

Asian High Yield Fund - I2 Class Income Units

31 October 2023

Investment advisor

Principal Global Investors, LLC ("PGI")

Principal Fixed Income is an investment team within Principal Global Investors. It has expertise across all major fixed income sectors and security types, but with signature capability in managing credit strategies.

Fund managers

Howe Chung Wan
19 Yrs Industry Exp
Prakash Gopalakrishnan
22 Yrs Industry Exp

Investment objective

The Fund seeks to provide a consistent return consisting of income and, over the long term, capital growth. The Fund will invest at least 70% of its net asset value in a portfolio of Asian high-yield fixed income securities with the aim to capture growth opportunities in Asia with a lower volatility profile. The Fund may also invest in global developed and emerging markets outside of Asia, and these securities will generally be rated below investment grade.

Index

ICE BofA Asian Dollar High Yield Index*

Fund facts

Fund size \$34.6m
Base currency USD
Fund domicile IRELAND
UCITS qualifying Yes
Dealing 10:00 AM GMT
Daily
SFDR Categorisation Article 8

Unit class facts

Launch date 06 Oct 2021
Currency USD
Minimum investment US\$ 100,000,000
Management fee(s) 0.50% pa
Income distribution Distributing
Distribution frequency: Quarterly

Performance (%)

	1M	3M	YTD	1YR	3YR	5YR	SI
Fund Cumulative Net	-0.71	-2.96	-4.98	12.41	-	-	-22.01
Index Cumulative	-0.93	-2.74	-2.45	23.26	-	-	-30.30
Fund Annualised Net	-0.71	-2.96	-4.98	12.41	-	-	-11.31
Index Annualised	-0.93	-2.74	-2.45	23.26	-	-	-15.99

12-month rolling return (%)

Nov 18 - Oct 19	Nov 19 - Oct 20	Nov 20 - Oct 21	Nov 21 - Oct 22	Nov 22 - Oct 23
-	-	-	-	12.41

Risk analysis

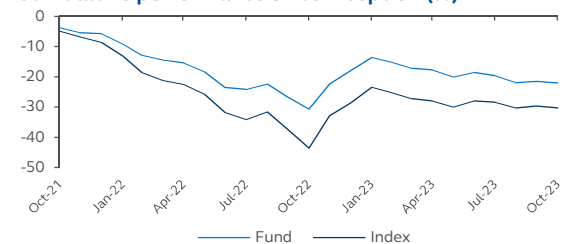
	1YR
Information Ratio	-1.6
Alpha	-5.5
Tracking Error	6.6
Standard Deviation	14.9
Beta	0.7

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.)

Cumulative performance since inception (%)



Fund analysis

	Fund	Index
Average Credit Quality	BB+	BB-
Current Yield	7.7	6.8
Yield to Worst	11.0	12.6
Yield to Maturity	11.1	12.4
Option Adjusted Duration (Years)	2.1	2.6

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

Top 10 holdings (%)

	Fund
Industrial & Commercial Bank Of China Ltd	3.4
Mgm China Holdings Ltd	3.0
United States Treasury Note/Bond	2.9
Network I2i Ltd	2.5
Wynn Macau Ltd	2.3
Pakistan Government International Bond	2.0
Melco Resorts Finance Ltd	2.0
Star Energy Geothermal Wayang Windu Ltd	1.9
Mongolia Government International Bond	1.8
Sands China Ltd	1.5
Total	23.2

No. of holdings 108

Geographic allocation (%)

	Fund	Difference
India	23.1	0.8
China	18.8	-5.6
United States	13.3	13.3
Macau	12.7	1.0
Indonesia	9.6	1.4
Hong Kong	6.0	-6.3
Pakistan	3.9	-1.7
Philippines	3.0	2.6
Mongolia	1.8	-1.1
Thailand	1.8	-0.6
Great Britain	1.6	1.6
Sri Lanka	1.1	1.1
Switzerland	0.9	0.9
Other	2.6	-7.4

Credit quality (%)

	Fund	Difference
AAA	10.4	10.4
AA	2.9	2.9
A	4.6	4.6
BBB	10.6	10.6
BB	41.2	-22.2
B	19.3	-8.7
CCC and Below	6.8	-1.9
Not Rated	4.3	4.3

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.

Industry allocation (%)

	Fund	Difference
Leisure	16.7	-0.1
Banking	12.4	-6.9
Utility	10.6	-5.0
Sovereign	9.7	-1.0
Real Estate	7.7	0.4
Basic Industry	7.3	-2.5
Financial Services	5.6	4.8
Telecommunications	3.9	1.1
Transportation	3.5	-0.8
Energy	3.3	-1.5
Technology & Electronics	2.2	0.9
Capital Goods	2.1	0.5
Automotive	1.7	0.7
Retail	1.3	1.3
Insurance	0.8	0.8
Local-Authority	0.8	-2.0
Other	0.0	-1.2
Cash	10.4	10.4

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

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

ISIN

Lipper

SEDOL

Valoren

WKN

PRAHYI2 ID

IE00BK1X4W79

68682929

BK1X4W7

51869658

A3CW9D

Registration

Austria, Belgium, Finland, France,

Germany, Guernsey, Ireland, Italy, Jersey,

Luxembourg, Macau, Netherlands,

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.

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 in investment in high yield securities and in below investment grade securities.
- There are specific additional risks associated with investments in emerging markets, including legal, political, fiscal instability, settlement, liquidity, currency, accounting standards and custodial risk.
- There are specific risks associated with the use of derivative instruments, including counterparty, position, liquidity, settlement, correlation and legal risk.
- There is a risk that the investor's capital may be eroded due to fees and expenses being charged to the capital of the unit class rather than its income.
- This unit class is unhedged. Unhedged unit classes are exposed to greater risk and volatility.

Performance note

Index disclosure: The Fund is actively managed and aims to outperform the ICE BofA Asian Dollar High Yield Index (the "Index"). However, the Index composition is not factored into the investment management process and the portfolio manager maintains full discretion to select investments for the Fund in line with the above investment policy.

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.

This document is intended for information purposes only. It is not an offer or a solicitation to anyone to subscribe for units in the Fund. It should not be construed as investment advice. There is no guarantee that the investment objective of the Fund will be achieved. Commentary is based on current market conditions, there is no assurance that such events or projections will occur and actual conditions may be significantly different. Expressions of opinion and predictions within this document are accurate as of the date of issuance and subject to change without notice. Reference to a specific investment or security does not constitute a recommendation to buy, sell or hold such investment or security, and is provided for illustrative purposes. Percentages do not always add up to 100% due to rounding.

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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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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