

# Asian High Yield Fund - I Class Accumulation Units

30 November 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 \$36.1m  
Base currency USD  
Fund domicile IRELAND  
UCITS qualifying Yes  
Dealing 10:00 AM GMT Daily  
SFDR Categorisation Article 8

## Unit class facts

Launch date 08 Jan 2020  
Currency USD  
Minimum investment US\$ 2,000,000  
Management fee(s) 0.70% pa  
Income distribution Accumulating

## Fund grading

4 Star Overall Morningstar Rating™ as of 30 November 2023



## Performance (%)

	1M	3M	YTD	1YR	3YR	5YR	SI
Fund Cumulative Net	4.50	4.29	-0.80	4.83	-24.30	-	-21.42
Index Cumulative	4.98	4.87	2.40	8.98	-32.52	-	-30.65
Fund Annualised Net	4.50	4.29	-0.80	4.83	-8.86	-	-6.00
Index Annualised	4.98	4.87	2.40	8.98	-12.29	-	-8.96

## 12-month rolling return (%)

Dec 18 - Nov 19	Dec 19 - Nov 20	Dec 20 - Nov 21	Dec 21 - Nov 22	Dec 22 - Nov 23
-	-	-11.60	-18.31	4.83

## Risk analysis

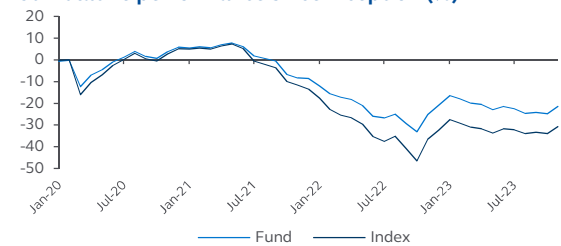
	1YR	3YR
Information Ratio	-2.0	0.6
Alpha	-3.6	-0.9
Tracking Error	2.1	5.9
Standard Deviation	10.6	12.8
Beta	0.9	0.7

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	12.6	6.6
Yield to Worst	9.6	11.5
Yield to Maturity	9.7	11.4
Option Adjusted Duration (Years)	2.0	2.6

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

## Top 10 holdings (%)

	Fund
Mgm China Holdings Ltd	2.9
Industrial & Commercial Bank Of China Ltd	2.7
Network I2i Ltd	2.5
Pakistan Government International Bond	2.4
Wynn Macau Ltd	2.4
United States Treasury Note/Bond	2.1
Melco Resorts Finance Ltd	1.9
Star Energy Geothermal Wayang Windu Ltd	1.9
Mongolia Government International Bond	1.7
Sands China Ltd	1.5
<b>Total</b>	<b>22.0</b>

No. of holdings

105

## Geographic allocation (%)

	Fund	Difference
India	23.1	0.5
China	18.2	-7.3
United States	15.0	15.0
Macau	12.6	0.7
Indonesia	8.6	2.3
Hong Kong	6.0	-6.7
Pakistan	4.4	-2.3
Philippines	2.8	2.4
Mongolia	2.3	-0.6
Great Britain	1.6	1.6
Thailand	1.1	-1.4
Sri Lanka	1.0	1.0
Japan	0.9	0.9
Other	2.4	-6.2

## Credit quality (%)

	Fund	Difference
AAA	12.9	12.9
AA	2.1	2.1
A	3.9	3.9
BBB	9.9	9.9
BB	40.1	-23.3
B	19.2	-6.5
CCC and Below	7.7	-3.2
Not Rated	4.2	4.2

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	16.6	-0.6
Banking	10.9	-8.5
Utility	10.3	-5.5
Sovereign	9.9	-0.6
Basic Industry	7.7	-0.3
Real Estate	6.9	-1.9
Financial Services	5.4	4.5
Telecommunications	3.8	0.9
Transportation	3.4	-1.0
Energy	3.2	-1.6
Capital Goods	2.2	0.4
Technology & Electronics	2.1	0.9
Automotive	1.7	0.7
Retail	1.3	1.3
Local-Authority	0.9	-1.9
Insurance	0.9	0.9
Other	0.0	-0.7
Cash	12.9	12.9

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	PRAHYIU ID
ISIN	IE00BK1X4S34
Lipper	68590687
SEDOL	BK1X453
CUSIP	G72481495
Valoren	51869895
WKN	A2PX2A

**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 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.

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**

Principal Global Investors ("PGI") is the asset management arm of the Principal Financial Group, and includes (amongst other entities): Principal Global Investors LLC ("PGI LLC"), Principal Global Investors (Europe) Limited ("PGIE") and any Sub-Advisers to the Fund. PGIE has been appointed as Distributor for the Fund and has identified that the Fund is compatible with the needs, characteristics and objectives of both institutional and retail investors. Please note however that PGI does not distribute directly to retail investors who should seek independent investment advice before deciding whether the fund in question is suitable to meet their investment needs and objectives. 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 its index. Further, it is not possible to invest in an index.

Information in this document has been derived from sources believed to be accurate as of the date of issuance and is derived from PGI or its affiliates unless otherwise noted. Information derived from sources other than PGI or its affiliates is believed to be reliable however we do not independently verify or guarantee its accuracy or validity. Subject to any contrary provisions of applicable law, no company in the Principal Financial Group nor any of their employees or directors gives any warranty of reliability or accuracy nor accepts any responsibility arising in any other way (including by reason of negligence) for errors or omissions in this document.

This material is not intended for distribution to, or use by any person or entity in any jurisdiction or country where such distribution or use would be contrary to local law or regulation. When this document is issued in the following countries/jurisdictions, it is issued by the entities noted:

- This document is issued in Europe by Principal Global Investors (Ireland) Limited, 70 Sir John Rogerson's Quay, Dublin 2, D02 R296, Ireland. Principal Global Investors (Ireland) Limited is regulated by the Central Bank of Ireland.
- In Europe, this document is directed exclusively at Professional Clients and Eligible Counterparties and should not be relied upon by Retail Clients (all as defined by the MiFID). Clients that do not directly contact with Principal Global Investors (Europe) Limited ("PGIE") or Principal Global Investors (Ireland) Limited ("PGI") will not benefit from the protections offered by the rules and regulations of the Financial Conduct Authority or the Central Bank of Ireland, including those enacted under MiFID II. Further, where clients do contract with PGIE or PGII, PGIE or PGII may delegate management authority to affiliates that are not authorised and regulated within Europe and in any such case, the client may not benefit from all protections offered by the rules and regulations of the Financial Conduct Authority, or the Central Bank of Ireland.
- In United Kingdom by PGIE, Level 1, 1 Wood Street, London, EC2V 7JB, registered in England, No. 03819986, which has approved its contents, and which is authorized and regulated by the Financial Conduct Authority.
- This document is marketing material and is issued in Switzerland by Principal Global Investors (Switzerland) GmbH. Where the Fund is registered in Switzerland, the name of the Swiss representative is ACOLIN Fund Services AG, Leutschenbachstrasse 50, CH-8050 Zurich. The name of the Swiss paying agent is Banque Cantonale de Genève, 17, quai de l'Île, 1204 Geneva. Investors can obtain free of charge the prospectus, trust deed, the prospectus, the key investor information document (KIID), and the annual and semi-annual reports from the representative in Switzerland.
- This document is issued in United Arab Emirates by Principal Global Investors LLC, a branch registered in the Dubai International Financial Centre and authorized by the Dubai Financial Services Authority as a representative office and is delivered on an individual basis to the recipient and should not be passed on or otherwise distributed by the recipient to any other person or organisation.

This document is issued in Singapore by Principal Global Investors (Singapore) Limited (ACRA Reg. No. 199603735H), which is regulated by the Monetary Authority of Singapore ("MAS"). The Fund mentioned herein in this document is a restricted scheme in Singapore. This Fund is not authorized or recognized by the MAS and the units in the Fund are not allowed to be offered to the retail public. The Fund is available only to 1) Institutional Investors under Section 304 of the Securities and Futures Act 2001 ("SFA") and 2) persons within the meaning of "relevant persons" defined in Section 305 of the SFA and in accordance with the conditions of, any other applicable provisions of the SFA. This advertisement or publication has been reviewed by the Monetary Authority of Singapore.

©2023 Principal®, Principal Financial Group®, Principal Asset Management, and Principal and the logomark design are registered trademarks and service marks of Principal Financial Services, Inc., a Principal Financial Group company, in various countries around the world and may be used only with the permission of Principal Financial Services, Inc.

Principal Asset Management is a trade name of Principal Global Investors (Ireland) Limited and Principal Global Investors (Europe) Limited.

**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.

Overall Morningstar Rating™ as of November 2023. Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

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, LLC (Dubai)

+97 143 46 4555

Dungarpurwala.Tasneem@principal.com

Principal Global Investors (Singapore)

Limited

+65 6490 4649

principalasia@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

Glendon.Alan@principal.com

**Website**

<https://www.principalam.com>