

Principal High Grade Capital Securities Fund - I Class Accumulation Unhedged Units

30 April 2024

Investment manager

Principal Global Investors, LLC ("PGI")

Sub investment manager

Spectrum Asset Management, Inc.

("Spectrum")

Spectrum specialises in the management of preferred securities.

Fund managers

Manu Krishnan, CFA

20 Yrs Industry Exp

Mark A. Lieb

47 Yrs Industry Exp

L. Phillip Jacoby, IV

42 Yrs Industry Exp

Bob Giangregorio

21 Yrs Industry Exp

Investment objective

The Fund seeks to provide a return consisting of income consistent with capital preservation. Investors should be aware that there is no guarantee that the Fund will achieve its investment objective.

Index

ICE BofA Subordinated Euro Financial Index

Fund facts

Fund size	€94.52m
Base currency	EUR
Fund domicile	IRELAND
UCITS qualifying	Yes
Dealing	10:00 AM GMT
SFDR Categorisation	Daily
	Article 8

Unit class facts

Launch date	26 Feb 2024
Currency	EUR
Minimum investment	US\$ 2,000,000
Management fee(s)	0.50%
Income distribution	Accumulating

The share class launched less than 12 months ago, as such, there is currently insufficient past performance data to be displayed.

Fund analysis

	Fund	Index
Average Credit Quality	Baa1	A3
Current Yield	3.5	3.5
Yield to Worst	4.5	4.6
Yield to Maturity	4.9	5.2
Modified Duration	3.8	3.8

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

Top 10 holdings (%)

	Fund
Southern Co 1.875 09/27 EUR	3.9
Bnp Paribas 2.5 03/27 EUR REG S	3.6
Allianz Se 5.824 07/33 EUR REG S	3.0
Hsbc Holdings Plc 6.364 11/27 EUR REG S	2.9
Iberdrola Intl Bv 2.25 04/29 EUR perp REG S	2.8
Svenska Handelsbanken Ab 5 08/29 EUR REG S	2.8
Ing Groep Nv 2.125 05/26 EUR REG S	2.7
Abn Amro Bank Nv 5.125 02/28 EUR REG S	2.4
Standard Chartered Plc 2.5 09/25 EUR REG S	2.0
Swiss Re Finance Uk 2.714 06/32 EUR REG S	2.0
Total	28.1

No. of holdings 68

Geographic allocation (%)

	Fund
Great Britain	16.5
France	14.2
Netherlands	14.0
Germany	13.5
United States	6.1
Sweden	5.8
Ireland	5.7
Italy	4.9
Spain	4.0
Finland	3.9
Norway	2.9
Belgium	2.9
Denmark	2.0
Other	2.0
Cash	1.7

Credit quality (%)

	Fund
AA or AAA	1.7
A	46.3
BBB	52.0
BB and Lower	0.0

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
Banks	55.3
Insurance	20.3
Utilities	10.8
Energy	5.8
Industrials	4.8
Telecommunications	1.4
Other	0.0
Cash	1.7

Source: Principal Global Investors and/or its affiliates and the Index. Characteristics sources: Bloomberg, Moody's, S&P, Fitch, and Spectrum Asset Management.

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	PGIGRCI ID
ISIN	IE0000R8LK58
Lipper	68795509
SEDOL	BPCTCL4
Valoren	132903450
WKN	A401QU

Registration

Austria, Belgium, Denmark, Finland, France, Germany, Ireland, Italy, Luxembourg, Netherlands, 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.
- This class is unhedged. Unhedged shareclasses are exposed to greater risk and volatility. Please note the fund does have hedged shareclasses available.

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. 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.

Disclosure

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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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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.

The product promotes environmental and/or social characteristics as referenced in Article 8 of the Sustainable Finance Disclosure Regulation (EU) No. 2019/2088 ("SFDR"). Please refer to the required pre-contract disclosures contained in the relevant prospectus or offering memorandum (as applicable) or on our website. More information can be found at <https://www.principalam.com/SFDR>.

Contact us

For more information on the fund, please contact:

Europe: Principal Global Investors (Ireland) Limited
+49 69 5060 6787
Hoerich.Gottfried@principal.com
Edwinson.Petter@principal.com

Principal Global Investors (Switzerland) GmbH
+41 44 286 1000
salzmann.christopher@principal.com
Zwicker.Isabel@principal.com

United Kingdom: Principal Global Investors (Europe) Limited
+44 (0) 207 710 0220
Investors-Europe@principal.com

Website

<https://www.principalam.com>