

# Principal Life Style Fund

UNAUDITED SEMI ANNUAL REPORT  
For The Six Months Ended 30 June 2019



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# MANAGEMENT AND ADMINISTRATION

## **Manager**

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# MANAGER'S REPORT

## **Principal Life Style Fund (the "Fund")**

The Manager has pleasure in presenting the Manager's report together with the performance of the Fund for the six months ended 30 June 2019.

## **Principal Asian Equity Fund**

### ***Market Review***

Global equity markets rallied sharply in June, bringing the quarter into positive territory, as investors returned to risk-assets. Using the MSCI All Country World Index (US dollar) as a proxy, global equities gained 6.6% during the month, and were up 16.2% during the first half. Signs of global growth slowing down sparked dovish rhetoric from central bankers around the world, who stand ready to provide economic stimulus as needed. The G-20 summit provided some temporary relief to trade tensions as the United States and China agreed to a trade truce and to restart the trade negotiations.

Emerging market region performance was disparate during the quarter. In U.S. dollar terms, the EMEA region was the top performer, up 7.2%, followed by Latin America, up 4.4%, and Asia was in the red, down 1.2%.

### ***Portfolio Strategy and Outlook***

The Indian market underperformed the broad emerging markets index in June. The market consolidation was not surprising given the strong outperformance the previous month. The reserve bank rate cut rates by 25 basis points (bps), in-line with expectations, and the rhetoric was dovish in nature. Liquidity concerns remain for some housing related non-banking financial companies (not seen as systemic) and limited positive economic data points dampen market sentiment.

China's economics activities were mixed in June. Official Manufacturing Purchasing Managers' Index (PMI) remained at 49.4 in June, and Caixin manufacturing PMI dropped to 49.4 from 50.2 in May. In June, an easing in U.S.-China trade tensions that began with the confirmation of President Donald Trump-Xi Jinping G20 meeting on June 18th helped to restore the market sentiment. On the domestic front, the government started to roll out stimulus policies like supporting auto consumption and expanding usage of special bond. Overall earnings revision remained negative in June. Thus, we stayed relatively defensive on China and focused on stocks with positive fundamentals changes.

South Korea's market rose in June, with the MSCI Korea index returning +8.8% for the month. Korea's market reversed its recent trend and outperformed for the month. Some of this outperformance was also a function of the Korean won reversing its weakness against the dollar, as the won appreciated by approximately 3% in June.

## **Principal China Equity Fund**

### ***Market Review***

In the second quarter, the MSCI China Custom Index was down 3.1%. Consumer staples and utilities sectors relatively outperformed during the quarter, while healthcare, industrials, and information technology sectors underperformed.

### ***Portfolio Strategy and Outlook***

China's economics activities were mixed in June. Official Manufacturing Purchasing Managers' Index (PMI) remained at 49.4 in June, and Caixin manufacturing PMI dropped to 49.4 from 50.2 in May. Exports growth accelerated to 7.7% year-over-year in May from 3.1% in April, while imports growth decelerated to -2.5% from 10.3% in April. Industrial production year-to-date was slightly down to 6.0% from 6.2% in April. Retail sales growth accelerated to 8.6% in May from 7.2% in April. Total social financing was 1400 billion, slightly below expectation which was 1450 billion.

In June, an easing in U.S.-China trade tensions that began with the confirmation of Trump-Xi G20 meeting on June 18th helped to restore the market sentiment. On the domestic front, the government started to roll out stimulus policies like supporting auto consumption and expanding usage of special bond. Overall earnings revision remained negative in June. Thus, we stayed relatively defensive on China and focused on stocks with positive fundamentals changes.

## MANAGER'S REPORT *(continued)*

### **Principal European Equity Fund**

#### **Market Review**

European equity markets were in the doldrums for April and May, though then rallied into June, closing the quarter up 4.5% in U.S. dollar terms. Switzerland and Germany led the way, rising 6.7% and 6.3% respectively during the quarter. European stock markets performed well during the quarter despite a slew of European elections where once again we were left with less clarity as no clear winners surfaced. Markets have become less uncomfortable with political uncertainty as we are now more than three years past the Brexit vote and still no closer to a soft or hard Brexit path even after Prime Minister Theresa May's forced resignation in June.

#### **Portfolio Strategy and Outlook**

Markets will continue to face some risk of correction due to de-risking and rebalancing pressures by pension funds and sovereign institutions. Indeed, some liability driven investors have already begun to act. Other key risks, as always, include geopolitical uncertainty and potential policy missteps, whether monetary, fiscal, and/or regulatory in nature. As we have noted repeatedly in recent years, in a market environment underpinned by aggressive governmental policy, even subtle changes in policy expectations can have swift implications for markets and investor sentiment. As always, we find bottom-up analysis of credit conditions and earnings trends to be much more reliable guides than top-down attempts to forecasts macro variables. Our bottom up focus on sustainable earnings trends and valuations relative to expectations remain a constant across the portfolio and helps rise above the fray of short-term bouts of volatility and the "risk on/risk off" tendencies of many investors.

### **Principal Hong Kong Bond Fund**

#### **Market Review**

Markit's HK Bond Index returned 3.8% in 1H19 bringing last 12m returns to 6.5%. The HKD/USD finished at 7.8107 from 7.83 at end of last year as narrower HK-US rates differentials reduced arbitrage incentives. CNH and CNY finished 1H19 almost flat against USD to 6.867 and 6.867 on renewed trade tensions. The Hang Seng index rose (ex-dividend) 10.4% in 1H19 bringing 12m losses to 1.4% (ex-dividend). Home prices, as measured by the Centaline Property Price Index, increased by 7.6% in 1H19 (up 0.8% in the last 12 months).

#### **Portfolio Strategy and Outlook**

Global bond yields moved lower in 1H19 on growth concerns and reescalation in US-China trade tensions. Economic growth is expected to slow down in 2019 as US fiscal policy impact eases while Europe data remains weak and latest China data is on the weaker side after some apparent stabilization in March/April. Federal Reserve (Fed) tone has become more dovish and market continued to assign significant probabilities of rate cuts in 2019 and 2020. Both European Central Bank (ECB) and Bank of Japan (BOJ) continue to pursue easy monetary policies with extending the forward guidance.

In HK, HKMA has drained liquidity in recent months to keep HKD within convertibility range bringing Aggregate balance to HK\$55bn. Any signs of HKD liquidity tightening on potential IPOs may increase HK rates volatility.

Overall, portfolio maintains slight duration underweight at current levels, but will look to add back duration on yield sell offs. Portfolio continues to maintain allocation to USD bonds for higher carry and liquidity. Portfolio maintains an overweight to local agencies and underweight HK treasuries for carry advantage.

## MANAGER'S REPORT *(continued)*

### **Principal Hong Kong Dollar Savings Fund**

#### **Market Review**

Overall monetary conditions were stable. The Monetary base declined by HK\$8bn to HK\$1625bn while Aggregate balance decreased by HK\$23bn to HK\$56bn as HKMA bought HKD from the market after USD/HKD hit 7.85, the upper end of the currency peg. 3-month HIBOR finished at 2.46% (+13bps) and 1-year HIBOR at 2.41% (-34bps). Liquidity condition improved in 1Q19 but tightened in 2Q19 due to semiannual seasonality and upcoming IPOs.

Hong Kong's economic data was on weaker side as trade tensions and slower global growth pose risk to the economy. 1Q19 real GDP grew +0.6%yoy on weak investments. May trade activity remained weak as export growth was at -2.4%yoy while import grew at -4.3%yoy. June PMI remained in contractionary zone (<50) at 47.9 from 46.9 in May. May Retail sales dropped both in value (-1.3%yoy) and volume (-1.7%yoy). CPI inflation in May was at 2.8%yoy while the unemployment rate remained at 2.8%.

#### **Portfolio Strategy and Outlook**

Due to low interest rates, gross fund returns remain low. Our strategy of generating returns in excess of 3-month HIBOR continues to do well. Federal Reserve (Fed) speak has been dovish and market expectations of rate cuts increased further. Both ECB and BOJ continue to pursue accommodative policies with BOJ extending the forward guidance to keep rates low till spring of 2020. US-China trade tensions have resurfaced in May but eased after the Osaka G20 meeting, any further escalation in trade tensions may drag on sentiments and global growth. In case HK rates move lower on easing liquidity or slower global growth it may weigh on incremental return from reinvestments.

### **Principal Hong Kong Equity Fund**

#### **Market Review**

In the second quarter, the Hang Seng Index slipped 0.1%. Financials, consumer discretionary, and utilities sectors outperformed, while healthcare, information technology, and energy sectors lagged during the quarter.

Hong Kong's Purchasing Managers' Index (PMI) improved a little to 47.9 in June from 46.9 in May. Retail sales growth was down 1.3% year-over-year (yoy) in term of value and 1.7% in term of volume in May, both above expectations. China's economics activities were mixed in June. Official Manufacturing PMI remained at 49.4 in June, and Caixin manufacturing PMI dropped to 49.4 from 50.2 in May. Exports growth accelerated to 7.7% yoy in May from 3.1% in April, while imports growth decelerated to -2.5% from 10.3% in April. Industrial production YTD was slightly down to 6.0% from 6.2% in April. Retail sales growth accelerated to 8.6% in May from 7.2% in April.

#### **Portfolio Strategy and Outlook**

In June, an easing in U.S.-China trade tensions that began with the confirmation of Trump-Xi G20 meeting on June 18th helped to restore the market sentiment. On the domestic front, the government started to roll out stimulus policies like supporting auto consumption and expanding usage of special bond. Overall earnings revision remained negative in June. Thus, we stayed relatively defensive on China and focused on stocks with positive fundamentals changes.

## MANAGER'S REPORT *(continued)*

### **Principal International Bond Fund**

#### ***Market Review***

Risk assets performed well during the start of the year, rebounding from the fourth quarter sell-off. Dovish commentary from the Federal Reserve (Fed) was the primary reason for the recovery in risk assets, as the Fed changed from a hawkish to a dovish stance. Additional factors contributed to the strong market tone, including the end to the partial U.S. government shutdown and progress in U.S.-China trade negotiations.

#### ***Portfolio Strategy and Outlook***

Although global economic growth has moderated, the longest economic expansion on record in the U.S. will likely continue for at least another year due to an upturn in productivity growth and the likely commencement of a Fed rate-cutting cycle in the second half of 2019. Developments in U.S.-China trade negotiations will continue to influence markets. However, a resolution to the negotiations is unlikely in the near-term.

Fundamentals within investment grade corporate bonds remain stable, and profit margins remain at 15-year highs. Technicals are balanced as retail demand is strong while supply is expected to remain manageable. Spreads are likely to remain range bound and supported by the positive macro environment.

### **Principal International Equity Fund**

#### ***Market Review***

Global equity investors enjoyed healthy gains in the second quarter of 2019, culminating in the best first half for U.S. stocks in 20 years. The period was capped by a very strong market advance in June, more than offsetting drawdowns experienced in May, with meaningful dispersion of returns across sectors and regions along the way. Slowing global growth and escalating trade tensions between the United States and China spurred investor angst mid-quarter, but sentiment swiftly turned constructive in June with the help of the Federal Reserve (Fed).

#### ***Portfolio Strategy and Outlook***

Market consternation brought on by volatile trade relations between the United States and China as well as an indecisive Fed has led to abrupt shifts in investor sentiment and by extension swift dispersion in style and sectoral performance. However, the G-20 summit in June and the latest Fed meeting brought reprieve to previous investor angst in hopes that a resolution to trade and rate uncertainties may be upon us.

Despite the constant geopolitical headwinds and growth disruptions, the latest earnings season concluded and remains in good standing. Earnings growth seems on track in the high single-digit range, with no material signs of an outright earnings recession. As always, we continue to prefer companies with favorable earnings trends and other aspects of improving business fundamentals, rising investor expectations and attractive relative valuations. Earnings growth and profit margins may have peaked but remain solid in most sectors. If earnings growth doesn't deteriorate further, markets should continue to react positively.

## MANAGER'S REPORT *(continued)*

### **Principal Pension Bond Fund**

#### ***Market Review***

Risk assets performed well during the first half of the year, rebounding significantly from the fourth quarter sell-off. The Fed expectations set the tone for the markets, and US rates markets are now pricing in a more dovish Fed. Early in the second quarter, weak inflation data reinforced the expectation that the cycle of Fed rate hikes was over, leading to strong performance in risk assets. Although risk assets briefly sold off due to breakdown of trade negotiations and the threat of Mexico tariffs, recent constructive news regarding the US/China trade deal helped to reverse the sell-off. Additionally, the market expectation for a series of rate-cuts in the second half of the year resulted in a return to risk-on mode.

#### ***Portfolio Strategy and Outlook***

Although global economic growth has moderated, the longest economic expansion on record in the U.S. will likely continue for at least another year due to an upturn in productivity growth and the likely commencement of a Fed rate-cutting cycle in the second half of 2019. Developments in U.S.-China trade negotiations will continue to influence markets. However, a resolution to the negotiations is unlikely in the near-term.

Fundamentals within investment grade corporate bonds remain stable, and profit margins remain at 15-year highs. Technicals are balanced as retail demand is strong while supply is expected to remain manageable. Spreads are likely to remain range bound and supported by the positive macro environment. The overweight allocation to investment grade corporate bonds was slightly increased during the quarter.

### **Principal U.S. Equity Fund**

#### ***Market Review***

Equity markets were up during the last 6 months. During the period, MSCI AC World rose 16.23% with MSCI Emerging Markets up 10.58%. The U.S. dollar appreciated 0.07% against the British pound, 0.38% against the euro, while depreciating 1.85% against the yen. Commodity prices rose during the last six months, driven by rising energy prices.

May U.S. nonfarm payrolls were 75K, while the latest initial jobless claims were 227K. U.S. GDP for first quarter 2019 was at 3.1% in the latest release.

The Custom Index rose 17.66% during the first half of 2019. Information technology and industrials were the top performing sectors, while healthcare and energy lagged. Growth stocks outperformed value stocks.

#### ***Portfolio Strategy and Outlook***

Our strategy is positioned to harvest equity risk premia across several areas.

For and on behalf of

**Principal Asset Management Company (Asia) Limited**

Hong Kong

2 August 2019



# INVESTMENT REPORT

## Portfolio statement as at 30 June 2019

Principal Asian Equity Fund			
Investments	* Portfolio holdings	Market value	% of NAV
		HK\$/HK\$ equivalent	
<b>Listed shares</b>			
<i>Australia</i>			
Appen Ltd	207,449	31,806,674	0.64
Aristocrat Leisure Ltd	62,810	10,569,490	0.21
Australia & New Zealand Banking Group Ltd	120,120	18,561,900	0.37
Beach Energy Ltd	1,526,244	16,595,429	0.33
BHP Group Ltd	208,745	47,064,717	0.94
Brambles Ltd	261,851	18,474,560	0.37
Bravura Solutions Ltd	832,176	22,154,169	0.44
Collins Foods Ltd	587,554	26,713,444	0.54
Commonwealth Bank of Australia	119,437	54,158,711	1.09
CSL Ltd	31,980	37,663,522	0.75
Macquarie Group Ltd	8,271	5,681,002	0.11
National Australia Bank Ltd	230,530	33,741,774	0.68
Northern Star Resources Ltd	392,665	25,058,330	0.50
NRW Holdings Ltd	948,400	13,039,750	0.26
OZ Minerals Ltd	120,746	6,634,034	0.13
QBE Insurance Group Ltd	80,377	5,208,594	0.10
Santos Ltd	335,996	13,030,809	0.26
Saracen Mineral Holdings Ltd	1,621,559	32,687,716	0.65
Service Stream Ltd	2,128,772	32,767,211	0.66
Seven Group Holdings Ltd	123,394	12,497,840	0.25
Telstra Corp Ltd	1,019,780	21,506,574	0.43
Westpac Banking Corp	126,646	19,674,410	0.39
		505,290,660	10.10
<i>China</i>			
Alibaba Group Holding Ltd-ADR	127,769	169,048,933	3.40
Alibaba Health Information Technology Ltd	2,502,000	18,714,960	0.37
Anhui Conch Cement Co Ltd-H	289,500	14,171,025	0.28
ANTA Sports Products Ltd	673,000	36,106,450	0.72
Asia Cement (China) Holdings Co	974,500	12,220,230	0.24
Bosideng International Holdings Ltd	23,448,000	50,882,160	1.02
China Communications Services Corp Ltd-H	4,076,000	24,700,560	0.49
China Construction Bank Corp-H	17,201,010	115,762,797	2.32
China Merchants Bank Co Ltd-H	926,500	36,087,175	0.72
China Mobile Ltd	680,500	48,417,575	0.97
China Petroleum & Chemical Corp-H	3,374,000	17,915,940	0.36
China Telecom Corp Ltd-H	10,712,000	42,098,160	0.84
CNOOC Ltd	2,407,000	32,157,520	0.64
Future Land & Development Holdings Ltd	2,678,000	27,529,840	0.55
Geely Automobile Holdings Ltd	2,594,000	34,655,840	0.69
Guangdong Investment Ltd	1,048,000	16,202,080	0.32
Guangzhou Automobile Group Co Ltd-H	3,298,000	27,505,320	0.55
Huaxin Cement Co Ltd-A	781,400	17,993,461	0.36
Industrial & Commercial Bank of China Ltd-H	12,783,000	72,863,100	1.46
NetEase Inc-ADR	22,420	44,774,483	0.90
New Oriental Education & Technology Group Inc-ADR	47,093	35,513,128	0.71
Ping An Insurance (Group) Co of China Ltd-H	1,243,000	116,593,400	2.35
Qudian Inc-ADR	382,613	22,406,104	0.45
Sunac China Holdings Ltd	866,000	33,254,400	0.67
TAL Education Group-ADR	111,549	33,184,557	0.66
Tencent Holdings Ltd	754,900	266,177,739	5.34
Times China Holdings Ltd	1,680,000	26,275,200	0.53
Tongcheng-Elong Holdings Ltd	904,800	14,024,400	0.28
Weichai Power Co Ltd-H	3,643,000	48,087,600	0.96
Yihai International Holding Ltd	588,000	23,843,400	0.48
Yum China Holdings Inc	50,271	18,134,470	0.36
		1,497,302,007	29.99

Principal Asian Equity Fund (continued)			
Investments	* Portfolio holdings	Market value	% of NAV
		HK\$/HK\$ equivalent	
<b>Listed shares (continued)</b>			
<i>Hong Kong</i>			
AIA Group Ltd	1,847,200	155,626,600	3.13
ASM Pacific Technology Ltd	229,300	18,344,000	0.37
BOC Hong Kong (Holdings) Ltd	1,038,000	31,918,500	0.64
CITIC Telecom International Holdings Ltd	18,589,000	57,625,900	1.15
CK Hutchison Holdings Ltd	186,000	14,322,000	0.29
Galaxy Entertainment Group Ltd	280,000	14,742,000	0.30
NagaCorp Ltd	2,164,000	20,796,040	0.42
New World Development Co Ltd	1,745,000	21,323,900	0.43
SITC International Holdings Co Ltd	8,177,000	65,088,920	1.30
Sun Hung Kai Properties Ltd	276,000	36,570,000	0.73
Swire Pacific Ltd	318,000	30,528,000	0.61
Wheelock & Co Ltd	611,000	34,216,000	0.69
Wynn Macau Ltd	931,600	16,303,000	0.33
Xinyi Glass Holdings Ltd	2,662,000	21,828,400	0.44
		539,233,260	10.83
<i>India</i>			
Axis Bank Ltd	512,617	46,959,619	0.94
Dr.Reddy's Laboratories Ltd	49,072	14,179,968	0.28
Escorts Ltd	270,386	16,433,805	0.33
GAIL (India) Ltd	1,016,071	35,911,514	0.72
HDFC Bank Ltd	156,496	43,329,601	0.87
Housing Development Finance Corp Ltd	162,692	40,406,500	0.81
ICICI Bank Ltd	395,537	19,588,113	0.39
ICICI Bank Ltd-ADR	195,876	19,255,390	0.39
Infosys Ltd	488,436	40,508,244	0.81
JSW Steel Ltd	312,474	9,792,436	0.20
KEC International Ltd	731,572	26,656,173	0.53
Larsen & Toubro Ltd	114,952	20,228,729	0.41
Muthoot Finance Ltd	454,084	33,173,088	0.66
Reliance Industries Ltd	381,901	54,220,211	1.09
Tata Consultancy Services Ltd	136,461	34,434,394	0.69
Tech Mahindra Ltd	363,806	29,125,150	0.58
WNS (Holdings) Ltd-ADR	123,897	57,270,090	1.15
		541,473,025	10.85
<i>Malaysia</i>			
AMMB Holdings Bhd	3,591,000	28,670,589	0.57
CIMB Group Holdings Bhd	3,826,600	38,857,619	0.78
		67,528,208	1.35
<i>Singapore</i>			
DBS Group Holdings Ltd	470,000	70,417,764	1.41
United Overseas Bank Ltd	198,800	29,980,265	0.60
UOL Group Ltd	723,400	31,521,374	0.63
		131,919,403	2.64
<i>South Korea</i>			
AfreecaTV Co Ltd	33,014	13,728,620	0.28
Daelim Industrial Co Ltd	31,138	24,212,642	0.49
Fila Korea Ltd	87,517	45,388,039	0.91
Hana Financial Group Inc	173,761	43,941,770	0.88
Hyundai Glovis Co Ltd	38,153	41,534,425	0.83
Hyundai Motor Co	31,568	29,883,313	0.60

# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

Principal Asian Equity Fund <i>(continued)</i>			
Investments	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed shares <i>(continued)</i></b>			
<i>South Korea <i>(continued)</i></i>			
Kia Motors Corp	52,545	15,632,834	0.31
LG Chem Ltd	15,026	36,017,475	0.72
Lotte Chemical Corp	11,199	19,120,281	0.38
Meritz Securities Co Ltd	1,413,663	51,234,714	1.03
Partron Co Ltd	148,380	17,808,501	0.36
POSCO	11,624	19,217,111	0.39
PowerLogics Co Ltd	325,904	28,867,862	0.58
Samsung Electronics Co Ltd	738,358	234,648,875	4.71
Shinhan Financial Group Co Ltd	75,341	22,873,433	0.46
SK hynix Inc	107,314	50,430,680	1.01
		694,540,575	13.94
<i>Taiwan</i>			
Accton Technology Corp	2,414,000	79,986,158	1.60
Delta Electronics Inc	1,292,000	51,273,728	1.03
E.SUN Financial Holding Co Ltd	6,031,000	39,510,679	0.79
Feng Tay Enterprises Co Ltd	1,119,000	68,233,441	1.37
Giant Manufacturing Co Ltd	1,177,000	72,066,687	1.44
Hon Hai Precision Industry Co Ltd	1,537,800	29,991,117	0.60
Kung Long Batteries Industrial Co Ltd	1,057,000	43,545,629	0.87
Largan Precision Co Ltd	15,000	14,570,265	0.29
Makalot Industrial Co Ltd	1,344,000	71,116,501	1.42
Realtek Semiconductor Corp	571,000	32,875,634	0.66
Taiwan Semiconductor Manufacturing Co Ltd	3,029,000	182,410,146	3.66
		685,579,985	13.73
<i>Thailand</i>			
PTT Pcl-Foreign	3,079,300	38,176,066	0.76
Thai Beverage Pcl	6,734,300	32,258,951	0.65
The Siam Cement Pcl	166,620	20,000,170	0.40
		90,435,187	1.81
<i>The Philippines</i>			
Vista Land & Lifescapes Inc	22,687,200	24,647,494	0.49
Wilcon Depot Inc	1,780,700	4,558,295	0.09
		29,205,789	0.58
<b>Total listed shares</b>		4,782,508,099	95.82
<b>Delisted Shares</b>			
<i>Hong Kong</i>			
Peace Mark (Holdings) Ltd	2,010,000	-	0.00
<b>Total delisted shares</b>		-	0.00
<b>Total investments</b>		4,782,508,099	95.82
<b>Other net assets</b>		208,532,977	4.18
<b>Total net asset value</b>		4,991,041,076	100.00
<b>Total cost of investments</b>		4,474,562,668	

\* The value of each holding as a percentage of the total net asset value is accounted for on the trade day.

Principal China Equity Fund			
Investments	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed shares</b>			
<i>China</i>			
Air China Ltd-H	1,966,000	15,492,080	0.36
Alibaba Group Holding Ltd-ADR	159,782	211,404,776	4.98
Anhui Conch Cement Co Ltd-H	1,415,500	69,288,725	1.63
ANTA Sports Products Ltd	1,328,000	71,247,200	1.68
Anton Oilfield Services Group	4,645,000	4,784,350	0.11
Asia Cement (China) Holdings Co	1,524,500	19,117,230	0.45
Bank of China Ltd-H	32,892,100	108,543,930	2.56
Bank of Communications Co Ltd-H	7,129,000	42,274,970	1.00
Bank of Nanjing Co Ltd-A	1,263,965	11,872,204	0.28
China Construction Bank Corp-H	42,777,620	287,893,383	6.78
China Everbright Ltd	540,000	6,231,600	0.15
China Hongqiao Group Ltd	11,241,500	61,940,665	1.46
China Lesso Group Holdings Ltd	11,156,000	70,059,680	1.65
China Life Insurance Co Ltd-H	4,849,000	93,294,760	2.20
China Longyuan Power Group Corp Ltd-H	12,646,000	63,356,460	1.49
China Medical System Holdings Ltd	12,112,000	86,721,920	2.04
China Merchants Bank Co Ltd-H	956,500	37,255,675	0.88
China Mobile Ltd	2,474,000	176,025,100	4.15
China National Accord Medicines Corp Ltd-A	225,699	10,735,784	0.25
China Petroleum & Chemical Corp-H	17,228,800	91,484,928	2.15
China Railway Construction Corp Ltd-H	4,878,500	46,736,030	1.10
China Resources Power Holdings Co Ltd	5,982,000	68,194,800	1.61
China Shenhua Energy Co Ltd-H	1,700,500	27,820,180	0.66
China Unicom (Hong Kong) Ltd	4,178,000	35,805,460	0.84
China Yongda Automobiles Services Holdings Ltd	515,000	3,682,250	0.09
CNOOC Ltd	10,741,000	143,499,760	3.38
Far East Horizon Ltd	5,947,000	47,516,530	1.12
Future Land & Development Holdings Ltd	8,438,000	86,742,640	2.04
Geely Automobile Holdings Ltd	2,785,000	37,207,600	0.88
Guangdong Investment Ltd	3,252,000	50,275,920	1.18
Guangzhou Automobile Group Co Ltd-H	3,636,000	30,324,240	0.71
Hua Hong Semiconductor Ltd	4,485,000	67,813,200	1.60
Industrial & Commercial Bank of China Ltd-H	26,664,850	151,989,645	3.58
Industrial Bank Co Ltd-A	590,996	12,291,773	0.29
Kingsoft Corp Ltd	598,000	10,106,200	0.24
Kweichow Moutai Co Ltd-A	7,683	8,596,906	0.20
Lenovo Group Ltd	13,000,000	78,650,000	1.85
Li Ning Co Ltd	3,024,000	55,702,080	1.31
New Oriental Education & Technology Group Inc-ADR	28,314	21,351,766	0.50
Pinduoduo Inc-ADR	76,694	12,353,954	0.29
Ping An Bank Co Ltd-A	815,678	12,781,571	0.30
Ping An Insurance (Group) Co of China Ltd-H	2,985,000	279,993,000	6.60
Qudian Inc-ADR	517,510	30,305,774	0.71
Shenzhen International Holdings Ltd	1,549,000	24,009,500	0.57
Shimao Property Holdings Ltd	3,137,000	74,660,600	1.76
Sunac China Holdings Ltd	3,433,000	131,827,200	3.11
Suning.Com Co Ltd-A	1,641,852	21,433,454	0.50
Tencent Holdings Ltd	1,026,900	362,084,939	8.54
Tianneng Power International Ltd	5,076,000	31,928,040	0.75
Times China Holdings Ltd	2,719,000	42,525,160	1.00
Tongcheng-Elong Holdings Ltd	1,115,600	17,291,800	0.41
Uni-President China Holdings Ltd	4,163,100	36,218,970	0.85
Wuliangye Yibin Co Ltd-A	101,678	13,637,702	0.32
WuXi AppTec Co Ltd-H	448,400	30,715,400	0.72
		3,645,099,464	85.86

# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

Principal China Equity Fund <i>(continued)</i>	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Investments</b>			
<b>Listed shares <i>(continued)</i></b>			
<i>Hong Kong</i>			
AIA Group Ltd	513,600	43,270,800	1.02
ASM Pacific Technology Ltd	158,500	12,680,000	0.30
BOC Hong Kong (Holdings) Ltd	1,964,000	60,393,000	1.42
Chow Tai Fook Jewellery Group Ltd	493,800	4,197,300	0.10
CITIC Telecom International Holdings Ltd	19,054,000	59,067,400	1.39
Hong Kong Exchanges & Clearing Ltd	146,600	40,432,280	0.95
NagaCorp Ltd	4,440,000	42,668,400	1.01
Pacific Basin Shipping Ltd	27,116,000	38,775,880	0.91
WH Group Ltd	1,819,500	14,410,440	0.34
Wheelock & Co Ltd	794,000	44,464,000	1.05
		360,359,500	8.49
<b>Total listed shares</b>		4,005,458,964	94.35
<b>Total investments</b>		4,005,458,964	94.35
<b>Other net assets</b>		239,856,424	5.65
<b>Total net asset value</b>		4,245,315,388	100.00
<b>Total cost of investments</b>		3,829,434,079	
* The value of each holding as a percentage of the total net asset value is accounted for on the trade day.			

  

Principal European Equity Fund	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Investments</b>			
<b>Listed shares</b>			
<i>Austria</i>			
BAWAG Group AG	7,572	2,481,536	0.28
Erste Group Bank AG	14,463	4,197,234	0.48
		6,678,770	0.76
<i>Denmark</i>			
Carlsberg A/S-B	5,350	5,545,731	0.63
Coloplast A/S-B	5,353	4,730,096	0.54
Novo Nordisk A/S-B	39,373	15,688,469	1.80
ROCKWOOL International A/S-B	1,848	3,689,452	0.42
Royal Unibrew A/S	6,473	3,693,406	0.42
SimCorp A/S	3,378	2,555,167	0.29
Vestas Wind Systems A/S	12,581	8,497,362	0.97
		44,399,683	5.07
<i>Finland</i>			
Elisa Oyj	13,688	5,222,196	0.59
Neste Oyj	36,430	9,665,241	1.10
Valmet Oyj	26,375	5,140,291	0.58
		20,027,728	2.27
<i>France</i>			
Airbus SE	5,957	6,603,575	0.75
AXA SA	36,454	7,487,069	0.85
Casino Guichard Perrachon	13,094	3,492,595	0.40
Dassault Systemes	5,459	6,809,660	0.77
Euronext NV	7,890	4,668,526	0.53
Hermes International	868	4,894,413	0.56
Kering	2,763	12,776,810	1.45
LVMH Moet Hennessy Louis Vuitton SE	6,498	21,624,906	2.47
Orange SA	48,028	5,920,646	0.67
Safran SA	6,802	7,792,481	0.89
Sartorius Stedim Biotech SA	3,004	3,704,513	0.42
Sodexo SA	4,868	4,449,369	0.51
Teleperformance SE	6,308	9,882,169	1.12
Ubisoft Entertainment SA	9,245	5,658,515	0.64
Vinci SA	12,332	9,874,615	1.12
		115,639,862	13.15
<i>Germany</i>			
Adidas AG	4,727	11,410,643	1.30
Carl Zeiss Meditec AG	6,526	5,033,514	0.57
Deutsche Telekom AG	80,184	10,844,979	1.23
Evotec SE	23,984	5,241,531	0.60
Hannover Rueck SE	5,832	7,373,468	0.84
Infineon Technologies AG	28,387	3,924,683	0.45
Jenoptik AG	14,653	3,706,496	0.42
LEG Immobilien AG	3,622	3,194,588	0.36
Merck KGaA	4,399	3,596,728	0.41
Nemetschek SE	5,691	2,679,225	0.30
Puma SE	12,130	6,325,335	0.72
TAG Immobilien AG	24,500	4,426,337	0.50
Vonovia SE	15,447	5,768,304	0.66
Wirecard AG	3,611	4,753,249	0.54
		78,279,080	8.90

# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

Principal European Equity Fund <i>(continued)</i>			
Investments	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed shares <i>(continued)</i></b>			
<i>Ireland</i>			
Glanbia Plc	27,195	3,457,640	0.39
KingSpan Group Plc	15,189	6,449,829	0.73
		9,907,469	1.12
<i>Italy</i>			
Amplifon Spa	13,529	2,473,110	0.28
Enel Spa	251,743	13,742,966	1.56
Ferrari NV	4,885	6,202,224	0.71
Mediobanca Banca di Credito Finanziario Spa	58,306	4,699,846	0.53
Moncler Spa	18,112	6,054,928	0.69
Poste Italiane Spa	76,524	6,300,331	0.72
Snam Spa	96,845	3,763,680	0.43
		43,237,085	4.92
<i>Netherlands</i>			
ASML Holding NV	6,919	11,303,208	1.29
ASR Nederland NV	15,756	5,009,544	0.57
BE Semiconductor Industries NV	18,482	3,720,318	0.42
Corbion NV	11,935	3,039,136	0.35
ING Groep NV	63,978	5,799,829	0.66
Koninklijke Ahold Delhaize NV	42,398	7,455,597	0.85
Koninklijke DSM NV	8,015	7,746,183	0.88
Koninklijke Philips NV	18,804	6,384,071	0.73
NN Group NV	24,970	7,859,167	0.89
Unilever NV	21,843	10,401,777	1.18
		68,718,830	7.82
<i>Norway</i>			
DNB ASA	34,049	4,954,748	0.56
Mowi ASA	21,521	3,935,834	0.45
Telenor ASA	33,184	5,510,455	0.63
		14,401,037	1.64
<i>Portugal</i>			
Banco Comercial Portugues SA-R	1,322,738	3,197,700	0.36
<i>Spain</i>			
ACS Actividades de Construccion y Servicios SA	20,248	6,320,736	0.72
Amadeus IT Holding SA	13,830	8,565,650	0.97
Iberdrola SA	177,796	13,857,285	1.58
		28,743,671	3.27
<i>Sweden</i>			
AAK AB	3,637	538,979	0.06
Husqvarna AB-B	41,094	3,005,481	0.34
Indutrade AB	10,921	2,729,242	0.31
Investor AB-B	14,794	5,556,913	0.63
Skandinaviska Enskilda Banken AB-A	47,038	3,402,976	0.39
Swedbank AB	27,536	3,233,219	0.37
Swedish Match AB	7,841	2,588,054	0.29
TelefonABet LM Ericsson-B	146,379	10,858,515	1.24
		31,913,379	3.63

Principal European Equity Fund <i>(continued)</i>			
Investments	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed shares <i>(continued)</i></b>			
<i>Switzerland</i>			
Alcon Inc	6,776	3,271,555	0.37
Barry Callebaut AG	212	3,324,728	0.38
Logitech International SA	19,009	5,939,403	0.68
Lonza Group AG	3,863	10,191,917	1.16
Nestle SA	49,087	39,733,183	4.53
Novartis AG	36,282	25,921,709	2.96
Roche Holding AG	12,979	28,551,465	3.26
Straumann Holding AG	665	4,588,113	0.52
Swiss Life Holding Ltd	2,958	11,462,295	1.30
		132,984,368	15.16
<i>United Kingdom</i>			
3i Group Plc	103,912	11,450,702	1.30
Anglo American Plc	37,520	8,334,099	0.95
Ashtead Group Plc	26,645	5,943,549	0.68
BHP Group Plc	62,794	12,521,876	1.42
BP Plc	330,100	17,921,630	2.05
Burford Capital Ltd	18,399	2,822,293	0.32
Coca-Cola HBC AG	20,800	6,117,702	0.70
Compass Group Plc	54,282	10,136,871	1.15
Dechra Pharmaceuticals Plc	11,137	3,026,530	0.34
Diageo Plc	45,771	15,328,404	1.74
Electrocomponents Plc	44,326	2,775,883	0.32
Ferguson Plc	7,841	4,345,459	0.49
GlaxoSmithKline Plc	73,703	11,499,604	1.31
Halma Plc	34,196	6,836,013	0.78
Howden Joinery Group Plc	73,636	3,694,659	0.42
Intermediate Capital Group Plc	37,395	5,110,736	0.58
JD Sports Fashion Plc	118,220	6,860,584	0.78
Legal & General Group Plc	297,488	7,934,223	0.90
Lloyds Banking Group Plc	1,138,496	6,375,987	0.73
Mondi Plc	18,990	3,363,986	0.38
National Express Group Plc	129,651	5,150,263	0.59
OneSavings Bank Plc	95,936	3,442,592	0.39
Paragon Banking Group Plc	105,888	4,598,218	0.52
Persimmon Plc	18,287	3,614,071	0.41
QinetiQ Group Plc	158,473	4,381,854	0.50
Rio Tinto Plc	26,016	12,565,537	1.43
Royal Dutch Shell Plc-A	54,764	13,942,053	1.59
Royal Dutch Shell Plc-B	31,941	8,158,545	0.93
Smith & Nephew Plc	28,743	4,849,899	0.55
SSP Group Plc	48,545	3,295,678	0.38
Taylor Wimpey Plc	238,184	3,718,417	0.42
Tesco Plc	323,007	7,246,689	0.82
Unilever Plc	24,706	11,967,046	1.36
Vesuvius Plc	58,653	3,180,878	0.36
WH Smith Plc	15,837	3,087,559	0.35
		245,600,089	27.94
<b>Total listed shares</b>		843,728,751	96.01
<b>Total investments</b>		843,728,751	96.01
<b>Other net assets</b>		35,023,054	3.99
<b>Total net asset value</b>		878,751,805	100.00
<b>Total cost of investments</b>		692,510,477	
* The value of each holding as a percentage of the total net asset value is accounted for on the trade day.			

# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

Principal Hong Kong Bond Fund				
Investments	Maturity	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed/quoted debt instruments</b>				
<b>Certificates of deposit</b>				
<i>Denominated in Hong Kong Dollar</i>				
Agricultural Bank of China Ltd Hong Kong Branch-2.7%	18/12/2019	10,000,000	10,013,080	0.16
Bank of China Macau Branch-2.34%	15/10/2020	20,000,000	19,992,280	0.32
Bank of China Ltd-2%	29/6/2020	20,000,000	19,933,180	0.32
Bank of China Ltd-2.59%	25/7/2022	12,000,000	11,996,772	0.19
Bank of China Ltd-2.59%	17/10/2022	40,000,000	39,997,080	0.65
Bank of China Ltd-3.75%	27/7/2020	31,000,000	31,456,506	0.51
Bank of China Ltd-3.9%	31/5/2021	10,000,000	10,269,090	0.17
Bank of Communications Co Ltd Hong Kong Branch-2%	17/8/2020	25,000,000	24,893,800	0.40
Bank of Communications Co Ltd Hong Kong Branch-2.13%	26/10/2020	13,000,000	12,961,273	0.21
Bank of Communications Co Ltd Hong Kong Branch-2.68%	9/2/2021	40,000,000	40,227,680	0.65
Bank of Communications Co Ltd Hong Kong Branch-2.8%	15/3/2021	40,000,000	40,327,760	0.65
Bank of Communications Co Ltd Hong Kong Branch-3.07%	3/8/2021	30,500,000	30,901,136	0.50
Bank of Communications Co Ltd Hong Kong Branch-3.2%	11/5/2021	50,000,000	50,690,200	0.82
China Construction Bank Corp Hong Kong Branch-4.05%	15/1/2020	26,000,000	26,210,860	0.42
China Development Bank Corp-2.535%	17/9/2020	10,000,000	10,036,230	0.16
China Development Bank Corp-2.95%	19/4/2023	20,000,000	20,261,220	0.33
China Development Bank Corp-3.3%	9/11/2022	10,000,000	10,273,050	0.17
China Development Bank Corp-3.75%	26/1/2022	20,000,000	20,693,200	0.34
China Development Bank Corp-3.91%	18/5/2020	32,000,000	32,469,824	0.53
China Development Bank Corp-3.98%	28/4/2020	30,000,000	30,300,000	0.49
China Development Bank Corp-4.25%	15/6/2026	5,000,000	5,505,065	0.09
China Development Bank Corp-4.27%	3/3/2025	15,000,000	16,284,795	0.26
China Development Bank Corp-4.47%	14/1/2026	7,000,000	7,838,194	0.13
China Merchants Bank Co Ltd-Floating	11/1/2021	20,000,000	20,000,000	0.32
DBS Bank (Hong Kong) Ltd-3.86%	20/1/2020	29,000,000	29,131,950	0.47
DBS Bank (Hong Kong) Ltd-3.95%	20/1/2020	15,000,000	15,075,555	0.24
Fubon Bank (Hong Kong) Ltd-2.4%	3/4/2020	15,000,000	14,945,160	0.24
Fubon Bank (Hong Kong) Ltd-2.55%	22/2/2021	25,000,000	24,946,200	0.40
Hang Seng Bank Ltd-2.25%	11/5/2020	16,000,000	15,978,144	0.26
Hang Seng Bank Ltd-2.35%	6/5/2022	100,000,000	99,999,900	1.62
Hang Seng Bank Ltd-3%	28/5/2021	106,000,000	107,021,946	1.73
Mizuho Bank Ltd-2.3%	16/2/2020	15,000,000	14,968,620	0.24
Mizuho Bank Ltd-3.2%	22/10/2021	25,000,000	25,531,700	0.41
MUFG Bank Ltd-2.18%	6/4/2020	10,000,000	9,980,340	0.16
MUFG Bank Ltd-2.76%	28/3/2022	19,000,000	19,215,783	0.31
MUFG Bank Ltd-3.01%	14/3/2023	117,000,000	119,639,520	1.94
OCBC Wing Hang Bank Ltd-3.2%	9/6/2021	15,000,000	15,126,240	0.24
Sumitomo Mitsui Banking Corp-2.11%	9/8/2022	25,000,000	24,503,050	0.40
Sumitomo Mitsui Banking Corp-2.2%	11/6/2020	15,000,000	14,971,305	0.24
Sumitomo Mitsui Banking Corp-2.4%	10/3/2021	30,000,000	29,905,050	0.48
Sumitomo Mitsui Banking Corp-2.7%	21/2/2022	22,000,000	21,985,194	0.36
Sumitomo Mitsui Banking Corp-2.93%	9/8/2021	40,000,000	40,174,240	0.65
Sumitomo Mitsui Banking Corp-3.18%	30/5/2022	10,000,000	10,110,730	0.16
United Overseas Bank Ltd-2.315%	3/4/2020	90,000,000	90,125,640	1.46
			1,286,868,542	20.80
<b>Total certificates of deposit</b>			1,286,868,542	20.80

Principal Hong Kong Bond Fund <i>(continued)</i>				
Investments	Maturity	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed/quoted debt instruments <i>(continued)</i></b>				
<b>Non-certificates of deposit</b>				
<i>Denominated in Hong Kong Dollar</i>				
AIA Group Ltd-2.95%	16/7/2022	47,000,000	47,823,722	0.77
AIA Group Ltd-3.68%	16/1/2031	52,500,000	56,951,633	0.92
Airport Authority Hong Kong-2.25%	5/9/2022	34,000,000	34,270,878	0.55
Airport Authority Hong Kong-4.85%	15/3/2021	24,000,000	25,101,744	0.41
Australia & New Zealand Banking Group Ltd-2.065%	26/9/2022	12,000,000	12,037,296	0.19
Australia & New Zealand Banking Group Ltd-3.47%	27/9/2023	38,000,000	40,098,474	0.65
Bank of China Ltd-3.3%	20/11/2020	28,000,000	28,344,344	0.46
Bank of Communications Co Ltd Hong Kong Branch-4%	24/2/2021	10,000,000	10,273,670	0.17
BG Energy Capital Plc-3.94%	2/10/2019	10,000,000	10,005,640	0.16
BMW Finance NV-2.18%	19/4/2021	5,000,000	4,982,775	0.08
BNP Paribas SA-3.05%	6/4/2022	30,000,000	30,366,780	0.49
BNZ International Funding Ltd-2.06%	22/6/2021	30,000,000	29,903,640	0.48
BNZ International Funding Ltd-2.32%	31/3/2021	15,000,000	15,023,250	0.24
BNZ International Funding Ltd-2.35%	31/3/2021	20,000,000	20,041,260	0.32
CK Property Finance (MTN) Ltd-2.25%	25/8/2022	61,000,000	60,814,926	0.98
CK Property Finance (MTN) Ltd-3.57%	5/9/2028	20,000,000	21,406,960	0.35
CLP Power Hong Kong Financing Ltd- 2.83%	20/9/2022	24,000,000	24,388,104	0.39
CLP Power Hong Kong Financing Ltd- 3.22%	20/3/2030	10,000,000	10,419,070	0.17
CLP Power Hong Kong Financing Ltd- 3.45%	1/3/2027	5,000,000	5,302,770	0.09
CLP Power Hong Kong Financing Ltd- 3.93%	20/9/2021	4,000,000	4,143,704	0.07
CLP Power Hong Kong Financing Ltd- 3.97%	23/3/2026	7,000,000	7,632,380	0.12
Commonwealth Bank of Australia-2.15%	27/9/2022	57,000,000	57,172,026	0.93
Commonwealth Bank of Australia-2.83%	20/2/2024	45,000,000	46,018,980	0.75
DBS Group Holdings Ltd-2.8%	13/1/2022	25,000,000	24,703,225	0.40
HKCG (Finance) Ltd-2.25%	22/7/2026	10,000,000	9,833,500	0.16
HKCG (Finance) Ltd-2.8%	25/2/2025	6,000,000	6,120,090	0.10
HKCG (Finance) Ltd-2.84%	17/11/2027	87,000,000	88,547,469	1.43
HKCG (Finance) Ltd-2.85%	10/11/2025	43,000,000	43,974,337	0.71
HKCG (Finance) Ltd-3.3%	16/5/2022	10,000,000	10,282,220	0.17
HKCG (Finance) Ltd-3.4%	7/2/2022	28,000,000	28,781,088	0.47
HKCG (Finance) Ltd-3.55%	13/12/2023	33,000,000	34,662,738	0.56
HKCG (Finance) Ltd-3.8%	5/4/2027	6,000,000	6,522,516	0.11
Hong Kong Government-0.8%	27/8/2027	40,000,000	37,969,800	0.61
Hong Kong Government-0.91%	5/11/2020	25,000,000	24,775,350	0.40
Hong Kong Government-1.09%	5/6/2023	20,000,000	19,692,480	0.32
Hong Kong Government-1.1%	17/1/2023	183,900,000	181,235,472	2.94
Hong Kong Government-1.16%	18/5/2022	70,000,000	69,208,790	1.12
Hong Kong Government-1.25%	29/6/2027	95,000,000	93,141,420	1.51
Hong Kong Government-1.49%	22/2/2028	20,000,000	20,023,060	0.32
Hong Kong Government-1.68%	21/1/2026	125,000,000	126,526,500	2.05
Hong Kong Government-1.73%	20/2/2024	19,000,000	19,236,436	0.31
Hong Kong Government-1.89%	2/3/2032	40,000,000	40,725,600	0.66
Hong Kong Government-1.94%	4/12/2023	15,000,000	15,304,065	0.25
Hong Kong Government-1.97%	17/1/2029	210,000,000	215,303,129	3.50
Hong Kong Government-2.02%	7/3/2034	30,000,000	31,039,170	0.50
Hong Kong Government-2.13%	16/7/2030	40,000,000	41,998,320	0.68
Hong Kong Government-2.22%	7/8/2024	126,000,000	130,540,032	2.12
Hong Kong Government-2.31%	21/6/2021	25,000,000	25,340,375	0.41
Hong Kong Government-2.46%	4/8/2021	70,000,000	71,194,130	1.15
Hong Kong Government-2.53%	22/6/2020	10,000,000	10,081,000	0.16
Hong Kong Science & Technology Parks Corp-3.2%	11/7/2024	120,000,000	128,400,960	2.09
Hongkong Land Notes Co Ltd-2.9%	7/12/2022	20,000,000	20,391,000	0.33

# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

Principal Hong Kong Bond Fund <i>(continued)</i>				
Investments	Maturity	* Portfolio holdings	Market value HK\$/HK\$ equivalent	% of NAV
<b>Listed/quoted debt instruments <i>(continued)</i></b>				
<b>Non-certificates of deposit <i>(continued)</i></b>				
<i>Denominated in Hong Kong Dollar <i>(continued)</i></i>				
Hongkong Land Notes Co Ltd-3%	26/10/2022	5,000,000	5,122,580	0.08
Hongkong Land Notes Co Ltd-3.15%	10/5/2028	10,000,000	10,383,050	0.17
Hongkong Land Notes Co Ltd-3.83%	5/11/2028	30,000,000	32,662,740	0.53
Hongkong Land Notes Co Ltd-3.95%	6/11/2023	10,000,000	10,625,580	0.17
Korea Development Bank-3.6%	16/9/2021	9,000,000	9,255,258	0.15
Korea Expressway Corp-3.02%	5/3/2023	13,000,000	13,387,686	0.22
Korea Expressway Corp-4%	2/3/2022	6,000,000	6,287,088	0.10
Korea Hydro & Nuclear Power Co Ltd-3.35%	13/3/2028	40,000,000	42,025,800	0.68
Korea National Oil Corp-4.5%	4/3/2021	10,000,000	10,299,870	0.17
Korea Railroad Corp-3.375%	7/6/2023	10,000,000	10,317,740	0.17
Kowloon-Canton Railway Corp-3.82%	9/7/2021	34,000,000	35,050,566	0.57
Kowloon-Canton Railway Corp-3.88%	15/6/2021	45,000,000	46,386,990	0.75
Lloyds Bank Plc-3.046%	2/10/2025	5,000,000	5,081,240	0.08
Malayan Banking Bhd-3.66%	10/10/2023	32,000,000	33,023,200	0.53
MTR Corp (C.I.) Ltd-1.9%	25/10/2020	57,500,000	57,402,480	0.93
MTR Corp (C.I.) Ltd-1.92%	26/10/2022	70,000,000	69,869,100	1.13
MTR Corp (C.I.) Ltd-2.25%	12/10/2022	23,500,000	23,702,547	0.38
MTR Corp (C.I.) Ltd-2.25%	28/12/2024	55,000,000	55,620,400	0.90
MTR Corp (C.I.) Ltd-2.25%	4/12/2025	20,000,000	20,219,100	0.33
MTR Corp (C.I.) Ltd-2.65%	9/4/2025	111,000,000	114,702,960	1.86
MTR Corp (C.I.) Ltd-2.83%	6/9/2047	10,000,000	9,844,650	0.16
MTR Corp (C.I.) Ltd-3%	9/11/2045	10,000,000	10,314,890	0.17
MTR Corp (C.I.) Ltd-4.75%	11/5/2020	25,500,000	26,076,989	0.42
National Australia Bank Ltd-2.07%	20/9/2022	25,000,000	24,847,150	0.40
National Australia Bank Ltd-2.55%	14/3/2021	17,000,000	17,079,373	0.28
National Australia Bank Ltd-3.185%	16/3/2028	50,000,000	52,929,550	0.86
Sinopec Century Bright Capital Investment Ltd-3.15%	31/10/2020	39,000,000	39,397,800	0.64
Standard Chartered Bank-4.1%	29/6/2020	13,000,000	13,155,025	0.21
State Grid Overseas Investment (2016) Ltd-2.7%	17/4/2024	50,000,000	50,528,700	0.82
State Grid Overseas Investment (2016) Ltd-2.85%	17/4/2029	33,000,000	33,828,432	0.55
Sumitomo Mitsui Banking Corp-2.92%	30/4/2025	18,000,000	18,037,638	0.29
Sun Hung Kai Properties (Capital Market) Ltd-2.5%	5/9/2024	31,500,000	31,614,755	0.51
Sun Hung Kai Properties (Capital Market) Ltd-2.55%	24/7/2024	10,000,000	10,061,600	0.16
Sun Hung Kai Properties (Capital Market) Ltd-2.55%	16/8/2024	40,000,000	40,243,080	0.65
Sun Hung Kai Properties (Capital Market) Ltd-3.12%	15/2/2026	55,000,000	57,201,100	0.93
Sun Hung Kai Properties (Capital Market) Ltd-3.21%	27/3/2029	40,000,000	40,960,600	0.66
Sun Hung Kai Properties (Capital Market) Ltd-3.23%	10/1/2023	7,000,000	7,194,733	0.12
Sun Hung Kai Properties (Capital Market) Ltd-3.25%	30/7/2023	49,000,000	50,581,573	0.82
Sun Hung Kai Properties (Capital Market) Ltd-3.39%	24/1/2029	30,000,000	31,608,300	0.51
Sun Hung Kai Properties (Capital Market) Ltd-3.88%	22/11/2028	40,000,000	43,738,080	0.71
Swire Pacific MTN Financing Ltd-2.7%	30/6/2027	10,000,000	10,041,790	0.16
Swire Pacific MTN Financing Ltd-2.9%	24/1/2023	10,000,000	10,196,100	0.17
Swire Pacific MTN Financing Ltd-3.35%	31/7/2025	11,000,000	11,572,385	0.19
Swire Pacific MTN Financing Ltd-3.78%	28/2/2022	15,000,000	15,584,925	0.25
Swire Pacific MTN Financing Ltd-3.9%	5/11/2030	10,000,000	10,960,360	0.18
Swire Properties MTN Financing Ltd-1.8%	17/8/2021	32,000,000	31,649,056	0.51

Principal Hong Kong Bond Fund <i>(continued)</i>				
Investments	Maturity	* Portfolio holdings	Market value HK\$/HK\$ equivalent	% of NAV
<b>Listed/quoted debt instruments <i>(continued)</i></b>				
<b>Non-certificates of deposit <i>(continued)</i></b>				
<i>Denominated in Hong Kong Dollar <i>(continued)</i></i>				
Swire Properties MTN Financing Ltd-2.25%	21/6/2023	25,000,000	24,876,700	0.40
Swire Properties MTN Financing Ltd-2.65%	3/6/2026	13,000,000	13,023,959	0.21
Swire Properties MTN Financing Ltd-2.95%	22/2/2024	17,500,000	17,916,045	0.29
Swire Properties MTN Financing Ltd-3%	7/4/2027	28,000,000	28,720,048	0.47
Swire Properties MTN Financing Ltd-3.55%	17/7/2024	5,000,000	5,263,955	0.09
Telstra Corp Ltd-4.02%	10/7/2020	10,000,000	10,154,710	0.16
The Export-Import Bank of Korea-1.93%	24/6/2021	25,000,000	24,843,325	0.40
The Hong Kong Mortgage Corp Ltd-2.05%	15/2/2021	15,000,000	15,015,660	0.24
The Hong Kong Mortgage Corp Ltd-2.29%	9/2/2022	40,000,000	40,308,200	0.65
The Hong Kong Mortgage Corp Ltd-2.4%	27/9/2021	36,000,000	36,328,068	0.59
The Hong Kong Mortgage Corp Ltd-2.45%	1/3/2029	70,000,000	71,789,480	1.16
The Hong Kong Mortgage Corp Ltd-2.47%	15/3/2029	65,000,000	66,834,690	1.08
The Hong Kong Mortgage Corp Ltd-3.2%	16/10/2028	60,000,000	65,314,440	1.06
The Hong Kong Mortgage Corp Ltd-3.84%	9/3/2020	13,000,000	13,153,842	0.21
The Hong Kong Mortgage Corp Ltd-4.525%	2/9/2020	57,000,000	58,657,731	0.95
The Hong Kong Mortgage Corp Ltd-4.91%	7/12/2020	20,000,000	20,817,260	0.34
The Hong Kong Mortgage Corp Ltd-5.056%	5/10/2022	7,000,000	7,673,141	0.12
The Link Finance (Cayman) 2009 Ltd-3.2%	6/9/2021	4,000,000	4,076,164	0.07
Toyota Motor Finance (Netherlands) BV-2.64%	21/2/2024	50,000,000	50,405,000	0.82
Urban Renewal Authority-1.64%	11/5/2020	3,000,000	2,988,618	0.05
Urban Renewal Authority-1.65%	17/1/2020	22,000,000	21,940,996	0.36
Urban Renewal Authority-2.15%	10/5/2023	28,000,000	28,074,844	0.45
Urban Renewal Authority-2.92%	27/1/2021	62,000,000	62,812,014	1.02
Westpac Banking Corp-2.18%	15/7/2022	17,000,000	16,993,829	0.28
Westpac Banking Corp-2.84%	20/2/2024	10,000,000	10,175,450	0.16
			4,206,911,076	68.14
<i>Denominated in United States Dollar</i>				
AIA Group Ltd-3.125%	13/3/2023	5,000,000	39,831,070	0.65
Alibaba Group Holding Ltd-3.4%	6/12/2027	2,000,000	15,865,153	0.26
Alibaba Group Holding Ltd-3.6%	28/11/2024	4,000,000	32,580,172	0.53
Australia & New Zealand Banking Group Ltd-2.625%	9/11/2022	2,000,000	15,761,649	0.26
Burlington Northern Santa Fe LLC-6.875%	1/12/2027	170,000	1,725,063	0.03
CLP Power Hong Kong Financing Ltd-2.875%	26/4/2023	955,000	7,540,393	0.12
CNOOC Nexen Finance (2014) ULC-4.25%	30/4/2024	3,000,000	24,858,992	0.40
HSBC Holdings Plc-3.9%	25/5/2026	7,000,000	57,091,875	0.92
JPMorgan Chase & Co-Floating	1/2/2028	5,000,000	41,387,225	0.67
Korea Development Bank-4.625%	16/11/2021	3,000,000	24,666,467	0.40
Sinopec Group Overseas Development 2017 Ltd-3.25%	13/9/2027	5,000,000	39,262,875	0.64
State Grid Overseas Investment (2016) Ltd-3.5%	4/5/2027	6,000,000	48,510,554	0.79
Tencent Holdings Ltd-2.985%	19/1/2023	4,000,000	31,482,572	0.51
The Link Finance (Cayman) 2009 Ltd-2.875%	21/7/2026	1,000,000	7,736,351	0.13
United States Treasury Note/Bond-1.5%	15/8/2026	5,000,000	38,047,700	0.62
United States Treasury Note/Bond-1.625%	15/2/2026	7,000,000	53,858,220	0.87
United States Treasury Note/Bond-1.625%	15/5/2026	6,000,000	46,109,282	0.75

# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

Principal Hong Kong Bond Fund <i>(continued)</i>				
Investments	Maturity	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed/quoted debt instruments <i>(continued)</i></b>				
<b>Non-certificates of deposit <i>(continued)</i></b>				
<i>Denominated in United States Dollar <i>(continued)</i></i>				
United States Treasury Note/Bond-2.25%	15/11/2027	3,000,000	23,980,627	0.39
United States Treasury Note/Bond-2.5%	15/5/2046	2,000,000	15,525,923	0.25
United States Treasury Note/Bond-2.625%	28/2/2023	1,000,000	8,054,852	0.13
United States Treasury Note/Bond-2.875%	31/10/2023	2,000,000	16,348,818	0.26
			590,225,833	9.58
<b>Total non-certificates of deposit</b>			4,797,136,909	77.72
<b>Total listed/quoted debt instruments</b>			6,084,005,451	98.52
<b>Total investments</b>			6,084,005,451	98.52
<b>Other net assets</b>			91,137,888	1.48
<b>Total net asset value</b>			6,175,143,339	100.00
<b>Total cost of investments</b>			6,000,233,298	

\* The value of each holding as a percentage of the total net asset value is accounted for on the trade day.

Principal Hong Kong Dollar Savings Fund				
Investments	Maturity	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed/quoted debt instruments</b>				
<b>Certificates of deposit</b>				
<i>Denominated in Hong Kong Dollar</i>				
Agricultural Bank of China Ltd Hong Kong Branch-2.1%	28/2/2020	10,000,000	9,978,850	0.29
Agricultural Bank of China Ltd Hong Kong Branch-2.23%	28/5/2020	90,000,000	89,823,420	2.58
Agricultural Bank of China Ltd Hong Kong Branch-2.7%	18/12/2019	94,000,000	94,122,952	2.70
Agricultural Bank of China Ltd-2%	4/3/2020	22,000,000	21,937,872	0.63
Bank of China Macau Branch-2%	5/6/2020	19,000,000	18,925,786	0.54
Bank of China Macau Branch-2.34%	15/10/2020	69,000,000	68,973,366	1.98
Bank of China Ltd-2.85%	20/12/2019	57,000,000	57,101,631	1.64
Bank of China Ltd-3.75%	27/7/2020	16,000,000	16,235,616	0.47
Bank of Communications Co Ltd Hong Kong Branch-2.58%	29/1/2021	5,500,000	5,522,264	0.16
Bank of Communications Co Ltd Hong Kong Branch-2.8%	30/12/2019	15,000,000	15,016,575	0.43
Bank of Communications Co Ltd Hong Kong Branch-2.8%	15/3/2021	10,000,000	10,081,940	0.29
Bank of Communications Co Ltd-2%	29/5/2020	4,000,000	3,986,548	0.11
China Construction Bank Corp-2.2%	13/1/2020	93,500,000	93,341,518	2.68
China Construction Bank Corp-2.45%	16/8/2019	15,000,000	14,997,255	0.43
China Development Bank Corp-1.85%	5/7/2020	40,000,000	39,858,760	1.15
China Development Bank Corp-3.91%	18/5/2020	25,000,000	25,367,050	0.73
China Merchants Bank Co Ltd-Floating	11/1/2021	20,000,000	20,000,000	0.57
CMB Wing Lung Bank Ltd-2.5%	1/8/2019	84,500,000	84,478,537	2.43
Dah Sing Bank Ltd-2.04%	27/2/2020	9,000,000	8,971,542	0.26
Dah Sing Bank Ltd-2.18%	18/5/2020	10,000,000	9,976,770	0.29
Dah Sing Bank Ltd-2.35%	9/1/2020	75,000,000	74,909,850	2.15
DBS Bank (Hong Kong) Ltd-3.92%	21/1/2020	7,000,000	7,034,349	0.20
Fubon Bank (Hong Kong) Ltd-2.4%	3/4/2020	29,000,000	28,893,976	0.83
Hang Seng Bank Ltd-2.105%	7/5/2020	123,000,000	122,683,274	3.54
Hang Seng Bank Ltd-2.25%	11/5/2020	3,000,000	2,995,902	0.09
Hang Seng Bank Ltd-3%	28/5/2021	38,000,000	38,366,358	1.10
Industrial & Commercial Bank of China Ltd-0%	5/12/2019	116,000,000	114,706,020	3.31
Industrial & Commercial Bank of China Ltd-2.5%	24/1/2020	115,000,000	114,920,420	3.30
Mizuho Bank Ltd-2.3%	16/2/2020	3,500,000	3,492,678	0.10
The Bank of East Asia Ltd-2.28%	4/6/2020	27,000,000	27,001,107	0.78
The Bank of East Asia Ltd-2.5%	29/7/2019	87,000,000	87,009,483	2.50
United Overseas Bank Ltd-2.315%	3/4/2020	14,000,000	14,019,544	0.40
			1,344,731,213	38.66
<b>Total certificates of deposit</b>			1,344,731,213	38.66

# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

Principal Hong Kong Dollar Savings Fund <i>(continued)</i>				
Investments	Maturity	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed/quoted debt instruments <i>(continued)</i></b>				
<b>Non-certificates of deposit</b>				
<i>Denominated in Hong Kong Dollar</i>				
Bank of China Ltd-2.45%	17/4/2021	19,000,000	19,010,868	0.55
Bank of China Ltd-2.85%	7/6/2020	29,000,000	29,132,530	0.84
Bank of China Ltd-3.3%	20/11/2020	21,500,000	21,764,407	0.63
Bank of Communications Co Ltd Hong Kong Branch-2.95%	18/5/2020	65,000,000	65,274,105	1.88
Commonwealth Bank of Australia-1.74%	30/10/2020	20,000,000	19,935,860	0.57
Eastern Creation II Investment Holdings Ltd-2.8%	13/2/2020	30,000,000	30,067,320	0.86
General Electric Co-5.5%	3/10/2019	25,000,000	25,149,025	0.72
Hongkong Land Notes Co Ltd-4.24%	19/3/2020	8,000,000	8,109,568	0.23
IFC Development (Corporate Treasury) Ltd-3.4%	26/3/2020	14,000,000	14,105,042	0.41
Industrial & Commercial Bank of China (Asia) Ltd-3%	21/6/2020	16,500,000	16,577,187	0.48
Korea Development Bank-2.17%	25/10/2020	8,000,000	7,991,488	0.23
Korea Expressway Corp-1.65%	18/10/2019	20,000,000	19,934,140	0.57
Korea National Oil Corp-2.18%	29/1/2020	5,000,000	4,978,215	0.14
MTR Corp (C.I.) Ltd-4.28%	6/7/2020	17,000,000	17,378,369	0.50
MTR Corp (C.I.) Ltd-4.75%	11/5/2020	5,000,000	5,113,135	0.15
MTR Corp (C.I.) Ltd-4.95%	21/10/2019	22,000,000	22,182,908	0.64
National Australia Bank Ltd-1.72%	24/8/2020	17,000,000	16,864,119	0.48
Sinopec Century Bright Capital Investment Ltd-3.15%	31/10/2020	51,000,000	51,520,200	1.48
Sun Hung Kai Properties (Capital Market) Ltd-3.65%	20/7/2020	34,000,000	34,564,094	0.99
Sun Hung Kai Properties (Capital Market) Ltd-3.875%	17/9/2019	65,000,000	65,179,725	1.87
Sun Hung Kai Properties (Capital Market) Ltd-4.05%	24/2/2021	51,000,000	52,626,951	1.51
Swedbank AB-2.25%	19/11/2019	14,000,000	13,961,304	0.40
Tencent Holdings Ltd-2.9%	21/4/2020	7,000,000	7,037,478	0.20
The Export-Import Bank of Korea-1.5%	2/8/2019	40,000,000	39,961,600	1.15
The Hong Kong Mortgage Corp Ltd-1.83%	14/2/2020	13,000,000	12,980,643	0.37
The Hong Kong Mortgage Corp Ltd-1.96%	16/3/2020	21,000,000	20,984,859	0.60
The Hong Kong Mortgage Corp Ltd-2.05%	15/2/2021	25,000,000	25,026,100	0.72
The Hong Kong Mortgage Corp Ltd-2.31%	12/4/2021	15,000,000	15,085,485	0.43
The Hong Kong Mortgage Corp Ltd-2.4%	27/9/2021	4,000,000	4,036,452	0.12
The Hong Kong Mortgage Corp Ltd-5.4%	31/5/2021	6,000,000	6,393,642	0.18
The Link Finance (Cayman) 2009 Ltd- 4.15%	11/3/2020	28,000,000	28,309,232	0.81
UBS AG-3.15%	13/8/2021	8,000,000	8,101,584	0.23
Urban Renewal Authority-1.65%	17/1/2020	1,000,000	997,318	0.03
Westpac Banking Corp-1.98%	28/5/2020	6,000,000	5,988,588	0.17
Westpac Banking Corp-4.08%	10/12/2019	60,500,000	60,953,448	1.75
			797,276,989	22.89
<b>Total non-certificates of deposit</b>			797,276,989	22.89
<b>Total listed/quoted debt instruments</b>			2,142,008,202	61.55
<b>Total investments</b>			2,142,008,202	61.55
<b>Other net assets</b>			1,337,966,187	38.45
<b>Total net asset value</b>			3,479,974,389	100.00
<b>Total cost of investments</b>			2,144,857,640	

\* The value of each holding as a percentage of the total net asset value is accounted for on the trade day.

Principal Hong Kong Equity Fund			
Investments	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed shares</b>			
<i>China</i>			
Air China Ltd-H	2,746,000	21,638,480	0.17
Alibaba Group Holding Ltd-ADR	28,928	38,274,132	0.30
Anhui Conch Cement Co Ltd-H	1,766,000	86,445,700	0.68
ANTA Sports Products Ltd	811,000	43,510,150	0.34
Anton Oilfield Services Group	14,025,000	14,445,750	0.11
Asia Cement (China) Holdings Co	4,619,000	57,922,260	0.46
Bank of China Ltd-H	28,232,000	93,165,600	0.74
Bank of Communications Co Ltd-H	17,185,000	101,907,050	0.81
Bank of Nanjing Co Ltd-A	3,817,893	35,860,808	0.28
China Construction Bank Corp-H	57,033,570	383,835,926	3.03
China Everbright Ltd	702,000	8,101,080	0.06
China Hongqiao Group Ltd	19,675,000	108,409,250	0.86
China Lesso Group Holdings Ltd	15,693,000	98,552,040	0.78
China Life Insurance Co Ltd-H	5,705,000	109,764,200	0.87
China Longyuan Power Group Corp Ltd-H	25,323,000	126,868,230	1.00
China Medical System Holdings Ltd	18,212,000	130,397,920	1.03
China Merchants Bank Co Ltd-H	1,893,000	73,732,350	0.58
China Mobile Ltd	2,802,493	199,397,377	1.58
China National Accord Medicines Corp Ltd-A	633,298	30,123,973	0.24
China Petroleum & Chemical Corp-H	20,091,200	106,684,272	0.84
China Railway Construction Corp Ltd-H	5,801,000	55,573,580	0.44
China Resources Power Holdings Co Ltd	12,700,000	144,780,000	1.14
China Shenhua Energy Co Ltd-H	1,815,500	29,701,580	0.23
China Unicom (Hong Kong) Ltd	6,546,000	56,099,220	0.44
China Yongda Automobiles Services Holdings Ltd CNOOC Ltd	1,315,000	9,402,250	0.07
Far East Horizon Ltd	14,681,000	196,138,160	1.55
Future Land & Development Holdings Ltd	9,020,000	72,069,800	0.57
Geely Automobile Holdings Ltd	16,780,000	172,498,400	1.36
Guangdong Investment Ltd	3,710,000	49,565,600	0.39
Guangzhou Automobile Group Co Ltd-H	8,126,000	125,627,960	0.99
Hua Hong Semiconductor Ltd	5,358,000	44,685,720	0.35
Industrial Bank Co Ltd-A	8,981,000	135,792,720	1.07
Kingsoft Corp Ltd	3,123,089	64,955,262	0.51
Kweichow Moutai Co Ltd-A	1,798,000	30,386,200	0.24
Lenovo Group Ltd	34,381	38,470,681	0.30
Li Ning Co Ltd	27,224,000	164,705,200	1.30
New Oriental Education & Technology Group Inc-ADR	9,074,000	167,143,080	1.32
Pinduoduo Inc-ADR	92,464	69,727,685	0.55
Ping An Bank Co Ltd-A	228,924	36,875,330	0.29
Ping An Insurance (Group) Co of China Ltd-H	2,725,538	42,708,835	0.34
Qudian Inc-ADR	3,921,000	367,789,800	2.91
Shenzhen International Holdings Ltd	2,474,523	144,909,923	1.15
Shimao Property Holdings Ltd	4,420,000	68,510,000	0.54
Sunac China Holdings Ltd	3,172,500	75,505,500	0.60
Suning.Com Co Ltd-A	6,728,000	258,355,200	2.04
TAL Education Group-ADR	5,640,960	73,639,559	0.58
Tencent Holdings Ltd	220,280	65,530,791	0.52
Tianneng Power International Ltd	3,105,435	1,094,976,381	8.67
Times China Holdings Ltd	11,370,000	71,517,300	0.57
Tongcheng-Elong Holdings Ltd	2,927,000	45,778,280	0.36
Uni-President China Holdings Ltd	3,336,800	51,720,400	0.41
Wuliangye Yibin Co Ltd-A	6,670,600	58,034,220	0.46
WuXi AppTec Co Ltd-H	204,256	27,396,119	0.22
	694,900	47,600,650	0.38
		6,027,207,934	47.62



# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

Principal Hong Kong Equity Fund <i>(continued)</i>			
Investments	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed shares</b>			
<i>Hong Kong</i>			
AIA Group Ltd	14,405,000	1,213,621,249	9.61
ASM Pacific Technology Ltd	456,000	36,480,000	0.29
BOC Hong Kong (Holdings) Ltd	9,673,000	297,444,750	2.35
Chow Tai Fook Jewellery Group Ltd	1,488,200	12,649,700	0.10
CITIC Telecom International Holdings Ltd	41,928,000	129,976,800	1.03
CK Asset Holdings Ltd	5,174,329	316,410,218	2.50
CK Hutchison Holdings Ltd	3,729,829	287,196,833	2.27
CK Infrastructure Holdings Ltd	1,798,000	114,532,600	0.91
CLP Holdings Ltd	2,448,000	211,017,600	1.67
Hang Seng Bank Ltd	762,300	148,267,350	1.17
HKBN Ltd	5,815,500	81,882,240	0.65
Hong Kong Exchanges & Clearing Ltd	1,978,300	545,615,140	4.32
Hongkong Land & Holdings Ltd	2,691,100	135,319,714	1.07
HSBC Holdings Plc	11,852,100	768,016,080	6.08
Jardine Matheson Holdings Ltd	344,588	169,560,198	1.34
Kerry Properties Ltd	1,695,000	55,596,000	0.44
The Link REIT	3,074,500	295,152,000	2.33
NagaCorp Ltd	12,486,000	119,990,460	0.95
New World Development Co Ltd	15,955,000	194,970,100	1.54
Pacific Basin Shipping Ltd	75,315,000	107,700,450	0.85
Sun Hung Kai Properties Ltd	3,052,359	404,437,568	3.21
The Hong Kong & China Gas Co Ltd	8,359,000	144,777,880	1.14
WH Group Ltd	5,483,000	43,425,360	0.34
Wheelock & Co Ltd	3,197,000	179,032,000	1.42
		6,013,072,290	47.58
<b>Total listed shares</b>		12,040,280,224	95.20
<b>Delisted shares</b>			
<i>Hong Kong</i>			
Moulin Global Eyecare Holdings Ltd	514,000	-	0.00
<b>Total delisted shares</b>		-	0.00
<b>Total investments</b>		12,040,280,224	95.20
<b>Other net assets</b>		607,522,992	4.80
<b>Total net asset value</b>		12,647,803,216	100.00
<b>Total cost of investments</b>		11,493,672,991	
* The value of each holding as a percentage of the total net asset value is accounted for on the trade day.			

Principal International Bond Fund				
Investments	Maturity	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed/quoted debt instruments</b>				
<b>Non-certificates of deposit</b>				
<i>Denominated in Australian Dollar</i>				
Australia Government-3.25%	21/4/2029	1,475,000	9,499,789	0.19
Australia Government-4.5%	15/4/2020	2,225,000	12,521,095	0.25
			22,020,884	0.44
<i>Denominated in British Pound</i>				
American International Group Inc-5%	26/4/2023	1,000,000	11,103,734	0.22
Anheuser-Busch InBev SA/NV-4%	24/9/2025	1,750,000	19,547,223	0.38
Apple Inc-3.05%	31/7/2029	1,750,000	19,647,359	0.39
BAT International Finance Plc-6%	24/11/2034	1,500,000	19,174,679	0.38
BNG Bank NV-5.2%	7/12/2028	200,000	2,655,556	0.05
BNP Paribas SA-1.125%	16/8/2022	1,000,000	9,860,066	0.19
BPCE-5.25%	16/4/2029	1,700,000	20,025,550	0.39
Cooperatieve Rabobank U.A.-2.25%	23/3/2022	1,000,000	10,173,376	0.20
ING Bank NV-5.375%	15/4/2021	500,000	5,314,008	0.10
Lloyds Bank Plc-2.5%	1/6/2022	500,000	5,120,929	0.10
NRAM Ltd-6.375%	2/12/2019	400,000	4,029,804	0.08
The Goldman Sachs Group Inc-5.5%	12/10/2021	500,000	5,375,029	0.11
The United Kingdom-1.5%	22/7/2026	1,000,000	10,448,337	0.20
The United Kingdom-1.625%	22/10/2028	2,400,000	25,423,774	0.50
The United Kingdom-3.25%	22/1/2044	3,550,000	48,003,003	0.94
The United Kingdom-4.25%	7/6/2032	1,100,000	15,053,724	0.30
The United Kingdom-4.25%	7/3/2036	240,000	3,442,082	0.07
			234,398,233	4.60
<i>Denominated in Canadian Dollar</i>				
AT&T Inc-2.85%	25/5/2024	1,900,000	11,420,162	0.22
Bell Canada Inc-3.35%	22/3/2023	750,000	4,624,879	0.09
Manulife Financial Corp-Floating	20/8/2029	1,800,000	10,994,938	0.22
Ontario Electricity Financial Corp-10%	6/2/2020	500,000	3,125,059	0.06
Province of British Columbia-5.7%	18/6/2029	275,000	2,164,874	0.04
Province of Ontario-2.1%	8/9/2019	1,850,000	11,038,318	0.22
Province of Ontario-2.6%	2/6/2025	4,000,000	24,763,351	0.49
Province of Ontario-2.9%	2/12/2046	2,600,000	16,734,865	0.33
Province of Quebec Canada-3.5%	1/12/2045	750,000	5,361,870	0.11
Province of Quebec Canada-4.25%	1/12/2021	3,700,000	23,413,398	0.46
Province of Quebec Canada-4.5%	1/12/2020	1,000,000	6,196,026	0.12
Rogers Communications Inc-6.11%	25/8/2040	800,000	6,310,126	0.12
Royal Bank of Canada-Floating	6/12/2024	1,000,000	5,985,087	0.12
The Toronto-Dominion Bank-Floating	4/3/2031	1,750,000	11,701,147	0.23
TransCanada Pipelines Ltd-3.3%	17/7/2025	1,850,000	11,559,960	0.23
TransCanada Pipelines Ltd-3.69%	19/7/2023	500,000	3,136,092	0.06
Wells Fargo & Co-3.874%	21/5/2025	750,000	4,709,013	0.09
Winnipeg City of-5.9%	2/2/2029	125,000	965,822	0.02
			164,204,987	3.23
<i>Denominated in Czech Koruna</i>				
Czech Republic Government-2.4%	17/9/2025	6,000,000	2,213,495	0.04
<i>Denominated in Danish Krone</i>				
Denmark Government-0.5%	15/11/2027	6,250,000	8,036,900	0.16
Denmark Government-1.75%	15/11/2025	5,525,000	7,572,505	0.15
Denmark Government-4.5%	15/11/2039	500,000	1,137,480	0.02
			16,746,885	0.33

# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

Principal International Bond Fund <i>(continued)</i>				
Investments	Maturity	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed/quoted debt instruments <i>(continued)</i></b>				
<b>Non-certificates of deposit <i>(continued)</i></b>				
<i>Denominated in Euro</i>				
Anheuser-Busch InBev SA/NV-1.5%	17/3/2025	700,000	6,671,097	0.13
Anheuser-Busch InBev SA/NV-1.5%	18/4/2030	5,300,000	49,182,997	0.96
Anheuser-Busch InBev SA/NV-2.875%	25/9/2024	250,000	2,531,745	0.05
Apple Inc-1.375%	17/1/2024	800,000	7,587,772	0.15
AT&T Inc-1.95%	15/9/2023	1,200,000	11,407,616	0.22
AT&T Inc-2.75%	19/5/2023	500,000	4,899,387	0.10
AT&T Inc-3.15%	4/9/2036	1,000,000	10,052,864	0.20
Bank of America Corp-Floating	4/5/2027	1,000,000	9,547,957	0.19
BAT. International Finance Plc-0.875%	13/10/2023	1,700,000	15,289,751	0.30
Becton Dickinson & Co-1%	15/12/2022	800,000	7,273,049	0.14
Bundesrepublik Deutschland-2.5%	15/8/2046	375,000	5,322,761	0.10
Bundesrepublik Deutschland-4%	4/1/2037	630,000	9,556,317	0.19
Bundesrepublik Deutschland-4.75%	4/7/2034	2,250,000	34,772,423	0.68
Cloverie Plc for Zurich Insurance Co Ltd-Floating	24/7/2039	500,000	4,466,391	0.09
Cooperatieve Rabobank U.A.-4.125%	14/7/2025	900,000	9,936,805	0.19
Daimler AG-2.375%	8/3/2023	500,000	4,823,857	0.09
Electricite de France SA-4%	12/11/2025	250,000	2,755,071	0.05
Electricite de France SA-4.125%	25/3/2027	1,000,000	11,328,556	0.22
Electricite de France SA-4.625%	11/9/2024	700,000	7,669,575	0.15
French Republic Government OAT-1.75%	25/11/2024	6,500,000	64,788,695	1.27
French Republic Government OAT-4.5%	25/4/2041	1,000,000	15,952,240	0.31
HSBC France-1.875%	16/1/2020	500,000	4,497,172	0.09
Imperial Brands Finance Plc-2.25%	26/2/2021	500,000	4,586,688	0.09
Imperial Brands Finance Plc-3.375%	26/2/2026	1,000,000	10,049,290	0.20
Ireland Government-2%	18/2/2045	150,000	1,657,308	0.03
Ireland Government-3.4%	18/3/2024	4,875,000	51,168,151	1.00
Ireland Government-4.5%	18/4/2020	900,000	8,326,079	0.16
Italy Buoni Poliennali Del Tesoro-2.15%	15/12/2021	3,025,000	27,933,588	0.55
Italy Buoni Poliennali Del Tesoro-3.25%	1/9/2046	250,000	2,383,575	0.05
Italy Buoni Poliennali Del Tesoro-3.75%	1/8/2021	795,000	7,558,648	0.15
Italy Buoni Poliennali Del Tesoro-5%	1/8/2034	500,000	5,849,257	0.11
Italy Buoni Poliennali Del Tesoro-5.25%	1/11/2029	600,000	6,873,686	0.13
Italy Buoni Poliennali Del Tesoro-5.5%	1/11/2022	3,500,000	35,799,059	0.70
JPMorgan Chase & Co-1.375%	16/9/2021	500,000	4,591,209	0.09
Kingdom of Belgium Government-0.8%	22/6/2025	4,000,000	37,979,259	0.75
Kingdom of Belgium Government-3.75%	28/9/2020	50,000	468,516	0.01
Kingdom of Belgium Government-4.25%	28/9/2022	2,725,000	28,109,949	0.55
Molson Coors Brewing Co-1.25%	15/7/2024	1,100,000	10,044,492	0.20
Morgan Stanley-2.375%	31/3/2021	500,000	4,636,878	0.09
Nationwide Building Society-Floating	8/3/2026	2,200,000	19,973,186	0.39
Natwest Markets Plc-5.375%	30/9/2019	110,000	991,125	0.02
Natwest Markets Plc-5.5%	23/3/2020	750,000	6,936,299	0.14
Netherlands Government-2.25%	15/7/2022	1,175,000	11,400,231	0.22
Netherlands Government-2.5%	15/1/2033	150,000	1,785,830	0.04
Netherlands Government-2.75%	15/1/2047	150,000	2,198,844	0.04
Netherlands Government-5.5%	15/1/2028	1,125,000	15,052,576	0.30
Orange SA-2.5%	1/3/2023	500,000	4,862,089	0.10
Southern Power Co-1.85%	20/6/2026	1,000,000	9,642,451	0.19
Spain Government-1.15%	30/7/2020	4,000,000	36,178,317	0.71
Spain Government-3.8%	30/4/2024	750,000	7,954,350	0.16
Spain Government-4.4%	31/10/2023	3,000,000	32,042,576	0.63
Spain Government-5.15%	31/10/2044	250,000	4,116,221	0.08
Spain Government-6%	31/1/2029	2,325,000	31,712,148	0.62
The Goldman Sachs Group Inc-2.625%	19/8/2020	1,000,000	9,167,490	0.18
The Goldman Sachs Group Inc-3.25%	1/2/2023	500,000	4,923,775	0.10
The Procter & Gamble Co-2%	16/8/2022	500,000	4,744,069	0.09
Tyco Electronics Group SA-1.1%	1/3/2023	500,000	4,608,426	0.09
Zimmer Biomet Holdings Inc-2.425%	13/12/2026	1,000,000	9,673,855	0.19
			766,293,588	15.02

Principal International Bond Fund <i>(continued)</i>				
Investments	Maturity	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed/quoted debt instruments <i>(continued)</i></b>				
<b>Non-certificates of deposit <i>(continued)</i></b>				
<i>Denominated in Japanese Yen</i>				
Banco Santander SA-0.543%	9/12/2020	300,000,000	21,779,213	0.43
BNP Paribas SA-1.087%	2/3/2027	200,000,000	14,658,947	0.29
BPCE-0.64%	27/1/2022	100,000,000	7,290,536	0.14
BPCE-1.8%	13/7/2026	300,000,000	22,430,794	0.44
Citigroup Inc-2.24%	9/12/2022	100,000,000	7,739,837	0.15
Citigroup Inc-2.36%	16/9/2025	100,000,000	8,127,264	0.16
Citigroup Inc-2.4%	31/10/2025	290,000,000	23,388,856	0.46
Cooperatieve Rabobank U.A.-0.38%	22/5/2020	100,000,000	7,267,325	0.14
Cooperatieve Rabobank U.A.-1.362%	2/11/2022	100,000,000	7,508,172	0.15
Corning Inc-0.698%	9/8/2024	400,000,000	29,002,393	0.57
Credit Agricole SA-0.435%	26/6/2020	100,000,000	7,275,630	0.14
Credit Agricole SA-0.443%	9/6/2022	400,000,000	29,020,527	0.57
Credit Agricole SA-0.839%	9/6/2027	400,000,000	28,785,221	0.56
Deutsche Bank AG-0.47%	14/11/2019	200,000,000	14,486,863	0.28
General Electric Co-1.244%	20/9/2023	100,000,000	7,103,228	0.14
HSBC Holdings Plc-1.207%	25/9/2026	200,000,000	15,119,650	0.30
Japan Government 20 Year Bond-1.4%	20/9/2034	1,280,000,000	111,440,755	2.19
Japan Government 20 Year Bond-1.5%	20/3/2034	930,100,000	81,719,499	1.60
Japan Government 30 Year Bond-0.9%	20/9/2048	1,295,000,000	107,629,195	2.11
Japan Government 40 Year Bond-0.8%	20/3/2058	300,000,000	24,703,611	0.48
Lloyds Banking Group Plc-0.482%	14/12/2023	100,000,000	7,154,452	0.14
Nordea Bank AB-0.312%	4/6/2020	100,000,000	7,266,063	0.14
			590,898,031	11.58
<i>Denominated in Mexican Peso</i>				
Mexican Bonos-5%	11/12/2019	6,000,000	2,407,650	0.05
<i>Denominated in New Zealand Dollar</i>				
New Zealand Government-2.75%	15/4/2025	575,000	3,262,283	0.06
New Zealand Government-3%	15/4/2020	200,000	1,062,515	0.02
			4,324,798	0.08
<i>Denominated in Norwegian Krone</i>				
Norway Government-1.5%	19/2/2026	600,000	555,976	0.01
<i>Denominated in Polish Zloty</i>				
Republic of Poland Government-3.25%	25/7/2025	1,000,000	2,222,881	0.04
Republic of Poland Government-5.25%	25/10/2020	825,000	1,809,832	0.04
Republic of Poland Government-5.5%	25/10/2019	800,000	1,695,036	0.03
			5,727,749	0.11
<i>Denominated in Singapore Dollar</i>				
Singapore Government-1.625%	1/10/2019	300,000	1,730,547	0.03
Singapore Government-3%	1/9/2024	400,000	2,441,756	0.05
SP PowerAssets Ltd-4.665%	18/8/2020	250,000	1,481,220	0.03
			5,653,523	0.11
<i>Denominated in Swedish Krona</i>				
Sweden Government-1.5%	13/11/2023	5,700,000	5,227,368	0.10

# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

Principal International Bond Fund <i>(continued)</i>				
Investments	Maturity	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed/quoted debt instruments <i>(continued)</i></b>				
<b>Non-certificates of deposit <i>(continued)</i></b>				
<i>Denominated in Swiss Franc</i>				
Swiss Confederation Government-2.5%	8/3/2036	1,225,000	14,244,998	0.28
Swiss Confederation Government-3.5%	8/4/2033	125,000	1,533,290	0.03
			15,778,288	0.31
<i>Denominated in Thai Baht</i>				
Thailand Government-5.67%	13/3/2028	10,000,000	3,265,918	0.06
<i>Denominated in United States Dollar</i>				
Abbott Laboratories-3.75%	30/11/2026	200,000	1,688,417	0.03
Abbott Laboratories-4.9%	30/11/2046	265,000	2,556,966	0.05
AbbVie Inc-4.875%	14/11/2048	45,000	369,812	0.01
AEP Texas Inc-4.15%	1/5/2049	110,000	929,375	0.02
AIA Group Ltd-3.2%	11/3/2025	815,000	6,498,828	0.13
AIA Group Ltd-3.9%	6/4/2028	400,000	3,315,616	0.07
Altria Group Inc-4%	31/1/2024	700,000	5,727,787	0.11
Altria Group Inc-5.8%	14/2/2039	110,000	965,082	0.02
American International Group Inc-3.9%	1/4/2026	1,080,000	8,825,740	0.17
American International Group Inc-4.5%	16/7/2044	355,000	2,930,097	0.06
Andeavor Logistics LP / Tesoro Logistics Finance Corp-3.5%	1/12/2022	190,000	1,518,674	0.03
Andeavor Logistics LP / Tesoro Logistics Finance Corp-4.25%	1/12/2027	110,000	907,257	0.02
Anheuser-Busch Cos Llc / Anheuser-Busch InBev Worldwide Inc-3.65%	1/2/2026	120,000	985,183	0.02
Anheuser-Busch Cos Llc / Anheuser-Busch InBev Worldwide Inc-4.9%	1/2/2046	270,000	2,347,323	0.05
Anheuser-Busch InBev Finance Inc-3.7%	1/2/2024	160,000	1,315,396	0.03
Anheuser-Busch InBev Worldwide Inc-4.375%	15/4/2038	185,000	1,524,831	0.03
Anheuser-Busch InBev Worldwide Inc-5.45%	23/1/2039	270,000	2,508,880	0.05
Anheuser-Busch InBev Worldwide Inc-5.55%	23/1/2049	410,000	3,923,245	0.08
Apple Inc-2.75%	13/1/2025	575,000	4,589,862	0.09
Apple Inc-3%	9/2/2024	790,000	6,371,247	0.12
Apple Inc-3.2%	13/5/2025	60,000	489,717	0.01
Apple Inc-3.35%	9/2/2027	525,000	4,304,355	0.08
Apple Inc-4.25%	9/2/2047	120,000	1,053,318	0.02
Arch Capital Finance Llc-4.011%	15/12/2026	590,000	4,942,848	0.10
Arch Capital Finance Llc-5.031%	15/12/2046	115,000	1,071,987	0.02
AT&T Inc-3.6%	15/7/2025	970,000	7,855,854	0.15
AT&T Inc-4.05%	15/12/2023	105,000	869,625	0.02
AT&T Inc-4.3%	15/2/2030	803,000	6,710,779	0.13
AT&T Inc-4.35%	1/3/2029	270,000	2,270,688	0.04
AT&T Inc-4.9%	15/8/2037	405,000	3,408,420	0.07
AT&T Inc-5.375%	15/10/2041	360,000	3,121,876	0.06
AT&T Inc-5.7%	1/3/2057	190,000	1,746,548	0.03
Baker Hughes a GE Co Llc / Baker Hughes Co-Obligor Inc-2.773%	15/12/2022	55,000	434,068	0.01
Bank of America Corp-4.1%	24/7/2023	215,000	1,791,489	0.04
Bank of America Corp-4.2%	26/8/2024	415,000	3,444,508	0.07
Bank of America Corp-4.25%	22/10/2026	170,000	1,418,099	0.03
Bank of America Corp-Floating	17/5/2022	275,000	2,188,609	0.04
Bank of America Corp-Floating	15/3/2025	410,000	3,323,157	0.07
Bank of America Corp-Floating	23/7/2029	255,000	2,174,634	0.04
Bank of America Corp-Floating	7/2/2030	415,000	3,473,350	0.07
BAT Capital Corp-3.222%	15/8/2024	190,000	1,493,281	0.03
BAT Capital Corp-4.54%	15/8/2047	125,000	905,242	0.02

Principal International Bond Fund <i>(continued)</i>				
Investments	Maturity	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed/quoted debt instruments <i>(continued)</i></b>				
<b>Non-certificates of deposit <i>(continued)</i></b>				
<i>Denominated in United States Dollar <i>(continued)</i></i>				
Bayer US Finance II Llc-3.875%	15/12/2023	225,000	1,824,288	0.04
Becton Dickinson & Co-2.894%	6/6/2022	470,000	3,719,665	0.07
Becton Dickinson & Co-3.363%	6/6/2024	245,000	1,970,244	0.04
Becton Dickinson & Co-3.7%	6/6/2027	180,000	1,467,548	0.03
Becton Dickinson & Co-4.685%	15/12/2044	212,000	1,836,247	0.04
Bell Canada Inc-4.3%	29/7/2049	195,000	1,640,809	0.03
Boston Scientific Corp-4%	1/3/2029	270,000	2,280,597	0.04
Boston Scientific Corp-4.7%	1/3/2049	200,000	1,792,220	0.04
BP Capital Markets America Inc-3.41%	11/2/2026	210,000	1,718,435	0.03
BP Capital Markets America Inc-4.234%	6/11/2028	100,000	864,348	0.02
Bristol-Myers Squibb Co-2.6%	16/5/2022	180,000	1,423,296	0.03
Bristol-Myers Squibb Co-2.9%	26/7/2024	185,000	1,478,329	0.03
Bristol-Myers Squibb Co-3.4%	26/7/2029	375,000	3,065,483	0.06
Bristol-Myers Squibb Co-4.125%	15/6/2039	270,000	2,273,498	0.04
Bristol-Myers Squibb Co-4.25%	26/10/2049	340,000	2,934,565	0.06
Brookfield Finance Inc-3.9%	25/1/2028	520,000	4,140,466	0.08
Brookfield Finance Inc-4%	1/4/2024	775,000	6,360,062	0.12
Brookfield Finance Inc-4.7%	20/9/2047	400,000	3,264,988	0.06
Burlington Northern Santa Fe Llc-5.4%	1/6/2041	175,000	1,728,198	0.03
Canadian Natural Resources Ltd-3.85%	1/6/2027	115,000	932,243	0.02
Celgene Corp-2.875%	15/8/2020	300,000	2,354,859	0.05
Celgene Corp-5.25%	15/8/2043	15,000	140,535	0.00
Cigna Corp-3.75%	15/7/2023	440,000	3,576,879	0.07
Cigna Corp-4.125%	15/11/2025	405,000	3,367,642	0.07
Cigna Corp-4.375%	15/10/2028	200,000	1,684,777	0.03
Cigna Corp-4.9%	15/12/2048	150,000	1,273,514	0.02
Citigroup Inc-4.65%	23/7/2048	150,000	1,362,724	0.03
Citigroup Inc-Floating	24/7/2028	200,000	1,629,725	0.03
Citigroup Inc-Floating	27/10/2028	110,000	885,829	0.02
CMS Energy Corp-3%	15/5/2026	155,000	1,213,431	0.02
CMS Energy Corp-4.875%	1/3/2044	375,000	3,363,703	0.07
Colombia Government-4%	26/2/2024	19,200,000	156,961,549	3.08
Colombia Government-4.375%	12/7/2021	15,000,000	121,221,924	2.38
Comcast Corp-3.15%	1/3/2026	450,000	3,636,563	0.07
Comcast Corp-3.95%	15/10/2025	115,000	968,760	0.02
Comcast Corp-4.15%	15/10/2028	890,000	7,659,071	0.15
Comcast Corp-4.2%	15/8/2034	230,000	1,991,066	0.04
Comcast Corp-4.6%	15/10/2038	580,000	5,185,572	0.10
Comcast Corp-4.7%	15/10/2048	190,000	1,737,540	0.03
Comcast Corp-5.7%	1/7/2019	600,000	4,684,860	0.09
Concho Resources Inc-4.375%	15/1/2025	165,000	1,339,339	0.03
Constellation Brands Inc-2.65%	7/11/2022	220,000	1,723,628	0.03
Constellation Brands Inc-4.4%	15/11/2025	250,000	2,126,093	0.04
Constellation Brands Inc-5.25%	15/11/2048	150,000	1,356,714	0.03
Continental Resources Inc-3.8%	1/6/2024	690,000	5,539,460	0.11
Continental Resources Inc-4.375%	15/1/2028	465,000	3,817,642	0.07
Continental Resources Inc-4.5%	15/4/2023	165,000	1,353,632	0.03
Continental Resources Inc-4.9%	1/6/2044	130,000	1,064,847	0.02
CSX Corp-4.75%	15/11/2048	100,000	908,261	0.02
CVS Health Corp-4.78%	25/3/2038	155,000	1,262,507	0.02
CVS Health Corp-4.875%	20/7/2035	65,000	531,317	0.01
CVS Health Corp-5%	1/12/2024	520,000	4,432,257	0.09
CVS Health Corp-5.05%	25/3/2048	250,000	2,079,139	0.04
Daimler Finance North America Llc-2.25%	2/3/2020	1,130,000	8,812,653	0.17
DBS Group Holdings Ltd-Floating	11/12/2028	615,000	5,088,684	0.10
Discover Bank-3.1%	4/6/2020	985,000	7,728,126	0.15
Dominion Energy Inc-4.25%	1/6/2028	435,000	3,694,371	0.07
Domtar Corp-6.25%	1/9/2042	75,000	620,706	0.01
DTE Energy Co-3.4%	15/6/2029	380,000	3,019,198	0.06
DTE Energy Co-6.375%	15/4/2033	120,000	1,205,697	0.02
DuPont de Nemours Inc-5.319%	15/11/2038	245,000	2,246,177	0.04

# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

Principal International Bond Fund <i>(continued)</i>				
Investments	Maturity	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed/quoted debt instruments <i>(continued)</i></b>				
<b>Non-certificates of deposit <i>(continued)</i></b>				
<i>Denominated in United States Dollar <i>(continued)</i></i>				
DuPont de Nemours Inc-5.419%	15/11/2048	80,000	759,019	0.01
Eli Lilly & Co-3.375%	15/3/2029	105,000	874,212	0.02
Eli Lilly & Co-3.875%	15/3/2039	135,000	1,140,552	0.02
Energy Transfer Operating LP-5.15%	15/3/2045	175,000	1,389,443	0.03
Energy Transfer Operating LP-5.25%	15/4/2029	110,000	959,678	0.02
Energy Transfer Operating LP-6.25%	15/4/2049	435,000	4,024,361	0.08
Enterprise Products Operating Llc-3.125%	31/7/2029	345,000	2,699,613	0.05
Enterprise Products Operating Llc-4.2%	31/1/2050	230,000	1,836,329	0.04
Exelon Corp-3.497%	1/6/2022	100,000	799,926	0.02
Exxon Mobil Corp-2.222%	1/3/2021	605,000	4,736,990	0.09
First Republic Bank-2.5%	6/6/2022	750,000	5,862,874	0.12
First Republic Bank-4.625%	13/2/2047	250,000	2,101,328	0.04
Fortis Inc-2.1%	4/10/2021	570,000	4,412,533	0.09
Fox Corp-5.476%	25/1/2039	115,000	1,059,613	0.02
GE Capital International Funding Co UnLtd Co-4.418%	15/11/2035	200,000	1,545,624	0.03
General Electric Co-5.3%	11/2/2021	26,000	210,331	0.00
General Electric Co-5.55%	5/1/2026	230,000	2,005,604	0.04
General Electric Co-6.875%	10/1/2039	95,000	930,068	0.02
General Mills Inc-4.55%	17/4/2038	145,000	1,205,596	0.02
General Motors Financial Co Inc-3.85%	5/1/2028	185,000	1,412,682	0.03
General Motors Financial Co Inc-Floating	5/1/2023	520,000	4,001,290	0.08
GNMA AE2153-3.5%	20/5/2043	292,382	2,366,679	0.05
GNMA AE9880-3%	15/5/2043	1,181,881	9,460,484	0.19
GNMA AV5049-3.5%	20/10/2046	3,041,643	24,551,262	0.48
GNMA AV7468-3.5%	20/9/2046	3,832,005	31,018,442	0.61
HSBC Holdings Plc-Floating	11/3/2025	400,000	3,254,135	0.06
INGERSOLL-RAND LUXEMBOURG FINANCE SA-3.8%	21/3/2029	220,000	1,804,059	0.04
International Paper Co-4.35%	15/8/2048	190,000	1,455,626	0.03
JPMorgan Chase & Co-5.5%	15/10/2040	250,000	2,482,564	0.05
JPMorgan Chase & Co-Floating	1/4/2023	205,000	1,633,615	0.03
JPMorgan Chase & Co-Floating	6/5/2030	225,000	1,852,341	0.04
JPMorgan Chase & Co-Floating	15/11/2048	115,000	952,697	0.02
Keurig Dr Pepper Inc-3.551%	25/5/2021	480,000	3,828,659	0.08
KeyBank National Association-3.3%	1/2/2022	570,000	4,567,646	0.09
Kinder Morgan Energy Partners LP-4.7%	1/11/2042	410,000	3,251,787	0.06
Kinder Morgan Inc-5.625%	15/11/2023	745,000	6,440,952	0.13
Kraft Heinz Foods Co-5%	15/7/2035	145,000	1,187,607	0.02
Lam Research Corp-4.875%	15/3/2049	140,000	1,203,849	0.02
Lockheed Martin Corp-2.9%	1/3/2025	290,000	2,328,231	0.05
Lockheed Martin Corp-4.09%	15/9/2052	130,000	1,129,359	0.02
Marathon Oil Corp-4.4%	15/7/2027	110,000	911,301	0.02
Marathon Oil Corp-6.6%	1/10/2037	370,000	3,569,396	0.07
Marathon Petroleum Corp-4.75%	15/9/2044	141,000	1,135,551	0.02
Markel Corp-3.5%	1/11/2027	310,000	2,415,159	0.05
Markel Corp-5%	5/4/2046	410,000	3,424,447	0.07
Markel Corp-5%	20/5/2049	150,000	1,271,516	0.02
McCormick & Co Inc-3.15%	15/8/2024	410,000	3,269,243	0.06
McDonald's Corp-2.75%	9/12/2020	575,000	4,516,874	0.09
Medtronic Inc-4.625%	15/3/2045	13,000	122,960	0.00
Mexico Government-4.125%	21/1/2026	8,000,000	65,431,878	1.28
Microsoft Corp-2.4%	8/8/2026	425,000	3,335,221	0.07
Microsoft Corp-3.7%	8/8/2046	165,000	1,392,482	0.03
Microsoft Corp-4.5%	6/2/2057	190,000	1,816,350	0.04
Morgan Stanley-5%	24/11/2025	485,000	4,192,418	0.08
Morgan Stanley-6.375%	24/7/2042	205,000	2,234,364	0.04
MPLX LP-4%	15/3/2028	230,000	1,859,880	0.04
MPLX LP-4.5%	15/7/2023	280,000	2,319,060	0.05
MPLX LP-5.5%	15/2/2049	135,000	1,197,210	0.02
NBCUniversal Media Llc-4.45%	15/1/2043	150,000	1,291,156	0.03

Principal International Bond Fund <i>(continued)</i>				
Investments	Maturity	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed/quoted debt instruments <i>(continued)</i></b>				
<b>Non-certificates of deposit <i>(continued)</i></b>				
<i>Denominated in United States Dollar <i>(continued)</i></i>				
Nestle Holdings Inc-3.35%	24/9/2023	290,000	2,360,443	0.05
Newfield Exploration Co-5.375%	1/1/2026	125,000	1,069,486	0.02
NextEra Energy Capital Holdings Inc-3.5%	1/4/2029	300,000	2,436,418	0.05
NSTAR Electric Co-3.25%	15/5/2029	315,000	2,552,245	0.05
Nuveen Finance Llc-4.125%	1/11/2024	575,000	4,836,937	0.09
Nuveen Llc-4%	1/11/2028	335,000	2,870,126	0.06
Oracle Corp-2.5%	15/10/2022	505,000	3,970,941	0.08
Oracle Corp-6.125%	8/7/2039	220,000	2,354,827	0.05
Packaging Corp of America-4.5%	1/11/2023	155,000	1,295,873	0.03
Parker-Hannifin Corp-2.7%	14/6/2024	85,000	671,702	0.01
Parker-Hannifin Corp-3.25%	14/6/2029	250,000	2,024,627	0.04
Parker-Hannifin Corp-4%	14/6/2049	135,000	1,115,323	0.02
PartnerRe Finance B Llc-3.7%	2/7/2029	255,000	2,024,908	0.04
Petroleos Mexicanos-4.875%	24/1/2022	3,000,000	23,365,739	0.46
Philip Morris International Inc-4.375%	15/11/2041	20,000	164,408	0.00
Piedmont Natural Gas Co Inc-3.5%	1/6/2029	225,000	1,838,327	0.04
PPL WEM Ltd / Western Power Distribution Ltd-5.375%	1/5/2021	605,000	4,889,898	0.10
Public Service Enterprise Group Inc- 2.875%	15/6/2024	190,000	1,502,653	0.03
Reynolds American Inc-5.85%	15/8/2045	50,000	420,470	0.01
Reynolds American Inc-6.875%	1/5/2020	240,000	1,939,384	0.04
Reynolds American Inc-7%	4/8/2041	150,000	1,373,083	0.03
Rockwell Collins Inc-3.5%	15/3/2027	365,000	2,965,668	0.06
Rogers Communications Inc-4.35%	1/5/2049	230,000	1,943,488	0.04
Royal Bank of Canada-3.7%	5/10/2023	455,000	3,738,765	0.07
Sabine Pass Liquefaction Llc-5%	15/3/2027	55,000	470,868	0.01
Santander UK Plc-5%	7/11/2023	470,000	3,870,351	0.08
Saudi Arabian Oil Co-3.5%	16/4/2029	330,000	2,609,824	0.05
Saudi Government-2.375%	26/10/2021	10,000,000	77,938,893	1.53
Saudi Government-3.25%	26/10/2026	10,000,000	79,607,484	1.56
Skandinaviska Enskilda Banken AB-2.625%	15/3/2021	250,000	1,958,877	0.04
Southern California Edison Co-4.125%	1/3/2048	30,000	236,163	0.00
State Street Corp-Floating	3/12/2029	150,000	1,296,377	0.03
Suncor Energy Inc-4%	15/11/2047	75,000	606,961	0.01
Suntrust Bank-4.05%	3/11/2025	340,000	2,863,556	0.06
Svenska Handelsbanken AB-3.9%	20/11/2023	615,000	5,087,954	0.10
Synchrony Bank-3%	15/6/2022	1,550,000	12,192,634	0.24
Teck Resources Ltd-5.4%	1/2/2043	165,000	1,333,073	0.03
Teck Resources Ltd-6.125%	1/10/2035	180,000	1,601,043	0.03
Teck Resources Ltd-6.25%	15/7/2041	200,000	1,753,368	0.03
Telefonica Emisiones S.A-5.213%	8/3/2047	260,000	2,238,131	0.04
TELUS Corp-4.3%	15/6/2049	250,000	2,072,338	0.04
The Boeing Co-3.2%	1/3/2029	220,000	1,778,605	0.03
The Boeing Co-3.5%	1/3/2039	75,000	585,115	0.01
The Boeing Co-3.625%	1/3/2048	155,000	1,213,091	0.02
The Dow Chemical Co-3.625%	15/5/2026	190,000	1,538,414	0.03
The Goldman Sachs Group Inc-3.625%	20/2/2024	275,000	2,240,286	0.04
The Goldman Sachs Group Inc-3.85%	26/1/2027	480,000	3,917,278	0.08
The Goldman Sachs Group Inc-5.75%	24/1/2022	305,000	2,573,855	0.05
The Goldman Sachs Group Inc-6.75%	1/10/2037	355,000	3,625,475	0.07
The Home Depot Inc-5.875%	16/12/2036	130,000	1,346,867	0.03
The Royal Bank Of Scotland Group Plc- 5.125%	28/5/2024	635,000	5,261,855	0.10
The Royal Bank Of Scotland Group Plc- Floating	22/3/2025	500,000	4,037,533	0.08
The Walt Disney Co-3%	15/9/2022	250,000	1,999,258	0.04
The Walt Disney Co-4.75%	15/9/2044	30,000	286,054	0.01
The Walt Disney Co-6.15%	15/2/2041	70,000	760,133	0.01
The Walt Disney Co-6.2%	15/12/2034	20,000	211,733	0.00
The Williams Cos Inc-5.75%	24/6/2044	685,000	6,242,200	0.12

# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

Principal International Bond Fund <i>(continued)</i>				
Investments	Maturity	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed/quoted debt instruments <i>(continued)</i></b>				
<b>Non-certificates of deposit <i>(continued)</i></b>				
<i>Denominated in United States Dollar <i>(continued)</i></i>				
Total Capital International-3.455%	19/2/2029	235,000	1,953,936	0.04
TransCanada Pipelines Ltd-5%	16/10/2043	90,000	783,889	0.02
Tucson Electric Power Co-4.85%	1/12/2048	215,000	1,967,175	0.04
TWDC Enterprises 18 Corp-3.15%	17/9/2025	495,000	4,064,622	0.08
UBS AG-4.5%	26/6/2048	200,000	1,844,133	0.04
Union Pacific Corp-3.5%	8/6/2023	250,000	2,034,762	0.04
United States Treasury Note/Bond-1.125%	28/2/2021	7,600,000	58,671,653	1.15
United States Treasury Note/Bond-1.25%	31/3/2021	21,400,000	165,526,839	3.25
United States Treasury Note/Bond-1.25%	31/7/2023	14,000,000	107,212,506	2.10
United States Treasury Note/Bond-1.5%	31/5/2020	19,250,000	149,613,165	2.94
United States Treasury Note/Bond-1.5%	28/2/2023	23,500,000	182,020,959	3.57
United States Treasury Note/Bond-1.625%	30/4/2023	15,500,000	120,548,104	2.36
United States Treasury Note/Bond-1.875%	30/11/2021	8,000,000	62,662,439	1.23
United States Treasury Note/Bond-2%	31/12/2021	16,000,000	125,769,002	2.47
United States Treasury Note/Bond-2%	15/8/2025	27,000,000	212,836,234	4.17
United States Treasury Note/Bond-2.25%	15/8/2027	24,250,000	193,939,590	3.80
United States Treasury Note/Bond-2.625%	15/2/2029	17,250,000	142,034,491	2.79
United States Treasury Note/Bond-2.75%	15/8/2047	18,575,000	151,369,445	2.97
United States Treasury Note/Bond-5%	15/5/2037	6,500,000	71,557,278	1.40
United Technologies Corp-3.1%	1/6/2022	255,000	2,037,001	0.04
United Technologies Corp-3.95%	16/8/2025	455,000	3,831,220	0.08
United Technologies Corp-4.125%	16/11/2028	615,000	5,275,466	0.10
United Technologies Corp-4.45%	16/11/2038	140,000	1,226,584	0.02
United Technologies Corp-4.625%	16/11/2048	100,000	910,542	0.02
United Technologies Corp-5.4%	1/5/2035	45,000	424,944	0.01
Unitedhealth Group Inc-3.875%	15/12/2028	325,000	2,768,286	0.05
Verizon Communications Inc-4.5%	10/8/2033	420,000	3,694,466	0.07
Verizon Communications Inc-5.012%	21/8/2054	85,000	794,432	0.02
Verizon Communications Inc-5.25%	16/3/2037	365,000	3,408,924	0.07
Viacom Inc-4.25%	1/9/2023	135,000	1,115,134	0.02
Viacom Inc-4.375%	15/3/2043	115,000	878,364	0.02
Virginia Electric & Power Co-3.8%	1/4/2028	210,000	1,757,741	0.03
Virginia Electric & Power Co-4.45%	15/2/2044	770,000	6,791,213	0.13
Virginia Electric & Power Co-4.6%	1/12/2048	125,000	1,124,173	0.02
Vodafone Group Plc-4.125%	30/5/2025	220,000	1,826,399	0.04
Walmart Inc-2.85%	8/7/2024	120,000	968,035	0.02
Walmart Inc-3.05%	8/7/2026	265,000	2,167,625	0.04
Walmart Inc-4.05%	29/6/2048	20,000	178,928	0.00
Waste Connections Inc-4.25%	1/12/2028	310,000	2,647,173	0.05
Waste Management Inc-3.2%	15/6/2026	450,000	3,655,118	0.07
Wells Fargo & Co-3.75%	24/1/2024	775,000	6,362,077	0.12
Wells Fargo & Co-4.15%	24/1/2029	275,000	2,339,155	0.05
Wells Fargo & Co-4.4%	14/6/2046	90,000	758,686	0.01
Western Midstream Operating LP-5.45%	1/4/2044	35,000	258,150	0.01
Western Midstream Operating LP-5.5%	15/8/2048	85,000	629,863	0.01
WM. Wrigley Jr. Co-3.375%	21/10/2020	440,000	3,482,538	0.07
Xilinx Inc-2.95%	1/6/2024	455,000	3,604,874	0.07
XLIT Ltd-4.45%	31/3/2025	975,000	8,223,734	0.16
XLIT Ltd-5.5%	31/3/2045	620,000	5,708,979	0.11
Zions BanCorp N.A.-3.5%	27/8/2021	1,005,000	8,009,058	0.16
Zoetis Inc-3.9%	20/8/2028	395,000	3,286,649	0.06
Zoetis Inc-4.45%	20/8/2048	115,000	990,565	0.02
			2,960,930,400	58.10
<b>Total non-certificates of deposit</b>			4,800,647,773	94.17
<b>Total listed/quoted debt instruments</b>			4,800,647,773	94.17

Principal International Bond Fund <i>(continued)</i>				
Investments	Maturity	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Other investments</b>				
<i>Denominated in United States Dollar</i>				
FC0000201	9/9/2019	183,826	(23,685)	0.00
FC0000202	9/9/2019	2,630,813	(51,889)	0.00
FC0000203	9/9/2019	236,810	(15,335)	0.00
FC0000204	9/9/2019	475,457	(27,905)	0.00
FC0000205	9/9/2019	34,121,580	(1,882,144)	-0.04
FC0000206	9/9/2019	202,004	(24,130)	0.00
FC0000207	9/9/2019	9,825,861	150,997	0.00
FC0000208	9/9/2019	396,804	(21,655)	0.00
FC0000209	9/9/2019	902,642	(88,053)	0.00
FC0000210	9/9/2019	463,161	(53,868)	0.00
FC0000211	9/9/2019	1,194,918	(102,049)	0.00
			(2,139,716)	-0.04
<b>Total Other investments</b>			(2,139,716)	-0.04
<b>Total investments</b>			4,798,508,057	94.13
<b>Other net assets</b>			299,033,602	5.87
<b>Total net asset value</b>			5,097,541,659	100.00
<b>Total cost of investments</b>			4,697,188,879	
* The value of each holding as a percentage of the total net asset value is accounted for on the trade day.				

# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

Principal International Equity Fund			
Investments	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed shares</b>			
<i>Australia</i>			
Appen Ltd	45,610	6,993,056	0.19
Beach Energy Ltd	221,766	2,411,346	0.06
Downer EDI Ltd	157,338	5,964,084	0.16
Nine Entertainment Co Holdings Ltd	466,192	4,788,176	0.13
Rio Tinto Ltd	54,204	30,808,128	0.83
Saracen Mineral Holdings Ltd	273,958	5,522,501	0.15
		56,487,291	1.52
<i>Austria</i>			
CA Immobilien Anlagen AG	27,023	7,760,519	0.21
<i>Belgium</i>			
Proximus SA	26,691	6,151,125	0.17
<i>Brazil</i>			
CCR SA	145,000	4,047,608	0.11
Hypera SA	71,500	4,381,897	0.12
Petroleo Brasileiro SA	377,300	23,146,066	0.62
		31,575,571	0.85
<i>Bahamas</i>			
OneSpaWorld Holdings Ltd	69,800	8,447,583	0.23
<i>Canada</i>			
Alimentation Couche-Tard Inc-B	53,900	26,490,579	0.71
ATS Automation Tooling Systems Inc	42,200	5,360,618	0.14
Badger Daylighting Ltd	21,800	6,211,914	0.17
Brookfield Asset Management Inc-A	85,100	31,796,068	0.86
Capital Power Corp	28,700	5,160,502	0.14
Empire Co Ltd	37,900	7,454,399	0.20
Fairfax Financial Holdings Ltd	9,400	36,032,921	0.97
Kirkland Lake Gold Ltd	19,900	6,695,900	0.18
Lundin Mining Corp	147,000	6,320,848	0.17
Parex Resources Inc	35,100	4,398,007	0.12
TC Energy Corp	75,100	29,076,439	0.78
		164,998,195	4.44
<i>China</i>			
China Mobile Ltd	285,500	20,313,325	0.55
Far East Horizon Ltd	3,083,000	24,633,170	0.66
Lenovo Group Ltd	4,400,000	26,620,000	0.72
Nexteer Automotive Group Ltd	474,000	4,607,280	0.12
Ping An Insurance (Group) Co of China Ltd-H	230,000	21,574,000	0.58
Tencent Holdings Ltd	74,800	26,374,480	0.71
Texhong Textile Group Ltd	513,000	4,488,750	0.12
Times China Holdings Ltd	324,000	5,067,360	0.14
Weichai Power Co Ltd-H	1,473,000	19,443,600	0.52
		153,121,965	4.12
<i>Denmark</i>			
Vestas Wind Systems A/S	46,548	31,439,093	0.85

Principal International Equity Fund <i>(continued)</i>			
Investments	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed shares <i>(continued)</i></b>			
<i>France</i>			
JCDecaux SA	19,451	4,607,134	0.12
Korian	21,501	6,396,454	0.17
Rubis SCA	11,966	5,268,468	0.14
Vinci SA	28,835	23,089,078	0.62
		39,361,134	1.05
<i>Germany</i>			
DEUTZ AG	117,540	8,956,147	0.24
LEG Immobilien AG	7,076	6,241,000	0.17
Merck KGaA	28,100	22,975,236	0.62
Puma SE	14,070	7,336,971	0.20
Rheinmetall AG	8,110	7,762,285	0.21
TLG Immobilien AG	36,854	8,437,554	0.23
		61,709,193	1.67
<i>Hong Kong</i>			
Hysan Development Co Ltd	165,000	6,657,750	0.18
WH Group Ltd	3,671,500	29,078,280	0.78
Yue Yuen Industrial (Holdings) Ltd	778,500	16,659,900	0.45
		52,395,930	1.41
<i>India</i>			
Hindalco Industries Ltd	191,500	4,492,299	0.12
MariCo Ltd	112,393	4,718,574	0.13
Muthoot Finance Ltd	78,691	5,748,768	0.15
REC Ltd	1,743,494	32,553,849	0.88
		47,513,490	1.28
<i>Indonesia</i>			
PT Indofood Sukses Makmur Tbk	1,066,400	4,136,487	0.11
<i>Ireland</i>			
Icon Plc	32,867	39,513,140	1.06
<i>Israel</i>			
CyberArk Software Ltd	25,286	25,240,169	0.68
Leumi Bank inc	491,077	27,690,941	0.75
Mizrahi Tefahot Bank Ltd	43,073	7,756,912	0.21
NICE Ltd-ADR	29,729	31,801,400	0.86
		92,489,422	2.50
<i>Italy</i>			
Amplifon Spa	42,758	7,816,191	0.21
Buzzi Unicem Spa-Senza Vincoli Di Rappresentazione Grafica	29,731	4,717,162	0.13
Ferrari NV	15,057	19,117,071	0.51
Mediobanca Banca di Credito Finanziario Spa	77,906	6,279,735	0.17
Moncler Spa	89,378	29,879,489	0.80
		67,809,648	1.82

# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

Principal International Equity Fund <i>(continued)</i>			
Investments	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed shares <i>(continued)</i></b>			
<i>Japan</i>			
DIC Corp	22,900	4,724,073	0.13
Kajima Corp	58,400	6,260,929	0.17
Kamigumi Co Ltd	32,300	5,974,399	0.16
KOMERI Co Ltd	27,400	4,376,424	0.12
Konica Minolta Inc	79,700	6,064,365	0.16
Lintec Corp	28,900	4,706,149	0.13
Makino Milling Machine Co Ltd	20,100	6,334,865	0.17
Mebuki Financial Group Inc	280,500	5,717,296	0.15
Mitsubishi Corp	118,200	24,349,347	0.66
Morinaga Milk Industry Co Ltd	18,700	5,785,117	0.16
NH Foods Ltd	21,200	7,096,743	0.19
Nintendo Co Ltd	6,400	18,332,370	0.49
Nishio Rent All Co Ltd	19,900	4,395,334	0.12
Saizeriya Co Ltd	36,800	6,243,521	0.17
Sawai Pharmaceutical Co Ltd	15,400	6,501,225	0.18
SBI Holdings Inc	29,800	5,764,887	0.16
SoftBank Group Corp	58,400	21,879,363	0.59
Sony Corp	44,400	18,189,852	0.49
Sumitomo Forestry Co Ltd	50,400	4,719,634	0.13
Sumitomo Heavy Industries Ltd	26,100	7,014,234	0.19
Sushiro Global Holdings Ltd	8,400	3,917,796	0.11
TIS Inc	13,400	5,336,158	0.14
Tokyo Broadcasting System Holdings Inc	32,500	4,337,632	0.12
Towa Pharmaceutical Co Ltd	30,500	6,052,955	0.16
Toyota Motor Corp	36,800	17,852,358	0.48
		211,927,026	5.73
<i>Malaysia</i>			
Sime Darby Bhd	1,034,800	4,414,136	0.12
<i>Netherlands</i>			
ASM International NV	13,214	6,727,293	0.18
ASR Nederland NV	25,836	8,214,431	0.22
NN Group NV	81,378	25,613,266	0.69
		40,554,990	1.09
<i>Norway</i>			
DNO ASA	153,064	2,168,412	0.06
Entra ASA	67,037	8,052,416	0.22
		10,220,828	0.28
<i>Portugal</i>			
Sonae SGPS SA	566,321	4,277,409	0.12
<i>Singapore</i>			
BOC Aviation Ltd	71,700	4,703,520	0.13
Comfordtelgro Corp Ltd	431,400	6,622,797	0.18
UOL Group Ltd	178,700	7,786,660	0.21
		19,112,977	0.52
<i>South Africa</i>			
Exxaro Resources Ltd	48,565	4,616,140	0.12

Principal International Equity Fund <i>(continued)</i>			
Investments	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed shares <i>(continued)</i></b>			
<i>South Korea</i>			
AfreecaTV Co Ltd	10,161	4,225,374	0.11
Daelim Industrial Co Ltd	6,209	4,828,065	0.13
Fila Korea Ltd	7,977	4,137,029	0.11
Hanwha Chemical Corp	24,916	3,824,352	0.10
Kia Motors Corp	82,792	24,631,717	0.66
Samsung Electronics Co Ltd	75,289	23,926,712	0.64
Shinhan Financial Group Co Ltd	57,403	17,427,479	0.47
		83,000,728	2.22
<i>Spain</i>			
ACS Actividades de Construccion y Servicios SA	70,729	22,079,185	0.59
Iberdrola SA	467,210	36,413,992	0.98
Indra Sistemas SA	72,607	5,738,983	0.15
		64,232,160	1.72
<i>Sweden</i>			
Castellum AB	59,452	8,887,976	0.24
Husqvarna AB-B	75,751	5,540,181	0.15
Loomis AB-B	21,437	5,761,594	0.16
Swedbank AB	221,693	26,030,723	0.70
TelefonABet LM Ericsson-B	307,571	22,815,870	0.61
		69,036,344	1.86
<i>Switzerland</i>			
Lonza Group AG	8,614	22,726,681	0.61
Nestle SA	70,069	56,716,936	1.53
Novartis AG	44,607	31,869,513	0.86
Roche Holding AG	18,215	40,069,723	1.08
Valora Holding AG	2,715	5,403,856	0.15
		156,786,709	4.23
<i>Taiwan</i>			
Accton Technology Corp	148,000	4,903,874	0.13
Delta Electronics Inc	662,000	26,271,833	0.71
Feng Tay Enterprises Co Ltd	437,000	26,647,018	0.72
Powertech Technology Inc	283,000	5,419,408	0.15
Realtek Semiconductor Corp	424,000	24,412,029	0.66
Taiwan Semiconductor Manufacturing Co Ltd	439,000	26,437,126	0.71
		114,091,288	3.08
<i>Thailand</i>			
TISCO Financial Group Pcl	208,200	4,950,589	0.13
<i>United Kingdom</i>			
3i Group Plc	253,531	27,938,140	0.75
BP Plc	711,966	38,653,716	1.04
Burford Capital Ltd	37,361	5,730,947	0.15
Coca-Cola HBC AG	63,115	18,563,402	0.50
Computacenter Plc	47,165	6,217,278	0.17
DS Smith Plc	101,567	3,643,651	0.10
Entertainment One Ltd	120,270	4,725,241	0.13
GVC Holdings Plc	402,543	25,965,867	0.70

# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

Principal International Equity Fund <i>(continued)</i>			
Investments	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed shares <i>(continued)</i></b>			
<i>United Kingdom (continued)</i>			
Intermediate Capital Group Plc	60,388	8,253,165	0.22
Keywords Studios Plc	34,688	6,264,960	0.17
Legal & General Group Plc	1,063,331	28,359,818	0.76
Meggitt Plc	116,927	6,063,485	0.16
National Express Group Plc	169,068	6,716,066	0.18
Premier Oil Plc	482,422	3,671,383	0.10
QinetiQ Group Plc	181,062	5,006,450	0.13
RHI Magnesita NV	10,736	5,138,129	0.14
SSP Group Plc	68,521	4,651,832	0.13
		205,563,530	5.53
<i>United States</i>			
Accelaron Pharma Inc	5,300	1,700,011	0.05
Adaptive Biotechnologies Corp	5,300	1,998,796	0.05
Addus HomeCare Corp	12,800	7,490,779	0.20
Advanced Disposal Services Inc	31,818	7,927,661	0.21
Aerojet Rocketdyne Holdings Inc	20,700	7,236,071	0.19
Agree Realty Corp	24,700	12,352,688	0.33
Alcoa Corp	10,100	1,846,155	0.05
Alphabet Inc-A	5,808	49,104,379	1.32
Alphabet Inc-C	1,533	12,938,295	0.35
Altra Industrial Motion Corp	50,400	14,119,793	0.38
Amazon.com Inc	2,510	37,111,988	1.00
American Electric Power Co Inc	37,918	26,056,904	0.70
AMETEK Inc	56,833	40,310,954	1.09
Anaplan Inc	8,700	3,428,451	0.09
Array BioPharma Inc	13,700	4,955,965	0.13
Aspen Technology Inc	15,900	15,429,212	0.42
Athene Holding Ltd-A	96,961	32,599,916	0.88
Atlantic Union Bankshares Corp	7,600	2,096,537	0.06
BJ's Wholesale Club Holdings Inc	57,200	11,790,856	0.32
bluebird bio Inc	2,700	2,681,614	0.07
Brandywine Realty Trust	106,000	11,852,071	0.32
BrightView Holdings Inc	42,900	6,267,242	0.17
Cabot Corp	19,500	7,264,227	0.20
CACI International Inc-A	10,100	16,134,338	0.43
Capitol Investment Corp IV	91,800	7,332,696	0.20
Capri Holdings Ltd	60,275	16,321,560	0.44
Carrizo Oil & Gas Inc	55,500	4,342,162	0.12
Carvana Co	25,400	12,413,208	0.33
Cathay General Bancorp	33,000	9,252,833	0.25
CBS Corp	63,311	24,667,497	0.66
Central Garden & Pet Co-A	29,700	5,714,030	0.15
Ceridian HCM Holding Inc	8,800	3,449,306	0.09
Clovis Oncology Inc	2,700	313,487	0.01
Comcast Corp-A	112,849	37,254,442	1.00
ConocoPhillips	103,415	49,255,953	1.33
Cousins Properties Inc	43,900	12,398,193	0.33
Danaher Corp	29,831	33,289,417	0.90
Delek US Holdings Inc	11,100	3,511,865	0.09
Dover Corp	40,942	32,031,859	0.86
Eldorado Resorts Inc	37,900	13,633,356	0.37
Encompass Health Corp	23,300	11,527,004	0.31
EnerSys	12,400	6,632,200	0.18
Entegris Inc	50,400	14,686,474	0.40
Eventbrite Inc-A	55,300	6,994,964	0.19
Facebook Inc-A	50,482	76,074,520	2.06
FibroGen Inc	4,200	1,481,634	0.04
First Industrial Realty Trust Inc	44,100	12,650,949	0.34
First Merchants Corp	15,900	4,705,239	0.13

Principal International Equity Fund <i>(continued)</i>			
Investments	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed shares <i>(continued)</i></b>			
<i>United States (continued)</i>			
Graphic Packaging Holding Co	95,300	10,402,685	0.28
Honeywell International Inc	25,661	34,981,490	0.94
Horizon Therapeutics Plc	58,600	11,008,765	0.30
IBERIABANK Corp	77,357	45,814,249	1.23
Johnson & Johnson	40,184	43,700,589	1.18
K12 Inc	29,600	7,028,352	0.19
Kemper Corp	12,900	8,691,516	0.23
LPL Financial Holdings Inc	46,974	29,918,056	0.81
MacroGenics Inc	8,600	1,139,530	0.03
Mammoth Energy Services Inc	34,458	1,851,074	0.05
Marathon Petroleum Corp	71,926	31,382,510	0.84
MasTec Inc	25,400	10,219,725	0.28
Mastercard Inc	21,594	44,601,904	1.20
Medifast Inc	5,200	5,209,252	0.14
Merck & Co Inc	39,273	25,712,394	0.69
MGIC Investment Corp	72,800	7,469,166	0.20
Microsoft Corp	68,254	71,391,845	1.92
Modine Manufacturing Co	32,700	3,653,699	0.10
Natera Inc	11,900	2,562,634	0.07
National General Holdings Corp	43,200	7,737,890	0.21
Neurocrine Biosciences Inc	3,609	2,379,190	0.06
Nevro Corp	8,400	4,252,073	0.11
Norfolk Southern Corp	16,740	26,053,945	0.70
O'Reilly Automotive Inc	10,806	31,161,127	0.84
P. H. Glatfelter Co	12,700	1,673,869	0.05
PayPal Holdings Inc	41,944	37,485,987	1.01
Pebblebrook Hotel Trust	32,700	7,195,055	0.19
Philip Morris International Inc	41,049	25,170,019	0.68
Piper Jaffray Co	10,100	5,857,067	0.16
Planet Fitness Inc	28,200	15,950,449	0.43
Plantronics Inc	18,200	5,263,659	0.14
Pluralsight Inc	11,400	2,698,854	0.07
Portland General Electric Co	17,400	7,359,587	0.20
Prudential Financial Inc	31,851	25,118,275	0.68
Public Service Enterprise Group Inc	55,620	25,544,733	0.69
Ra Medical Systems Inc	32,300	912,970	0.02
Reliance Steel & Aluminum Co	3,400	2,511,928	0.07
Revolve Group Inc	16,560	4,460,924	0.12
Rexnord Corp	58,000	13,685,725	0.37
Ring Energy Inc	61,000	1,547,956	0.04
Seattle Genetics Inc	4,900	2,647,953	0.07
Select Energy Services Inc-A	29,100	2,637,974	0.07
Smartsheet Inc-A	11,700	4,421,571	0.12
SolarWinds Corp	77,700	11,126,683	0.30
Southwest Gas Holdings Inc	15,200	10,636,381	0.29
STAAR Surgical Co	23,400	5,368,006	0.14
Stifel Financial Corp	21,753	10,031,317	0.27
Syneos Health Inc	123,984	49,459,179	1.33
SYNNEX Corp	9,100	6,991,685	0.19
Synovus Financial Corp	144,669	39,535,651	1.06
Teladoc Health Inc	11,000	5,703,895	0.15
Tenable Holdings Inc	9,057	2,018,291	0.05
The Boeing Co	9,023	25,645,410	0.69
The Brink's Co	12,400	7,859,883	0.21
The Hanover Insurance Group Inc	10,500	10,518,682	0.28
The TJX Cos Inc	74,727	30,854,205	0.83
Tutor Perini Corp	42,400	4,591,850	0.12
Uber Technologies Inc	110,684	40,083,068	1.08
United Community Banks Inc	45,800	10,213,370	0.27
Vail Resorts Inc	3,300	5,750,619	0.15
Vishay Intertechnology Inc	9,257	1,194,059	0.03
Waste Management Inc	19,668	17,717,338	0.48



# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

Principal International Equity Fund <i>(continued)</i>			
Investments	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed shares <i>(continued)</i></b>			
<i>United States <i>(continued)</i></i>			
Whiting Petroleum Corp	25,700	3,748,481	0.10
William Lyon Homes-A	33,400	4,754,212	0.13
World Wrestling Entertainment Inc-A	40,362	22,757,020	0.61
		1,721,657,251	46.33
<b>Total listed shares</b>		3,579,351,891	96.37
<b>Delisted Shares</b>			
<i>United Kingdom</i>			
Conviviality Plc	153,761	-	0.00
<b>Total delisted shares</b>		-	0.00
<b>Total investments</b>		3,579,351,891	96.37
<b>Other net assets</b>		134,694,969	3.63
<b>Total net asset value</b>		3,714,046,860	100.00
<b>Total cost of investments</b>		3,301,132,056	
* The value of each holding as a percentage of the total net asset value is accounted for on the trade day.			

Principal Pension Bond Fund				
Investments	Maturity	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed/quoted debt instruments</b>				
<b>Fixed coupon rate debt instruments</b>				
<i>Denominated in United States Dollar</i>				
Abbott Laboratories-2.9%	30/11/2021	3,155,000	25,042,726	0.97
Abbott Laboratories-3.75%	30/11/2026	495,000	4,178,833	0.16
Abu Dhabi National Energy Co PJSC-4.375%	22/6/2026	300,000	2,482,976	0.10
AIA Group Ltd-3.2%	11/3/2025	1,860,000	14,831,681	0.58
AIA Group Ltd-3.6%	9/4/2029	885,000	7,205,502	0.28
AIA Group Ltd-3.9%	6/4/2028	1,590,000	13,179,574	0.51
Alibaba Group Holding Ltd-3.6%	28/11/2024	1,000,000	8,145,043	0.32
Altria Group Inc-2.85%	9/8/2022	1,710,000	13,492,887	0.52
Altria Group Inc-4%	31/1/2024	1,960,000	16,037,804	0.62
America Movil SAB de CV-3.625%	22/4/2029	700,000	5,658,608	0.22
America Movil SAB de CV-5%	30/3/2020	1,000,000	7,955,048	0.31
American International Group Inc-3.3%	1/3/2021	3,295,000	26,074,885	1.01
American International Group Inc-3.9%	1/4/2026	4,605,000	37,631,971	1.46
Andeavor Logistics LP / Tesoro Logistics Finance Corp-3.5%	1/12/2022	1,090,000	8,712,391	0.34
Andeavor Logistics LP / Tesoro Logistics Finance Corp-4.25%	1/12/2027	640,000	5,278,585	0.20
Anheuser-Busch Cos LLC / Anheuser-Busch InBev Worldwide Inc-3.65%	1/2/2026	390,000	3,201,845	0.12
Anheuser-Busch InBev Finance Inc-3.7%	1/2/2024	1,135,000	9,331,092	0.36
Anheuser-Busch InBev Worldwide Inc-4.15%	23/1/2025	1,600,000	13,532,662	0.52
Anheuser-Busch InBev Worldwide Inc-4.75%	23/1/2029	825,000	7,312,637	0.28
Anheuser-Busch InBev Worldwide Inc-5.55%	23/1/2049	125,000	1,196,111	0.05
Apple Inc-2.75%	13/1/2025	560,000	4,470,127	0.17
Apple Inc-2.85%	6/5/2021	3,360,000	26,618,985	1.03
Apple Inc-3%	9/2/2024	925,000	7,460,004	0.29
Apple Inc-3.2%	13/5/2025	340,000	2,775,062	0.11
Apple Inc-3.35%	9/2/2027	465,000	3,812,428	0.15
Apple Inc-4.65%	23/2/2046	185,000	1,713,298	0.07
Arch Capital Finance Llc-4.011%	15/12/2026	2,715,000	22,745,479	0.88
AT&T Inc-2.45%	30/6/2020	1,245,000	9,716,904	0.38
AT&T Inc-3.4%	15/5/2025	1,370,000	10,996,669	0.43
AT&T Inc-3.6%	15/7/2025	1,865,000	15,104,297	0.59
AT&T Inc-3.8%	15/3/2022	3,030,000	24,544,248	0.95
AT&T Inc-4.05%	15/12/2023	535,000	4,430,948	0.17
AT&T Inc-4.3%	15/2/2030	755,000	6,309,636	0.24
Baidu Inc-3.875%	29/9/2023	525,000	4,247,559	0.16
Baker Hughes a GE Co Llc / Baker Hughes Co-Obligor Inc-2.773%	15/12/2022	245,000	1,933,576	0.07
Baker Hughes a GE Co Llc / Baker Hughes Co-Obligor Inc-3.337%	15/12/2027	1,240,000	9,747,882	0.38
Baltimore Gas & Electric Co-3.35%	1/7/2023	565,000	4,567,667	0.18
Bank of America Corp-4.2%	26/8/2024	1,460,000	12,118,027	0.47
Bank of America Corp-4.25%	22/10/2026	645,000	5,380,435	0.21
BAT Capital Corp-3.222%	15/8/2024	2,900,000	22,792,190	0.88
Bayer US Finance II Llc-3.875%	15/12/2023	1,075,000	8,716,043	0.34
Bayer US Finance II Llc-4.375%	15/12/2028	240,000	1,976,033	0.08
Becton Dickinson & Co-2.894%	6/6/2022	980,000	7,755,897	0.30
Becton Dickinson & Co-3.363%	6/6/2024	605,000	4,865,296	0.19
Becton Dickinson & Co-3.7%	6/6/2027	450,000	3,668,871	0.14
Berkshire Hathaway Energy Co-3.25%	15/4/2028	2,000,000	16,132,081	0.63
BHP Billiton Finance (USA) Ltd-3.85%	30/9/2023	2,000,000	16,650,680	0.65
Boston Gas Co-3.15%	1/8/2027	525,000	4,164,877	0.16
Boston Scientific Corp-3.45%	1/3/2024	2,000,000	16,299,221	0.63
BP Capital Markets America Inc-3.41%	11/2/2026	825,000	6,750,993	0.26
BP Capital Markets America Inc-4.234%	6/11/2028	275,000	2,376,957	0.09
Bristol-Myers Squibb Co-2.6%	16/5/2022	565,000	4,467,568	0.17



# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

<b>Principal Pension Bond Fund</b> <i>(continued)</i>				
Investments	Maturity	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed/quoted debt instruments</b> <i>(continued)</i>				
<b>Fixed coupon rate debt instruments</b> <i>(continued)</i>				
<i>Denominated in United States Dollar</i> <i>(continued)</i>				
Sigma Alimentos SA de CV-4.125%	2/5/2026	200,000	1,572,957	0.06
Skandinaviska Enskilda Banken AB-2.625%	15/3/2021	1,000,000	7,835,506	0.30
Southern Copper Corp-6.75%	16/4/2040	125,000	1,231,439	0.05
Suntrust Bank-4.05%	3/11/2025	795,000	6,695,667	0.26
Svenska Handelsbanken AB-3.9%	20/11/2023	3,710,000	30,693,185	1.19
Synchrony Bank-3%	15/6/2022	5,385,000	42,359,571	1.63
Telefonica Emisiones S.A-5.462%	16/2/2021	1,840,000	15,054,332	0.58
Tencent Holdings Ltd-3.975%	11/4/2029	250,000	2,039,700	0.08
The Boeing Co-2.8%	1/3/2024	1,000,000	7,942,087	0.31
The Boeing Co-3.2%	1/3/2029	715,000	5,780,467	0.22
The Goldman Sachs Group Inc-3.625%	20/2/2024	1,735,000	14,134,169	0.55
The Goldman Sachs Group Inc-3.85%	26/1/2027	1,270,000	10,364,464	0.40
The Goldman Sachs Group Inc-5.75%	24/1/2022	720,000	6,075,986	0.24
The Royal Bank Of Scotland Group Plc-5.125%	28/5/2024	4,920,000	40,769,014	1.58
The Walt Disney Co-3%	15/9/2022	3,580,000	28,629,377	1.11
The Williams Cos Inc-4.3%	4/3/2024	1,050,000	8,696,794	0.34
Total Capital International-3.455%	19/2/2029	810,000	6,734,842	0.26
Toyota Motor Credit Corp-2.95%	13/4/2021	365,000	2,889,181	0.11
TWDC Enterprises 18 Corp-3.15%	17/9/2025	1,230,000	10,099,969	0.39
Union Pacific Corp-3.5%	8/6/2023	1,675,000	13,632,903	0.53
Union Pacific Corp-3.75%	15/3/2024	1,385,000	11,422,032	0.44
United Technologies Corp-3.1%	1/6/2022	645,000	5,152,415	0.20
United Technologies Corp-3.95%	16/8/2025	1,155,000	9,725,404	0.38
United Technologies Corp-4.125%	16/11/2028	2,190,000	18,785,808	0.73
United Technologies Corp-5.4%	1/5/2035	115,000	1,085,969	0.04
Uruguay Government-5.1%	18/6/2050	150,000	1,316,165	0.05
Verizon Communications Inc-4.5%	10/8/2033	430,000	3,782,430	0.15
Verizon Communications Inc-5.25%	16/3/2037	930,000	8,685,752	0.34
Viacom Inc-3.875%	15/12/2021	2,155,000	17,287,551	0.67
Viacom Inc-4.25%	1/9/2023	305,000	2,519,377	0.10
Vodafone Group Plc-4.125%	30/5/2025	690,000	5,728,252	0.22
Walmart Inc-3.05%	8/7/2026	1,500,000	12,269,578	0.48
Waste Connections Inc-4.25%	1/12/2028	655,000	5,593,219	0.22
Waste Management Inc-3.2%	15/6/2026	1,415,000	11,493,317	0.45
Wells Fargo & Co-2.1%	26/7/2021	2,020,000	15,686,860	0.61
Wells Fargo & Co-3.75%	24/1/2024	3,585,000	29,429,738	1.14
Western Midstream Operating LP-4%	1/7/2022	2,000,000	15,819,257	0.61
WM. Wrigley Jr. Co-3.375%	21/10/2020	1,355,000	10,724,636	0.42
Xilinx Inc-2.95%	1/6/2024	965,000	7,645,503	0.30
XLIT Ltd-4.45%	31/3/2025	5,490,000	46,305,945	1.79
Zions BanCorp NA-3.5%	27/8/2021	4,650,000	37,056,836	1.44
Zoetis Inc-3.9%	20/8/2028	1,985,000	16,516,454	0.64
			2,282,616,009	88.53
<b>Total fixed coupon rate debt instruments</b>				
			2,282,616,009	88.53

  

<b>Principal Pension Bond Fund</b> <i>(continued)</i>				
Investments	Maturity	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed/quoted debt instruments</b> <i>(continued)</i>				
<b>Floating coupon rate debt instruments</b>				
<i>Denominated in United States Dollar</i>				
Bank of America Corp-Floating	17/5/2022	5,000,000	39,792,888	1.54
Bank of America Corp-Floating	15/3/2025	1,455,000	11,793,154	0.46
Bank of America Corp-Floating	23/7/2029	905,000	7,717,818	0.30
Bank of America Corp-Floating	7/2/2030	610,000	5,105,406	0.20
Citigroup Inc-Floating	24/7/2028	1,220,000	9,941,325	0.39
Citigroup Inc-Floating	27/10/2028	1,585,000	12,763,994	0.50
DBS Group Holdings Ltd-Floating	11/12/2028	3,365,000	27,842,961	1.08
General Motors Financial Co Inc-Floating	5/1/2023	1,090,000	8,387,320	0.33
HSBC Holdings Plc-Floating	11/3/2025	1,200,000	9,762,405	0.38
JPMorgan Chase & Co-Floating	1/4/2023	1,460,000	11,634,526	0.45
JPMorgan Chase Bank National Association-Floating	1/2/2021	3,930,000	30,719,557	1.19
State Street Corp-Floating	3/12/2029	1,355,000	11,710,605	0.45
The Goldman Sachs Group Inc-Floating	5/6/2023	3,990,000	31,489,384	1.22
The Royal Bank Of Scotland Group Plc-Floating	22/3/2025	1,800,000	14,535,120	0.56
			233,196,463	9.05
<b>Total floating coupon rate debt instruments</b>				
			233,196,463	9.05
			2,515,812,472	97.58
<b>Total listed/quoted debt instruments</b>				
			2,515,812,472	97.58
			62,468,979	2.42
<b>Other net assets</b>				
			2,578,281,451	100.00
<b>Total net asset value</b>				
			2,444,971,987	
<b>Total cost of investments</b>				
			2,444,971,987	

\* The value of each holding as a percentage of the total net asset value is accounted for on the trade day.

# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

Principal U.S. Equity Fund			
Investments	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed shares</b>			
<i>Bahamas</i>			
OneSpaWorld Holdings Ltd	72,400	8,762,250	0.42
<i>United States</i>			
AbbVie Inc	2,148	1,219,645	0.06
Accenture Plc-A	15,152	21,859,830	1.06
Addus HomeCare Corp	13,200	7,724,866	0.37
Adobe Inc	1,193	2,744,683	0.13
Advanced Disposal Services Inc	61,075	15,217,232	0.74
Advanced Energy Industries Inc	7,900	3,470,958	0.17
Aerojet Rocketdyne Holdings Inc	19,300	6,746,675	0.33
Aflac Inc	24,187	10,351,116	0.50
Agree Realty Corp	28,800	14,403,134	0.70
Alcoa Corp	8,800	1,608,531	0.08
Alphabet Inc-A	2,411	20,384,066	0.99
Alphabet Inc-C	2,876	24,273,018	1.18
Altra Industrial Motion Corp	51,100	14,315,902	0.69
Amazon.com Inc	3,110	45,983,378	2.24
American Tower Corp	7,431	11,862,596	0.57
Ameriprise Financial Inc	13,300	15,074,537	0.73
AmerisourceBergen Corp	12,068	8,033,892	0.39
AMETEK Inc	19,011	13,484,270	0.65
Amgen Inc	7,950	11,439,070	0.55
AMN Healthcare Services Inc	24,800	10,505,018	0.51
Anaplan Inc	8,712	3,433,180	0.17
Anthem Inc	6,383	14,065,093	0.68
Apple Inc	41,295	63,816,431	3.10
AT&T Inc	6,016	1,574,083	0.08
Athene Holding Ltd-A	24,100	8,102,825	0.39
Automatic Data Processing Inc	5,281	6,817,312	0.33
AvalonBay Communities Inc	3,533	5,604,927	0.27
AXA Equitable Holdings Inc	64,600	10,542,028	0.51
Bank of America Corp	75,106	17,006,620	0.82
Baxter International Inc	15,141	9,682,418	0.47
Berkshire Hathaway Inc-B	21,546	35,862,296	1.75
Best Buy Co Inc	12,634	6,878,693	0.33
BJ's Wholesale Club Holdings Inc	48,595	10,017,074	0.49
Bristol-Myers Squibb Co	36,917	13,072,211	0.63
Cabot Corp	18,200	6,779,945	0.33
Cadence Design Systems Inc	20,675	11,431,033	0.55
Camden Property Trust	13,800	11,248,208	0.55
Capital One Financial Corp	7,457	5,283,337	0.26
Capitol Investment Corp IV	96,200	7,684,154	0.37
Carrizo Oil & Gas Inc	47,100	3,684,970	0.18
Carvana Co	26,700	13,048,530	0.63
Cathay General Bancorp	49,000	13,739,055	0.67
Celanese Corp	6,793	5,717,758	0.28
Central Garden & Pet Co-A	22,000	4,232,615	0.21
Ceridian HCM Holding Inc	33,400	13,091,685	0.63
Chevron Corp	10,459	10,162,382	0.49
Cigna Corp	10,597	13,036,071	0.63
Cisco Systems Inc	52,720	22,529,223	1.09
Citigroup Inc	21,460	11,734,355	0.57
Comcast Corp-A	9,839	3,248,114	0.16
Comerica Inc	5,026	2,850,649	0.14
Cousins Properties Inc	43,900	12,398,193	0.60
CrowdStrike Holdings Inc	7,000	3,732,506	0.18
CSX Corp	15,558	9,398,785	0.46
Darden Restaurants Inc	9,183	8,728,258	0.42
Darling Ingredients Inc	52,600	8,168,944	0.40
Delek US Holdings Inc	22,500	7,118,645	0.34

Principal U.S. Equity Fund <i>(continued)</i>			
Investments	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed shares <i>(continued)</i></b>			
<i>United States <i>(continued)</i></i>			
Discover Financial Services	17,843	10,809,833	0.52
East West Bancorp Inc	26,300	9,604,361	0.47
Eldorado Resorts Inc	14,300	5,143,984	0.25
Encompass Health Corp	24,800	12,269,086	0.59
EnerSys	20,100	10,750,583	0.52
Entegris Inc	42,800	12,471,847	0.60
EOG Resources Inc	18,459	13,427,125	0.65
Eventbrite Inc-A	13,900	1,758,228	0.09
Exact Sciences Corp	4,200	3,871,006	0.19
Exelon Corp	45,615	17,074,621	0.83
Expeditors International of Washington Inc	7,929	4,696,525	0.23
Exxon Mobil Corp	16,883	10,101,685	0.49
Facebook Inc-A	14,103	21,252,703	1.03
Fifth Third Bancorp	19,878	4,330,343	0.21
Foot Locker Inc	14,636	4,790,590	0.23
Genuine Parts Co	3,358	2,715,826	0.13
Graphic Packaging Holding Co	93,500	10,206,202	0.49
Hewlett Packard Enterprise Co	37,553	4,383,603	0.21
HollyFrontier Corp	5,243	1,894,605	0.09
Honeywell International Inc	14,336	19,543,067	0.95
Horizon Therapeutics Plc	41,800	7,852,669	0.38
HP Inc	30,666	4,978,024	0.24
IAC/InterActiveCorp	3,666	6,226,686	0.30
IBERIABANK Corp	22,974	13,606,223	0.66
ICF International Inc	15,000	8,526,445	0.41
IHS Markit Ltd	12,312	6,125,616	0.30
Intel Corp	11,868	4,435,947	0.21
Intuit Inc	5,169	10,547,297	0.51
Johnson & Johnson	30,986	33,697,651	1.63
JPMorgan Chase & Co	30,780	26,869,265	1.30
K12 Inc	41,400	9,830,195	0.48
Kemper Corp	9,750	6,569,169	0.32
Korn Ferry	30,800	9,636,413	0.47
Liberty Property Trust	29,200	11,408,946	0.55
Lincoln National Corp	9,999	5,031,817	0.24
Lowe's Cos Inc	14,870	11,716,302	0.57
LyondellBasell Industries NV-A	20,523	13,801,957	0.67
Mammoth Energy Services Inc	39,600	2,127,301	0.10
Manhattan Associates Inc	9,500	5,142,688	0.25
Marathon Petroleum Corp	17,115	7,467,559	0.36
MasTec Inc	38,900	15,651,469	0.76
Mastercard Inc	14,357	29,654,048	1.44
Match Group Inc	11,197	5,881,234	0.28
McDonald's Corp	3,690	5,983,077	0.29
McKesson Corp	7,396	7,760,849	0.38
Medifast Inc	3,900	3,906,939	0.19
Merck & Co Inc	38,276	25,059,649	1.21
MetLife Inc	17,756	6,886,280	0.33
MGIC Investment Corp	49,400	5,068,363	0.25
Microsoft Corp	70,410	73,646,963	3.58
Morgan Stanley	18,124	6,199,729	0.30
Netflix Inc	1,758	5,042,069	0.24
Nevro Corp	5,900	2,986,575	0.14
NIKE Inc-B	26,871	17,613,672	0.85
Norfolk Southern Corp	2,874	4,473,061	0.22
Occidental Petroleum Corp	26,486	10,398,172	0.50
OGE Energy Corp	35,700	11,863,565	0.57
Oracle Corp	40,466	18,000,388	0.87
PH Glatfelter Co	15,300	2,016,551	0.10
Paychex Inc	8,686	5,581,003	0.27
PayPal Holdings Inc	16,902	15,105,573	0.73

# INVESTMENT REPORT *(continued)*

Portfolio statement as at 30 June 2019

Principal U.S. Equity Fund <i>(continued)</i>			
Investments	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed shares <i>(continued)</i></b>			
<i>United States (continued)</i>			
PepsiCo Inc	4,388	4,492,769	0.22
Perspecta Inc	71,567	13,081,562	0.63
Pfizer Inc	49,720	16,817,636	0.81
Philip Morris International Inc	25,233	15,472,121	0.75
Phillips 66	12,467	9,105,519	0.44
Pinnacle West Capital Corp	11,430	8,397,211	0.41
Piper Jaffray Cos	7,100	4,117,344	0.20
Planet Fitness Inc	26,000	14,706,088	0.71
Plantronics Inc	7,600	2,198,011	0.11
PlayAGS Inc	29,900	4,540,840	0.22
Pluralsight Inc	15,000	3,551,124	0.17
Prudential Financial Inc	9,689	7,640,921	0.37
Public Storage	3,570	6,638,969	0.32
PulteGroup Inc	7,340	1,812,188	0.09
Ra Medical Systems Inc	38,900	1,099,521	0.05
Regions Financial Corp	57,788	6,741,144	0.33
Revolve Group Inc	17,648	4,754,009	0.23
Rexnord Corp	63,300	14,936,318	0.72
Rockwell Automation Inc	6,835	8,743,339	0.42
Roper Technologies Inc	2,829	8,090,359	0.39
Ross Stores Inc	76	58,819	0.00
Ruth's Hospitality Group Inc	30,200	5,355,123	0.26
salesforce.com Inc	986	1,168,137	0.06
Simon Property Group Inc	6,639	8,281,635	0.40
Smartsheet Inc-A	11,029	4,167,992	0.20
SolarWinds Corp	80,582	11,539,387	0.56
Southwest Gas Holdings Inc	17,100	11,965,929	0.58
Starbucks Corp	28,246	18,488,505	0.90
Steel Dynamics Inc	26,700	6,295,983	0.31
Stifel Financial Corp	13,300	6,133,247	0.30
Synchrony Financial	15,716	4,254,429	0.21
Syneos Health Inc	24,700	9,853,221	0.48
Target Corp	22,162	14,987,264	0.73
Teladoc Health Inc	6,300	3,266,776	0.16
Tenable Holdings Inc	9,688	2,158,905	0.10
The Boeing Co	1,314	3,734,686	0.18
The Goldman Sachs Group Inc	4,183	6,682,498	0.32
The Hanover Insurance Group Inc	9,200	9,216,369	0.45
The Hershey Co	8,074	8,449,600	0.41
The Home Depot Inc	17,440	28,319,953	1.37
The Kroger Co	42,192	7,152,128	0.35
The Procter & Gamble Co	23,241	19,897,972	0.96
The Southern Co	24,383	10,524,477	0.51
The TJX Cos Inc	38,218	15,779,919	0.76
The Walt Disney Co	16,179	17,640,337	0.85
Thermo Fisher Scientific Inc	7,765	17,805,788	0.86
Tyson Foods Inc-A	6,861	4,325,353	0.21
Union Pacific Corp	15,177	20,040,133	0.97
Unitedhealth Group Inc	12,670	24,139,574	1.17
Valero Energy Corp	12,717	8,500,697	0.41
VeriSign Inc	7,535	12,305,726	0.60
Verisk Analytics Inc	4,971	5,684,708	0.28
Verizon Communications Inc	46,909	20,925,014	1.01
Visa Inc	25,069	33,970,895	1.65
Vishay Intertechnology Inc	75,100	9,687,135	0.47
Visteon Corp	11,600	5,305,823	0.26
Walgreens Boots Alliance Inc	15,963	6,814,107	0.33
Walmart Inc	26,267	22,660,987	1.10
Waste Management Inc	17,336	15,616,624	0.76
WeLlcare Health Plans Inc	1,800	4,006,539	0.19
Wells Fargo & Co	14,869	5,493,788	0.27

Principal U.S. Equity Fund <i>(continued)</i>			
Investments	* Portfolio holdings	Market value <i>HK\$/HK\$ equivalent</i>	% of NAV
<b>Listed shares <i>(continued)</i></b>			
<i>United States (continued)</i>			
Whiting Petroleum Corp	22,600	3,296,330	0.16
William Lyon Homes-A	63,000	8,967,525	0.43
World Wrestling Entertainment Inc-A	21,900	12,347,722	0.60
Xcel Energy Inc	17,093	7,939,765	0.38
Xerox Holdings Corp	38,700	10,699,963	0.52
		1,994,542,725	96.65
<b>Total listed shares</b>		2,003,304,975	97.07
<b>Total investments</b>		2,003,304,975	97.07
<b>Other net assets</b>		60,572,539	2.93
<b>Total net asset value</b>		2,063,877,514	100.00
<b>Total cost of investments</b>		1,695,276,016	
* The value of each holding as a percentage of the total net asset value is accounted for on the trade day.			

# INVESTMENT REPORT *(continued)*

## Statement of movements in portfolio holdings

Principal Asian Equity Fund			Principal China Equity Fund		
	% of net assets as at 30 June 2019	% of net assets as at 31 December 2018		% of net assets as at 30 June 2019	% of net assets as at 31 December 2018
<b>Listed shares (by country/by region)</b>			<b>Listed shares (by industry sector)</b>		
Australia	10.10	8.41	Consumer discretionary	13.21	10.50
China	29.99	33.46	Consumer staples	1.71	2.63
Hong Kong	10.83	11.31	Energy	6.30	7.76
India	10.85	10.31	Financials	38.80	40.03
Indonesia	-	1.06	Health care	3.01	1.83
Malaysia	1.35	1.77	Industrials	4.59	8.94
Singapore	2.64	3.34	Information technology	12.53	11.97
South Korea	13.94	13.05	Materials	3.54	3.18
Taiwan	13.73	10.61	Telecommunication services	6.38	6.34
Thailand	1.81	2.28	Utilities	4.28	3.33
The Philippines	0.58	0.20			
United States	-	1.19			
	95.82	96.99		94.35	96.51
Other net assets	4.18	3.01	Other net assets	5.65	3.49
<b>Total net assets</b>	<b>100.00</b>	<b>100.00</b>	<b>Total net assets</b>	<b>100.00</b>	<b>100.00</b>

# INVESTMENT REPORT *(continued)*

## Statement of movements in portfolio holdings

Principal European Equity Fund			Principal Hong Kong Bond Fund		
	% of net assets as at 30 June 2019	% of net assets as at 31 December 2018		% of net assets as at 30 June 2019	% of net assets as at 31 December 2018
<b>Listed shares (by country/by region)</b>			<b>Listed/quoted debt instruments</b>		
Austria	0.76	1.34	Certificates of deposit	20.80	20.55
Denmark	5.07	4.48	Non-certificates of deposit	77.72	77.16
Finland	2.27	2.52			
France	13.15	12.70		98.52	97.71
Germany	8.90	8.41	Other net assets	1.48	2.29
Ireland	1.12	1.15			
Italy	4.92	5.16	Total net assets	100.00	100.00
Netherlands	7.82	7.43			
Norway	1.64	2.39			
Portugal	0.36	0.55			
Spain	3.27	4.56			
Sweden	3.63	3.89			
Switzerland	15.16	15.33			
United Kingdom	27.94	28.10			
	96.01	98.01			
Other net assets	3.99	1.99			
Total net assets	100.00	100.00			

# INVESTMENT REPORT *(continued)*

## Statement of movements in portfolio holdings

Principal Hong Kong Dollar Savings Fund	% of net assets as at 30 June 2019	% of net assets as at 31 December 2018	Principal Hong Kong Equity Fund	% of net assets as at 30 June 2019	% of net assets as at 31 December 2018
<b>Listed/quoted debt instruments</b>			<b>Listed shares (by industry sector)</b>		
Certificates of deposit	38.66	41.37	Consumer discretionary	6.74	6.82
Non-certificates of deposit	22.89	24.56	Consumer staples	1.32	3.34
			Energy	2.73	3.71
Other net assets	61.55	65.93	Financials	52.25	50.80
	38.45	34.07	Health care	1.65	1.01
Total net assets	100.00	100.00	Industrials	6.39	9.06
			Information technology	11.57	10.66
			Materials	2.00	1.44
			Telecommunication services	3.70	4.11
			Utilities	6.85	6.08
				95.20	97.03
			Other net assets	4.80	2.97
			Total net assets	100.00	100.00



# INVESTMENT REPORT *(continued)*

## Statement of movements in portfolio holdings

Principal International Bond Fund			Principal International Equity Fund		
	<b>% of net assets as at 30 June 2019</b>	<b>% of net assets as at 31 December 2018</b>		<b>% of net assets as at 30 June 2019</b>	<b>% of net assets as at 31 December 2018</b>
<b>Listed/quoted debt instruments (by currency)</b>			<b>Listed shares (by country/by region)</b>		
<b>Non-certificates of deposit (by currency)</b>					
Australian Dollar	0.44	0.48	Australia	1.52	1.06
British Pound	4.60	4.45	Austria	0.21	1.77
Canadian Dollar	3.23	3.34	Belgium	0.17	0.19
Czech Koruna	0.04	0.05	Brazil	0.85	1.47
Danish Krone	0.33	0.35	Bahamas	0.23	-
Euro	15.02	19.40	Canada	4.44	6.26
Japanese Yen	11.58	12.04	China	4.12	1.19
Mexican Peso	0.05	0.76	Denmark	0.85	0.14
New Zealand Dollar	0.08	0.09	France	1.05	1.89
Norwegian Krone	0.01	0.05	Germany	1.67	0.94
Polish Zloty	0.11	0.13	Hong Kong	1.41	0.72
Singapore Dollar	0.11	0.12	India	1.28	1.23
Swedish Krona	0.10	0.19	Indonesia	0.11	0.59
Swiss Franc	0.31	0.33	Ireland	1.06	1.06
Thai Baht	0.06	0.07	Israel	2.50	1.17
United States Dollar	58.10	51.59	Italy	1.82	0.83
			Japan	5.73	8.44
<b>Other investments (by currency)</b>	94.17	93.44	Malaysia	0.12	0.14
United States Dollar	(0.04)	(0.02)	Netherlands	1.09	0.83
			New Zealand	-	0.29
Other net assets	5.87	6.58	Norway	0.28	0.15
			Portugal	0.12	-
<b>Total net assets</b>	<b>100.00</b>	<b>100.00</b>	Singapore	0.52	0.60
			South Africa	0.12	-
			South Korea	2.22	3.09
			Spain	1.72	0.82
			Sweden	1.86	1.32
			Switzerland	4.23	2.39
			Taiwan	3.08	1.58
			Thailand	0.13	-
			United Kingdom	5.53	7.52
			United States	46.33	50.29
				96.37	97.97
			Other net assets	3.63	2.03
			<b>Total net assets</b>	<b>100.00</b>	<b>100.00</b>

# INVESTMENT REPORT *(continued)*

## Statement of movements in portfolio holdings

Principal Pension Bond Fund		
	% of net assets as at 30 June 2019	% of net assets as at 31 December 2018
<b>Listed/quoted debt instruments</b>		
Fixed coupon rate debt instruments	88.53	83.35
Floating coupon rate debt instruments	9.05	11.12
	97.58	94.47
Other net assets	2.42	5.53
<b>Total net assets</b>	<b>100.00</b>	<b>100.00</b>

Principal U.S. Equity Fund		
	% of net assets as at 30 June 2019	% of net assets as at 31 December 2018
<b>Listed shares (by industry sector)</b>		
Consumer discretionary	14.06	13.12
Consumer staples	5.60	6.15
Energy	4.23	4.41
Financials	17.71	17.88
Health care	12.56	14.43
Industrials	10.44	10.55
Information technology	24.88	23.10
Materials	2.25	2.42
Telecommunication services	2.06	2.08
Utilities	3.28	3.61
	97.07	97.75
Other net assets	2.93	2.25
<b>Total net assets</b>	<b>100.00</b>	<b>100.00</b>

# STATEMENT OF FINANCIAL POSITION

	As at 30 June 2019									
	Principal Asian Equity Fund HK\$	Principal China Equity Fund HK\$	Principal European Equity Fund HK\$	Principal Hong Kong Bond Fund HK\$	Principal Hong Kong Dollar Savings Fund HK\$	Principal Hong Kong Equity Fund HK\$	Principal International Bond Fund HK\$	Principal International Equity Fund HK\$	Principal Pension Bond Fund HK\$	Principal U.S. Equity Fund HK\$
<b>Assets</b>										
Investments measured at fair value										
through profit or loss	4,782,508,099	4,005,458,964	843,728,751	6,084,005,451	2,142,008,202	12,040,280,224	4,800,647,773	3,579,351,891	2,515,812,472	2,003,304,975
Interest and dividend receivables	19,714,688	35,657,939	1,081,828	45,644,422	37,290,138	58,128,859	38,111,628	5,713,082	20,352,675	1,543,883
Amounts receivable from brokers	25,060,361	29,713,853	-	30,483,088	-	136,149,104	-	46,797,558	-	9,433,925
Amounts receivable on subscriptions	2,042,195	2,578,764	-	536,220	3,929,691	9,269,462	4,195,968	2,540,157	269,717	1,471,339
Cash at banks	170,042,637	239,362,676	32,929,493	53,407,642	1,303,770,967	662,491,055	262,287,290	119,882,863	51,941,174	64,107,758
Other receivables	-	-	1,329,957	-	-	1,397,188	-	-	-	-
	4,999,367,980	4,312,772,196	879,070,029	6,214,076,823	3,486,998,998	12,907,715,892	5,105,242,659	3,754,285,551	2,588,376,038	2,079,861,880
<b>Liabilities</b>										
Derivative financial instruments	-	-	-	-	-	-	2,139,716	-	-	-
Amounts payable to brokers	5,570,776	63,330,632	-	30,075,371	-	255,338,965	4,505,768	38,816,801	6,214,764	14,117,786
Amounts payable on redemptions	2,242,357	3,585,369	243,884	8,072,492	6,938,518	3,669,829	876,006	1,180,736	3,855,378	1,835,996
Accrual and other payables	513,771	540,807	74,340	785,621	86,091	903,882	179,510	241,154	24,445	30,584
	8,326,904	67,456,808	318,224	38,933,484	7,024,609	259,912,676	7,701,000	40,238,691	10,094,587	15,984,366
<b>Net assets attributable to unitholders</b>	4,991,041,076	4,245,315,388	878,751,805	6,175,143,339	3,479,974,389	12,647,803,216	5,097,541,659	3,714,046,860	2,578,281,451	2,063,877,514
<b>Number of units in issue</b>										
- Pension class	92,880,503.9581	164,042,393.2762	52,833,679.2279	284,536,779.1578	240,804,409.4032	256,389,708.2550	247,448,910.5258	96,845,240.0212	140,407,478.3217	55,242,350.3804
- Retail class	603,625.4260	34,543,205.9462	-	175,759,363.0736	20,176,732.7466	24,218,692.6406	255,252.9078	12,680,475.0137	-	1,022,660.5588
- Investment class	567,135.9288	35,724,709.2843	688,062.9220	-	-	13,078,202.0822	40,772,221.7811	-	-	-
- I6 class	-	-	-	-	-	-	-	-	-	-
- R6 class	-	5,216,168.9030	-	73,326,172.3924	-	9,478,107.7955	-	-	-	-
- R2 class	-	-	-	-	-	234,101.6417	-	-	-	-
<b>Net asset value per unit</b>										
- Pension class	53.3296	18.9701	16.4195	12.1991	13.4408	43.6696	18.2374	34.7923	18.3628	36.9781
- Retail class	41.9913	15.3771	-	11.3201	12.0618	35.7972	12.6278	27.1737	-	20.6534
- Investment class	21.8837	15.3624	14.4154	-	-	36.3879	14.2617	-	-	-
- I6 class	-	-	-	-	-	-	-	-	-	-
- R6 class	-	10.2410	-	9.7434	-	11.0071	-	-	-	-
- R2 class	-	-	-	-	-	12.2572	-	-	-	-

## STATEMENT OF FINANCIAL POSITION *(continued)*

	As at 31 December 2018									
	Principal Asian Equity Fund HK\$	Principal China Equity Fund HK\$	Principal European Equity Fund HK\$	Principal Hong Kong Bond Fund HK\$	Principal Hong Kong Dollar Savings Fund HK\$	Principal Hong Kong Equity Fund HK\$	Principal International Bond Fund HK\$	Principal International Equity Fund HK\$	Principal Pension Bond Fund HK\$	Principal U.S. Equity Fund HK\$
<b>Assets</b>										
Investments measured at fair value										
through profit or loss	4,373,784,355	3,804,187,390	714,098,734	5,611,696,852	2,204,202,177	10,885,211,738	4,236,664,382	3,193,245,241	2,287,688,645	1,641,262,331
Derivative financial instruments	-	-	-	-	-	-	831,157	-	-	-
Interest and dividend receivables	396,062	-	392,695	51,797,607	34,120,928	2,475,300	38,310,315	2,257,503	19,382,000	1,247,588
Amounts receivable from brokers	29,292,364	13,698,162	-	-	-	21,756,216	3,725,491	-	10,400,328	9,768,100
Amounts receivable on subscriptions	3,691,691	5,157,971	80,776	15,181,226	6,123,435	24,765,274	2,346,859	2,653,056	1,699,962	12,656,364
Cash at banks	256,996,068	123,129,634	14,141,369	74,900,241	1,103,231,370	329,518,862	259,253,183	106,228,119	119,962,542	57,028,563
Other receivables	-	-	-	-	-	-	13,937	-	-	4,640
	4,664,160,540	3,946,173,157	728,713,574	5,753,575,926	3,347,677,910	11,263,727,390	4,541,145,324	3,304,383,919	2,439,133,477	1,721,967,586
<b>Liabilities</b>										
Derivative financial instruments	-	-	-	-	-	-	1,997,643	-	-	-
Amounts payable to brokers	151,654,598	413,455	-	-	-	26,844,418	4,676,236	43,184,237	16,921,634	40,618,229
Amounts payable on redemptions	2,491,298	3,181,177	31,373	4,752,959	4,414,751	17,368,079	530,654	1,402,798	616,167	2,264,866
Accrual and other payables	554,214	778,743	66,595	5,621,362	111,963	1,414,741	263,027	293,318	35,240	34,023
	154,700,110	4,373,375	97,968	10,374,321	4,526,714	45,627,238	7,467,560	44,880,353	17,573,041	42,917,118
<b>Net assets attributable to unitholders</b>	4,509,460,430	3,941,799,782	728,615,606	5,743,201,605	3,343,151,196	11,218,100,152	4,533,677,764	3,259,503,566	2,421,560,436	1,679,050,468
<b>Number of units in issue</b>										
- Pension class	92,598,750.4415	163,611,640.4680	52,170,874.1839	268,657,785.1407	233,768,484.8405	252,311,544.4052	232,465,565.9312	97,990,433.2594	140,988,866.7733	52,610,384.0223
- Retail class	610,025.3885	38,319,999.9383	-	173,280,636.2832	20,264,725.9880	25,306,941.6499	250,336.0223	12,339,072.2195	-	474,233.6450
- Investment class	544,943.7755	36,268,374.6566	398,418.5568	-	-	12,962,063.6887	39,510,836.6168	-	-	-
- I6 class	-	-	-	-	-	-	-	-	-	-
- R6 class	-	6,062,255.1416	-	72,386,346.7797	-	10,306,466.9721	-	-	-	-
- R2 class	-	-	-	-	-	219,071.9659	-	-	-	-
<b>Net asset value per unit</b>										
- Pension class	48.3291	17.3054	13.8721	11.7590	13.2667	39.1216	17.1933	30.2665	17.1755	31.7537
- Retail class	38.3149	14.1448	-	10.9492	11.9321	32.2887	11.9794	23.8000	-	17.8627
- Investment class	19.9382	14.0965	12.2496	-	-	32.7890	13.5109	-	-	-
- I6 class	10.0000	-	-	-	-	-	-	10.0000	-	-
- R6 class	-	9.4254	-	9.4874	-	9.9643	-	-	-	-
- R2 class	-	-	-	-	-	11.0846	-	-	-	-



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