity risk. The framework outlines the responsibilities to assess and monitor liquidity risk of the Fund, and to ensure appropriate measures are taken to mitigate the risk. The liquidity risk management framework that we have put in place is as follows:

- Regular review by the designated fund manager on the Fund's investment portfolio to maintain healthy liquidity level.
- Periodic assessments are carried out on the Fund's liquidity profile (under both normal and stress market conditions) and on the concentration of Members. These assessments allow the Fund to be proactively managed to mitigate liquidity concerns that may arise in the ordinary course of portfolio management as well as in relation to the Fund's ability to meet Members' withdrawal requests.
- The PRS Provider may request the Trustee to suspend withdrawal requests due to exceptional circumstances where the market value or fair value of a material portion of the Funds' assets cannot be determined (i.e. due to the closure of a securities exchange or trading restrictions on a securities exchange; an emergency or other state of affairs; the declaration of a moratorium in a country where that Fund has assets; for the purpose of conversion of any currency, a closure or restrictions on trading in the relevant foreign exchange market; or the realisation of the assets not being able to be effected at prices which would be realised if assets were realised in an orderly fashion over a reasonable period in a stable market). During the suspension period, withdrawal requests will not be accepted and in the event we have earlier accepted the withdrawal requests prior to the suspension is declared, the withdrawal requests will be dealt on the next Business Day once the suspension is lifted. In such case, a Member will not be able to redeem the units and will be compelled to remain invested in the Fund for a longer period of time than original timeline. Members' investments will continue to be subjected to the risks inherent to the Fund (Please refer to the “Risk Factors” section in the Disclosure Document). The action to suspend withdrawal requests from Members may be exercised by the Trustee on its own accord in accordance with the GPRS where there are good and sufficient reason to do so, after having considered the interest of Members.

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- 4.3 The following paragraph on the *Investment policy and strategy* under section 4.1.3 of “Principal Islamic RetireEasy 2040” at page 42 has been added after the fifth paragraph and read as below:

The Fund adopts a liquidity risk management framework which sets out the governance standards, methodology and process for the oversight and management of liquidity risk. The framework outlines the responsibilities to assess and monitor liquidity risk of the Fund, and to ensure appropriate measures are taken to mitigate the risk. The liquidity risk management framework that we have put in place is as follows:

- Regular review by the designated fund manager on the Fund's investment portfolio to maintain healthy liquidity level.
- Periodic assessments are carried out on the Fund's liquidity profile (under both normal and stress market conditions) and on the concentration of Members. These assessments allow the Fund to be proactively managed to mitigate liquidity concerns that may arise in the ordinary course of portfolio management as well as in relation to the Fund's ability to meet Members' withdrawal requests.
- The PRS Provider may request the Trustee to suspend withdrawal requests due to exceptional circumstances where the market value or fair value of a material portion of the Funds' assets cannot be determined (i.e. due to the closure of a securities exchange or trading restrictions on a securities exchange; an emergency or other state of affairs; the declaration of a moratorium in a country where that Fund has assets; for the purpose of conversion of any currency, a closure or restrictions on trading in the relevant foreign exchange market; or the realisation of the assets not being able to be effected at prices which would be realised if assets were realised in an orderly fashion over a reasonable period in a stable market). During the suspension period, withdrawal requests will not be accepted and in the event we have earlier accepted the withdrawal requests prior to the suspension is declared, the withdrawal requests will be dealt on the next Business Day once the suspension is lifted. In such case, a Member will not be able to redeem the units and will be compelled to remain invested in the Fund for a longer period of time than original timeline. Members' investments will continue to be subjected to the risks inherent to the Fund (Please refer to the “Risk Factors” section in the Disclosure Document). The action to suspend withdrawal requests from Members may be exercised by the Trustee on its own accord in accordance with the GPRS where there are good and sufficient reason to do so, after having considered the interest of Members.

- 4.4 The following paragraph on the *Investment policy and strategy* under section 4.1.4 of “Principal Islamic RetireEasy 2030” at page 44 has been added after the fifth paragraph and read as below:

The Fund adopts a liquidity risk management framework which sets out the governance standards, methodology and process for the oversight and management of liquidity risk. The framework outlines the responsibilities to assess and monitor liquidity risk of the Fund, and to ensure appropriate measures are taken to mitigate the risk. The liquidity risk management framework that we have put in place is as follows:

- Regular review by the designated fund manager on the Fund's investment portfolio to maintain healthy liquidity level.
- Periodic assessments are carried out on the Fund's liquidity profile (under both normal and stress market conditions) and on the concentration of Members. These assessments allow the Fund to be proactively managed to mitigate liquidity concerns that may arise in the ordinary course of portfolio management as well as in relation to the Fund's ability to meet Members' withdrawal requests.
- The PRS Provider may request the Trustee to suspend withdrawal requests due to exceptional circumstances where the market value or fair value of a material portion of the Funds' assets cannot be determined (i.e. due to the closure of a securities exchange or trading restrictions on a securities exchange; an emergency or other state of affairs; the declaration of a moratorium in a country where that Fund has assets; for the purpose of conversion of any currency, a closure or restrictions on trading in the relevant foreign exchange market; or the realisation of the assets not being able to be effected at prices which would be realised if assets were realised in an orderly fashion over a reasonable period in a stable market). During the suspension period, withdrawal requests will not be accepted and in the event we have earlier accepted the withdrawal requests prior to the suspension is declared, the withdrawal requests will be dealt on the next Business Day once the suspension is lifted. In such case, a Member will not be able to redeem the units and will be compelled to remain invested in the Fund for a longer period of time than original timeline. Members' investments will continue to be subjected to the risks inherent to the Fund (Please refer to the “Risk Factors” section in the Disclosure Document). The action to suspend withdrawal requests from Members may be exercised by the Trustee on its own accord in accordance with the GPRS where there are good and sufficient reason to do so, after having considered the interest of Members.

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- 4.5 The following paragraph on the *Investment policy and strategy* under section 4.1.5 of “**Principal Islamic RetireEasy Income**” at page 45 has been added after the fourth paragraph and read as below:

The Fund adopts a liquidity risk management framework which sets out the governance standards, methodology and process for the oversight and management of liquidity risk. The framework outlines the responsibilities to assess and monitor liquidity risk of the Fund, and to ensure appropriate measures are taken to mitigate the risk. The liquidity risk management framework that we have put in place is as follows:

- Regular review by the designated fund manager on the Fund’s investment portfolio to maintain healthy liquidity level.
- Periodic assessments are carried out on the Fund’s liquidity profile (under both normal and stress market conditions) and on the concentration of Members. These assessments allow the Fund to be proactively managed to mitigate liquidity concerns that may arise in the ordinary course of portfolio management as well as in relation to the Fund’s ability to meet Members’ withdrawal requests.
- The PRS Provider may request the Trustee to suspend withdrawal requests due to exceptional circumstances where the market value or fair value of a material portion of the Funds’ assets cannot be determined (i.e. due to the closure of a securities exchange or trading restrictions on a securities exchange; an emergency or other state of affairs; the declaration of a moratorium in a country where that Fund has assets; for the purpose of conversion of any currency, a closure or restrictions on trading in the relevant foreign exchange market; or the realisation of the assets not being able to be effected at prices which would be realised if assets were realised in an orderly fashion over a reasonable period in a stable market). During the suspension period, withdrawal requests will not be accepted and in the event we have earlier accepted the withdrawal requests prior to the suspension is declared, the withdrawal requests will be dealt on the next Business Day once the suspension is lifted. In such case, a Member will not be able to redeem the units and will be compelled to remain invested in the Fund for a longer period of time than original timeline. Members’ investments will continue to be subjected to the risks inherent to the Fund (Please refer to the “Risk Factors” section in the Disclosure Document). The action to suspend withdrawal requests from Members may be exercised by the Trustee on its own accord in accordance with the GPRS where there are good and sufficient reason to do so, after having considered the interest of Members.

- 4.6 The following paragraph on the *Investment policy and principal investment strategy* under section 4.1.6 of “**Principal Islamic PRS Plus Conservative**” at page 46 has been added to the last paragraph and read as below:

The Fund adopts a liquidity risk management framework which sets out the governance standards, methodology and process for the oversight and management of liquidity risk. The framework outlines the responsibilities to assess and monitor liquidity risk of the Fund, and to ensure appropriate measures are taken to mitigate the risk. The liquidity risk management framework that we have put in place is as follows:

- Regular review by the designated fund manager on the Fund’s investment portfolio to maintain healthy liquidity level.
- Periodic assessments are carried out on the Fund’s liquidity profile (under both normal and stress market conditions) and on the concentration of Members. These assessments allow the Fund to be proactively managed to mitigate liquidity concerns that may arise in the ordinary course of portfolio management as well as in relation to the Fund’s ability to meet Members’ withdrawal requests.
- The PRS Provider may request the Trustee to suspend withdrawal requests due to exceptional circumstances where the market value or fair value of a material portion of the Funds’ assets cannot be determined (i.e. due to the closure of a securities exchange or trading restrictions on a securities exchange; an emergency or other state of affairs; the declaration of a moratorium in a country where that Fund has assets; for the purpose of conversion of any currency, a closure or restrictions on trading in the relevant foreign exchange market; or the realisation of the assets not being able to be effected at prices which would be realised if assets were realised in an orderly fashion over a reasonable period in a stable market). During the suspension period, withdrawal requests will not be accepted and in the event we have earlier accepted the withdrawal requests prior to the suspension is declared, the withdrawal requests will be dealt on the next Business Day once the suspension is lifted. In such case, a Member will not be able to redeem the units and will be compelled to remain invested in the Fund for a longer period of time than original timeline. Members’ investments will continue to be subjected to the risks inherent to the Fund (Please refer to the “Risk Factors” section in the Disclosure Document). The action to suspend withdrawal requests from Members may be exercised by the Trustee on its own accord in accordance with the GPRS where there are good and sufficient reason to do so, after having considered the interest of Members.

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- 4.7 The following paragraph on the *Investment policy and principal investment strategy* under section 4.1.7 of “**Principal Islamic PRS Plus Moderate**” at page 47 has been added to the last paragraph and read as below:

The Fund adopts a liquidity risk management framework which sets out the governance standards, methodology and process for the oversight and management of liquidity risk. The framework outlines the responsibilities to assess and monitor liquidity risk of the Fund, and to ensure appropriate measures are taken to mitigate the risk. The liquidity risk management framework that we have put in place is as follows:

- Regular review by the designated fund manager on the Fund's investment portfolio to maintain healthy liquidity level.
- Periodic assessments are carried out on the Fund's liquidity profile (under both normal and stress market conditions) and on the concentration of Members. These assessments allow the Fund to be proactively managed to mitigate liquidity concerns that may arise in the ordinary course of portfolio management as well as in relation to the Fund's ability to meet Members' withdrawal requests.
- The PRS Provider may request the Trustee to suspend withdrawal requests due to exceptional circumstances where the market value or fair value of a material portion of the Funds' assets cannot be determined (i.e. due to the closure of a securities exchange or trading restrictions on a securities exchange; an emergency or other state of affairs; the declaration of a moratorium in a country where that Fund has assets; for the purpose of conversion of any currency, a closure or restrictions on trading in the relevant foreign exchange market; or the realisation of the assets not being able to be effected at prices which would be realised if assets were realised in an orderly fashion over a reasonable period in a stable market). During the suspension period, withdrawal requests will not be accepted and in the event we have earlier accepted the withdrawal requests prior to the suspension is declared, the withdrawal requests will be dealt on the next Business Day once the suspension is lifted. In such case, a Member will not be able to redeem the units and will be compelled to remain invested in the Fund for a longer period of time than original timeline. Members' investments will continue to be subjected to the risks inherent to the Fund (Please refer to the “Risk Factors” section in the Disclosure Document). The action to suspend withdrawal requests from Members may be exercised by the Trustee on its own accord in accordance with the GPRS where there are good and sufficient reason to do so, after having considered the interest of Members.

- 4.8 The following paragraph on the *Investment policy and principal investment strategy* under section 4.1.8 of “**Principal Islamic PRS Plus Growth**” at page 48 has been added to the last paragraph and read as below:

The Fund adopts a liquidity risk management framework which sets out the governance standards, methodology and process for the oversight and management of liquidity risk. The framework outlines the responsibilities to assess and monitor liquidity risk of the Fund, and to ensure appropriate measures are taken to mitigate the risk. The liquidity risk management framework that we have put in place is as follows:

- Regular review by the designated fund manager on the Fund's investment portfolio to maintain healthy liquidity level.
- Periodic assessments are carried out on the Fund's liquidity profile (under both normal and stress market conditions) and on the concentration of Members. These assessments allow the Fund to be proactively managed to mitigate liquidity concerns that may arise in the ordinary course of portfolio management as well as in relation to the Fund's ability to meet Members' withdrawal requests.
- The PRS Provider may request the Trustee to suspend withdrawal requests due to exceptional circumstances where the market value or fair value of a material portion of the Funds' assets cannot be determined (i.e. due to the closure of a securities exchange or trading restrictions on a securities exchange; an emergency or other state of affairs; the declaration of a moratorium in a country where that Fund has assets; for the purpose of conversion of any currency, a closure or restrictions on trading in the relevant foreign exchange market; or the realisation of the assets not being able to be effected at prices which would be realised if assets were realised in an orderly fashion over a reasonable period in a stable market). During the suspension period, withdrawal requests will not be accepted and in the event we have earlier accepted the withdrawal requests prior to the suspension is declared, the withdrawal requests will be dealt on the next Business Day once the suspension is lifted. In such case, a Member will not be able to redeem the units and will be compelled to remain invested in the Fund for a longer period of time than original timeline. Members' investments will continue to be subjected to the risks inherent to the Fund (Please refer to the “Risk Factors” section in the Disclosure Document). The action to suspend withdrawal requests from Members may be exercised by the Trustee on its own accord in accordance with the GPRS where there are good and sufficient reason to do so, after having considered the interest of Members.

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- 4.9 The following paragraph on the *investment policy and principal investment strategy* under section 4.1.9 of “**Principal Islamic PRS Plus Equity**” at page 49 has been added to the last paragraph and read as below:

The Fund adopts a liquidity risk management framework which sets out the governance standards, methodology and process for the oversight and management of liquidity risk. The framework outlines the responsibilities to assess and monitor liquidity risk of the Fund, and to ensure appropriate measures are taken to mitigate the risk. The liquidity risk management framework that we have put in place is as follows:

- Regular review by the designated fund manager on the Fund’s investment portfolio to maintain healthy liquidity level.
- Periodic assessments are carried out on the Fund’s liquidity profile (under both normal and stress market conditions) and on the concentration of Members. These assessments allow the Fund to be proactively managed to mitigate liquidity concerns that may arise in the ordinary course of portfolio management as well as in relation to the Fund’s ability to meet Members’ withdrawal requests.
- The PRS Provider may request the Trustee to suspend withdrawal requests due to exceptional circumstances (for example the suspension of redemption request by the Target Fund) where the market value or fair value of a material portion of the Target Funds’ assets cannot be determined (i.e. due to the closure of a securities exchange or trading restrictions on a securities exchange; an emergency or other state of affairs; the declaration of a moratorium in a country where that Target Fund has assets; for the purpose of conversion of any currency, a closure or restrictions on trading in the relevant foreign exchange market; or the realisation of the assets not being able to be effected at prices which would be realised if assets were realised in an orderly fashion over a reasonable period in a stable market). During the suspension period, withdrawal requests will not be accepted and in the event we have earlier accepted the withdrawal requests prior to the suspension is declared, the withdrawal requests will be dealt on the next Business Day once the suspension is lifted. In such case, a Member will not be able to redeem the units and will be compelled to remain invested in the Fund for a longer period of time than original timeline. Members’ investments will continue to be subjected to the risks inherent to the Fund (Please refer to the “Risk Factors” section in the Disclosure Document). The action to suspend withdrawal requests from Members may be exercised by the Trustee on its own accord in accordance with the GPRS where there are good and sufficient reason to do so, after having considered the interest of Members.

- 4.10 The following information on the first paragraph for *Investment policy and principal investment strategy* under “**About the Principal DALI Equity Growth Fund**” at page 49 has been amended and read as below:

The Target Fund may invest a minimum of 70% and up to a maximum of 98% of its NAV principally in Shariah-compliant equities aimed to provide growth and up to 28% of its NAV in other permissible Shariah-compliant investments, such as Sukuk with a minimum credit rating of “A3” or “P2” by RAM or equivalent rating by MARC or by local rating agency(ies) of the country of issuance; or “BBB-” by S&P or equivalent rating by any other international rating agencies. The Target Fund may also opt to seek investment exposure via Islamic CIS that is in line with the Fund’s objective, subject to the requirements of the SC Guidelines on Unit Trust Funds. In line with its objective, the investment strategy and policy of the Target Fund is to rebalance the portfolio to suit market conditions in order to reduce short-term volatility and provide consistency in capital growth. With effect from 28 April 2023, the Target Fund may invest up to 25% of its NAV in Shariah-compliant securities of companies that are listed in any Eligible Market globally with some operations or businesses in Malaysia to capture growth opportunities.

- 4.11 The following information on the *Investment policy and principal investment strategy* under “**About the Principal DALI Equity Growth Fund**” at page 50 has been added after the fifth paragraph and read as below:

The Target Fund adopts a liquidity risk management framework which sets out the governance standards, methodology and process for the oversight and management of liquidity risk. The framework outlines the responsibilities to assess and monitor liquidity risk of the Fund, and to ensure appropriate measures are taken to mitigate the risk. The liquidity risk management framework that we have put in place is as follows:

- Regular review by the designated fund manager on the Target Fund’s investment portfolio to maintain its liquidity level.
- Periodic assessments are carried out on the Target Fund’s liquidity profile (under both normal and stress market conditions) and on the concentration of unitholders. These assessments allow the Fund to be proactively managed to mitigate liquidity concerns that may arise in the ordinary course of portfolio management as well as in relation to the Target Fund’s ability to meet unitholders’ withdrawal requests.
- Suspension of withdrawal requests due to exceptional circumstances. During the suspension period, withdrawal requests will not be accepted and in the event we have earlier accepted the withdrawal requests prior to the suspension is declared, the withdrawal requests will be dealt on the next Business Day once the suspension is lifted. The action to suspend withdrawal requests from unit holders shall be exercised only as a last resort by the Target Fund’s manager.

Note: Please refer to Section 3.10 of the Target Fund’s prospectus for more information.

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- 4.12 The following information on the permitted investments under “**About the Principal DALI Equity Growth Fund**” at page 50 has been replaced and read as below:

The following types of investments permitted for the Target Fund, which are in line with the Target Fund’s objectives, include but are not limited to:

- Shariah-compliant equities and Sukuk traded in or under the rules of an Eligible Market;
- Shariah-compliant warrants that carry the right in respect of a security traded in or under the rules of an Eligible Market;
- Unlisted Shariah-compliant instruments including Shariah-compliant securities not listed or quoted on a stock exchange but have been approved by the relevant regulatory authority for such listing or quotation and are offered directly to the fund by the issuer;
- Islamic deposits and Islamic money market instruments;
- Islamic derivative instruments, including but not limited to Islamic options, Islamic futures contracts, Islamic forward contracts and Islamic swaps;
- All types of Islamic CIS;
- Islamic structured products; and
- Any other form of Shariah-compliant investments as may be permitted by the SC from time to time that is in line with the Target Fund’s objectives.

Provided always that the permitted investments as set out above shall at all times conform with the requirements of the Shariah principles and the advice of the Shariah Adviser for the time being appointed by the Target Fund Manager.

- 4.13 The following information for *Investment restrictions and limits* under “**About the Principal DALI Equity Growth Fund**” at page 51 has been replaced and read as below:

Exposure limit

The Target Fund is subject to the following investment restrictions/limits:

- (1) the aggregate value of the Target Fund’s investment in
 - a) Shariah-compliant transferable securities that are not traded or dealt in or under the rules of an Eligible Market;
 - b) Islamic CIS that do not comply with 6(a), (b) and (c); and
 - c) other Shariah-compliant securities,must not exceed 15% of the Target Fund’s NAV, subject to a maximum limit of 10% of the Target Fund’s NAV in a single issuer or single Islamic CIS, as the case may be.

Investment spread limits

- (2) the value of the Target Fund’s investment in Shariah-compliant ordinary shares issued by any single issuer must not exceed 10% of the Target Fund’s NAV;
- (3) the value of the Target Fund’s investments in Shariah-compliant transferable securities and Islamic money market instruments issued by any single issuer must not exceed 15% of the Target Fund’s NAV (“single issuer limit”). In determining the single issuer limit, the value of the Target Fund’s investments in instruments in (1) issued by the same issuer must be included in the calculation;
- (4) the value of the Target Fund’s placement in Islamic Deposits with any single financial institution must not exceed 20% of the Target Fund’s NAV;
- (5) the aggregate value of the Target Fund’s investments in Shariah-compliant transferable securities, Islamic money market instruments, Islamic Deposits, underlying assets of Islamic derivatives and counterparty exposure arising from the use of OTC Islamic derivatives must not exceed 25% of the Target Fund’s NAV (“single issuer aggregate limit”). In determining the single issuer aggregate limit, the value of the Target Fund’s investments in (1) issued by the same issuer must be included in the calculation;
- (6) the value of the Target Fund’s investment in units/shares of any Islamic CIS must not exceed 20% of the Target Fund’s NAV, provided that the Islamic CIS complies with the following conditions:
 - (a) An Islamic CIS authorised or recognised by the SC; or
 - (b) An Islamic CIS that meets the following criteria:
 - (i) The Islamic CIS is constituted and regulated in a jurisdiction where the laws and practices provide the level of investor protection that is at least equivalent to that offered in Malaysia;
 - (ii) The rules on investments, borrowing and lending are substantially similar to the requirements in these Guidelines. This would exclude hedge funds;
 - (iii) The assets of the Islamic CIS are managed by an entity which is approved, authorised or licensed by a securities regulator to conduct fund management activities; and
 - (iv) The business of the Islamic CIS is reported in half-yearly and annual reports to enable an assessment to be made of the assets and liabilities, income and operations over the reporting period; or

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- (c) An Islamic CIS that meets the following criteria:
 - (i) The Islamic CIS invests in:
 - permitted investments that comply with the SC Guidelines on Unit Trust Funds,
 - physically-backed metal ETF that comply with the following:
 - a. The assets of the physically-backed metal ETF, i.e. the physical metal, is held in trust and is segregated from the assets of the manager, sponsor, trustee or custodian; and
 - b. The physically-backed metal ETF adopts a passive management strategy with the objective of tracking the price of the metal; or
 - c. Real estate.
 - (ii) The Islamic CIS meets the criteria imposed on transferable securities as following:
 - The maximum potential loss which the Target Fund may incur as a result of the investment is limited to the amount paid for it;
 - The investment is liquid, and will not impair the Target Fund's ability to satisfy its redemption and other payment commitments;
 - The investment is subject to reliable and verifiable valuation on a daily basis; and
 - There is appropriate information available to the market on the investment;
 - (iii) The units or shares in the Islamic CIS are listed for quotation and traded on a stock exchange that is an Eligible Market; and
 - (iv) The Islamic CIS is not an inverse or leveraged product; or
- (d) An Islamic CIS that does not comply with the above, but subject to the exposure limit stipulated in this section;
- (7) The value of the Target Fund's investments in units or shares of an Islamic CIS that invests in real estate pursuant to 6(c) must not exceed 15% of the Target Fund's NAV.
- (8) The value of the Target Fund's investment in Shariah-compliant transferable securities and Islamic money market instruments issued by any group of companies must not exceed 20% of the Target Fund's NAV (group limit"). In determining the group limit, the value of the Target Fund's investments in instruments in the exposure limit issued by the issuers within the same group of companies must be included in the calculation.
- (9) For investments in Islamic derivatives (for hedging purpose):
 - the Target Fund's global exposure from Islamic derivatives positions should not exceed the Target Fund's NAV.
 - the exposure to the underlying assets must not exceed the investment spread limits stipulated in the SC Guidelines on Unit Trust Funds;
 - the maximum exposure of the Target Fund's OTC Islamic derivative transaction with the counter-party calculated based on the method below must not exceed 10% of the Target Fund's NAV;
 - the counter-party of an OTC Islamic derivative is a financial institution with a minimum long-term of investment grade (including gradation and subcategories); and
 - Where the underlying instrument of an Islamic derivative is a commodity, such Islamic derivative must be settled in cash at all times.

Calculation of exposure to counterparty of OTC Islamic derivatives

- The exposure to a counterparty of an OTC Islamic derivative must be measured based on the maximum potential loss that may be incurred by the Target Fund if the counterparty defaults and not on the basis of the notional value of the OTC Islamic derivative.
- The total exposure to a single counterparty is calculated by summing the exposure arising from all OTC Islamic derivative transactions entered into with the same counterparty.

Exceptions to investment spread limits

Government and other public Shariah-compliant securities or Islamic money market instruments

- (10) The single issuer limit in (3) may be raised to 35% of the Target Fund's NAV if the issuing entity is, or the issue is guaranteed by, either a foreign government, foreign government agency, foreign central bank or supranational, that has a minimum long-term credit rating of investment grade (including gradation and subcategories) by an international rating agency.
- (11) Where the single issuer limit is increased to 35% of the Target Fund's NAV, the single issuer aggregate limit in (5) may be raised, subject to the group limit in (8) not exceeding 35% of the Target Fund's NAV.

Islamic Deposits

- (12) The single financial institution limit in (4) does not apply to placements of Islamic Deposits arising from:
 - (a) subscription monies received prior to the commencement of investment by the Target Fund;
 - (b) liquidation of investments prior to the termination or maturity of the Target Fund, where the placement of Islamic Deposits with various financial institutions would not be in the best interests of unit holders; or
 - (c) monies held for the settlement of redemption or other payment obligations, where the placement of Islamic Deposits with various financial institutions would not be in the best interests of unit holders.

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Investment concentration limits

- (13) the Target Fund's investments in Shariah-compliant shares or Shariah-compliant securities equivalent to shares must not exceed 10% of the Shariah-compliant shares or Shariah-compliant securities equivalent to shares issued by any single issuer;
- (14) the Target Fund's investments in Sukuk must not exceed 20% of the Sukuk issued by any single issuer. This limit may be disregarded at the time of acquisition if at that time of acquisition the gross amount of Sukuk in issue cannot be determined;
- (15) the Target Fund's investments in Islamic money market instruments must not exceed 10% of the instruments issued by any single issuer. This limit does not apply to Islamic money market instruments that do not have a pre-determined issue size;
- (16) the Target Fund's investments in Islamic CIS must not exceed 25% of the units/shares in the Islamic CIS.

The global exposure of the Target Fund is calculated based on the following:

Commitment approach

The global exposure of the Target Fund to Islamic derivatives is calculated as the sum of the:

- (a) absolute value of the exposure of each individual Islamic derivative not involved in netting or hedging arrangements;
- (b) absolute value of the net exposure of each individual Islamic derivative after netting or hedging arrangement; and
- (c) the values of cash collateral received pursuant to:
 - (i) the reduction of exposure to counterparties of OTC Islamic derivatives; and
 - (ii) efficient portfolio management techniques relating to securities lending and repurchase transactions (if applicable).

Netting arrangements

Netting arrangements may be taken into account to reduce the Target Fund's exposure to Islamic derivatives.

The Target Fund may net positions between:

- (a) Islamic derivatives on the same underlying constituents, even if the maturity dates are different; or
- (b) Islamic derivatives and the same corresponding underlying constituents, if those underlying constituents are Shariah-compliant transferable securities, Islamic money market instruments, or units or shares in Islamic collective investment schemes.

Hedging arrangements

Hedging arrangements may be taken into account to reduce the Target Fund's exposure to Islamic derivatives.

The marked-to-market value of Shariah-compliant transferable securities, Islamic money market instruments, or units or shares in Islamic collective investment schemes involved in hedging arrangements may be taken into account to reduce the exposure of the Target Fund to Islamic derivatives.

The hedging arrangement must:

- (a) not be aimed at generating a return;
- (b) result in an overall verifiable reduction of the risk of the Target Fund;
- (c) offset the general and specific risks linked to the underlying constituent being hedged;
- (d) relate to the same asset class being hedged; and
- (e) be able to meet its hedging objective in all market conditions.

Note: *The above restrictions and limits do not apply to Shariah-compliant instruments issued or guaranteed by the Malaysian government or BNM.*

In respect of the above investment restrictions and limits, the SC Guidelines on Unit Trust Funds provides that any breach of the restrictions and limits due to appreciation or depreciation in value of the Target Fund's investments, repurchase of units or payment made out of the Target Fund, or change in capital of a corporation in which the Target Fund has invested in, or downgrade in or cessation of a credit rating need not be reported to the SC but we must rectify as soon as practicable within three (3) months from the date of breach unless stated otherwise in the SC Guidelines on Unit Trust Funds. However, the three-month period may be extended if it is in the best interest of unit holders and Trustee's consent is obtained. Such extension must be subject to at least a monthly review by the trustee.

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- 4.14 The following information on the *Investment policy and principal investment strategy* under section 4.1.10 of **“Principal Islamic PRS Plus Asia Pacific Ex Japan Equity”** at page 52 has been added to the last paragraph and read as below:

The Fund adopts a liquidity risk management framework which sets out the governance standards, methodology and process for the oversight and management of liquidity risk. The framework outlines the responsibilities to assess and monitor liquidity risk of the Fund, and to ensure appropriate measures are taken to mitigate the risk. The liquidity risk management framework that we have put in place is as follows:

- Regular review by the designated fund manager on the Fund’s investment portfolio to maintain healthy liquidity level.
- Periodic assessments are carried out on the Fund’s liquidity profile (under both normal and stress market conditions) and on the concentration of Members. These assessments allow the Fund to be proactively managed to mitigate liquidity concerns that may arise in the ordinary course of portfolio management as well as in relation to the Fund’s ability to meet Members’ withdrawal requests.
- The PRS Provider may request the Trustee to suspend withdrawal requests due to exceptional circumstances (for example the suspension of redemption request by the Target Fund) where the market value or fair value of a material portion of the Target Funds’ assets cannot be determined (i.e. due to the closure of a securities exchange or trading restrictions on a securities exchange; an emergency or other state of affairs; the declaration of a moratorium in a country where that Target Fund has assets; for the purpose of conversion of any currency, a closure or restrictions on trading in the relevant foreign exchange market; or the realisation of the assets not being able to be effected at prices which would be realised if assets were realised in an orderly fashion over a reasonable period in a stable market). During the suspension period, withdrawal requests will not be accepted and in the event we have earlier accepted the withdrawal requests prior to the suspension is declared, the withdrawal requests will be dealt on the next Business Day once the suspension is lifted. In such case, a Member will not be able to redeem the units and will be compelled to remain invested in the Fund for a longer period of time than original timeline. Members’ investments will continue to be subjected to the risks inherent to the Fund (Please refer to the “Risk Factors” section in the Disclosure Document). The action to suspend withdrawal requests from Members may be exercised by the Trustee on its own accord in accordance with the GPRS where there are good and sufficient reason to do so, after having considered the interest of Members.

- 4.15 The following information on the *Investment policy and principal investment strategy* under **“About the Principal Islamic Asia Pacific Dynamic Equity Fund”** at page 53 has been added in the first paragraph and read as below:

The Target Fund is predominantly an equity fund which invests through Shariah-compliant securities of companies domiciled in, listed in, and/or have significant operations in the emerging and developed markets of Asia Pacific ex Japan. ‘Significant operations’ means major businesses of the company. For example, the Target Fund can invest in a company with significant business and/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 the emerging and developed markets of Asia Pacific ex Japan. The calculation would be based on the most recent financial reports released by the companies (e.g. interim and annual reports). With effect from 16 August 2021, the Target Fund may also invest up to 20% of its NAV in Shariah-compliant securities of companies that are listed globally with some operations and/or businesses within the Asia Pacific ex Japan region to capture growth opportunities. Between 70% to 98% (both inclusive) of the Target Fund’s NAV can be invested in Shariah-compliant equities, Shariah-compliant warrants, Islamic options, participation in Islamic CIS which are permitted under the SC Guidelines on Unit Trust Funds. Up to 30% of the Target Fund may also invest into Sukuk and Islamic Deposits. For this Target Fund, the investments in Sukuk must satisfy a minimum rating requirement of at least a “BBB3” or “P2” rating by RAM or equivalent rating by MARC or by local rating agency(ies) of the country of issuance; or “BB” by S&P or equivalent rating by any other international rating agencies.

- 4.16 The following information on the *Investment policy and principal investment strategy* under **“About the Principal Islamic Asia Pacific Dynamic Equity Fund”** at page 53 has been added after the seventh paragraph and read as below:

The Target Fund adopts a liquidity risk management framework which sets out the governance standards, methodology and process for the oversight and management of liquidity risk. The framework outlines the responsibilities to assess and monitor liquidity risk of the Target Fund, and to ensure appropriate measures are taken to mitigate the risk. The liquidity risk management framework that we have put in place is as follows:

- Regular review by the designated fund manager on the Target Fund’s investment portfolio to maintain its liquidity level.
- Periodic assessments are carried out on the Target Fund’s liquidity profile (under both normal and stress market conditions) and on the concentration of unitholders. These assessments allow the Target Fund to be proactively managed to mitigate liquidity concerns that may arise in the ordinary course of portfolio management as well as in relation to the Target Fund’s ability to meet unitholders’ withdrawal requests.

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- Suspension of withdrawal requests due to exceptional circumstances. During the suspension period, withdrawal requests will not be accepted and in the event we have earlier accepted the withdrawal requests prior to the suspension is declared, the withdrawal requests will be dealt on the next Business Day once the suspension is lifted. The action to suspend withdrawal requests from unit holders shall be exercised only as a last resort by the Target Fund's manager.

Note: Please refer to Section 3.10 of the Target Fund's prospectus for more information.

- 4.17 The following information on the *Permitted investments* under “**About the Principal Islamic Asia Pacific Dynamic Equity Fund**” at page 54 has been replaced and read as below:

The following types of investments permitted for the Target Fund, which are in line with the Target Fund's objectives, include but are not limited to:

- Shariah-compliant equities and Sukuk traded in or under the rules of an Eligible Market;
- Shariah-compliant warrants that carry the right in respect of a security traded in or under the rules of an Eligible Market;
- Unlisted Shariah-compliant instruments including Shariah-compliant securities not listed or quoted on a stock exchange but have been approved by the relevant regulatory authority for such listing or quotation and are offered directly to the fund by the issuer;
- Islamic deposits and Islamic money market instruments;
- Islamic derivative instruments, including but not limited to Islamic options, Islamic futures contracts, Islamic forward contracts and Islamic swaps;
- All types of Islamic CIS;
- Islamic structured products; and
- Any other form of Shariah-compliant investments as may be permitted by the SC from time to time that is in line with the Target Fund's objectives.

- 4.18 The following information on the *Investment restrictions and limits* under “**About the Principal Islamic Asia Pacific Dynamic Equity Fund**” at pages 54 and 55 have been replaced and read as below:

The Target Fund is subject to the following investment restrictions and limits:

Exposure limit

The Target Fund is subject to the following investment restrictions/limits:

- (1) the aggregate value of the Target Fund's investment in
 - a) Shariah-compliant transferable securities that are not traded or dealt in or under the rules of an Eligible Market;
 - b) Islamic CIS that do not comply with 6(a), (b) and (c); and
 - c) other Shariah-compliant securities,must not exceed 15% of the Target Fund's NAV, subject to a maximum limit of 10% of the Target Fund's NAV in a single issuer or single Islamic CIS, as the case may be.

Investment spread limits

- (2) the value of the Target Fund's investment in Shariah-compliant ordinary shares issued by any single issuer must not exceed 10% of the Target Fund's NAV;
- (3) the value of the Target Fund's investments in Shariah-compliant transferable securities and Islamic money market instruments issued by any single issuer must not exceed 15% of the Target Fund's NAV (“single issuer limit”). In determining the single issuer limit, the value of the Target Fund's investments in instruments in (1) issued by the same issuer must be included in the calculation;
- (4) the value of the Target Fund's placement in Islamic Deposits with any single financial institution must not exceed 20% of the Target Fund's NAV;
- (5) the aggregate value of the Target Fund's investments in Shariah-compliant transferable securities, Islamic money market instruments, Islamic Deposits, underlying assets of Islamic derivatives and counterparty exposure arising from the use of OTC Islamic derivatives must not exceed 25% of the Target Fund's NAV (“single issuer aggregate limit”). In determining the single issuer aggregate limit, the value of the Target Fund's investments in (1) issued by the same issuer must be included in the calculation;
- (6) the value of the Target Fund's investment in units/shares of any Islamic CIS must not exceed 20% of the Target Fund's NAV, provided that the Islamic CIS complies with the following conditions:
 - (a) An Islamic CIS authorised or recognised by the SC; or
 - (b) An Islamic CIS that meets the following criteria:
 - (i) The Islamic CIS is constituted and regulated in a jurisdiction where the laws and practices provide the level of investor protection that is at least equivalent to that offered in Malaysia;
 - (ii) The rules on investments, borrowing and lending are substantially similar to the requirements in these Guidelines. This would exclude hedge funds;
 - (iii) The assets of the Islamic CIS are managed by an entity which is approved, authorised or licensed by a securities regulator to conduct fund management activities; and

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- (iv) The business of the Islamic CIS is reported in half-yearly and annual reports to enable an assessment to be made of the assets and liabilities, income and operations over the reporting period; or
- (c) An Islamic CIS that meets the following criteria:
 - (i) The Islamic CIS invests in:
 - permitted investments that comply with the SC Guidelines on Unit Trust Funds,
 - physically-backed metal ETF that comply with the following:
 - a. The assets of the physically-backed metal ETF, i.e. the physical metal, is held in trust and is segregated from the assets of the manager, sponsor, trustee or custodian; and
 - b. The physically-backed metal ETF adopts a passive management strategy with the objective of tracking the price of the metal; or
 - real estate;
 - (ii) The Islamic CIS meets the criteria imposed on transferable securities as following:
 - The maximum potential loss which the Target Fund may incur as a result of the investment is limited to the amount paid for it;
 - The investment is liquid, and will not impair the Target Fund's ability to satisfy its redemption and other payment commitments;
 - The investment is subject to reliable and verifiable valuation on a daily basis; and
 - There is appropriate information available to the market on the investment;
 - (iii) The units or shares in the Islamic CIS are listed for quotation and traded on a stock exchange that is an Eligible Market; and
 - (iv) The Islamic CIS is not an inverse or leveraged product; or
- (d) An Islamic CIS that does not comply with the above, but subject to the exposure limit stipulated in this section;
- (7) The value of the Target Fund's investments in units or shares of an Islamic CIS that invests in real estate pursuant to 6(c) must not exceed 15% of the Target Fund's NAV.
- (8) The value of the Target Fund's investment in Shariah-compliant transferable securities and Islamic money market instruments issued by any group of companies must not exceed 20% of the Target Fund's NAV (group limit"). In determining the group limit, the value of the Target Fund's investments in instruments in the exposure limit issued by the issuers within the same group of companies must be included in the calculation.
- (9) For investments in Islamic derivatives (for hedging purpose):
 - the Target Fund's global exposure from Islamic derivatives positions should not exceed the Target Fund's NAV.
 - the exposure to the underlying assets must not exceed the investment spread limits stipulated in the SC Guidelines on Unit Trust Funds;
 - the maximum exposure of the Target Fund's OTC Islamic derivative transaction with the counterparty calculated based on the method below must not exceed 10% of the Target Fund's NAV;
 - the counterparty of an OTC Islamic derivative is a financial institution with a minimum long-term of investment grade (including gradation and subcategories); and
 - Where the underlying instrument of an Islamic derivative is a commodity, such Islamic derivative must be settled in cash at all times.

Calculation of exposure to counterparty of OTC Islamic derivatives

- The exposure to a counterparty of an OTC Islamic derivative must be measured based on the maximum potential loss that may be incurred by the Target Fund if the counterparty defaults and not on the basis of the notional value of the OTC Islamic derivative.
- The total exposure to a single counterparty is calculated by summing the exposure arising from all OTC Islamic derivative transactions entered into with the same counterparty

Exceptions to investment spread limits

Government and other public Shariah-compliant securities or Islamic money market instruments

- (10) The single issuer limit in (3) may be raised to 35% of the Target Fund's NAV if the issuing entity is, or the issue is guaranteed by, either a foreign government, foreign government agency, foreign central bank or supranational, that has a minimum long-term credit rating of investment grade (including gradation and subcategories) by an international rating agency.
- (11) Where the single issuer limit is increased to 35% of the Target Fund's NAV, the single issuer aggregate limit in (5) may be raised, subject to the group limit in (8) not exceeding 35% of the Target Fund's NAV.

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Islamic Deposits

- (12) The single financial institution limit in (4) does not apply to placements of Islamic Deposits arising from:
- (d) subscription monies received prior to the commencement of investment by the Target Fund;
 - (e) liquidation of investments prior to the termination or maturity of the Target Fund, where the placement of Islamic Deposits with various financial institutions would not be in the best interests of unit holders; or
 - (f) monies held for the settlement of redemption or other payment obligations, where the placement of Islamic Deposits with various financial institutions would not be in the best interests of unit holders.

Investment concentration limits

- (13) the Target Fund's investments in Shariah-compliant shares or Shariah-compliant securities equivalent to shares must not exceed 10% of the Shariah-compliant shares or Shariah-compliant securities equivalent to shares issued by any single issuer;
- (14) the Target Fund's investments in Sukuk must not exceed 20% of the Sukuk issued by any single issuer. This limit may be disregarded at the time of acquisition if at that time of acquisition the gross amount of Sukuk in issue cannot be determined;
- (15) the Target Fund's investments in Islamic money market instruments must not exceed 10% of the instruments issued by any single issuer. This limit does not apply to Islamic money market instruments that do not have a pre-determined issue size;
- (16) the Target Fund's investments in Islamic CIS must not exceed 25% of the units/shares in the Islamic CIS.

The global exposure of the Target Fund is calculated based on the following:

Commitment approach

The global exposure of the Target Fund to Islamic derivatives is calculated as the sum of the:

- (a) absolute value of the exposure of each individual Islamic derivative not involved in netting or hedging arrangements;
- (b) absolute value of the net exposure of each individual Islamic derivative after netting or hedging arrangement; and
- (c) the values of cash collateral received pursuant to:
 - (i) the reduction of exposure to counterparties of OTC Islamic derivatives; and
 - (ii) efficient portfolio management techniques relating to securities lending and repurchase transactions (if applicable).

Netting arrangements

Netting arrangements may be taken into account to reduce the Target Fund's exposure to Islamic derivatives.

The Target Fund may net positions between:

- (a) Islamic derivatives on the same underlying constituents, even if the maturity dates are different; or
- (b) Islamic derivatives and the same corresponding underlying constituents, if those underlying constituents are Shariah-compliant transferable securities, Islamic money market instruments, or units or shares in Islamic collective investment schemes.

Hedging arrangements

Hedging arrangements may be taken into account to reduce the Target Fund's exposure to Islamic derivatives.

The marked-to-market value of Shariah-compliant transferable securities, Islamic money market instruments, or units or shares in Islamic collective investment schemes involved in hedging arrangements may be taken into account to reduce the exposure of the Target Fund to Islamic derivatives.

The hedging arrangement must:

- (a) not be aimed at generating a return;
- (b) result in an overall verifiable reduction of the risk of the Target Fund;
- (c) offset the general and specific risks linked to the underlying constituent being hedged;
- (d) relate to the same asset class being hedged; and
- (e) be able to meet its hedging objective in all market conditions.

Note: *The above restrictions and limits do not apply to Shariah-compliant instruments issued or guaranteed by the Malaysian government or BNM.*

In respect of the above investment restrictions and limits, the SC Guidelines on Unit Trust Funds provides that any breach of the restrictions and limits due to appreciation or depreciation in value of the Target Fund's investments, repurchase of units or payment made out of the Target Fund, or change in capital of a corporation in which the Target Fund has invested in, or downgrade in or cessation of a credit rating need not be reported to the SC but we must rectify as soon as practicable within three (3) months from the date of breach unless stated otherwise in the SC Guidelines on Unit Trust Funds. However, the three-month period may be extended if it is in the best interest of unit holders and Trustee's consent is obtained. Such extension must be subject to at least a monthly review by the trustee.

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4.19 The following information under section 4.2 of “Permitted Investments” at page 56 has been replaced and read as below:

Subject to the Deed, the investment policies for the Funds and the requirements of the SC and any other regulatory body, we have the absolute discretion as to how the assets of the Funds are to be invested. The following types of investments permitted for the Funds, which are in line with the Fund’s objectives, include but are not limited to:

CORE FUNDS

- Shariah-compliant equities and Sukuk traded in or under the rules of an Eligible Market;
- Shariah-compliant warrants that carry the right in respect of a security traded in or under the rules of an Eligible Market;
- Unlisted Shariah-compliant instruments including Shariah-compliant securities not listed or quoted on a stock exchange but have been approved by the relevant regulatory authority for such listing or quotation and are offered directly to the Fund by the issuer;
- Islamic Deposits and Islamic money market instruments;
- Islamic derivative instruments, including but not limited to Islamic options, Islamic futures contracts, Islamic forward contracts and Islamic swaps, for hedging purposes;
- All types of Islamic CIS;
- Islamic structured products;
- Shariah-compliant securities listed or traded on foreign markets, where the regulatory authority must be under an Eligible Market;
- Ringgit Malaysia denominated foreign Sukuk; and
- Any other form of Shariah-compliant investments as may be permitted by the SC from time to time that is in line with the Fund’s objectives.

NON-CORE FUNDS

iPRS-C, iPRS-M & iPRS-G

- Shariah-compliant equities and Sukuk traded in or under the rules of an Eligible Market.
- Shariah-compliant warrants that carry the right in respect of a security traded in or under the rules of an Eligible Market^{Note 1}.
- Unlisted Shariah-compliant instruments including Shariah-compliant securities not listed or quoted on a stock exchange but have been approved by the relevant regulatory authority for such listing or quotation and are offered directly to the Fund by the issuer.
- Islamic Deposits and Islamic money market instruments.
- Islamic derivative instruments, including but not limited to Islamic options, Islamic futures contracts, Islamic forward contracts and Islamic swaps, for hedging purposes.
- All types of Islamic CIS.
- Islamic structured products^{Note 2}.
- Shariah-compliant securities listed or traded on foreign markets, where the regulatory authority must be under an Eligible Market.
- Ringgit Malaysia denominated foreign Sukuk.
- Any other form of Shariah-compliant investments as may be permitted by the SC from time to time that is in line with the Fund’s objectives.

Note 1: Does not apply to iPRS-C except as a result of the Fund’s holdings in equities.

Note 2: Does not apply to iPRS-C.

iPRS-E & iPRS-AP

- One (1) Islamic CIS provided it is not a fund-of-funds or a feeder fund or any sub-fund of an umbrella fund which is a fund-of-funds or a feeder fund.
- Islamic Deposits and Islamic money market instruments.
- Islamic derivative instruments, including but not limited to Islamic options, Islamic futures contracts, Islamic forward contracts and Islamic swaps, for hedging purposes.
- Any other form of Shariah-compliant investments as may be permitted by the SC from time to time that is in line with the Fund’s objectives.

Provided always that the permitted investments as set out above shall at all times conform with the requirements of the Shariah principles and the advice of the Shariah Adviser for the time being appointed by us.

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The formulation of the investment policies and strategies of the Funds are based on the objectives of the Funds after taking into consideration the regulatory requirements outlined in the GPRS, with such exemptions/variations (if any) as permitted by the SC.

- 4.20 The following information under section 4.3 of “**Investment Restrictions and Limits**” at pages 56 and 57 have been replaced and read as below:

The Funds are subject to the following investment restrictions/limits:

CORE FUNDS & NON-CORE FUNDS*

Exposure limit

The Fund is subject to the following investment restrictions/limits:

- (1) the aggregate value of the Fund's investment in
 - a) Shariah-compliant transferable securities that are not traded or dealt in or under the rules of an Eligible Market;
 - b) Islamic CIS that do not comply with 6(a), (b) and (c); and
 - c) other Shariah-compliant securities, must not exceed 15% of the Fund's NAV, subject to a maximum limit of 10% of the Fund's NAV in a single issuer or single Islamic CIS, as the case may be.

Investment spread limits

- (2) the value of the Fund's investment in Shariah-compliant ordinary shares issued by any single issuer must not exceed 10% of the Fund's NAV;
- (3) the value of the Fund's investments in Shariah-compliant transferable securities and Islamic money market instruments issued by any single issuer must not exceed 15% of the Fund's NAV (“single issuer limit”). In determining the single issuer limit, the value of the Fund's investments in instruments in (1) issued by the same issuer must be included in the calculation^{Note 1};
- (4) the value of the Fund's placement in Islamic Deposits with any single financial institution must not exceed 20% of the Fund's NAV;
- (5) the aggregate value of the Fund's investments in Shariah-compliant transferable securities, Islamic money market instruments, Islamic Deposits, underlying assets of Islamic derivatives and counterparty exposure arising from the use of OTC Islamic derivatives must not exceed 25% of the Fund's NAV (“single issuer aggregate limit”). In determining the single issuer aggregate limit, the value of the Fund's investments in (1) issued by the same issuer must be included in the calculation^{Note 1};
- (6) the value of the Fund's investment in units/shares of any Islamic CIS must not exceed 20% of the Fund's NAV, provided that the Islamic CIS complies with the following conditions:
 - (a) An Islamic CIS authorised or recognised by the SC; or
 - (b) An Islamic CIS that meets the following criteria:
 - (i) The Islamic CIS is constituted and regulated in a jurisdiction where the laws and practices provide the level of investor protection that is at least equivalent to that offered in Malaysia;
 - (ii) The rules on investments, borrowing and lending are substantially similar to the requirements in these Guidelines. This would exclude hedge funds;
 - (iii) The assets of the Islamic CIS are managed by an entity which is approved, authorised or licensed by a securities regulator to conduct fund management activities; and
 - (iv) The business of the Islamic CIS is reported in half-yearly and annual reports to enable an assessment to be made of the assets and liabilities, income and operations over the reporting period; or
 - (c) An Islamic CIS that meets the following criteria, excluding a CIS that invests in real estate:
 - (i) The Islamic CIS invests in:
 - permitted investments that comply with the GPRS,
 - physically-backed metal ETF that comply with the following:
 - a. The assets of the physically-backed metal ETF, i.e. the physical metal, is held in trust and is segregated from the assets of the manager, sponsor, trustee or custodian; and
 - b. The physically-backed metal ETF adopts a passive management strategy with the objective of tracking the price of the metal.
 - (ii) The Islamic CIS meets the criteria imposed on transferable securities as following:
 - The maximum potential loss which the Fund may incur as a result of the investment is limited to the amount paid for it;
 - The investment is liquid, and will not impair the Fund's ability to satisfy its redemption and other payment commitments;
 - The investment is subject to reliable and verifiable valuation on a daily basis; and
 - There is appropriate information available to the market on the investment;

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- (iii) The units or shares in the Islamic CIS are listed for quotation and traded on a stock exchange that is an Eligible Market; and
- (iv) The Islamic CIS is not an inverse or leveraged product; or
- (d) An Islamic CIS that does not comply with the above, but subject to the exposure limit stipulated in this section;
- (7) The value of the Fund's investments in units or shares of an Islamic CIS that invests in real estate pursuant to 6(c) must not exceed 15% of the Fund's NAV.
- (8) the value of the Fund's investment in Shariah-compliant transferable securities and Islamic money market instruments issued by any group of companies must not exceed 20% of the Fund's NAV (group limit¹). In determining the group limit, the value of the Fund's investments in instruments in the paragraph (1) exposure limit issued by the issuers within the same group of companies must be included in the calculation^{Note 1}.
- (9) For investments in Islamic derivatives (for hedging purpose):
 - the Fund's global exposure from Islamic derivatives positions should not exceed the Fund's NAV.
 - the exposure to the underlying assets must not exceed the investment spread limits stipulated in the GPRS;
 - the maximum exposure of the Fund's OTC Islamic derivative transaction with the counterparty calculated based on the method below must not exceed 10% of the Fund's NAV;
 - the counterparty of an OTC Islamic derivative is a financial institution with a minimum long-term of investment grade (including gradation and subcategories); and
 - Where the underlying instrument of an Islamic derivative is a commodity, such Islamic derivative must be settled in cash at all times.

Calculation of exposure to counterparty of OTC Islamic derivatives

- The exposure to a counterparty of an OTC Islamic derivative must be measured based on the maximum potential loss that may be incurred by the Fund if the counterparty defaults and not on the basis of the notional value of the OTC Islamic derivative.
- The total exposure to a single counterparty is calculated by summing the exposure arising from all OTC Islamic derivative transactions entered into with the same counterparty.

Exceptions to investment spread limits

Government and other public Shariah-compliant securities or Islamic money market instruments

- (10) The single issuer limit in (3) may be raised to 35% of the Fund's NAV if the issuing entity is, or the issue is guaranteed by, either a foreign government, foreign government agency, foreign central bank or supranational, that has a minimum long-term credit rating of investment grade (including gradation and subcategories) by an international rating agency.
- (11) Where the single issuer limit is increased to 35% of the Fund's NAV, the single issuer aggregate limit in (5) may be raised, subject to the group limit in (8) not exceeding 35% of the Fund's NAV.

Islamic Deposits

- (12) The single financial institution limit in (4) does not apply to placements of Islamic Deposits arising from:
 - (a) subscription monies received prior to the commencement of investment by the Fund;
 - (b) liquidation of investments prior to the termination or maturity of the Fund, where the placement of Islamic Deposits with various financial institutions would not be in the best interests of Members; or
 - (c) monies held for the settlement of redemption or other payment obligations, where the placement of Islamic Deposits with various financial institutions would not be in the best interests of Members.

Islamic CIS

- (13) Notwithstanding paragraph (6) and (7), investment in units or shares of one or more Islamic CIS is permitted in the following circumstances:
 - from the launch of the Fund, the value of the Fund's investment in any of the Islamic CIS must not exceed 95% of the Fund's NAV;
 - upon reaching an NAV of RM200 million, the value of the Fund's investment in any of the Islamic CIS must not exceed 40% of the Fund's NAV; and
 - that the investment objective of the Islamic CIS is similar to the Fund.

Investment concentration limits

- (14) the Fund's investments in Shariah-compliant shares or Shariah-compliant securities equivalent to shares must not exceed 10% of the Shariah-compliant shares or Shariah-compliant securities equivalent to shares issued by any single issuer;
- (15) the Fund's investments in Sukuk must not exceed 20% of the Sukuk issued by any single issuer. This limit may be disregarded at the time of acquisition if at that time of acquisition the gross amount of Sukuk in issue cannot be determined;

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- (16) the Fund's investments in Islamic money market instruments must not exceed 10% of the instruments issued by any single issuer. This limit does not apply to Islamic money market instruments that do not have a pre-determined issue size;
- (17) Except for investments by core funds, the Fund's investments in Islamic CIS must not exceed 25% of the units/shares in any one the Islamic CIS.

The global exposure of the Funds is calculated based on the following:

Commitment approach

The global exposure of the Funds to Islamic derivatives is calculated as the sum of the:

- (a) absolute value of the exposure of each individual Islamic derivative not involved in netting or hedging arrangements;
- (b) absolute value of the net exposure of each individual Islamic derivative after netting or hedging arrangement; and
- (c) the values of cash collateral received pursuant to:
 - (i) the reduction of exposure to counterparties of OTC Islamic derivatives; and
 - (ii) efficient portfolio management techniques relating to securities lending and repurchase transactions (if applicable).

Netting arrangements

Netting arrangements may be taken into account to reduce the Fund's exposure to Islamic derivatives.

The Fund may net positions between:

- (a) Islamic derivatives on the same underlying constituents, even if the maturity dates are different; or
- (b) Islamic derivatives and the same corresponding underlying constituents, if those underlying constituents are Shariah-compliant transferable securities, Islamic money market instruments, or units or shares in Islamic collective investment schemes.

Hedging arrangements

Hedging arrangements may be taken into account to reduce the Fund's exposure to Islamic derivatives.

The marked-to-market value of Shariah-compliant transferable securities, Islamic money market instruments, or units or shares in Islamic collective investment schemes involved in hedging arrangements may be taken into account to reduce the exposure of the Fund to Islamic derivatives.

The hedging arrangement must:

- (a) not be aimed at generating a return;
- (b) result in an overall verifiable reduction of the risk of the Funds;
- (c) offset the general and specific risks linked to the underlying constituent being hedged;
- (d) relate to the same asset class being hedged; and
- (e) be able to meet its hedging objective in all market conditions.

Note 1: Not applicable for iPRS-C. Instead, the following apply:

- (i) The value of the iPRS-C's investments in Shariah-compliant transferable securities and Islamic money market instruments issued by any single issuer must not exceed 20% of the iPRS-C's NAV ("single issuer limit"). In determining the single issuer limit, the value of the PRS-C's investments in instruments in paragraph (1) issued by the same issuer must be included in the calculation;
- (ii) For avoidance of doubt, the single issuer aggregate limit requirement in paragraph (5) applies to Sukuk.
- (iii) This single issuer limit in (ii) may be increased to 30% if the Sukuk is rated by any domestic or global rating agency to have the highest long-term credit rating;
- (iv) Where the single issuer limit of investments in Sukuk is increased to 30% pursuant to (iii), the single issuer aggregate limit of 25% in paragraph (5) may be raised to 30% of the iPRS-C's NAV;
- (v) The value of the PRS-C's investments in Shariah-compliant transferable securities and Islamic money market instruments issued by any group of companies must not exceed 30% of the iPRS-C's NAV ("group limit"). In determining the group limit, the value of the PRS-C's investments in instruments in paragraph (1) issued by the issuers within the same group of companies must be included in the calculation;
- (vi) Where the Sukuk or Islamic money market instruments are issued, or the issue is guaranteed by, either a foreign government, foreign government agency, foreign central bank or supranational, that has a minimum long-term credit rating of investment grade (including gradation and subcategories) by an international rating agency, the fund manager may apply the limit in paragraphs (10) and (11).
- (vii) Investment in Sukuk or Islamic money market instruments must be:
 - (a) at least long-term credit rating of investment grade (including gradation and subcategories); or
 - (b) at least top two short-term rating,

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by any Malaysian or global rating agency. However, Sukuk or Islamic money market instruments which are rated below the rating in i) or ii), or are unrated, may comprise up to 5% of the iPRS-C's NAV ("the 5% limit"). In the case where the 5% limit is exceeded, whether as a result of

- a downgrade of rating listed in (a) or (b);
- an increase in the aggregate value of Sukuk or Islamic money market instruments which are rated below the rating in (a) or (b), or are unrated; or
- a decrease in the NAV of iPRS-C,

the PRS Provider must reduce such investments to comply with the 5% limit unless in the opinion of the Scheme Trustee, the disposal of such investments is not in the best interest of the Members.

(viii) Investment in Islamic derivatives, including embedded Islamic derivatives, are not permitted except for the following:

- the Islamic derivatives are used for hedging purposes; and
- the holding of Shariah-compliant warrants as a result of the iPRS-C's holdings in Shariah-compliant equities.

**Except iPRS-E & iPRS-AP.*

Note: *The above restrictions and limits do not apply to Shariah-compliant instruments issued or guaranteed by the Malaysian government or BNM.*

iPRS-E & iPRS-AP

- The Fund must be invested in one (1) Islamic CIS.

In respect of the above investment restrictions and limits, the GPRS provides that any breach of the restrictions and limits due to appreciation or depreciation in value of the Fund's investments, repurchase of units or payment made out of the Fund, or change in capital of a corporation in which the Fund has invested in, or downgrade in or cessation of a credit rating need not be reported to the SC but we must rectify as soon as practicable within three (3) months from the date of breach unless stated otherwise in the GPRS. However, the three-month period may be extended if it is in the best interest of Members and Trustee's consent is obtained. Such extension must be subject to at least a monthly review by the trustee.

5.0 FEES, CHARGES AND EXPENSES

5.1 The information under the section 5.2.3 of "**Other expenses**" at page 65 has been added to the last bullet point and read as below:

- costs, fees and expenses incurred for the fund valuation and accounting of the Fund performed by a fund valuation agent.

5.2 The information under the section 5.3 of "**Rebates and Soft Commissions**" at page 65 has been replaced and read as below:

We, the Sub-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 Fund. Accordingly, any rebate or shared commission will be directed to the account of the Fund.

We may retain goods and services (soft commission) provided by any broker or dealer if the following conditions are met:

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

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6.0 TRANSACTION INFORMATION

6.1 The following information for the 1st bullet point under the section 6.4.2 of “**How to invest**” at page 69 has been replaced and read as below:

You may invest;

- by crossed cheque (made payable as advised by us or our Distributors as the case may be); You will have to bear the commission charges for outstation cheques, if any;

6.2 The following information under the section 6.5.1 of “**Minimum Contribution**” at page 70 has been replaced and read as below:

Funds	Min initial contribution (RM)	Min subsequent contribution (RM)	Regular Savings Plan (RSP)	
			Min initial contribution (RM)	Min subsequent contribution (RM)
iRE60	Class A : 100 Class C : 100 Class X : 100	Class A : 50 Class C : 50 Class X : 50	Class A : 100 Class C : 100 Class X : 100	Class A : 50 Class C : 50 Class X : 50
iRE50				
iRE40				
iRE30				
iREI				
iPRS-C				
iPRS-M				
iPRS-G				
iPRS-E				
iPRS-AP				

Note:

- The amount stipulated includes any applicable fees and charges, such as Sales Charge (if any) and PPA account opening fee, as the case may be, which are subject to any applicable taxes. In other words, the amount is gross of fees and charges.
- You may request for a lower amount when purchasing units (or additional units), which will be at our sole and absolute discretion. However, you should note that we may, for any reason at any time, where applicable, accept or reject a lower amount and without having to assign any reason, either generally (for all investors) or specifically (for any particular investor, a group of investors or investments made via any digital platform) without prior notice to you.
- We reserve the right to change the above stipulated amounts from time to time.

6.3 The following information under the section 6.5.2 of “**Processing an application**” at page 70 to 71 has been replaced and read as below:

If we receive and accepted a complete application form together with the contribution payment by 12.00p.m. on a Business Day, we will process it within seven (7) Business Days from that Business Day (T). It will be processed using the NAV per Unit for that Business Day (T).

If we receive and accepted a complete application form together with the contribution payment after 12.00p.m. on a Business Day, we will process it within seven (7) Business Days from the next Business Day (T+1). It will be processed using the NAV per Unit for the next Business Day (T+1).

Please note that for the first time Member, you are required to complete an additional form which is the PPA account opening form. Incomplete applications will not be processed until we have received all the necessary and required information and/or documentations. The number of Units you will receive will be rounded to two (2) decimal places.

6.4 The following information under the section 6.6 of “**Withdrawals**” at page 71 has been replaced and read as below:

Subject to permitted reasons for withdrawals, you may not withdraw from any of the Funds until you reach the Retirement Age. Upon reaching the Retirement Age, you shall be entitled to withdraw the full amount accumulated in the Funds held by you as Accrued Benefits without payment of any tax. Please refer to “Permitted Withdrawals and Pre-retirement Withdrawals” section on page 72 for further information on the permitted reasons for withdrawals.

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Upon receiving your request to withdraw some or all of the Accrued Benefits in any of the Fund, you may be required by us and/or the PPA to provide evidence of the facts necessary to establish your right to withdraw moneys from any of the Fund. We will pay the withdrawal proceeds within seven (7) Business Days after we receive a complete withdrawal request from you and, where required, the authorization of the PPA.

Note: Unless the context stated otherwise, all withdrawal transaction is only allowed for Vested Units.

6.5 The following information under the section 6.6.2 of “**Processing a withdrawal**” at page 71 has been replaced and read as below:

If we receive a complete withdrawal request and, where required, the authorization of the PPA by 12.00p.m. on a Business Day, we will process it within seven (7) Business Days from that Business Day (T). It will be processed using the NAV per Unit for that Business Day (T).

If we receive a complete withdrawal request and, where required, the authorization of the PPA after 12.00p.m. on a Business Day, we will process it within seven (7) Business Days from the next Business Day (T+1). It will be processed using the NAV per Unit for the next Business Day (T+1).

If you request for a specific amount in RM, the number of Units will be calculated by dividing the requested amount in RM by the NAV per Unit, and the number of Units will be rounded to two (2) decimal places. The amount that you will receive is calculated by the withdrawal value less the Redemption Charge (if any) and less tax penalty (if any). That amount will be paid in RM within seven (7) Business Days from that Business Day (T) or the next Business Day (T+1) (whichever applicable).

Any applicable bank charges and other bank fees incurred as a result of a withdrawal by way of telegraphic transfer, bank cheque or other special payment method will be charged to you.

For the feeder fund (e.g. iPRS-E & iPRS-AP), the withdrawal payment period may be extended to within 5 Business Days from the receipt of withdrawal proceeds from the target fund.

6.6 The following information under the section 6.7 of “**Permitted Withdrawals and Pre-Retirement Withdrawals**” at page 72 has been replaced and read as below:

Subject to permitted reasons for withdrawals, you may not make a withdrawal from any of the Funds until you reach the Retirement Age. Upon reaching the Retirement Age, you shall be entitled to withdraw the full amount accumulated in the Funds held by you as Accrued Benefits without payment of any tax penalty.

Request for payment for withdrawals from any of the Funds may be made for the following circumstances and as follows:

No	Circumstances for withdrawal	Sub-account	Extend of withdrawals	Subject to tax penalty
(a)	Upon reaching Retirement Age	A & B	Partial or full	No
(b)	Pre-retirement withdrawals	B	Partial or full	Yes
(c)	Death of Member	A & B	Partial or full	No
(d)	Permanent departure of a member from Malaysia	A & B	Full	No
(e)	Due to permanent total disablement, serious disease or mental disability of a member	A & B	Full	No
(f)	For healthcare purpose	B	Partial or full	No
(g)	For housing purpose	B	Partial or full	No

Upon receiving the Member’s request to withdraw some or all of the Accrued Benefits in any of the Fund, we and/or PPA may require you to provide evidence of the facts necessary to establish your right to withdraw moneys from any of the Fund.

In relation to item (c), (e), (f) and (g), we must obtain prior authorization from the PPA before issuing instructions to the Trustee to cancel Units.

In relation to item (b), (f) and (g) above, withdrawals may be requested by the member once every calendar year from each PRS provider (from one or multiple funds under any scheme(s) managed by that PRS provider) provided that the individual has been a member of that scheme for at least one (1) year.

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In relation to item (b), we will deduct an 8% tax penalty (or such other applicable tax penalty) from the withdrawn amount before making payment to you.

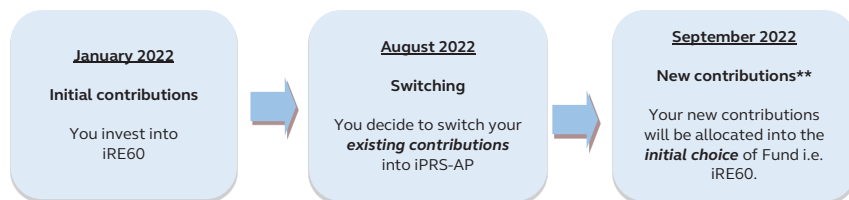
In relation to item (f), the withdrawal is only permitted for member's ownself or immediate family on certain illnesses. Please refer to our website at www.principal.com.my for the list of illnesses.

Please note that the above table may subject to such amendments, modification, variation and/or exemption as may be determined by the SC, PPA and/or relevant ministry or authorities from time to time.

- 6.7 The following information under the section 6.8 of “**Cooling-off Period**” at page 73 has been replaced and read as below:

You have six (6) Business Days after your initial contribution (i.e. the date the complete application is received and accepted by us or our Distributors) to reconsider the appropriateness and suitability for your investment needs. Within this period, you may withdraw your investment at the same NAV per unit when the units were purchased or prevailing NAV per unit at the point of cooling-off (whichever is lower) (“Refund Amount”). We must obtain prior authorization of the PPA before proceeding with the refund. We will pay the Refund Amount including the Sales Charge (if any) to you in RM within seven (7) Business Days of receiving the authorization of the PPA. Please note that this cooling-off right is only given to a first time Member registered with PPA who is investing with any PRS provider. However, Principal Malaysia's staff, person(s) registered by a body approved by the SC to deal in PRS and contributions made to PRS by an employer on behalf of the employee are not entitled to the cooling-off right.

- 6.8 The following illustration under the section 6.9 of “**Switching**” at page 73 has been replaced and read as below:



** New contributions refer to subsequent contributions made into the Fund after the switching exercise.

- 6.9 The following information under the section of “**Processing a switch**” at page 73 has been replaced and read as below:

A switch is processed as a withdrawal from one (1) fund and an investment into another fund. If we receive a complete switching request by 12.00p.m. on a Business Day, we will process it within seven (7) Business Days from that Business Day. If we receive a complete switching request after 12.00p.m. on a Business Day, we will process it within seven (7) calendar days from the next Business Day.

7.0 ADDITIONAL INFORMATION

- 7.1 The following information under the section 7.3 of “**Deed**” at page 76 has been replaced and read as below:

The Scheme is governed by a Deed dated 8 November 2012, First Supplemental Deed dated 2 January 2014, Second Supplemental Deed dated 25 November 2014, Third Supplemental Deed dated 3 February 2020, Fourth Supplemental Deed dated 17 December 2021, Fifth Supplemental Deed dated 12 July 2022 and Sixth Supplemental Deed dated 14 June 2023.

- 7.2 The third and fourth paragraphs under the section 7.6 of “**Potential Conflicts of Interests and Related-Party Transactions**” at pages 77 has been removed.

- 7.3 The sixth paragraphs under the section 7.6 of “**Potential Conflicts of Interests and Related-Party Transactions**” at pages 77 has been replaced and read as below:

We generally discourage cross trades and prohibit any transactions between client(s) accounts and fund accounts. Any cross trade activity require prior approval with the relevant supporting justification(s) to ensure the trades are executed in the best interest of both funds and such transactions were executed at arm's length. Cross trades will be reported to the person(s) or members of a committee undertaking the oversight function of the Fund to ensure compliance to the relevant regulatory requirements.

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8.0 THE PRS PROVIDER

8.1 The following information under the section 8.1.1 of “**The Board of Directors**” at page 79 has been replaced and read as below:

The Board of Directors consists of ten (10) members including three (3) independent directors and two (2) alternate directors. The Board of Directors oversees the management and operations of the Principal Malaysia and meets at least four (4) times a year.

Thomas Cheong Wee Yee	- Non-independent director	Lai Mee Fong	- Non-independent director
Munirah Khairuddin	- Non-independent director	Chong Chooi Wan ²	- Non-independent director
Uday Jayaram	- Non-independent director	Wong Joon Hian	- Independent director
Mohd Haniz Mohd Nazlan	- Non-independent director	Liew Swee Lin	- Independent director
Julian Christopher Vivian Pull ¹	- Non-independent director	Dato' Jaganath Derek Steven Sabapathy	- Independent director

¹ Alternate director to Thomas Cheong Wee Yee

² Alternate director to Mohd Haniz Mohd Nazlan

8.2 The following information under the section of “**Investment Committee**” at page 79 has been removed.

9.0 SALIENT TERMS OF THE DEED

9.1 The following information under the section 13.2.1 of “**Expenses Permitted by the Deed**” at page 90 has been replaced and read as below:

The Deed also provide for payment of other expenses. The major expenses recoverable directly from the Funds include:

- commissions/fees paid to brokers/dealers in effecting dealings in that Fund's property, shown on the contract notes or confirmation notes or difference accounts;
- (where the foreign custodial function is delegated by the Trustee), charges/fees paid to the sub-custodian;
- tax and other duties charged on that Fund by the government and other authorities if any and bank fees;
- the fees and other expenses properly incurred by the auditor;
- remuneration and out of pocket expenses of the person(s) undertaking the oversight functions of the Fund of the investment committee and/or the members of the Shariah committee or advisers (if any) of that Fund, unless we decides to bear the same;
- fees for valuation of any investment of that Fund by independent valuers for the benefit of that Fund under the Scheme;
- costs incurred for the modification of the Deed other than those for our benefit or the Trustee's;
- costs incurred for any meeting of Members other than those convened by, or for our benefit or the Trustee's;
- the sale, purchase, insurance, custody and any other dealings of investments including commissions/fees paid to brokers;
- costs involved with external specialists approved by the Trustee in investigating and evaluating any proposed investment;
- the engagement of valuers, advisers and contractors of all kinds;
- preparation and audit of the taxation returns and accounts of that Fund;
- winding-up of that Fund or Class and the retirement or removal of the Trustee or PRS Provider and the appointment of a new trustee or PRS provider;
- any proceedings, arbitration or other dispute concerning that Fund, Class or any asset, including proceedings against the Trustee or us or by either of them for the benefit of that Fund or Class (except to the extent that legal costs incurred for the defense of either of them are not ordered by the court to be reimbursed out of that Fund);
- costs of obtaining experts opinion by the Trustee and us for the benefit of the Fund or Class;
- the costs of printing and dispatching to Members the accounts of the Funds, tax certificates, distribution warrants, notices of meeting of Members, newspaper advertisement and such other similar costs as may be approved by the Trustee; and
- costs, fees and expenses incurred for the fund valuation and accounting of the Fund performed by a fund valuation agent.

We and the Trustee are required to ensure that any fees or charges payable are reasonable and in accordance with the Deed which stipulate the maximum rate in percentage terms that can be charged.

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- 9.2 The following information under the section 13.4 of **"Retirement, Removal and Replacement of the Trustee"** at page 91 has been added to the last paragraph and read as below:

Notwithstanding the above and subject to the provision set out below, the Fund may be terminated or wound-up, without the need to seek Members' prior approval, as proposed by the PRS Provider with the consent of the Trustee (which consent shall not be unreasonably withheld) upon the occurrence of any of the following events, by giving a notice in writing to the Members of such period not less than that specified in the Guidelines as hereinafter provided (i) if any law shall be passed which renders it illegal or (ii) if in the reasonable opinion of that PRS Provider it is impracticable or inadvisable to continue the Fund, and in any case the termination of the Fund is in the best interest of the Members.

- 9.3 The following information under the section 13.5 of **"Termination of the Scheme and/or Funds"** at page 91 has been added to the last paragraph and read as below:

Where a Fund has only one (1) remaining Member, such Member, whether present in person or by proxy, at the meeting shall constitute a quorum required for the meeting of Members.

- 9.4 The following information under the section 13.6 of **"Meetings of Members"** at page 92 has been added to the last paragraph and read as below:

Nothing herein shall preclude us from convening any Members' meeting at more than one venue using any communication facility or technology or method available as we shall determine to enable the Members to participate and to exercise their right to speak and vote at that meeting. Where such meeting is convened, any reference to a Member being "present in person" in the Deed, meetings or resolutions shall include, where permitted by us, to that Member being present either remotely or virtually and for the avoidance of doubt it is hereby agreed that the participation by a Member in such meeting using the prescribed communication facility or technology or method shall be deemed as being present at that meeting notwithstanding that the Member is not physically present at the main venue of that meeting.

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