

Principal Next-G Connectivity Fund

Annual Report

For The Financial Year Ended 30 April 2026

PRINCIPAL NEXT-G CONNECTIVITY FUND
ANNUAL REPORT
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2026

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INVESTORS' LETTER

Dear Valued Investor,

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

We are pleased to bring you a copy of the Annual Fund Report of the Principal Next-G Connectivity Fund for the financial year ended 30 April 2026. You may also download this report from our website at www.principal.com.my.

We're truly grateful to share that we've recently been recognised with 8 awards at the LSEG Lipper Fund Awards 2026. We're also honoured to receive accolades at the Asia Asset Management Best of the Best Awards 2026 under the Malaysia Country Awards, including Fund Launch of the Year for our Signature Dynamic Income Fund ("SDIF") and Best Retail Asset Manager.

We remain humbled by the recognition we've earned over the years. Principal Malaysia has been honoured with a collection of awards spanning fund performance, asset management, Environmental, Social, Governance ("ESG") leadership, and digital innovation. Each reflects our commitment to serving you with integrity and innovation. Learn more: <https://www.principal.com.my/en/awardsrecognition/my>.

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

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

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

Munirah Khairuddin

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

MANAGER'S REPORT

FUND OBJECTIVE AND POLICY

What is the investment objective of the Fund?

The Fund aims to achieve capital appreciation through investments in one (1) collective investment scheme, which invests in mobile internet and connectivity related securities.

Has the Fund achieved its objective?

The Fund is in line to achieve its objective to provide capital growth as stated under the Fund Objective section.

What are the Fund investment policy and principal investment strategy?

The Fund is a feeder fund and it invests in a single CIS, i.e. Neuberger Berman Next Generation Connectivity Fund ("Target Fund"). The Fund may also invest in liquid assets for liquidity purpose. In order to achieve its investment objective, the Fund will invest at least 95% of its NAV in the Target Fund and may also invest up to 5% of its NAV in liquid assets for liquidity purpose. The Target Fund was established on 8 April 2020 under the Neuberger Berman Investment Funds Plc; an investment company with variable capital and segregated liability between sub-funds incorporated in Ireland.

The Fund will be actively rebalanced from time to time to meet sales and withdrawals transactions. This is to enable a proper and efficient management of the Fund. As this is a feeder fund that invests predominantly in the Target Fund, we do not intend to take temporary defensive position for the Fund during adverse market, economic and/or any other conditions. This is to allow the Fund to mirror the performance of the Target Fund in either bullish or bearish market conditions. However, the Target Fund Investment Manager may take temporary defensive position when deemed necessary.

The asset allocation strategy for this Fund is as follows:

- At least 95% of the Fund's NAV will be invested in the Target Fund; and
- up to 5% of the Fund's NAV will be invested in liquid assets for liquidity purposes.

Information on the Target Fund

Target Fund	:	Neuberger Berman Next Generation Connectivity Fund
Share Class	:	Class I3
Currency denomination	:	USD
Target Fund Investment Manager	:	Neuberger Berman Asset Management Ireland Limited Neuberger Berman Europe Limited, Neuberger Berman Investment Advisers LLC and Neuberger Berman Asia
Target Fund Sub-Investment Manager	:	Limited
Regulatory Authority	:	Central Bank of Ireland

Base Currency

United State Dollar ("USD")

Fund category/ type

Feeder fund/ Growth

When was the Fund launched?

Name of Class	Launch Date
Class AUD-Hedged ("AUD-H")	16 January 2021
Class GBP-Hedged ("GBP-H")	16 January 2021
Class MYR-Hedged ("MYR-H")	16 January 2021
Class SGD-Hedged ("SGD-H")	16 January 2021
Class USD	16 January 2021

FUND OBJECTIVE AND POLICY (CONTINUED)

What was the size of the Fund as at 30 April 2026?

USD39.56 million (98.99 million units)

What is the Fund's benchmark?

The Fund adheres to the benchmark of the Target Fund for performance comparison. Currently, benchmark of the Target Fund is Morgan Stanley Capital International ("MSCI") All-Country World Index ("ACWI") (Total Return, net of tax, USD).

What is the Fund's distribution policy?

Given the Fund's investment objective, the class of the Fund is not expected to pay any distribution. Distributions, if any, are at the Manager discretion and will vary from year to year depending on the availability of realised income for distribution and performance of the Fund.

What was the net income distribution for the financial year ended 30 April 2026?

The Fund distributed a total net income of USD2.80 million to unit holders for the financial year ended 30 April 2026.

The Fund's NAV per unit before and after distribution are as follows:

Date	NAV per unit	NAV per unit
	(before distribution)	(after distribution)
	USD	USD
Distribution on 10 September 2025		
- Class AUD-H	0.7837	0.7379
- Class GBP-H	1.6696	1.5415
- Class MYR-H	0.2895	0.2471
- Class SGD-H	0.9575	0.7997
- Class USD	1.3158	1.2126

	2026	2025
	RM	RM

Gross/ Net distribution per unit (cent)

Distribution on 10 September 2025		
- Class AUD-H	4.58	-
- Class GBP-H	12.81	-
- Class MYR-H	4.24	-
- Class SGD-H	15.77	-
- Class USD	10.32	-

Breakdown of distribution were as follows:

Source of distribution	30.04.2026		30.04.2025	
	USD	%	USD	%
Distribution out of current year's income	2,797,142	100.00	-	-
Distribution out of prior year's income/capital	-	-	-	-
Total	<u>2,797,142</u>	<u>100.00</u>	<u>-</u>	<u>-</u>

PERFORMANCE DATA

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

	30.04.2026	30.04.2025	30.04.2024
	%	%	%
Collective investment scheme	92.64	98.14	98.79
Cash and other assets	23.89	2.92	3.34
Liabilities	<u>(16.53)</u>	<u>(1.06)</u>	<u>(2.13)</u>
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>
	30.04.2026	30.04.2025	30.04.2024
NAV (USD Million)			
- Class AUD-H	2.15	1.72	1.68
- Class GBP-H	1.20	1.00	1.51
- Class MYR-H	31.48	17.41	16.32
- Class SGD-H	1.14	0.99	1.20
- Class USD	3.59	1.75	2.78
Units in circulation (Million)			
- Class AUD-H	2.08	3.19	3.26
- Class GBP-H	0.60	0.85	1.50
- Class MYR-H	92.94	86.01	95.17
- Class SGD-H	1.11	1.47	2.00
- Class USD	2.27	1.88	3.25
NAV per unit (USD)			
- Class AUD-H	1.0345	0.5400	0.5144
- Class GBP-H	2.0067	1.1700	1.0119
- Class MYR-H	0.3387	0.2024	0.1715
- Class SGD-H	1.0297	0.6743	0.6032
- Class USD	1.5837	0.9336	0.8543
	01.05.2025	01.05.2024	01.05.2023
	to 30.04.2026	to 30.04.2025	to 30.04.2024
Highest NAV per unit (USD)			
- Class AUD-H	1.0345	0.6421	0.5616
- Class GBP-H	2.0067	1.3124	1.1051
- Class MYR-H	0.3398	0.2371	0.1870
- Class SGD-H	1.0297	0.7813	0.6608
- Class USD	1.5837	1.1084	0.9132
Lowest NAV per unit (USD)			
- Class AUD-H	0.5635	0.4360	0.3614
- Class GBP-H	1.2055	0.9652	0.6860
- Class MYR-H	0.2125	0.1679	0.1244
- Class SGD-H	0.7018	0.5607	0.4219
- Class USD	0.9611	0.8041	0.5718
Total return (%)			
- Class AUD-H	81.10	7.17	41.55
- Class GBP-H	82.49	8.70	42.91
- Class MYR-H	80.25	6.78	41.27
- Class SGD-H	78.48	7.22	42.64
- Class USD	84.06	9.28	46.01
Capital growth (%)			
- Class AUD-H	70.51	-	41.55

PERFORMANCE DATA (CONTINUED)

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

	01.05.2025 to 30.04.2026	01.05.2024 to 30.04.2025	01.05.2023 to 30.04.2024
Capital growth (%)			
- Class AUD-H	70.51	-	41.55
- Class GBP-H	68.49	-	42.91
- Class MYR-H	53.85	-	41.27
- Class SGD-H	49.08	-	42.64
- Class USD	69.62	-	46.01
Income distribution (%)			
- Class AUD-H	6.21	7.17	-
- Class GBP-H	8.31	8.70	-
- Class MYR-H	17.16	6.78	-
- Class SGD-H	19.72	7.22	-
- Class USD	8.51	9.28	-
Total Expense Ratio ("TER") (%) ^	1.38	1.27	1.28
Portfolio Turnover Ratio ("PTR") (times) #	0.70	0.37	0.27

^ For the financial year under review, the Fund's TER increased from 1.27% to 1.38% mainly due to an increase in expenses during the financial year ended.

During the financial year under review, the Fund's PTR increased from 0.37 times to 0.70 times. As a feeder fund, the turnover reflects the investments and withdrawals in the target fund.

	30.04.2026 %	30.04.2025 %	30.04.2024 %	30.04.2023 %	Since inception to 30.04.2022 %
Annual total return					
- Class AUD-H	81.10	7.17	41.55	(17.00)	(32.96)
- Class GBP-H	82.49	8.70	42.91	(16.31)	(32.55)
- Class MYR-H	80.25	6.78	41.27	(16.75)	(30.46)
- Class SGD-H	78.48	7.22	42.64	(15.72)	(31.70)
- Class USD	84.06	9.28	46.01	(14.88)	(31.25)

(Launch date: 16 January 2021)

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

MARKET REVIEW (1 MAY 2025 TO 30 APRIL 2026)

Equity markets experienced notable dispersion during the period, reflecting the evolving backdrop across technology and communication segments. Activity was shaped by continued investment in digital infrastructure tied to advanced mobile networks and related technologies, which remain central to a large and expanding global opportunity set. Developments across areas such as cloud computing, artificial intelligence and connected devices continued to underpin demand for higher-capacity networks, sustaining structural growth drivers within the broader connectivity ecosystem.

Performance trends within the space were influenced by strong gains in select innovation-driven segments, alongside bouts of volatility linked to shifting sentiment toward high-growth technology exposures. The environment highlighted the sensitivity of connectivity-oriented equities to changes in market positioning, particularly where rapid adoption trends intersect with cyclical factors and investor expectations. Periods of rotation were evident across subsectors, with returns varying across regions and industries tied to digital communication, semiconductor supply chains, and platform-based services, reflecting the global and multi-sector nature of the theme.

MARKET REVIEW (1 MAY 2025 TO 30 APRIL 2026) (CONTINUED)

Sector dynamics continued to be anchored by ongoing advancement of next-generation mobile networks and associated technologies, which are reshaping how data is transmitted, processed and consumed. The interplay between infrastructure development and application-level innovation supported continued expansion across communication services and technology-led business models.

FUND PERFORMANCE

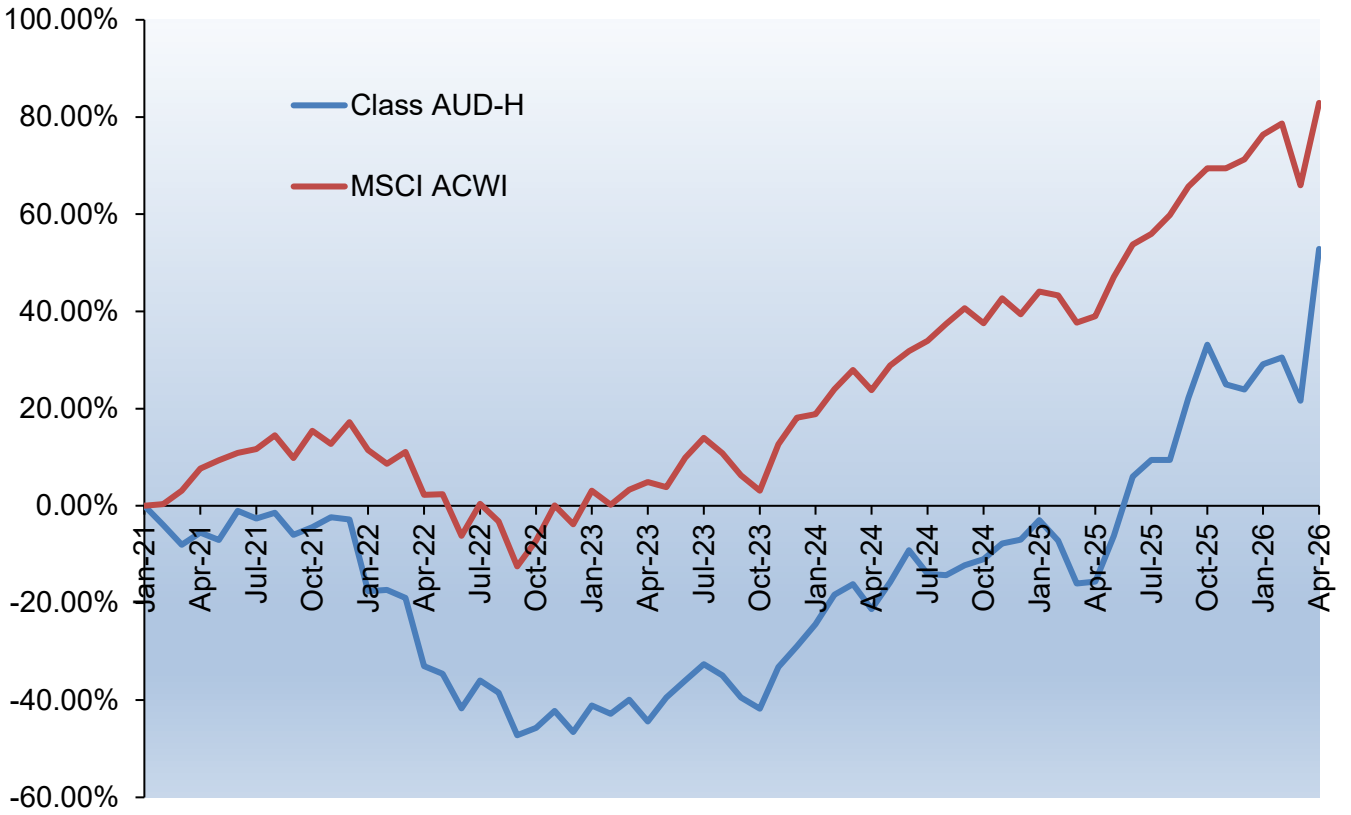
	1 year to 30.04.2026 %	3 years to 30.04.2026 %	5 years to 30.04.2026 %	Since inception to 30.04.2026 %
Income Distribution				
- Class AUD-H	6.21	6.21	6.21	6.21
- Class GBP-H	8.31	8.31	8.31	8.31
- Class MYR-H	17.16	17.16	17.16	17.16
- Class SGD-H	19.72	19.72	19.72	19.72
- Class USD	8.51	8.51	8.51	8.51
Capital Growth				
- Class AUD-H	70.51	158.68	52.34	43.93
- Class GBP-H	68.49	161.74	57.38	47.75
- Class MYR-H	53.85	132.08	40.87	34.40
- Class SGD-H	49.08	128.01	38.14	31.22
- Class USD	69.62	170.65	66.47	58.36
Total Return				
- Class AUD-H	81.10	174.74	61.80	52.86
- Class GBP-H	82.49	183.49	70.46	60.03
- Class MYR-H	80.25	171.91	65.04	57.46
- Class SGD-H	78.48	172.97	65.38	57.10
- Class USD	84.06	193.69	80.63	71.84
Benchmark				
- Class AUD-H	31.55	74.41	69.91	82.91
- Class GBP-H	31.55	74.41	69.91	82.91
- Class MYR-H	31.55	74.41	69.91	82.91
- Class SGD-H	31.55	74.41	69.91	82.91
- Class USD	31.55	74.41	69.91	82.91
Average Total Return				
- Class AUD-H	81.10	40.01	10.10	8.36
- Class GBP-H	82.49	41.48	11.25	9.30
- Class MYR-H	80.25	39.53	10.53	8.97
- Class SGD-H	78.48	39.71	10.58	8.92
- Class USD	84.06	43.16	12.55	10.78

The Fund outperformed its benchmarks for all share classes during the financial year under review, with Class AUD-H, Class GBP-H, Class MYR-H, Class SGD-H, and Class USD increased by 81.10%, 82.49%, 80.25%, 78.48%, and 84.06% respectively.

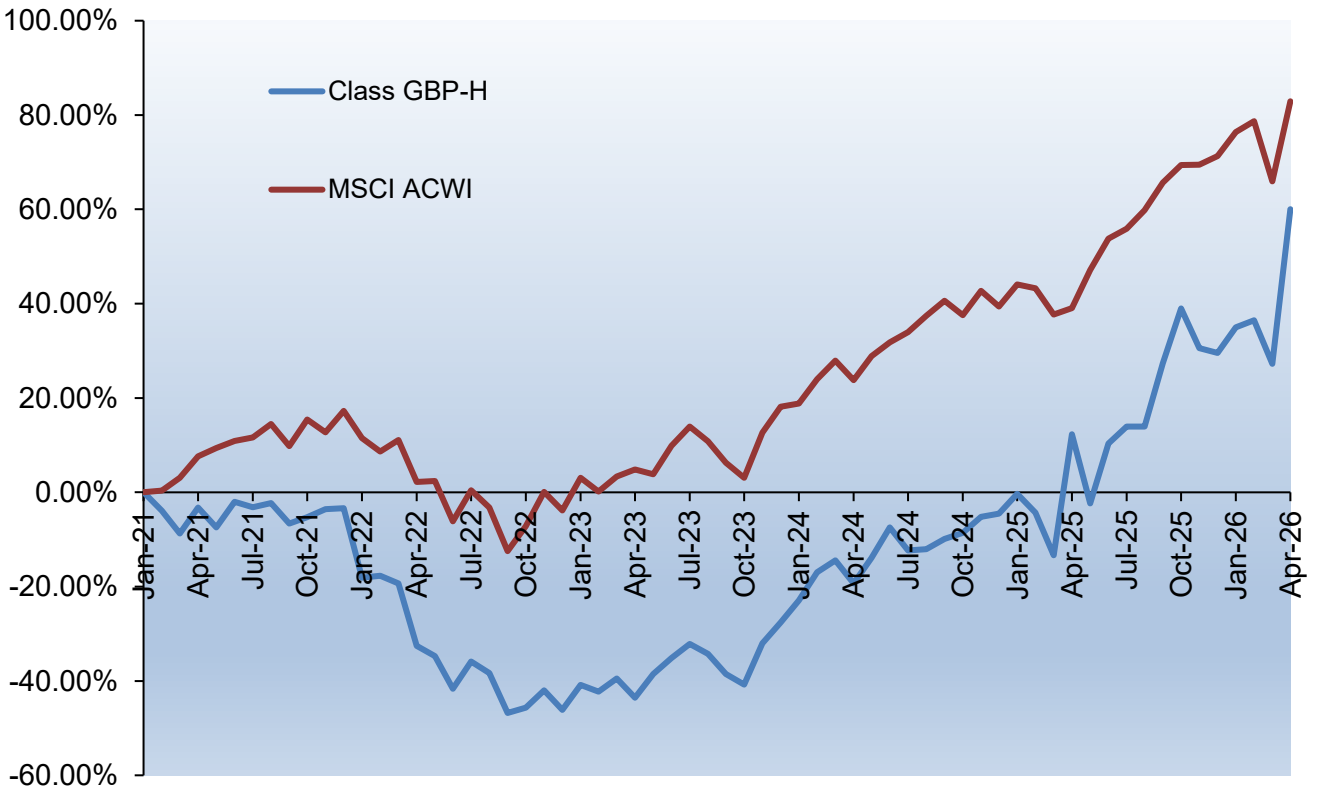
FUND PERFORMANCE (CONTINUED)

Since Inception

CLASS AUD-H



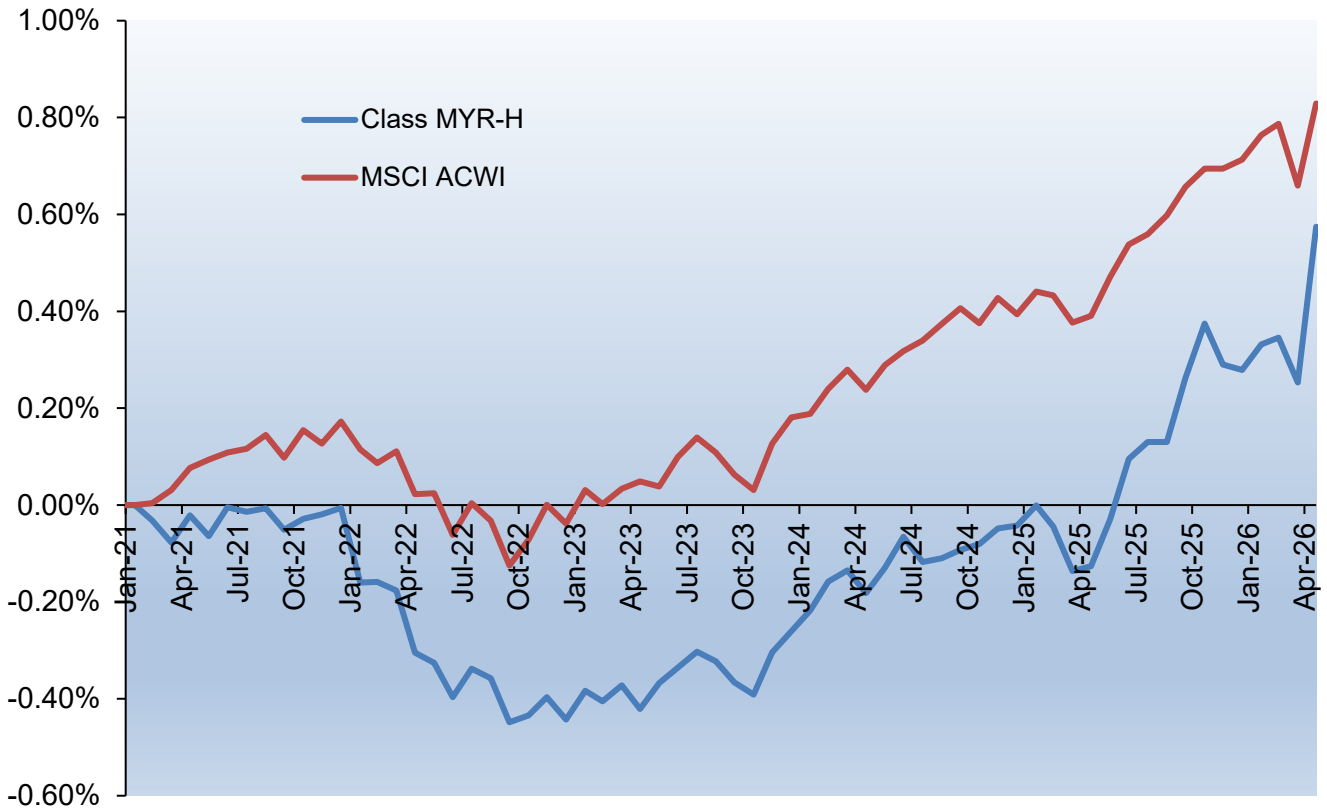
Class GBP-H



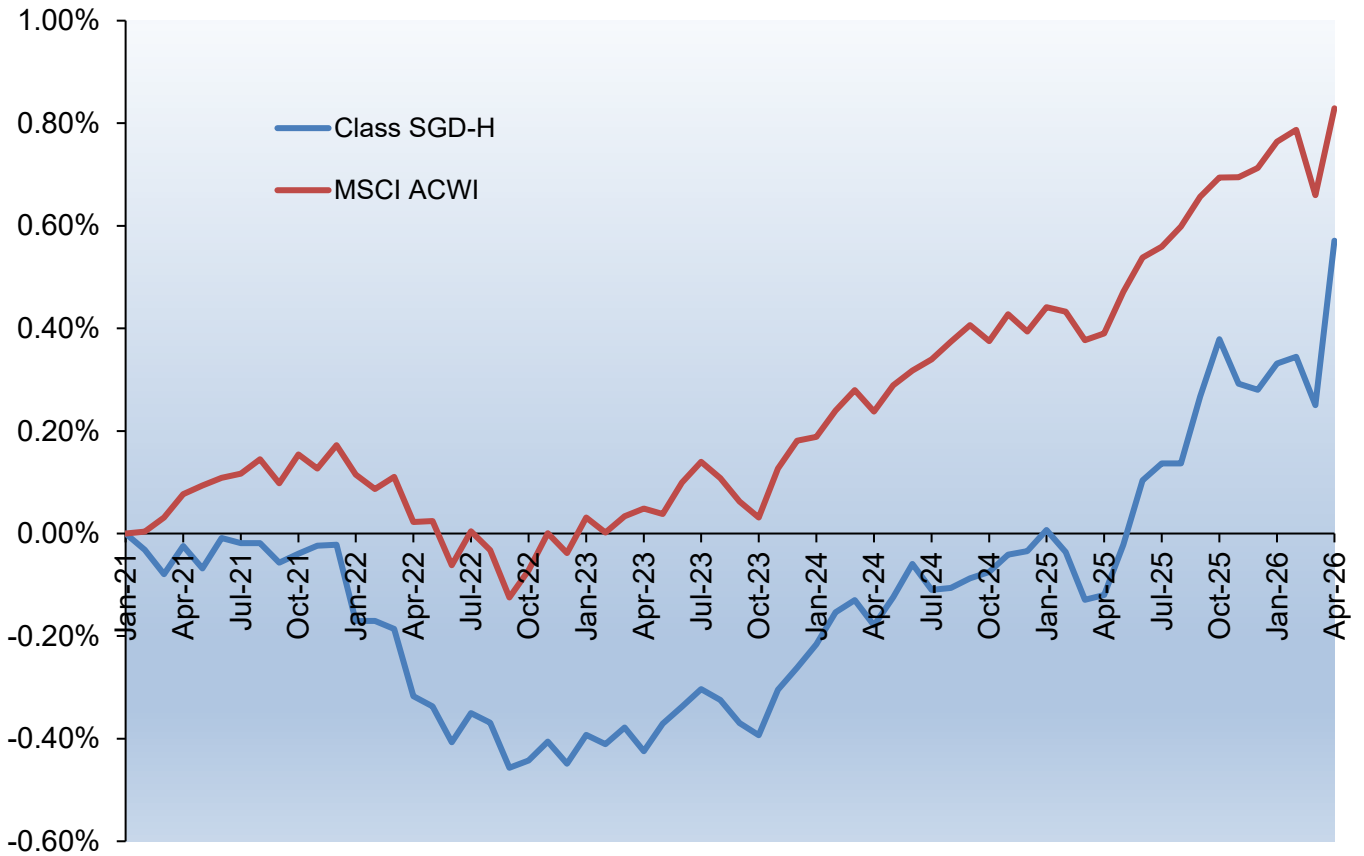
FUND PERFORMANCE (CONTINUED)

Since Inception (continued)

CLASS MYR-H



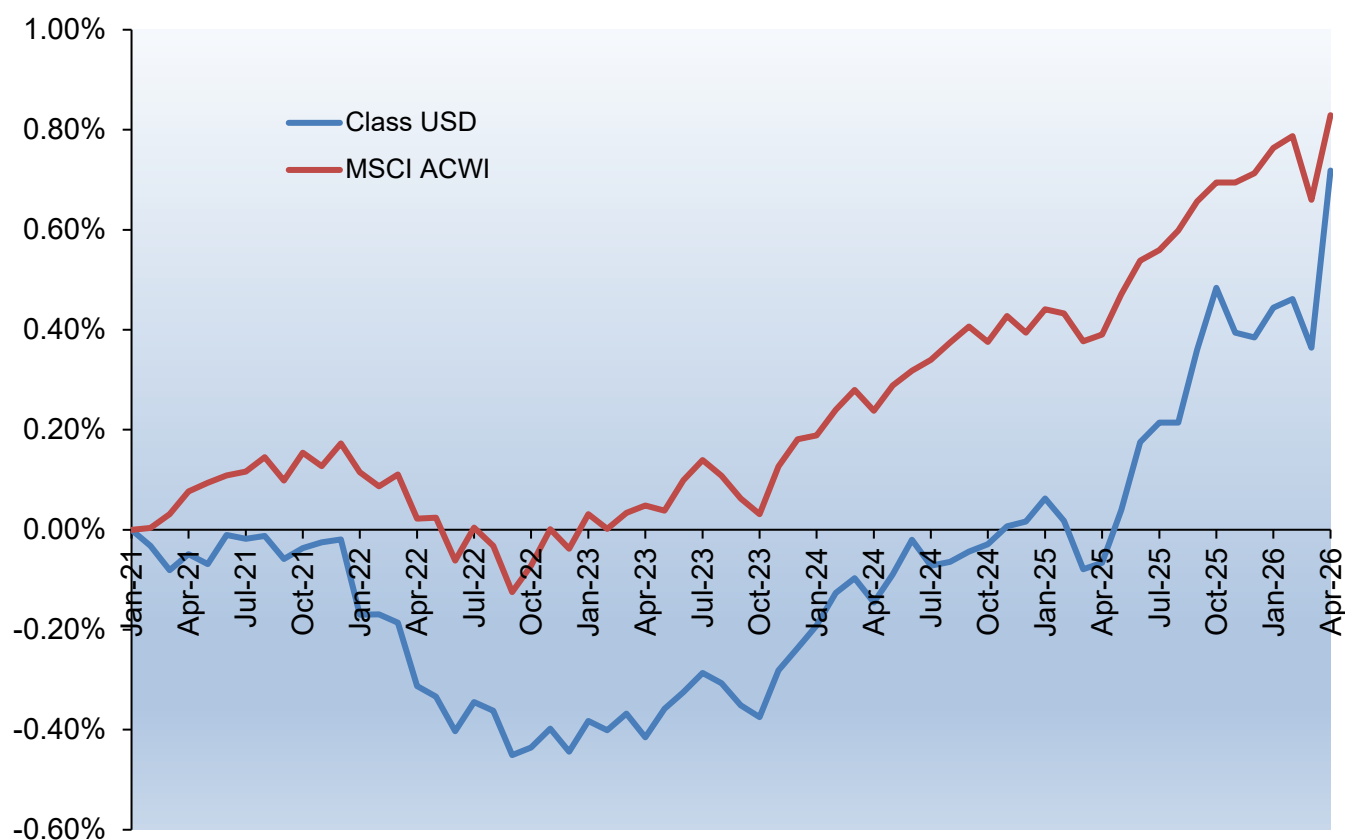
CLASS SGD-H



FUND PERFORMANCE (CONTINUED)

Since Inception (continued)

CLASS USD



Changes in NAV

	30.04.2026	30.04.2025	Changes %
CLASS AUD-H			
NAV (USD Million)	2.15	1.72	25.00
NAV/Unit (USD)	1.0345	0.5400	91.57
CLASS GBP-H			
NAV (USD Million)	1.20	1.00	20.00
NAV/Unit (USD)	2.0067	1.1700	71.51
CLASS MYR-H			
NAV (USD Million)	31.48	17.41	80.76
NAV/Unit (USD)	0.3387	0.2024	67.34
CLASS SGD-H			
NAV (USD Million)	1.14	0.99	15.15
NAV/Unit (USD)	1.0297	0.6743	52.71
CLASS USD			
NAV (USD Million)	3.59	1.75	>100.00
NAV/Unit (USD)	1.5837	0.9336	69.63

During the financial year under review, the Fund's NAV for Class AUD-H, Class GBP-H, Class MYR-H, and Class SGD-H increased by 25.00%, 20.00%, 80.76%, 15.15% while Class USD increased by more than 100%.

FUND PERFORMANCE (CONTINUED)

Changes in NAV (continued)

In addition, the Fund's NAV per unit for Class AUD-H, Class GBP-H, Class MYR-H, Class SGD-H, and Class USD increased by 91.57%, 71.51%, 67.34%, 52.71%, and 69.63% respectively.

At the time of reporting, Class MYR-H has the highest total NAV, stood at USD 31.47 million.

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

PORTFOLIO STRUCTURE

Asset allocation

(% of NAV)	30.04.2026	30.04.2025
Collective investment scheme	92.64	98.14
Cash and other assets	23.89	2.92
Liabilities	(16.53)	(1.06)
TOTAL	100.00	100.00

The Fund was fully invested during the financial year under review. A minimal level of liquid assets was maintained primarily for redemption purpose.

Top 10 holdings of the Target Fund for the financial year ended:

	% of NAV
Top 10 holdings *	30.04.2026
NVIDIA Corporation	5.09
Taiwan Semiconductor Manufacturing	4.82
Amazon.com Inc	4.33
Advanced Micro Devices Inc	3.99
Meta Platforms Inc Class A	3.75
Broadcom Inc	3.58
IBIDEN Co Ltd	3.55
Suzhou Dongshan Precision Manufacturing	3.16
Unimicron Technology Corp	3.10
SK Hynix Inc	3.05

	% of NAV
Top 10 holdings *	30.04.2025
Amazon.com, Inc.	5.78
NVIDIA Corporation	5.30
Meta Platforms Inc Class A	5.12
Taiwan Semiconductor Manufacturing	4.45
Broadcom Inc.	4.02
Fujikura Ltd	3.44
T-Mobile US, Inc.	3.28
MediaTek Inc	3.02
SK hynix Inc.	2.82
Celestica Inc.	2.79

* As disclosed in the Fund Fact Sheet.

MARKET OUTLOOK*

The market trajectory continues to be driven by the ongoing expansion of next-generation mobile networks and the broader digital ecosystem built around them. The scale of opportunity tied to these technologies remains significant, supported by sustained development, adoption and integration of advanced connectivity solutions across industries. Innovations in areas such as artificial intelligence, cloud computing and interconnected devices are reinforcing demand for faster, more reliable data transmission, underpinning continued advancement across both infrastructure and application layers.

Structural evolution within the theme reflects the increasingly interconnected nature of technology, communications and digital services. Growth continues to be shaped by the interaction between enabling hardware, network infrastructure and platform-driven services, resulting in a diverse set of performance drivers across regions and sectors. This interconnected framework, spanning telecommunications, technology and digital platforms, continues to redefine how connectivity is deployed and monetised, reinforcing its role as a central component of the modern digital economy.

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

INVESTMENT STRATEGY

The Fund will continue to remain fully invested in the target fund with minimal cash kept for liquidity purposes.

SOFT COMMISSIONS AND REBATES

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

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

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

SECURITIES FINANCING TRANSACTIONS

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

STATE OF AFFAIR OF THE FUND

The Fund had issued the Combined Supplemental Information Memorandum dated 18 December 2025. We are of view that the changes above do not affect the existing unit holder to stay invested in the Fund and it is not a significant change.

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

CIRCUMSTANCES THAT MATERIALLY AFFECT ANY INTEREST OF UNIT HOLDERS

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

CROSS TRADE

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

UNIT SPLIT

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

**STATEMENT BY MANAGER TO THE UNIT HOLDERS OF
PRINCIPAL NEXT-G CONNECTIVITY FUND**

I, being a Director of Principal Asset Management Berhad (the “Manager”), do hereby state that, in the opinion of the Manager, the accompanying audited financial statements set out on pages 7 to 33 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 30 April 2026 and of its financial performance, changes in net assets attributable to unit holders and cash flows for the financial year then ended in accordance with MFRS Accounting Standards and IFRS Accounting Standards.

For and on behalf of the Manager

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

Munirah Khairuddin

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

Kuala Lumpur
18 June 2026

TRUSTEE'S REPORT

**TO THE UNIT HOLDERS OF
PRINCIPAL NEXT-G CONNECTIVITY FUND (“Fund”)**

We have acted as Trustee of the Fund for the financial year ended 30 April 2026 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, Principal Asset Management Berhad has operated and managed the Fund during the year covered by these financial statements in accordance with the following:

1. Limitations imposed on the investment powers of the Management Company under the Deed, securities laws and the Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework;
2. Valuation and pricing is carried out in accordance with the Deed; and
3. Any creation and cancellation of units are carried out in accordance with the Deed and any regulatory requirement.

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

For HSBC (Malaysia) Trustee Berhad

Lee Cincee
Associate Director, Trustee and Fiduciary Services

Kuala Lumpur
18 June 2026

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
PRINCIPAL NEXT-G CONNECTIVITY FUND**

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Principal Next-G Connectivity Fund (the "Fund"), which comprise the statement of financial position of the Fund as at 30 April 2026, and statement of comprehensive income, statement of changes in net assets attributable to unit holders and statement of cash flows of the Fund for the financial year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 7 to 33.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 April 2026, and of its financial performance and cash flows for the financial year then ended in accordance with MFRS Accounting Standards and IFRS Accounting Standards.

Basis for opinion

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

Independence and other ethical responsibilities

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

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
PRINCIPAL NEXT-G CONNECTIVITY FUND (CONT'D)**

Information other than the financial statements and auditors' report thereon

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

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

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

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

Responsibilities of the Manager and the Trustee for the financial statements

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

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

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

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
PRINCIPAL NEXT-G CONNECTIVITY FUND (CONT'D)**

Auditors' responsibilities for the audit of the financial statements

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

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

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

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

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
PRINCIPAL NEXT-G CONNECTIVITY FUND (CONT'D)**

Other matters

This report is made solely to the Unit Holders of the Fund, as a body, in accordance with the Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework, the Capital Markets and Services Act 2007 issued by the Securities Commission Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

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

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

Kuala Lumpur, Malaysia
18 June 2026

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2026**

	Note	2026 USD	2025 USD
INCOME/(LOSS)			
Net gain on financial assets at fair value through profit or loss	8	17,120,639	3,029,708
Net gain on derivatives at fair value through profit or loss	9	1,811,959	1,392,526
Net foreign exchange (loss)/gain		(218,006)	18,446
Other income		-	1,974
		<u>18,714,592</u>	<u>4,442,654</u>
EXPENSES			
Management fee	4	490,788	453,608
Trustee fee	5	8,180	7,560
Audit fee		1,915	2,096
Tax agent's fee		1,184	1,384
Other expenses		31,994	5,242
		<u>534,061</u>	<u>469,890</u>
PROFIT BEFORE DISTRIBUTION AND TAXATION		18,180,531	3,972,764
Distribution:			
- Class AUD-H		85,559	-
- Class GBP-H		155,256	-
- Class MYR-H		2,321,548	-
- Class SGD-H		109,517	-
- Class USD		125,262	-
	6	<u>2,797,142</u>	<u>-</u>
PROFIT BEFORE TAXATION		15,383,389	3,972,764
Taxation	7	-	-
PROFIT AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR		<u>15,383,389</u>	<u>3,972,764</u>
Profit after taxation is made up as follows:			
Realised amount		3,319,976	1,864,717
Unrealised amount		12,063,413	2,108,047
		<u>15,383,389</u>	<u>3,972,764</u>

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

**STATEMENT OF FINANCIAL POSITION
AS AT 30 APRIL 2026**

	Note	2026 USD	2025 USD
ASSETS			
Cash and cash equivalents	10	1,286,264	256,876
Financial assets at fair value through profit or loss	8	36,646,559	22,447,994
Derivative assets at fair value through profit or loss	9	-	225,512
Amount due from Manager		5,923,830	123,863
Amount due from Manager of collective investment scheme			
- management fee rebate		22,103	13,428
Amount due from dealer		2,218,461	48,340
TOTAL ASSETS		<u>46,097,217</u>	<u>23,116,013</u>
LIABILITIES			
Derivative liabilities at fair value through profit or loss	9	102,913	-
Amount due to Manager		3,605,029	114,222
Amount due to Manager			
- Purchase of collective investment scheme		550,000	40,000
Amount due to dealer		2,209,731	48,502
Accrued management fee		54,533	31,471
Amount due to Trustee		878	524
Other payables and accruals		14,040	8,836
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS)		<u>6,537,124</u>	<u>243,555</u>
NET ASSET VALUE OF THE FUND		<u>39,560,093</u>	<u>22,872,458</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>39,560,093</u>	<u>22,872,458</u>
REPRESENTED BY:			
FAIR VALUE OF OUTSTANDING UNITS (USD)			
- Class AUD-H		2,151,844	1,723,470
- Class GBP-H		1,198,969	995,121
- Class MYR-H		31,478,160	17,411,166
- Class SGD-H		1,138,399	988,209
- Class USD		3,592,721	1,754,492
		<u>39,560,093</u>	<u>22,872,458</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)			
- Class AUD-H		2,080,021	3,191,626
- Class GBP-H		597,491	850,497
- Class MYR-H		92,939,785	86,014,962
- Class SGD-H		1,105,524	1,465,588
- Class USD		2,268,583	1,879,178
	11	<u>98,991,404</u>	<u>93,401,851</u>

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

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 30 APRIL 2026 (CONTINUED)

	Note	2026 USD	2025 USD
REPRESENTED BY:			
NET ASSET VALUE PER UNIT (USD)			
- Class AUD-H		1.0345	0.5400
- Class GBP-H		2.0067	1.1700
- Class MYR-H		0.3387	0.2024
- Class SGD-H		1.0297	0.6743
- Class USD		<u>1.5837</u>	<u>0.9336</u>
NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES			
- Class AUD-H		AUD0.7436	AUD0.8441
- Class GBP-H		GBP1.4775	GBP0.8769
- Class MYR-H		MYR1.3444	MYR0.8736
- Class SGD-H		SGD1.3113	SGD0.8802
- Class USD		<u>USD1.5837</u>	<u>USD0.9336</u>

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

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2026**

	2026	2025
	USD	USD
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL YEAR	<u>22,872,458</u>	<u>23,499,455</u>
Movement due to units created and cancelled during the financial year:		
Creation of units from applications		
- Class AUD-H	1,960,291	676,860
- Class GBP-H	1,976,317	442,554
- Class MYR-H	39,976,981	9,824,637
- Class SGD-H	1,032,345	595,815
- Class USD	<u>2,615,535</u>	<u>627,512</u>
	<u>47,561,469</u>	<u>12,167,378</u>
Creation of units from distributions		
- Class AUD-H	85,559	-
- Class GBP-H	155,256	-
- Class MYR-H	2,321,109	-
- Class SGD-H	109,517	-
- Class USD	<u>125,262</u>	<u>-</u>
	<u>2,796,703</u>	<u>-</u>
Cancellation of units		
- Class AUD-H	(2,786,054)	(1,988,527)
- Class GBP-H	(2,793,138)	(711,571)
- Class MYR-H	(40,031,590)	(1,231,975)
- Class SGD-H	(1,461,481)	(11,839,425)
- Class USD	<u>(1,981,663)</u>	<u>(995,641)</u>
	<u>(49,053,926)</u>	<u>(16,767,139)</u>
Total comprehensive income for the financial year	<u>15,383,389</u>	<u>3,972,764</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL YEAR	<u><u>39,560,093</u></u>	<u><u>22,872,458</u></u>

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

**STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2026**

	Note	2026 USD	2025 USD
CASH FLOWS FROM OPERATING ACTIVITIES			
Purchase of collective investment scheme		(17,207,000)	(7,395,000)
Proceeds from disposal of collective investment scheme		20,481,000	11,085,000
Management fee rebate received		149,399	149,609
Management fee paid		(467,726)	(458,578)
Trustee fee paid		(7,826)	(7,643)
Payments for other fees and expenses		(29,889)	(7,239)
Net realised gain on forward foreign currency contracts		2,131,492	1,537,186
Payments of other foreign exchange loss		(287,351)	(31,970)
Other income received		-	1,974
Net cash generated from operating activities		<u>4,762,099</u>	<u>4,873,339</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash proceeds from units created		41,761,502	12,117,259
Payments for cancellation of units		(45,563,119)	(16,911,510)
Distribution paid		(439)	-
Net cash used in financing activities		<u>(3,802,056)</u>	<u>(4,794,251)</u>
Net increase in cash and cash equivalents		960,043	79,088
Effects of foreign exchange differences		69,345	50,416
Cash and cash equivalents at the beginning of the financial year		<u>256,876</u>	<u>127,372</u>
Cash and cash equivalents at the end of the financial year	10	<u>1,286,264</u>	<u>256,876</u>
<u>Cash and cash equivalents comprised:</u>			
Bank balances		<u>1,286,264</u>	<u>256,876</u>
Cash and cash equivalents at the end of the financial year	10	<u>1,286,264</u>	<u>256,876</u>

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2026**

1. THE FUND, THE MANAGER AND ITS PRINCIPAL ACTIVITIES

Principal Next-G Connectivity Fund (the “Fund”) was constituted pursuant to the execution of a Deed dated 28 December 2020 and a First Supplemental Master Deed dated 2 February 2004, (collectively known as the “Deed”), made between Principal Asset Management Berhad (the “Manager”) and HSBC (Malaysia) Trustee Berhad (the “Trustee”).

The Fund is a feeder fund and it invests in a single Collective Investment Scheme (“CIS”), i.e. Neuberger Berman Next Generation Connectivity Fund (“Target Fund”). The Fund may also invest in liquid assets for liquidity purpose. In order to achieve its investment objective, the Fund will invest at least 95% of its NAV in the Target Fund and may also invest up to 5% of its NAV in liquid assets for liquidity purpose. The Target Fund was established on 8 April 2020 under the Neuberger Berman Investment Funds Plc; an investment company with variable capital and segregated liability between sub-funds incorporated in Ireland.

The Fund will be actively rebalanced from time to time to meet sales and withdrawals transactions. This is to enable a proper and efficient management of the Fund. As this is a feeder fund that invests predominantly in the Target Fund, we do not intend to take temporary defensive position for the Fund during adverse market, economic and/or any other conditions. This is to allow the Fund to mirror the performance of the Target Fund in either bullish or bearish market conditions. However, the Target Fund Investment Manager may take temporary defensive position when deemed necessary.

The asset allocation strategy for this Fund is as follows:

- At least 95% of the Fund’s NAV will be invested in the Target Fund; and
- up to 5% of the Fund’s NAV will be invested in liquid assets for liquidity purposes.

Information on the Target Fund

Target Fund	:	Neuberger Berman Next Generation Connectivity Fund
Share Class	:	Class I3
Currency denomination	:	USD
Target Fund Investment Manager	:	Neuberger Berman Asset Management Ireland Limited Neuberger Berman Europe Limited, Neuberger Berman Investment Advisers LLC and Neuberger Berman Asia
Target Fund Sub-Investment Manager	:	Limited
Regulatory Authority	:	Central Bank of Ireland

All investments are subjected to the Securities Commission Malaysia’s (“SC”) Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework, SC requirements, the Deeds, except where exemptions or variations have been approved by the SC, internal policies and procedures and the Fund’s objective.

The Fund had issued the Combined Supplemental Information Memorandum dated 18 December 2025.

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

2. MATERIAL ACCOUNTING POLICY INFORMATION

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

(a) Basis of preparation

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

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

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

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

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

There are no other standards, amendments to standards or interpretations that are effective for financial year beginning on 1 May 2025 that have a material effect on the financial statements of the Fund.

Other than MFRS 18: Presentation and Disclosure in Financial Statements (which will first become applicable for annual periods beginning on or after 1 January 2027), none of the standards, amendments to standards or interpretations that are effective for the financial year beginning on or after 1 May 2026 are applicable to the financial statements of the Fund. The Fund is still currently in the process of assessing the impact, if any, of MFRS 18: Presentation and Disclosure in Financial Statements.

(b) Financial assets and financial liabilities

Classification

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

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

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

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

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

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

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

Recognition and measurement

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

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

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

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

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

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

Foreign collective investment scheme is valued based on the most recent published NAV per unit or share of such collective investment scheme or, if unavailable, on the last published price of such unit or share (excluding any sales charge included in such selling price).

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

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)**(b) Financial assets and financial liabilities (continued)**Impairment for assets carried at amortised costs

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

Significant increase in credit risk

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

Definition of default and credit-impaired financial assets

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

Write-off

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

(c) Income recognition

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

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

(d) Foreign currencyFunctional and presentation currency

Items included in the financial statements of the Fund are measured using the currency of the primary economic environment in which the Fund operates (the “functional currency”). The financial statements are presented in United States Dollar (“USD”), which is the Fund’s functional and presentation currency.

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

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

- i) The Fund's investments are denominated in USD;
- ii) Significant portion of the cash is denominated in USD for the purpose of making settlement of the foreign trades; and
- iii) Significant portion of the Fund's expenses are denominated in USD.

Transactions and balances

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

(e) Cash and cash equivalents

For the purpose of statement of cash flow, cash and cash equivalent comprise bank balances with known amounts of cash and which are subject to an insignificant risk of changes in value.

(f) Taxation

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

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

Pursuant to Finance Act 2021, foreign-sourced income received in Malaysia will be taxed at prevailing tax rate(s) of the taxpayer and based on applicable tax rules. Bilateral or unilateral tax credits may be allowed if the same income has suffered foreign tax, and where relevant conditions are met.

Following the announcement by the Honorable Finance Minister II, tax on foreign sourced income will be exempted for the period from 1 January 2024 until 31 December 2026.

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

The analysis of realised and unrealised portions of profit or loss after tax as presented on the statement of comprehensive income is guided by SC Guidelines on Unit Trust Funds¹.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(h) Amount due from/to Manager of collective investment scheme (sales/purchase of investment)

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

¹ The presentation of the analysis of realised and unrealised portions of increase/decrease in net assets attributable to unit holders as presented on the statement of comprehensive income is provided as per the SC Guidelines on Unit Trust Funds. However, the Fund is not guided by the SC Guidelines on Unit Trust Funds.

(i) Unit holders' contributions

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

The Fund issues cancellable units, in five classes of units, known respectively as the Class AUD-H, Class GBP-H, Class MYR-H, Class SGD-H and Class USD, which are cancelled at the unit holder's option. The units are classified as financial liabilities. Cancellable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's NAV of respective classes. The outstanding units are carried at the redemption amount that is payable at the date of the statement of financial position if the member exercises the right to put back the unit to the Fund.

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

(j) Management fee rebate

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

(k) Amount due from/to dealer

Amounts due from and amount due to dealer represents receivables for Spot foreign exchange ("FX") sold and payables for Spot FX purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively.

(l) Derivative financial instruments

A derivative financial instrument is any contract that gives rise to both a financial asset of one enterprise and a financial liability or equity instrument of another enterprise.

A financial asset is any asset that is cash, a contractual right to receive cash or another financial asset from another enterprise, a contractual right to exchange financial instruments with another enterprise under conditions that are potentially favourable, or an equity instrument of another enterprise.

A financial liability is any liability that is a contractual obligation to deliver cash or another financial asset to another enterprise, or to exchange financial instruments with another enterprise under conditions that are potentially unfavorable.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(l) Derivative financial instruments (continued)

The Fund's derivative financial instruments comprise forward foreign exchange contracts. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value.

The fair value of forward foreign exchange contracts is determined using forward exchange rates at the date of statements of financial position, with the resulting value discounted back to present value.

The method of recognising the resulting gain or loss depends on whether the derivative is designated as a hedging instrument, and the nature of the item being hedged. Derivatives that do not qualify for hedge accounting are classified as held-for-trading and accounted for in accordance with the accounting policy set out in Note 2(b).

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

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

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

In undertaking any of the Fund's investment, the Manager will ensure that all assets of the Fund under management will be valued appropriately, that is at fair value and in compliance with the SC Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework.

However, the Manager is of the opinion that in applying these accounting policies, no significant judgement was required.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments of the Fund were as follows:

	Financial assets at fair value through profit or loss USD	Financial assets at amortised cost USD	Total USD
2026			
Cash and cash equivalents (Note 10)	-	1,286,264	1,286,264
Collective investment scheme (Note 8)	36,646,559	-	36,646,559
Amount due from Manager	-	5,923,830	5,923,830
Amount due from dealer	-	2,218,461	2,218,461
Amount due from Manager of collective investment scheme			
- management fee rebate	-	22,103	22,103
	<u>36,646,559</u>	<u>9,450,658</u>	<u>46,097,217</u>

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

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

	Financial assets at fair value through profit or loss USD	Financial assets at amortised cost USD	Total USD
2025			
Cash and cash equivalents (Note 10)	-	256,876	256,876
Collective investment scheme (Note 8)	22,447,994	-	22,447,994
Derivative assets at fair value through profit or loss (Note 9)	225,512	-	225,512
Amount due from Manager	-	123,863	123,863
Amount due from dealer	-	48,340	48,340
Amount due from Manager of collective investment scheme			
- management fee rebate	-	13,428	13,428
	<u>22,673,506</u>	<u>442,507</u>	<u>23,116,013</u>

All current liabilities except derivative liabilities at fair value through profit or loss are financial liabilities which are carried at amortised cost.

The Fund aims to provide income and moderate capital growth through investments in one collective investment scheme, which invests primarily in a diversified portfolio of securities related to China.

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

Financial risk management is carried out through internal control process adopted by the Manager and adherence to the investment restrictions as stipulated in the Deed and SC Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework.

(a) **Market risk**

(i) **Price risk**

Price risk is the risk that the fair value of an investment in collective investment scheme will fluctuate because of changes in market prices (other than those arising from currency risk). The value of collective investment scheme may fluctuate according to the activities of individual companies, sector and overall political and economic conditions.

Such fluctuation may cause the Fund's NAV and prices of units to fall as well as rise, and income produced by the Fund may also fluctuate.

The price risk is managed through diversification and selection of collective investment scheme and other financial instruments within specified limits according to the Deed.

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

(a) Market risk (continued)

(i) Price risk (continued)

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

	2026 USD	2025 USD
Financial assets at fair value through profit or loss:		
- Collective investment scheme	<u>36,646,559</u>	<u>22,447,994</u>

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

% Change in price of collective investment scheme	Market value USD	Impact on profit or loss/NAV USD
2026		
-5%	34,814,231	(1,832,328)
0%	36,646,559	-
+5%	<u>38,478,887</u>	<u>1,832,328</u>

% Change in price of collective investment scheme	Market value USD	Impact on profit or loss/NAV USD
2025		
-5%	21,325,594	(1,122,400)
0%	22,447,994	-
+5%	<u>23,570,394</u>	<u>1,122,400</u>

(ii) Currency risk

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

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

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

(a) Market risk (continued)

(ii) Currency risk (continued)

	Cash and cash equivalents USD	Amount due from dealer USD	Amount due from Manager USD	Total USD
Financial assets				
2026				
AUD	12,220	176,619	13,250	202,089
GBP	174,264	24,433	-	198,697
MYR	27,090	-	5,183,531	5,210,621
SGD	1,500	47,112	49,241	97,853
	<u>215,074</u>	<u>248,164</u>	<u>5,246,022</u>	<u>5,709,260</u>

2025				
AUD	10,875	-	-	10,875
GBP	941	-	-	941
MYR	2,699	-	123,853	126,552
SGD	606	-	-	606
	<u>15,121</u>	<u>-</u>	<u>123,853</u>	<u>138,974</u>

	Net assets attributable to unit holders USD	Amount due to dealer USD	Amount due to Manager USD	Total USD
Financial liabilities				
2026				
AUD	2,151,844	5,650	186,000	2,343,494
GBP	1,198,969	-	197,739	1,396,708
MYR	31,478,160	1,942,189	2,707,369	36,127,718
SGD	1,138,399	15,133	118,921	1,272,453
	<u>35,967,372</u>	<u>1,962,972</u>	<u>3,210,029</u>	<u>41,140,373</u>

2025				
AUD	1,723,470	-	-	1,723,470
GBP	995,121	-	20,600	1,015,721
MYR	17,411,166	48,502	83,803	17,543,471
SGD	988,209	-	9,819	998,028
	<u>21,117,966</u>	<u>48,502</u>	<u>114,222</u>	<u>21,280,690</u>

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

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

(a) Market risk (continued)

(ii) Currency risk (continued)

	Change in foreign exchange rate	Impact on profit or loss/NAV	
		2026 USD	2025 USD
	%		
AUD	+/-5	-/+107,070	-/+85,630
GBP	+/-5	-/+59,901	-/+69,788
MYR	+/-5	-/+1,550,355	-/+870,846
SGD	+/-5	-/+58,730	-/+49,871
		<u>-/+1,776,056</u>	<u>-/+1,076,135</u>

(b) Credit risk

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

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

In derivative activities, credit risk arises when counterparties to derivative contracts, are unable or unwilling to fulfil their obligation to pay the positive fair value or receivable resulting from the execution of contract terms.

For amount due from Manager, the settlement terms of the proceeds from the creation of units receivable from the Manager are governed by the SC Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework.

For amount due from Manager of collective investment scheme, the Fund will invest with an investment management company of the collective investment scheme which is authorised or approved by relevant regulatory authority in its home jurisdiction.

The following table sets out the credit risk concentration of the Fund at the end of the reporting year:

	Cash and cash equivalents USD	Financial assets at fair value through profit or loss USD	Amount due from dealer USD	Amount due from Manager USD
2026				
-AAA	1,286,264	-	-	-
-Not Rated	-	36,646,559	2,218,461	5,923,830
	<u>1,286,264</u>	<u>36,646,559</u>	<u>2,218,461</u>	<u>5,923,830</u>

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

(b) Credit risk (continued)

	Amount due from Manager of collective investment scheme - management fee rebate USD	Derivative asset at fair value through profit or loss USD	Total USD
2026 (continued)			
-AAA			
-Not Rated	-	-	1,286,264
	22,103	-	44,810,953
	<u>22,103</u>	<u>-</u>	<u>46,097,217</u>

	Cash and cash equivalents USD	Financial assets at fair value through profit or loss USD	Amount due from dealer USD	Amount due from Manager USD
2025				
-AAA	256,876	-	-	-
-Not Rated	-	22,447,994	48,340	123,863
	<u>256,876</u>	<u>22,447,994</u>	<u>48,340</u>	<u>123,863</u>

	Amount due from Manager of collective investment scheme - management fee rebate USD	Derivative asset at fair value through profit or loss USD	Total USD
2025 (continued)			
-AAA	-	-	256,876
-Not Rated	13,428	225,512	22,859,137
	<u>13,428</u>	<u>225,512</u>	<u>23,116,013</u>

All assets at the Fund as at the end of the financial year are neither past due nor impaired.

(c) Liquidity risk

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

The Manager manages this risk by maintaining sufficient level of liquid assets to meet anticipated payments and cancellations of the units by unit holders. Liquid assets comprise bank balances and deposits with licensed financial institutions, which are capable of being converted into cash within 7 business days. The Fund's investments in collective investment scheme are realisable which are capable of being converted into cash within 10 business days. This is expected to reduce the risks for the entire portfolio without limiting the Fund's growth potentials.

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

(c) Liquidity risk (continued)

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

	Less than 1 month USD	Between 1 month to 1 year USD	Total USD
2026			
Derivative liabilities at fair value through profit or loss	102,913	-	102,913
Amount due to Manager	3,605,029	-	3,605,029
Amount due to Manager of collective investment scheme			
- Purchase of collective Investment scheme	550,000	-	550,000
Amount due to dealer	2,209,731	-	2,209,731
Accrued management fee	54,533	-	54,533
Amount due to Trustee	878	-	878
Other payables and accruals	-	14,040	14,040
Net assets attributable to unit holders*	<u>39,560,093</u>	<u>-</u>	<u>39,560,093</u>
Contractual undiscounted cash flows	<u><u>46,083,177</u></u>	<u><u>14,040</u></u>	<u><u>46,097,217</u></u>
	Less than 1 month USD	Between 1 month to 1 year USD	Total USD
2025			
Amount due to Manager	114,222	-	114,222
Amount due to Manager - Purchase of collective investment scheme	40,000	-	40,000
Amount due to dealer	48,502	-	48,502
Accrued management fee	31,471	-	31,471
Amount due to Trustee	524	-	524
Other payables and accruals	-	8,836	8,836
Net assets attributable to unit holders*	<u>22,872,458</u>	<u>-</u>	<u>22,872,458</u>
Contractual undiscounted cash flows	<u><u>23,107,177</u></u>	<u><u>8,836</u></u>	<u><u>23,116,013</u></u>

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

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

(d) Capital risk management

The capital of the Fund is represented by net assets attributable to unit holders of USD39,560,093 (2025: USD22,872,458). The amount of capital can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of unit holders.

The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns to unit holders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

(e) Fair value estimation

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

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

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

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

(i) Fair value hierarchy

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

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

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

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

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

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

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

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

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
2026				
Financial assets at fair value through profit or loss:				
- Collective investment scheme	<u>36,646,559</u>	<u>-</u>	<u>-</u>	<u>36,646,559</u>
Derivative liabilities at fair value through profit or loss:				
- Forward foreign currency contracts	<u>-</u>	<u>102,913</u>	<u>-</u>	<u>102,913</u>
2025				
Financial assets at fair value through profit or loss:				
- Collective investment scheme	22,447,994	-	-	22,447,994
Derivative assets at fair value through profit or loss:				
- Forward foreign currency contracts	<u>-</u>	<u>225,512</u>	<u>-</u>	<u>225,512</u>
	<u>22,447,994</u>	<u>225,512</u>	<u>-</u>	<u>22,673,506</u>

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

The Fund does not adjust the quoted prices for these instruments. The Fund's policies on valuation of these financial assets are stated in Note 2(b).

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

(e) Fair value estimation (continued)

Financial instruments that trade in markets that are considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. These include unquoted fixed income securities, forward foreign currency contracts and interest rate swaps.

As Level 2 instruments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

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

4. MANAGEMENT FEE

In accordance with the Deed, the Manager is entitled to a maximum management fee of 3.00% per annum for each class, calculated daily based on the NAV of the Fund.

For the financial year ended 30 April 2026 and 30 April 2025, the management fee is recognised at a rate of 1.80% per annum for each class.

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

5. TRUSTEE FEE

In accordance with the Deed, the Trustee is entitled to a maximum fee of 0.03% per annum, calculated daily based on the NAV of the Fund. The Trustee fee includes local custodian fees and charges but excludes foreign sub-custodian fees and charges.

For the financial year ended 30 April 2026 and 30 April 2025, the trustee fee is recognised at a rate of 0.03% per annum for each class.

There is no further liability to the Trustee in respect of Trustee fee other than amounts recognised above.

6. DISTRIBUTIONS

Distributions to unit holders were derived from the following sources (assessed up to distribution declaration date):

Source of distribution	2026		2025	
	USD	%	USD	%
Distribution out of current year's income	2,797,142	100.00	-	-
Distribution out of prior year's income/capital	-	-	-	-
Total	2,797,142	100.00	-	-

6. DISTRIBUTIONS (CONTINUED)

	2026 RM	2025 RM
Gross/ Net distribution per unit (cent)		
Distribution on 10 September 2025		
- Class AUD-H	4.58	-
- Class GBP-H	12.81	-
- Class MYR-H	4.24	-
- Class SGD-H	15.77	-
- Class USD	10.32	-

Gross distribution is derived using total income less total expenses. Net distribution above is sourced from current financial year's realised income.

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

There were no unrealised losses during the financial year ended 30 April 2026 (2025:Nil).

7. TAXATION

	2026 USD	2025 USD
Tax charged for the financial year:		
- Current taxation	<u>-</u>	<u>-</u>

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

	2026	2025
Profit before taxation	<u>15,383,389</u>	<u>3,972,764</u>
Taxation at Malaysian statutory rate of 24% (2025: 24%)	3,692,013	953,463
Tax effects of:		
- Investment income not subject for tax purpose	(4,491,502)	(1,066,237)
- Expenses not deductible for tax purposes	681,240	2,917
- Restriction on tax deductible expenses for Unit Trust Funds	<u>118,249</u>	<u>109,857</u>
Taxation	<u><u>-</u></u>	<u><u>-</u></u>

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2026 USD	2025 USD
At fair value through profit or loss:		
- Collective investment scheme	<u>36,646,559</u>	<u>22,447,994</u>

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

	2026 USD	2025 USD
Net gain on financial assets at fair value through profit or loss:		
- Realised gain on disposals	4,865,584	1,004,636
- Unrealised fair value gain	12,096,981	1,877,177
- Management fee rebate #	158,074	147,895
	<u>17,120,639</u>	<u>3,029,708</u>

Management fee rebate represents the Fund's entitlement to management fee rebate from the Manager of collective investment scheme the Fund invests in.

For the financial year ended 30 April 2026 management fee rebate is recognised at a rate of 0.60% per annum for each class (30.04.2025: 0.60% per annum for each class).

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
2026				
COLLECTIVE INVESTMENT SCHEME				
Neuberger Berman Asset Management Ireland Ltd- NB-5G Connect-I3 USD Acc	1,695,030	24,195,624	36,646,559	92.64
TOTAL COLLECTIVE INVESTMENT SCHEME	<u>1,695,030</u>	<u>24,195,624</u>	<u>36,646,559</u>	<u>92.64</u>
ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>12,450,935</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>36,646,559</u>		
Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
2025				
COLLECTIVE INVESTMENT SCHEME				
Neuberger Berman Asset Management Ireland Ltd- NB-5G Connect-I3 USD Acc	1,935,172	22,094,040	22,447,994	98.14
TOTAL COLLECTIVE INVESTMENT SCHEME	<u>1,935,172</u>	<u>22,094,040</u>	<u>22,447,994</u>	<u>98.14</u>

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

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
2025 (CONTINUED) COLLECTIVE INVESTMENT SCHEME				
ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		353,954		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		22,447,994		

9. DERIVATIVE (LIABILITIES)/ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2026 USD	2025 USD
Forward foreign currency contracts	(102,913)	225,512
Net gain on derivatives at fair value through profit or loss:		
Net realised gain on forward foreign currency contracts	1,914,872	1,212,071
Net unrealised (loss)/gain on forward foreign currency contracts	(102,913)	180,455
	<u>1,811,959</u>	<u>1,392,526</u>

As at 30 April 2026 there are 29 outstanding forward foreign currency contracts (30.04.2025: 12). The notional principal amount of the outstanding forward foreign currency contracts amounted to USD36,011,089 (30.04.2025: USD20,922,752).

The forward foreign currency contracts are entered into during the financial year to minimise the risk of foreign currency exposure between the USD and the Australian Dollar ("AUD"), Great Britain Pound ("GBP"), Malaysian Ringgit ("MYR"), and Singapore Dollar ("SGD") for the Fund.

As the Fund has not adopted hedge accounting during the financial year, any changes in the fair value of the forward foreign currency contracts are recognised immediately in the statement of comprehensive income during the year in which it was incurred.

10. CASH AND CASH EQUIVALENTS

	2026 USD	2025 USD
Bank balances	1,286,264	256,876

11. NUMBER OF UNITS IN CIRCULATION (UNITS)

	2026	2025
	No. of units	No. of units
Class AUD-H (i)	2,080,021	3,191,626
Class GBP-H (ii)	597,491	850,497
Class MYR-H (iii)	92,939,785	86,014,962
Class SGD-H (iv)	1,105,524	1,465,588
Class USD (v)	2,268,583	1,879,178
	<u>98,991,404</u>	<u>93,401,851</u>
(i) Class AUD-H		
At the beginning of the financial year	3,191,626	3,262,362
Add: Creation of units from applications	2,515,054	1,093,832
Add : Creation of units from distribution	115,957	-
Less: Cancellation of units	(3,742,616)	(1,164,568)
At the end of the financial year	<u>2,080,021</u>	<u>3,191,626</u>
(ii) Class GBP-H		
At the beginning of the financial year	850,497	1,496,149
Add: Creation of units from applications	1,277,625	369,846
Add : Creation of units from distribution	100,720	-
Less: Cancellation of units	(1,631,351)	(1,015,498)
At the end of the financial year	<u>597,491</u>	<u>850,497</u>
(iii) Class MYR-H		
At the beginning of the financial year	86,014,962	95,165,460
Add: Creation of units from applications	143,971,282	30,335,223
Add : Creation of units from distribution	9,393,535	-
Less: Cancellation of units	(146,439,994)	(39,485,721)
At the end of the financial year	<u>92,939,785</u>	<u>86,014,962</u>
(iv) Class SGD-H		
At the beginning of the financial year	1,465,588	1,997,440
Add: Creation of units from applications	1,179,475	832,027
Add : Creation of units from distribution	136,945	-
Less: Cancellation of units	(1,676,484)	(1,363,879)
At the end of the financial year	<u>1,105,524</u>	<u>1,465,588</u>
(v) Class USD		
At the beginning of the financial year	1,879,178	3,252,355
Add: Creation of units from applications	1,854,696	578,774
Add : Creation of units from distribution	103,300	-
Less: Cancellation of units	(1,568,591)	(1,951,951)
At the end of the financial year	<u>2,268,583</u>	<u>1,879,178</u>

12. TOTAL EXPENSE RATIO (“TER”)

	2026	2025
	%	%
TER	1.38	1.27

TER is derived from the following calculation:

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

- A = Management fee (excluded management fee rebate)
- B = Trustee fee
- C = Audit fee
- D = Tax agent’s fee
- E = Other expenses
- F = Average NAV of the Fund calculated on a daily basis

The average NAV of the Fund for the financial year calculated on a daily basis is USD27,209,508 (30.04.2025: USD25,257,558).

13. PORTFOLIO TURNOVER RATIO (“PTR”)

	2026	2025
PTR (times)	0.70	0.37

PTR is derived based on the following calculation:

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

where:

- total acquisition for the financial year = USD17,717,000 (30.04.2025: USD7,435,000)
- total disposal for the financial year = USD20,481,000 (30.04.2025: USD11,085,000)

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

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

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

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

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

<u>Related parties</u>	<u>Relationship</u>
CIMB Group Sdn Bhd	Shareholder of the Manager
Subsidiaries and associates of CIMB Group Holdings Berhad, other than above, as disclosed in its financial statements	Fellow subsidiary and associated companies of the ultimate holding company of shareholder of the Manager

Units held by the Manager and parties related to the Manager

	<u>2026</u>		<u>2025</u>	
	<u>No. of units</u>	<u>USD</u>	<u>No. of units</u>	<u>USD</u>
Manager				
Principal Asset Management Berhad				
- Class MYR-H	5	2	214	43
- Class GBP-H	5	10	37	43
- Class AUD-H	0*	0*	-	-
- Class USD	1	2	1	1
- Class SGD-H	0*	1	-	-

Note: 0.00* denotes count less than 1.

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

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

There were no significant related party transactions during the financial year, other than those already disclosed in the financial statements.

15. TRANSACTIONS WITH BROKERS

Details of transactions with the top 10 brokers for the financial year ended 30 April 2026.

Broker	Value of trades USD	Percentage of total trades %
Brown Bros Harriman Fund Administration Services (Ireland)	<u>38,198,000</u>	<u>100.00</u>

Details of transactions with the top 10 brokers for the financial year ended 30 April 2025.

Broker	Value of trades USD	Percentage of total trades %
Brown Bros Harriman Fund Administration Services (Ireland)	12,830,000	69.28
Neuberger Berman Investment Fund Plc	<u>5,690,000</u>	<u>30.72</u>
	<u>18,520,000</u>	<u>100.00</u>

16. APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved for issue by the Manager on 18 June 2026.

DIRECTORY

Head Office of the Manager

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Trustee for the Principal Next-G Connectivity Fund

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Auditors of the Fund and of the Manager

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