Principal Asset Management℠

Global High Yield Fund - Australian Dollar Hedged A Class Income Units

31 December 2023

Investment advisor

Principal Global Investors, LLC ("PGI")

Fund managers

Joshua Rank, CFA
24 Yrs Industry Exp
Darrin Smith, CFA
33 Yrs Industry Exp
Mark Denkinger, CFA
34 Yrs Industry Exp

Investment objective

The Fund seeks to provide a return consisting of income and, over the long term, capital growth. The Fund seeks to achieve its overall objective by investing primarily in a portfolio of US dollar denominated high yield fixed income securities. The Fund may also invest globally in public and private issued high yield fixed income securities. All securities in the portfolio will generally be rated below investment grade. Any exposure to currencies other than US dollar will be hedged back to US dollars.

Index

ICE BofA Global High Yield AUD Hedged Index*

Fund facts

Fund size	AUD 305.2m
Base currency	USD
Fund domicile	IRELAND
UCITS qualifying	Yes
Dealing	10:00 AM GMT Daily 5pm Hong Kong SAR
SFDR Categorisation	Article 8

Unit class facts

Launch date	09 Jan 2015
Currency	AUD
Minimum investment	US$ 1,000
Management fee(s)	1.00% pa
Income distribution	Distributing
Distribution frequency:	Quarterly

Fund grading

Mark Denkinger, Darrin Smith and Joshua Rank A rated - Citywire Fund Manager Ratings

Performance (%)

	1M	3M	YTD	1YR	3YR	5YR	SI
Fund Cumulative Net	3.26	6.10	10.73	10.73	2.17	18.95	40.92
Index Cumulative	3.28	6.06	10.84	10.84	-0.71	17.39	46.19
Fund Annualised Net	3.26	6.10	10.73	10.73	0.72	3.53	3.89
Index Annualised	3.28	6.06	10.84	10.84	-0.24	3.26	4.32

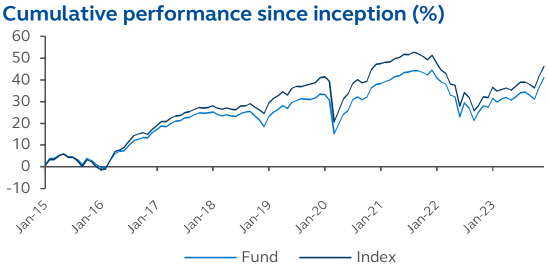
12-month rolling return (%)

Jan 19 - Dec 19	Jan 20 - Dec 20	Jan 21 - Dec 21	Jan 22 - Dec 22	Jan 23 - Dec 23
12.72	3.28	4.77	-11.93	10.73

Risk analysis

	3YR	5YR
Information Ratio	0.7	0.2
Alpha	1.0	0.4
Tracking Error	1.3	1.5
Standard Deviation	8.0	9.2
Beta	1.0	0.9

Cumulative performance since inception (%)



Past performance is not a reliable indicator of future performance.
Source: Fund Administrator: BNY Mellon Fund Services (Ireland) DAC since February 2011, performance data prior to this date is sourced from PGI and/or its affiliates; and the Index.
Data: From December 2018, the performance data shown is based upon the Fund's Net Asset Value (NAV) prices of the last Irish business day of the month. For Funds not open for dealing on this day this will be an indicative NAV. The performance data shown is net of fees and other charges but excludes any potential entry/exit charges- as such the return an investor receives may be lower. Prior to December 2018, the performance data shown is based upon the Fund's month-end market close prices. (See performance note for further details.)

Fund analysis

	Fund	Index
Average Credit Quality	B+	B+
Current Yield	6.7	6.2
Yield to Worst	7.7	7.7
Yield to Maturity	7.8	7.8
Option Adjusted Duration (Years)	3.0	3.3

Any yields quoted on the fact sheet are calculated at portfolio level gross of tax and expenses.

Top 10 holdings (%)

	Fund
Tenet Healthcare Corp	0.9
Punch Finance Plc	0.8
Ladder Capital Finance Holdings Lllp / Ladder Ca	0.8
Fertitta Entertainment Llc / Fertitta Entertainm	0.7
International Game Technology Plc	0.7
Smyrna Ready Mix Concrete Llc	0.7
Novafives Sas	0.7
Medline Borrower Lp	0.7
Allwyn Entertainment Financing Uk Plc	0.7
Aethon United Br Lp / Aethon United Finance Corp	0.7
Total	**7.5**

No. of holdings 316

Credit quality (%)

	Fund	Difference
AAA	2.8	2.8
BBB	4.1	3.7
BB	36.3	-15.9
B	47.0	9.4
CCC and Below	9.1	-0.9
Not Rated	0.8	0.8

Credit Quality refers to the credit ratings for the underlying securities in the Fund as rated by Standard & Poor's or Moody's Investors Service, and typically range from AAA/Aaa (highest) to C/D (lowest). If Moody's and S&P assign different ratings, the higher rating is used. Ratings methodologies and individual ratings can change over time. Credit Quality: AAA includes cash.

Geographic allocation (%)

	Fund	Difference
United States	66.2	11.3
Great Britain	7.9	3.4
Canada	6.1	2.7
Netherlands	2.8	1.6
Germany	2.5	-0.2
Italy	2.3	-1.3
France	2.0	-2.2
Luxembourg	1.8	0.2
Macau	0.9	0.4
Sweden	0.8	-0.1
Czech Republic	0.7	0.5
Switzerland	0.7	0.4
Cayman Islands	0.5	0.4
Other	4.9	-17.1

Industry allocation (%)

	Fund	Difference
Leisure	10.5	4.1
Basic Industry	9.2	1.1
Energy	8.8	-4.8
Media	7.4	1.1
Capital Goods	7.1	1.4
Healthcare	7.0	-0.1
Services	6.9	1.3
Telecommunications	5.8	-1.4
Retail	5.7	0.6
Technology & Electronics	5.3	0.8
Financial Services	5.0	-0.2
Automotive	4.8	1.7
Consumer Goods	4.4	0.9
Transportation	3.8	0.9
Real Estate	2.9	-1.3
Utility	1.2	-3.7
Banking	0.7	-4.6
Asset Backed	0.7	0.7
Insurance	0.5	-0.9
Cash	2.8	2.8

Source: Principal Global Investors and/or its affiliates and the Index. Certain analytics powered by Aladdin® by BlackRock®. BlackRock® and Aladdin® are trademarks and service marks of BlackRock, Inc. and its affiliates (collectively, "BlackRock"). BlackRock owns all proprietary rights in the marks and in the Aladdin® by BlackRock® services. BlackRock neither approves or endorses this material, or guarantees the accuracy or completeness of any information herein, or makes any warranty, express or implied, as to the results to be obtained therefrom.
Data: This data/analysis is not sourced from the Fund's official record. It is based upon data from the internal systems of Principal Global Investors and/or its affiliates. Performance shown in this section is gross which does not take into account any fees or other charges which, if taken into account, would reduce the figures shown.

Fund codes

Bloomberg	PIFHYAU ID
ISIN	IE00BP4VMB80
Lipper	65145686
SEDOL	BP4VMB8
Valoren	26683527
WKN	A14Z02

Registration

Austria, Belgium, Denmark, Finland, France, Germany, Guernsey, Hong Kong SAR, Ireland, Italy, Jersey, Liechtenstein, Luxembourg, Macau, Netherlands, Norway, Singapore, Spain, Sweden, Switzerland and UK

Not all unit classes are registered in the listed countries, please contact your sales representative for more details. In Italy, the Fund is registered for Qualified Investors only and in Singapore, the Fund is registered as a Restricted Scheme for institutional investors and relevant persons defined in the SFA.

Contact us

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Risk warnings

- The market value of debt securities is affected by changes in prevailing interest rates and the Fund may be exposed to credit risk by investing in debt securities.
- There are default and liquidity risks associated with investment in high yield securities and in below investment grade securities.
- The ability to trade REITS in the secondary market can be more limited than other stocks.
- Default risk and liquidity risk associated with investment in below investment grade securities.
- Currency hedging may reduce but will not remove risk. Hedging will incur more transaction costs and fees, which will affect overall return.

Performance note

This document presents the performance of this particular unit class of the Fund from the date of inception of the unit class in its unit class currency, as specified on the front page. Performance since inception date of the Fund, which precedes the inception date of the unit class, is available upon request.
Prior to 31st December 2018, the data performance calculations reflect the month-end market close prices of the Fund's assets. After 1 January 2019, the performance data shown is based upon the Fund's Net Asset Value (NAV) prices of the last Irish business day of the month. For Funds not open for dealing on this day this will be an indicative NAV. As a result, it is possible that the stated performance and the actual investment returns available to investors will differ.
The performance data shown is net of fees and other charges but excludes any potential entry/exit charges – as such the returns an investor receives may be lower.

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Full details of the risks associated with investing in the Fund are detailed in the Fund Prospectus, Supplement and Key Investor Information Document ("KIID"). All fees and charges related to the Fund may not be contained within this document. Information regarding the costs and charges associated with the Fund is provided in the MiFID II ex-ante disclosure. These documents are available on our website at PrincipalAM.com and you are advised to read them before investing so you can make an informed decision about whether to invest. Any person selling or advising you about the Fund may charge you additional costs and you should request information about those costs and charges from that person.
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The Fund may offer different unit classes which may be subject to different fees and expenses (which could affect performance) and may not be available to all investors. Where the Fund offers hedged unit classes, returns of such unit classes may diverge from that of unit classes denominated in the base currency of the Fund and the hedged unit class currency.
The figures published are for information purposes only and provide details of the performance of a comparable index. The method of calculating performance may differ between the Fund and it's index. Further, it is not possible to invest in an index.
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On 31 December 2014, the performance comparator for the Fund changed to the current Index from Merrill Lynch Global High Yield Index (the "Prior Index"). Prior to that date, index returns show those of the Prior Index. The two methods of calculation of performance may not be identical.

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Important information

The Investment Objective as stated in this document is a summary, please refer to the supplement for full details of the Investment Objective and Policy of the Fund.

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