

Finisterre Unconstrained Emerging Markets Fixed Income Fund - Euro Hedged A2 Class Income Plus Units

31 December 2023

Investment advisor

Principal Global Investors, LLC ("PGI")

Sub investment advisor

Principal Global Investors, LLC, the Investment Adviser, has delegated the day to day investment management of the Fund to Principal Finisterre, an investment team and trade name of Principal Global Investors (Europe) Limited, the Sub-Investment Adviser. The Sub-Investment Adviser will assume primary responsibility for discretionary portfolio management for the Fund subject to the oversight of the Investment Adviser. Finisterre, focuses solely on the active, unconstrained management of EMD strategies. Finisterre offers the unique blend of an experienced emerging markets total return team, supported by a dedicated in-house research team and PGI's extensive global research network.

Fund managers

Damien Buchet, CFA

32 Yrs Industry Exp

Christopher Watson, CFA

25 Yrs Industry Exp

Investment objective

The investment objective of the Fund is to seek to generate total returns through income and capital appreciation, while limiting volatility and potential capital losses. The Fund has an unconstrained, long-bias and seeks to achieve its objective by investing across the spectrum of the emerging market debt universe including bonds, interest rates, currencies and credit default swaps. The Fund aims to deliver a flexible "all weather" strategy designed to deliver an optimal yield—liquidity—volatility profile throughout the market cycle.

Fund facts

| | |
|---------------------|--------------|
| Fund size | €1,486.7m |
| Base currency | USD |
| Fund domicile | IRELAND |
| UCITS qualifying | Yes |
| Dealing | 10:00 AM GMT |
| SFDR Categorisation | Daily |
| | Article 8 |

Unit class facts

| | |
|-------------------------|--------------|
| Launch date | 15 Apr 2020 |
| Currency | EUR |
| Minimum investment | US\$ 1,000 |
| Management fee(s) | 1.50% pa |
| Income distribution | Distributing |
| Distribution frequency: | Quarterly |

Fund grading

4 Star Overall Morningstar Rating™ as of 31 December 2023



Damien Buchet and Christopher Watson
AA rated - Citywire Fund Manager Ratings



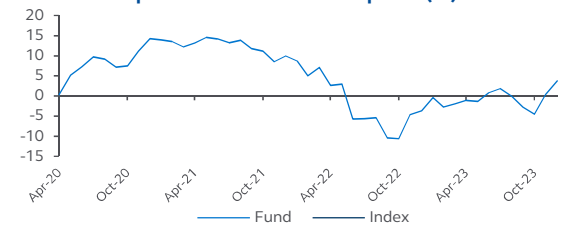
Performance (%)

| | 1M | 3M | YTD | 1YR | 3YR | 5YR | SI |
|---------------------|------|------|------|------|-------|-----|------|
| Fund Cumulative Net | 3.32 | 6.67 | 7.76 | 7.76 | -9.68 | - | 3.73 |
| Fund Annualised Net | 3.32 | 6.67 | 7.76 | 7.76 | -3.34 | - | 0.99 |

12-month rolling return (%)

| Jan 19 - Dec 19 | Jan 20 - Dec 20 | Jan 21 - Dec 21 | Jan 22 - Dec 22 | Jan 23 - Dec 23 |
|--------------------|--------------------|--------------------|--------------------|--------------------|
| - | - | -4.23 | -12.49 | 7.76 |

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: The performance data shown here is based upon the Fund's official NAV. Performance shown in this section is net of fees and other charges. See Performance Note for further details.

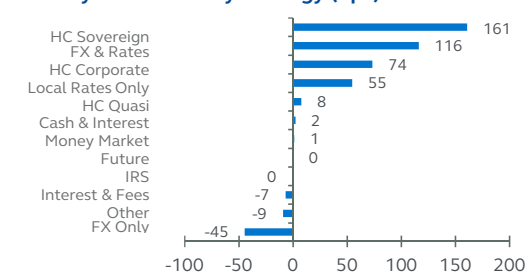
Fund analysis

| | Fund |
|--------------------------|-------|
| Average Duration | 4.9 |
| Average Maturity (Years) | 8.0 |
| Gross Exposure (%) | 121.6 |
| Net Exposure (%) | 77.3 |
| Current Yield | 6.7 |
| Yield to Worst | 7.8 |
| Yield to Maturity | 7.9 |

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

- Current Yield is the annual interest earned on the underlying bonds divided by the market price of the underlying portfolio of bonds. The figure is not the dividend yield received by the investors and is subject to change depending on the underlying portfolio of bonds.
- Yield to Worst is the lowest potential yield that can be received on a bond without the issuer actually defaulting. The yield to worst is calculated by making the worst-case scenario assumptions on the issue.
- Yield to Maturity is a concept used to determine the rate of return an investor will receive if a long-term, interest-bearing investment, such as a bond, is held to its maturity date. Please note that this is not the return or dividend to be received by investors in the fund.

Monthly attribution by strategy (bps)



Top 10 gross exposure (%)

| | Fund |
|------------------------------|-------------|
| China Banking Sector CDS | 8.8 |
| Markit Itrx EUR Xover 12/28 | 7.3 |
| Brazil Local Sovereign | 5.4 |
| Mexico Local Sovereign | 5.4 |
| Indonesia Local Sovereign | 3.9 |
| Peru Local Sovereign | 3.0 |
| KRW Interest Rate Swap | 2.9 |
| PLN Currency | 2.9 |
| South Africa Local Sovereign | 2.5 |
| Colombia Local Sovereign | 2.3 |
| Total | 44.4 |

| | |
|-----------------|-----|
| No. of holdings | 142 |
|-----------------|-----|

Regional allocation (%)

| | Fund |
|-------------|------|
| LATAM | 34.2 |
| E EURO | 17.9 |
| AFRICA | 13.9 |
| MID EAST | 9.5 |
| ASIA | 8.6 |
| INDEX /SNAT | -6.7 |
| Other | 0.0 |

Credit quality (%)

| | Fund |
|---------------|------|
| AAA | 1.1 |
| AA | 2.1 |
| A | -0.3 |
| BBB | 24.2 |
| BB | 22.3 |
| B | 13.4 |
| CCC and below | 8.4 |
| Not Rated | 2.3 |

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

Top 5 issuer exposures

| Top 5 corporate issuers | Net exposure (% nav) |
|---------------------------------------|----------------------|
| Galaxy Pipeline Assets Bidco Ltd | 1.56 |
| Greensaif Pipelines Bidco SA RL | 1.44 |
| Tengizchevroil Finance Company Intern | 1.39 |
| Standard Chartered PLC | 1.16 |
| BBVA Mexico SA Institucion De Banca M | 1.05 |

Top 5 sovereign issuers

| Top 5 sovereign issuers | Net exposure (% nav) |
|---------------------------------|----------------------|
| Colombia (Republic Of) | 2.03 |
| Cote D Ivoire (Republic Of) | 1.95 |
| Senegal (Republic Of) | 1.78 |
| Dominican Republic (Government) | 1.63 |
| Egypt (Arab Republic Of) | 1.56 |

Currency allocation (%)

| | Fund |
|----------------------|------|
| United States Dollar | 72.8 |
| Brazilian Real | 5.4 |
| Indonesian Rupiah | 4.8 |
| Mexican Peso | 4.0 |
| Peruvian Nuevo Sol | 3.0 |
| Polish Zloty | 2.9 |
| Euro | 2.6 |
| Hungarian Forint | 2.2 |
| Indian Rupee | 1.1 |
| Turkish Lira | 1.0 |
| Columbian Peso | 0.1 |
| South African Rand | 0.1 |
| Other | 0.0 |

Source: Principal Global Investors and/or its affiliates and the Index. Characteristics source: Finisterre.

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 | PFUA2PE ID |
| ISIN | IE00BKHY2970 |
| Lipper | 68609913 |
| SEDOL | BKHY297 |
| Valoren | 52540896 |
| WKN | A2PZ2R |

Registration

Austria, Belgium, Denmark, Finland, France, Germany, Guernsey, Ireland, Italy, Japan, Jersey, Liechtenstein, Luxembourg, Netherlands, Norway, Singapore, Spain, Sweden, Switzerland, UAE 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.

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 specific risks associated with the use of derivative instruments, including counterparty, position, liquidity, settlement, correlation and legal risk.
- Default risk and liquidity risk associated with investment in below investment grade securities.
- There are specific risks associated with investments in emerging markets, including legal, political, fiscal instability, settlement, liquidity, currency, accounting standards and custodial risk.
- There may be corporate governance and investor protection issues associated with Russian investments.
- Contingent Convertible Securities risk is due by the substantially greater risk that these instruments may have compared to other forms of securities in times of credit stress and may result in a material loss to the Fund.
- The Fund's investments may be in currencies other than US Dollars. The value of an investment may fluctuate due to changes in exchange rates between currencies or the possible imposition of exchange control regulations.
- Currency hedging may reduce but will not remove risk. Hedging will incur more transaction costs and fees, which will affect overall return.

Performance note

*Index disclosure: The Fund is actively managed and aims to provide an absolute return. The portfolio manager maintains full discretion to select investments for the Fund in line with the above investment policy. The Manager may, from time to time, determine to include information in its marketing materials relative to the Index; however, the Index composition is not factored into the investment management process.

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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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. Source & Copyright: CITYWIRE. Portfolio managers are AA rated by Citywire for 3 year risk-adjusted performance for the period 30 November 2020 - 30 November 2023. Citywire's exclusive methodology ranks fund managers based on their individual track records across all funds they manage globally.

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