



This Notice is important and requires your immediate attention. If you are in any doubt about the contents of this Notice or the action to be taken, you should seek independent professional advice.

Principal Global Investors (Ireland) Limited accepts responsibility for the information contained in this Notice as being accurate at the date of publication. Unless otherwise defined in this Notice, capitalised terms used in this Notice shall have the same meaning as those used in the Hong Kong Summary Prospectus dated 2 July 2019 (the “Hong Kong Summary Prospectus”).

UNITHOLDER NOTICE

20 December 2019

Principal Global Investors Funds (the "Trust")

European Equity Fund
Global Equity Fund
High Yield Fund
Preferred Securities Fund
(each a “Fund”, and collectively the “Funds”)

Dear Unitholder

We are writing to notify you of changes being made to the Hong Kong Summary Prospectus and Product Key Facts Statements of the Funds (together the “**Hong Kong Offering Document**”).

The changes are set out below and have taken effect on 19 December 2019, unless otherwise specified. These amendments do not require unitholder approval.

The Hong Kong Summary Prospectus is being updated to take account of a number of changes as follows:

(i) Regulatory Changes - Brexit

Linked to the intended departure of the United Kingdom from the European Union, and in line with current industry practice, a Brexit risk factor titled ‘Changes in the UK political environment’ will be included in the section headed ‘Special Investment Considerations and Risk’ in the Hong Kong Summary Prospectus.

(ii) Update to the Directors of Principal Global Investors (Ireland) Limited

The Hong Kong Summary Prospectus will be amended to reflect the appointment of Kamal Bhatia as a Director of Principal Global Investors (Ireland) Limited as a replacement for Michael Beer following his retirement and resignation from the Board.

(iii) Amendments to Reflect Requirements under the Revised Code on Unit Trusts and Mutual Funds

The Trust and the Funds are authorised by the Securities and Futures Commission in Hong Kong (“**SFC**”) and hence are subject to the applicable requirements under the Code on Unit Trusts and Mutual Funds (“**Code**”) issued by the SFC. The Code has been revised.

The following key changes will be made to the Hong Kong Offering Document to reflect applicable requirements under the revised Code:

- amendments to reflect the requirements under the revised Code on transactions with connected persons and soft dollars arrangements; and
- enhancements to the disclosures on the Trustee and its obligations in respect of the Trust and the Funds.

In addition, the disclosures relating to High Yield Fund and Preferred Securities Fund will be enhanced to reflect the SFC's disclosure requirements pertaining to debt instruments with loss-absorption features. Specifically, High Yield Fund may invest up to 10% of its net asset value and Preferred Securities Fund may invest less than 50% of its net asset value in these instruments. The associated risks will also be reflected in the Hong Kong Offering Document, where relevant. In particular, it will be disclosed in the Hong Kong Offering Document that debt instruments with loss-absorption features are subject to greater capital risks when compared to traditional debt instruments as such instruments are typically subject to the risk of being written down or converted to ordinary shares upon the occurrence of pre-defined trigger event(s), which are likely to be outside of the issuer's control. Such trigger events are complex and difficult to predict and may result in a significant or total reduction in the value of such instruments. In the event of the activation of a trigger, there may be potential price contagion and volatility to the entire asset class. Debt instruments with loss-absorption features may also be exposed to liquidity, valuation and sector concentration risk. Please refer to the updated Hong Kong Offering Document for more details.

Save as disclosed in this Notice, the foregoing changes will not result in any material change to the investment objective and risk profile of each of the Funds. There will be no increase in the fees payable out of the assets of the Funds as a result of these changes. The changes will also not result in a change in the manner in which the Trust and the Funds currently operate or are being managed save as disclosed in this Notice.

Unitholders may obtain a copy of the updated Hong Kong Summary Prospectus and Product Key Facts Statements of the Funds in due course free of charge from:

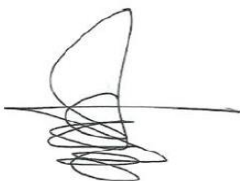
Principal Investment & Retirement Services Limited

30/F Millennium City 6
392 Kwun Tong Road
Kwun Tong
Kowloon
www.principal.com.hk¹

If you have any questions relating to these changes, please contact the customer hotline of Principal Investment & Retirement Services Limited, the Hong Kong Representative, at (852) 2117-8383, 30/F Millennium City 6, 392 Kwun Tong Road, Kwun Tong, Kowloon, or visit our website at www.principal.com.hk².

Many thanks for your continued support.

Yours faithfully



Director, for and on behalf of Principal Global Investors (Ireland) Limited

¹ This website has not been reviewed by the SFC.

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UNITHOLDER NOTICE

30 October 2019

**Principal Global Investors (Ireland) Limited (the Manager)
Principal Global Investors Funds (the "Trust")**

- **European Equity Fund**
- **Global Equity Fund**
- **High Yield Fund**
- **Preferred Securities Fund**

(each a "Fund" and collectively the "Funds")

Dear Unitholder

We are writing to you to inform you that the Manager has been made aware by Bank of New York Mellon of their intention to restructure the legal entities within The Bank of New York Mellon group of companies to rationalise its legal entity structure and to streamline its operations; and as such of their intention to merge the Trustee of the Funds, BNY Mellon Trust Company (Ireland) Limited ("**TCIL**") into The Bank of New York Mellon SA/NV ("**BNYM Belgium**") (the "**Merger**"). It is expected that the Merger will take place on 1 December 2019 (the "**Effective Date**").

Notice is hereby given to the unitholders (the "**Unitholders**") of each of the Funds that the Manager informs the Unitholders of the "**Merger**".

Following the Merger, the current activities of TCIL as trustee and depositary to the Trust and the Funds, will be automatically transferred to the branch of BNYM Belgium in Dublin ("**BNYM Belgium (Dublin Branch)**") with effect from the Effective Date. The Merger is subject to shareholders' approval, regulatory approval from the European Central Bank and the National Bank of Belgium, and Irish High Court approval on the part of the above relevant entities under The Bank of New York Mellon Corporation group of companies. In addition, regulatory approval from the Central Bank of Ireland is required for BNYM Belgium (Dublin Branch) to provide depositary and custody services to collective investment schemes. In the event that the Merger does not take place by the Effective

Date, TCIL will continue its current activities as trustee and depositary to the Trust and the Funds, and Unitholders will be notified of the same accordingly.

BNYM Belgium is a Belgian public limited liability company and is an indirect wholly-owned subsidiary of The Bank of New York Mellon Corporation. BNYM Belgium is regulated and supervised by the European Central Bank and the National Bank of Belgium as a significant credit institution for prudential matters. Subject to the approval of the Central Bank of Ireland, it will be regulated and supervised by the Central Bank of Ireland to provide depositary and custody services to collective investment schemes. Both TCIL and BNYM Belgium are members of The Bank of New York Mellon group of companies and have the same ultimate parent entity.

The Merger will take place pursuant to the European Union Directive on Cross-Border Mergers of Limited Liability Companies (2005/56/EC) as implemented by Ireland and Belgium. Pursuant to the Merger, the assets and liabilities of TCIL will be acquired by BNYM Belgium and TCIL will be dissolved without going into liquidation.

The Trust Deed between the Manager and TCIL will be automatically transferred to BNYM Belgium meaning that BNYM Belgium will carry out its trustee functions in Dublin through BNYM Belgium (Dublin Branch) after the Merger. The activities currently performed by TCIL with respect to the Trust and the Funds will then be performed by BNYM Belgium (Dublin Branch). BNYM Belgium (Dublin Branch) will perform the same duties and responsibilities in respect of the Trust and the Funds and will have the same rights under its existing agreements with the Funds as TCIL currently does and has.

TCIL and BNYM Belgium confirm that the Merger will not involve any material changes to the services provided to the Trust and the Funds, in particular: (1) the Merger will not entail substantive changes to the effective organisation of the trustee services carried out by TCIL; (2) there will be no change to the Dublin business address; (3) BNYM Belgium (Dublin Branch) will keep all existing agreements in respect of the Trust and/or the Funds in place after the Merger; and (4) there will be no change to the systems and controls in place to monitor the investment restrictions applicable to the Funds by the trustee of the Funds.

Save for the above changes, there will not be any impact on the operation of the Trust and the Funds, the manner in which the Funds are being managed, or the existing Unitholders of the Funds. The rights and interests of the Unitholders of the Funds will not be materially prejudiced as a result of such changes. The change of Trustee will not have any implications on the features and risks applicable to the Trust and the Funds.

There will be no change in the fee level/structure or cost in managing the Funds following the implementation of the Merger.

The costs and/or expenses that will be incurred in connection with the changes detailed herein will be borne by TCIL.

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The Hong Kong Summary Prospectus and Product Key Facts Statements of the Funds will be updated accordingly in due course and will be available free of charge from:

Principal Global Investors (Ireland) Limited
32 Molesworth Street
Dublin 2
D02 Y512
Ireland



30/F Millennium City 6
392 Kwun Tong Road
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Kowloon
www.principal.com.hk¹

If you have any questions or concerns about the foregoing, please contact the customer hotline of Principal Investment & Retirement Services Limited, the Hong Kong Representative, at (852) 2117-8383, 30/F Millennium City 6, 392 Kwun Tong Road, Kwun Tong, Kowloon, or visit our website at www.principal.com.hk².

Many thanks for your continued support.

Yours faithfully

A handwritten signature in black ink, consisting of a large, sweeping loop at the top and several smaller, overlapping loops below it.

Director, for and on behalf of

Principal Global Investors (Ireland) Limited

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