

Annual Report and Audited Financial Statements

PRINCIPAL LIFE STYLE FUND

31 December 2024

## PRINCIPAL LIFE STYLE FUND

### CONTENTS

	Pages
MANAGEMENT AND ADMINISTRATION	1 – 2
MANAGER'S REPORT	3 – 6
INVESTMENT REPORT	7 – 109
REPORT OF THE TRUSTEE	110
INDEPENDENT AUDITOR'S REPORT	111 – 114
AUDITED FINANCIAL STATEMENTS	
Statement of profit or loss and other comprehensive income	115 – 116
Statement of net assets attributable to unitholders	117 – 118
Statement of changes in net assets attributable to unitholders	119 – 120
Statement of cash flows	121 – 124
Notes to financial statements	125 – 188
INDEPENDENT AUDITOR'S ASSURANCE REPORT	189 – 191

## PRINCIPAL LIFE STYLE FUND

### MANAGEMENT AND ADMINISTRATION

#### **Manager**

Principal Asset Management Company (Asia) Limited  
29/F, Sun Hung Kai Centre  
30 Harbour Road  
Wanchai  
Hong Kong

#### **Trustee, Custodian and Registrar**

Principal Trust Company (Asia) Limited  
30/F, Millennium City 6  
392 Kwun Tong Road  
Kwun Tong, Kowloon  
Hong Kong

#### **Delegate of the Manager**

Principal Global Investors, LLC  
801 Grand Avenue  
Des Moines  
IA 50392, USA

#### **Sub-Delegates of the Manager**

(for Principal Hong Kong Bond Fund, Principal International Bond Fund and Principal European Equity Fund)

Principal Global Investors (Europe) Limited  
10 Gresham Street  
London EC2V 7JD  
United Kingdom

(for Principal Asian Bond Fund\*, Principal Hong Kong Bond Fund, Principal Hong Kong Dollar Savings Fund and Principal International Bond Fund)

Principal Global Investors (Singapore) Limited  
One Raffles Quay  
#19-01/04 North Tower  
Singapore 048583

(for Principal Asian Equity Fund)

Principal Asset Management (S) Pte Ltd  
50 Raffles Place  
#22-03 A/B Singapore Land Tower  
Singapore 048623

\* Principal Asian Bond Fund is not authorised by the Securities and Futures Commission and is not available for investment by the retail public in Hong Kong.

PRINCIPAL LIFE STYLE FUND

MANAGEMENT AND ADMINISTRATION (continued)

**Legal Advisor to the Manager**

Deacons  
5/F, Alexandra House  
18 Chater Road Central  
Hong Kong

**Auditor**

Ernst & Young  
27/F, One Taikoo Place  
979 King's Road  
Quarry Bay  
Hong Kong

## PRINCIPAL LIFE STYLE FUND

### MANAGER'S REPORT

Principal Asset Management Company (Asia) Limited (the "Manager") has pleasure in presenting the Manager's report together with the performance of Principal Asian Bond Fund, Principal Asian Equity Fund, Principal China Equity Fund, Principal European Equity Fund, Principal Hong Kong Bond Fund, Principal Hong Kong Dollar Savings Fund, Principal Hong Kong Equity Fund, Principal International Bond Fund, Principal International Equity Fund, Principal Pension Bond Fund and Principal U.S. Equity Fund (Sub-funds of Principal Life Style Fund and referred to individually or collectively as the "Sub-funds") for the year ended 31 December 2024.

#### **Global**

##### ***Performance Overview***

A year-end article recently posted by the Wall Street Journal featured the headline “Stocks Cap Best Two Years in a Quarter-Century,” referring to 2023 and 2024 being the best back-to-back calendar year showings for the S&P 500 since 1997 and 1998. It further noted that the past year featured 57 new record highs for the U.S. bellwether index. While those stats are certainly impressive, the headlines are not fully representative of the broader market, especially from a global perspective.

In terms of market breadth -- the diversity of participation across sectors, capitalization ranges and geographies -- results for the quarter were anemic, and once again dominated by mega-cap growth companies with high AI involvement/ambitions (aka “Magnificent 7”). This was a disappointing reversal from the prior quarter where smaller capitalization stocks and several international markets demonstrated encouraging outperformance versus U.S. large caps. Although domestic small and mid-cap stocks surged ahead in the month following the decisive reelection of Donald Trump, they slumped sharply in the final weeks of the year, finishing the quarter relatively flat. Meanwhile, the largest mega-cap growth stocks reasserted their dominance. Even within the S&P 500, the average stock measured on an equal-weighted basis, declined slightly during the quarter. Similarly, market conditions outside the U.S. were broadly disappointing during the quarter. This largely reflected anticipated tariffs and other protectionist policies by the incoming Trump administration, fueling a surge in the value of the U.S. dollar relative to virtually all major freely exchangeable currencies.

Notably, the Euro and British Pound both slipped about 7%, and the Japanese Yen shed 9%, while many emerging markets currencies fared even worse. Even countries that delivered robust returns in their local markets, such as Japan and Taiwan, saw offsetting currency declines. Countries facing internal political and fiscal upheaval at home fared the worst (both before and after adjusting for currency values), most notably including France, Mexico, Brazil, and South Korea. In aggregate, the MSCI All Country World Index declined 0.9% for the quarter in U.S. dollar terms, with MSCI Europe down 9.7%, MSCI Japan down 3.6% and MSCI Emerging Markets down 7.8%. Amid this latest episode of divergent performance, the U.S. weight in global market indexes increased to represent over two-thirds of total worldwide tradable market capitalization. For perspective, this marks a 24% expansion in the U.S. weight over the past 15 years. Importantly, while the historic strength of the U.S. dollar has hampered international stock returns for U.S. based investors, it could increasingly become a major headwind to the global competitiveness for many U.S. multinational companies. This practical reality may also serve to temper the scope and magnitude of protectionist trade policies looking ahead.

## PRINCIPAL LIFE STYLE FUND

### MANAGER'S REPORT (continued)

#### Asia

##### *Performance review*

Global equity markets declined in the fourth quarter as investors looked to take profits from the strong gains overall from the year. Using the MSCI All Country World Index (USD) as a proxy, global equities lost 0.9% during the quarter, with developed markets outperforming emerging markets, down 0.1% vs. down 8.0%. Following the re-election of Donald Trump, international and emerging markets were under pressure on the back of a rising U.S. dollar, potential trade tariff expansion, and expectations for stronger U.S. growth. Further amplifying the negative sentiment in emerging markets was domestic challenges in the Latin America region, China, and Korea after President Yoon was impeached. The dollar saw broad-based strength against international currencies post U.S.-election results. Both developed and emerging markets currencies saw large declines. Asian currencies fared the best, falling between 3-5% on average, however the Korean won declined 11.3% following the surprise impeachment. The Asia Pacific ex-Japan Index lost 8.2% during the quarter, underperforming the broader MSCI Emerging Markets Index which declined 8.0%. Within Asia Pacific markets, the only markets with positive performance were Taiwan and Singapore, up 3.3% and 0.6%, respectively while South Korea, the Philippines, and Australia fared the worst, down 19.2%, 13.9%, and 11.4%, respectively. Information technology was the only sector up during the quarter while materials, energy, and consumer staples were the worst performing.

In Asia, we expect growth impetus to be contained given the US rates outlook and in the face of measured but not forceful stimulus from China. Although China investment credit space spreads have received support from both onshore and offshore participants, potential changes in the geopolitical landscape in 2025 will impact outlook. Rest of Asia faces mixed prospects in 2025 but largely hinging on the monetary policy space accorded by the Fed's easing cycle. While valuations are historically tight, we expect investment grade spreads to be stable relatively stable as we expect the slowdown to be manageable. A scenario of weakening growth and declining risk-free rates may be supportive of technicals if investors intend to lock in the higher yields. Although we are constructive on credit in the medium term, we are cognizant of the risks and volatility emanating from further geopolitical tensions, uncertainty with the new administration taking over charge and potential upside risks of inflation and fiscal concerns, we continue to maintain carry in the portfolios without reaching out to the lowest spectrum in the Asia IG space.

## PRINCIPAL LIFE STYLE FUND

### MANAGER'S REPORT (continued)

#### **Hong Kong and China**

##### ***Performance Review***

China's economic activities were stabilized in the fourth quarter. Official Manufacturing PMI slightly decreased to 50.1 in December from 50.3 in November. Industrial production growth was 5.4% in November vs. 5.3% in October. Exports growth was 5.8% yoy in November vs. 11.8% in October, and imports growth was -4.7% in November vs -3.7% in October. Retail sales growth was 3.0% in November, below consensus estimates, which was 5.0%. Total social financing was RMB29400bn year-to-date, below consensus estimates. Investors got excited on the government's pro-growth gesture. However, Reality showed that it would take a while before stimulus kicks in. Also, the CEWC signaled that the government wait-and-see attitude toward economic stimulus has not changed fundamentally.

Hong Kong's economic activities were stabilized towards the end of the quarter. Hong Kong S&P Global PMI slightly decreased to 51.1 in December from 51.2 in November. Export growth decelerated to 2.1% in November vs. 3.5% in October, and import growth was 5.7% vs. 4.5% in October. Official CPI was 1.4% in August, below estimates. Retail sales growth was -7.3% in terms of value and -8.3% in terms of volume, both below estimates. Hong Kong's economy is recovering but still facing some headwind due to challenging economic outlook both domestically and globally, thus we retain a neutral position in Hong Kong companies. Investors got excited on the government's pro-growth gesture. However, Reality showed that it would take a while before stimulus kicks in. We will continue to monitor the actual fiscal support provided from the government and how it will help economy recovery.

## PRINCIPAL LIFE STYLE FUND

### MANAGER'S REPORT (continued)

#### US

##### *Performance Review*

Consumer Discretionary and Communication Services led the way sector wise, with Materials and Health Care lagging. This was consistent with global sector performance, as the latter saw double digit declines, reflecting their anemic earnings and heightened sensitivity to policy uncertainty.

In terms of market breadth, results for the quarter were anemic, and once again dominated by mega-cap growth companies with high AI involvement/ambitions (aka “Magnificent 7” ). This was a disappointing reversal from the prior quarter where smaller capitalization stocks demonstrated encouraging outperformance versus U.S. large caps.

Although domestic small and mid-cap stocks roared ahead in the month following the decisive re-election of Donald Trump, they slumped sharply in the final weeks of the year, finishing the quarter relatively flat. Meanwhile the largest mega-cap growth stocks reasserted their dominance. Even within the S&P 500, the average stock measured on an equal-weighted basis, declined slightly during the quarter.

Interest rate dynamics also contributed to the disparity of returns in the quarter. As widely anticipated, but also hotly debated, the Federal Reserve implemented two additional 0.25% policy rate cuts during the quarter, leaving the effective Fed Funds rate in the target range of 4.25% to 4.50%. As a result, interest sensitive sectors such as REITs, Utilities, and Infrastructure stocks saw deep reversals from the outsized returns they enjoyed in the prior quarter.

For and on behalf of

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

A handwritten signature in black ink, consisting of a stylized 'S' followed by a horizontal line with a small upward tick at the end.

Hong Kong  
25 April 2025



# PRINCIPAL LIFE STYLE FUND

## INVESTMENT REPORT

### Performance Table

#### Investment record as at 31 December 2024

	Net asset value per unit						Total net asset value HK\$
	Pension	Retail	Investment	I6	R6	R2	
	Class HK\$	Class HK\$	Class HK\$	Class HK\$	Class HK\$	Class HK\$	
Principal Asian Bond Fund	10.0966	-	-	-	-	-	685,737,225
Principal Asian Equity Fund	67.1010	48.8601	25.8961	10.0000	-	-	6,246,487,786
Principal China Equity Fund	16.1720	11.9086	12.2407	-	6.8103	-	3,832,347,812
Principal European Equity Fund	24.4893	-	20.1104	13.3118	-	-	4,238,244,574
Principal Hong Kong Bond Fund	13.5016	12.0492	-	-	8.8086	-	3,057,213,440
Principal Hong Kong Dollar Savings Fund	15.3700	13.4519	-	-	-	-	3,093,768,979
Principal Hong Kong Equity Fund	37.2642	28.2203	29.0249	13.3368	7.3685	9.3715	12,931,784,190
Principal International Bond Fund	16.9626	10.9869	12.5491	-	-	-	6,489,947,927
Principal International Equity Fund	58.1997	42.0515	-	10.0000	-	-	4,241,946,471
Principal Pension Bond Fund	20.3203	-	9.0996	-	-	-	855,790,869
Principal U.S. Equity Fund	74.7594	38.6354	-	-	-	-	10,447,173,218

#### Investment record as at 31 December 2023

	Net asset value per unit						Total net asset value HK\$
	Pension	Retail	Investment	I6	R6	R2	
	Class HK\$	Class HK\$	Class HK\$	Class HK\$	Class HK\$	Class HK\$	
Principal Asian Bond Fund	9.7448	-	-	-	-	-	733,185,700
Principal Asian Equity Fund	60.5195	44.6890	23.6144	10.0000	-	-	5,400,853,714
Principal China Equity Fund	13.5505	10.1500	10.3803	-	5.9820	-	3,275,462,864
Principal European Equity Fund	23.2588	-	19.3304	13.3118	-	-	2,296,157,811
Principal Hong Kong Bond Fund	12.9661	11.6533	-	-	8.8331	-	3,712,805,537
Principal Hong Kong Dollar Savings Fund	14.6670	12.8945	-	-	-	-	2,973,965,442
Principal Hong Kong Equity Fund	31.9548	24.5425	25.1899	13.3368	6.6599	8.1904	11,644,168,623
Principal International Bond Fund	17.4205	11.4196	13.0174	-	-	-	5,712,502,477
Principal International Equity Fund	51.8465	37.9892	-	10.0000	-	-	4,756,076,045
Principal Pension Bond Fund	19.5990	-	**9.0996	-	-	-	798,163,884
Principal U.S. Equity Fund	60.3601	31.6337	-	-	-	-	6,258,905,487

\*\* Investment class was fully redeemed on 8 November 2023.

#### Investment record as at 31 December 2022

	Net asset value per unit						Total net asset value HK\$
	Pension	Retail	Investment	I6	R6	R2	
	Class HK\$	Class HK\$	Class HK\$	Class HK\$	Class HK\$	Class HK\$	
Principal Asian Bond Fund	9.0748	-	-	-	-	-	445,644,991
Principal Asian Equity Fund	56.8997	42.6420	22.4617	10.0000	-	-	5,440,655,571
Principal China Equity Fund	15.8396	12.0879	12.2936	-	7.3957	-	3,870,270,817
Principal European Equity Fund	19.6060	-	16.5022	13.3118	-	-	2,777,498,711
Principal Hong Kong Bond Fund	12.0649	10.9212	-	-	8.6199	-	5,476,614,678
Principal Hong Kong Dollar Savings Fund	13.9572	12.3257	-	-	-	-	3,333,274,562
Principal Hong Kong Equity Fund	36.1012	28.1552	28.8305	13.3368	7.9415	9.4819	11,365,694,114
Principal International Bond Fund	16.2552	10.7870	12.2711	-	-	-	5,095,548,491
Principal International Equity Fund	41.3037	30.7102	-	10.0000	-	-	3,614,222,431
Principal Pension Bond Fund	18.2678	-	8.9713	-	-	-	2,223,373,691
Principal U.S. Equity Fund	48.0027	25.5261	-	-	-	-	4,990,037,946

# PRINCIPAL LIFE STYLE FUND

## INVESTMENT REPORT (continued)

### Performance Table (continued)

#### Performance record for the year ended 31 December 2024

	Fund expense ratio (%) <sup>#</sup>	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)*
<b>Principal Asian Bond Fund</b>				
Pension Class	0.04662	10.3503	9.6197	3.61
<b>Principal Asian Equity Fund</b>				
Pension Class	0.05899	73.0592	57.3685	10.88
Retail Class	-	53.3821	42.3347	9.33
Investment Class	1.15977	28.2719	22.3735	9.66
I6 Class	0.00000	10.0000	10.0000	0.00
<b>Principal China Equity Fund</b>				
Pension Class	0.04255	18.7078	12.0670	19.35
Retail Class	-	13.8308	9.0295	17.33
Investment Class	1.24257	14.1995	9.2372	17.92
R6 Class	-	7.9219	5.3216	13.85
<b>Principal European Equity Fund</b>				
Pension Class	0.01804	26.7691	22.5279	5.29
Investment Class	1.21866	22.0698	18.7125	4.04
I6 Class	0.00000	13.3118	13.3118	0.00
<b>Principal Hong Kong Bond Fund</b>				
Pension Class	0.01523	13.7583	12.8125	4.13
Retail Class	-	12.3034	11.5053	3.40
R6 Class	-	9.1608	8.6583	(0.28)
<b>Principal Hong Kong Dollar Savings Fund</b>				
Pension Class	0.02065	15.3706	14.6654	4.79
Retail Class	-	13.4560	12.8923	4.32
<b>Principal Hong Kong Equity Fund</b>				
Pension Class	0.02964	43.4468	28.4113	16.62
Retail Class	-	33.0109	21.8026	14.99
Investment Class	1.22948	33.9349	22.3804	15.22
I6 Class	0.00000	13.3368	13.3368	0.00
R6 Class	-	8.6434	5.9161	10.64
R2 Class	-	10.9746	7.2738	14.42
<b>Principal International Bond Fund</b>				
Pension Class	0.01591	18.2250	16.7497	(2.63)
Retail Class	-	11.8456	10.9378	(3.79)
Investment Class	1.01607	13.5221	12.4762	(3.60)
<b>Principal International Equity Fund</b>				
Pension Class	0.03262	61.5035	50.9148	12.25
Retail Class	-	44.7251	37.3022	10.69
I6 Class	0.00000	10.0000	10.0000	0.00
<b>Principal Pension Bond Fund</b>				
Pension Class	0.03546	20.6942	19.3814	3.68
Investment Class	0.00000	9.0996	9.0996	0.00
<b>Principal US Equity Fund</b>				
Pension Class	0.00284	77.4753	59.3258	23.86
Retail Class	-	40.0772	31.0868	22.13

The net annualised investment return represents the percentage change in unit price\* for the year covered in this report. It is for indicative purposes only and is not necessarily a guide to future performance.

\* Percentage change: (unit price at the end of the year - unit price at the beginning of the year)/ unit price at the beginning of the year OR  
(unit price at the last pricing date - unit price at the beginning of the year)/ unit price at the beginning of the year  
(for terminated Sub-fund/ fully redeemed class during the year) OR  
(unit price at the end of the year - unit price at the date of inception)/ unit price at the date of inception  
(for newly launched Sub-fund/ class)

<sup>#</sup> The fee and charges of an investment in a listed REIT are not regarded as the underlying fund costs as defined under E3.9 of the Disclosure Code of an APIF for the purposes of calculating FER.

# PRINCIPAL LIFE STYLE FUND

## INVESTMENT REPORT (continued)

### Performance Table (continued)

#### Performance record for the year ended 31 December 2023

	Fund expense ratio (%) <sup>#</sup>	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)*
<b>Principal Asian Bond Fund</b>				
Pension Class	0.03331	9.7591	9.0693	7.38
<b>Principal Asian Equity Fund</b>				
Pension Class	0.05726	62.6832	54.3864	6.36
Retail Class	-	46.8902	40.2620	4.80
Investment Class	1.15833	24.7090	21.2636	5.13
I6 Class	0.00000	10.0000	10.0000	0.00
<b>Principal China Equity Fund</b>				
Pension Class	0.04402	18.4491	12.9837	(14.45)
Retail Class	-	14.0385	9.7295	(16.03)
Investment Class	1.24417	14.2903	9.9491	(15.56)
R6 Class	-	8.5686	5.7435	(19.12)
<b>Principal European Equity Fund</b>				
Pension Class	0.02686	23.3309	19.8341	18.63
Investment Class	1.22701	19.3929	16.5467	17.14
I6 Class	0.00000	13.3118	13.3118	0.00
<b>Principal Hong Kong Bond Fund</b>				
Pension Class	0.02433	12.9661	12.1046	7.47
Retail Class	-	11.6533	10.9023	6.70
R6 Class	-	8.9195	8.4443	2.47
<b>Principal Hong Kong Dollar Savings Fund</b>				
Pension Class	0.01807	14.6670	13.9670	5.09
Retail Class	-	12.8945	12.2886	4.61
<b>Principal Hong Kong Equity Fund</b>				
Pension Class	0.01842	41.8700	30.6989	(11.49)
Retail Class	-	32.5781	23.5860	(12.83)
Investment Class	1.21847	33.3734	24.2070	(12.63)
I6 Class	0.00000	13.3368	13.3368	0.00
R6 Class	-	9.1915	6.4211	(16.14)
R2 Class	-	10.8570	7.8722	(13.62)
<b>Principal International Bond Fund</b>				
Pension Class	0.02012	17.4959	15.7770	7.17
Retail Class	-	11.4705	10.3670	5.86
Investment Class	1.02030	13.0752	11.8129	6.08
<b>Principal International Equity Fund</b>				
Pension Class	0.04499	51.9372	41.1509	25.53
Retail Class	-	38.0601	30.3078	23.70
I6 Class	0.00000	10.0000	10.0000	0.00
<b>Principal Pension Bond Fund</b>				
Pension Class	0.02585	19.6519	18.3301	7.29
Investment Class**	1.02426	9.3466	8.9467	1.43
<b>Principal U.S. Equity Fund</b>				
Pension Class	0.00979	60.5448	47.6933	25.74
Retail Class	-	31.7341	25.1119	23.93

The net annualised investment return represents the percentage change in unit price\* for the year covered in this report. It is for indicative purposes only and is not necessarily a guide to future performance.

\* Percentage change: (unit price at the end of the year - unit price at the beginning of the year)/ unit price at the beginning of the year OR  
(unit price at the last pricing date - unit price at the beginning of the year)/ unit price at the beginning of the year  
(for terminated Sub-fund/ fully redeemed class during the year) OR  
(unit price at the end of the year - unit price at the date of inception)/ unit price at the date of inception  
(for newly launched Sub-fund/ class)

# The fee and charges of an investment in a listed REIT are not regarded as the underlying fund costs as defined under E3.9 of the Disclosure Code of an APIF for the purposes of calculating FER.

\*\* Investment class was fully redeemed on 8 November 2023.

# PRINCIPAL LIFE STYLE FUND

## INVESTMENT REPORT (continued)

### Performance Table (continued)

#### Performance record for the year ended 31 December 2022

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)*
<b>Principal Asian Bond Fund</b>			
Pension Class	10.1685	8.6441	(10.81)
<b>Principal Asian Equity Fund</b>			
Pension Class	69.8327	49.6887	(17.93)
Retail Class	53.0599	37.3349	(19.09)
Investment Class	27.8659	19.6552	(18.84)
I6 Class	10.0000	10.0000	0.00
<b>Principal China Equity Fund</b>			
Pension Class	21.8278	12.0777	(25.92)
Retail Class	16.9348	9.2432	(27.20)
Investment Class	17.1389	9.3926	(26.82)
R6 Class	10.5360	5.6575	(28.41)
<b>Principal European Equity Fund</b>			
Pension Class	24.9433	16.9791	(20.95)
Investment Class	21.2504	14.3347	(21.90)
I6 Class	13.3118	13.3118	0.00
<b>Principal Hong Kong Bond Fund</b>			
Pension Class	13.1045	11.6741	(8.04)
Retail Class	11.9458	10.5810	(8.69)
R6 Class	9.6127	8.4103	(10.44)
<b>Principal Hong Kong Dollar Savings Fund</b>			
Pension Class	13.9910	13.8130	(0.24)
Retail Class	12.4109	12.2083	(0.69)
<b>Principal Hong Kong Equity Fund</b>			
Pension Class	47.0362	26.9135	(19.99)
Retail Class	37.1856	21.0389	(21.13)
Investment Class	37.9997	21.5363	(20.97)
I6 Class	13.3368	13.3368	0.00
R6 Class	10.6774	5.9435	(22.53)
R2 Class	12.5712	7.0913	(21.46)
<b>Principal International Bond Fund</b>			
Pension Class	19.0605	15.4848	(15.08)
Retail Class	12.8022	10.2994	(16.10)
Investment Class	14.5333	11.7120	(15.93)
<b>Principal International Equity Fund</b>			
Pension Class	52.3552	38.3819	(20.75)
Retail Class	39.4767	28.6384	(21.86)
I6 Class	10.0000	10.0000	0.00
<b>Principal Pension Bond Fund</b>			
Pension Class	20.0297	17.6143	(9.11)
Investment Class	9.9338	8.6668	(10.01)
<b>Principal U.S. Equity Fund</b>			
Pension Class	58.9487	44.8960	(18.04)
Retail Class	31.7859	23.9472	(19.18)

The net annualised investment return represents the percentage change in unit price\* for the year covered in this report. It is for indicative purposes only and is not necessarily a guide to future performance.

\* Percentage change: (unit price at the end of the year - unit price at the beginning of the year)/ unit price at the beginning of the year OR  
(unit price at the last pricing date - unit price at the beginning of the year)/ unit price at the beginning of the year  
(for terminated Sub-fund/ fully redeemed class during the year) OR  
(unit price at the end of the year - unit price at the date of inception)/ unit price at the date of inception  
(for newly launched Sub-fund/ class)

# PRINCIPAL LIFE STYLE FUND

## INVESTMENT REPORT (continued)

### Performance Table (continued)

#### Performance record for the year ended 31 December 2021

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)*
<b>Principal Asian Bond Fund</b>			
Pension Class	10.2668	9.9077	0.76
<b>Principal Asian Equity Fund</b>			
Pension Class	78.9428	66.5740	(1.21)
Retail Class	60.7545	50.6266	(2.60)
Investment Class	31.8184	26.5832	(2.30)
I6 Class	10.0000	10.0000	0.00
<b>Principal China Equity Fund</b>			
Pension Class	30.3289	20.7739	(15.26)
Retail Class	23.9140	16.1403	(16.71)
Investment Class	24.0865	16.3280	(16.28)
R6 Class	15.1133	10.0471	(18.00)
<b>Principal European Equity Fund</b>			
Pension Class	25.0838	20.1052	21.41
Investment Class	21.4049	17.3182	19.98
I6 Class	13.3118	13.3118	0.00
<b>Principal Hong Kong Bond Fund</b>			
Pension Class	13.3011	12.9138	(0.17)
Retail Class	12.1641	11.8352	(0.88)
R6 Class	9.9500	9.6027	(3.21)
<b>Principal Hong Kong Dollar Savings Fund</b>			
Pension Class	13.9922	13.9193	0.53
Retail Class	12.4325	12.4005	0.07
<b>Principal Hong Kong Equity Fund</b>			
Pension Class	62.9042	43.7951	(14.18)
Retail Class	50.3977	34.6636	(15.39)
Investment Class	51.3995	35.4168	(15.21)
I6 Class	13.3368	13.3368	0.00
R6 Class	14.7464	9.9685	(16.96)
R2 Class	17.1161	11.7235	(15.81)
<b>Principal International Bond Fund</b>			
Pension Class	19.9733	19.0203	(4.13)
Retail Class	13.5777	12.7923	(5.28)
Investment Class	15.3830	14.5189	(5.09)
<b>Principal International Equity Fund</b>			
Pension Class	52.5679	43.0627	19.92
Retail Class	39.7126	32.8924	18.26
I6 Class	10.0000	10.0000	0.00
<b>Principal Pension Bond Fund</b>			
Pension Class	20.3371	19.7317	(0.58)
Investment Class**	10.1290	9.9086	(0.31)
<b>Principal U.S. Equity Fund</b>			
Pension Class	58.8900	44.9004	28.79
Retail Class	31.7604	24.5461	27.03

The net annualised investment return represents the percentage change in unit price\* for the year covered in this report. It is for indicative purposes only and is not necessarily a guide to future performance.

\* Percentage change: (unit price at the end of the year - unit price at the beginning of the year)/ unit price at the beginning of the year OR  
(unit price at the last pricing date - unit price at the beginning of the year)/ unit price at the beginning of the year  
(for terminated Sub-fund/ fully redeemed class during the year) OR  
(unit price at the end of the year - unit price at the date of inception)/ unit price at the date of inception  
(for newly launched Sub-fund/ class)

\*\* Investment class was launched on 25 May 2021.

# PRINCIPAL LIFE STYLE FUND

## INVESTMENT REPORT (continued)

### Performance Table (continued)

#### Performance record for the year ended 31 December 2020

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)*
<b>Principal Asian Bond Fund</b>			
Pension Class **	10.0977	9.8883	0.98
<b>Principal Asian Equity Fund</b>			
Pension Class	70.1849	37.8127	25.74
Retail Class	54.1099	29.4580	23.99
Investment Class	28.3278	15.3877	24.37
I6 Class	10.0000	10.0000	0.00
<b>Principal China Equity Fund</b>			
Pension Class	25.2318	15.9445	23.64
Retail Class	19.9365	12.7635	21.56
Investment Class	20.0682	12.7987	22.17
R6 Class	12.6008	8.2591	18.71
<b>Principal European Equity Fund</b>			
Pension Class	20.4892	11.9015	17.19
Investment Class	17.6675	10.3547	15.79
I6 Class	13.3118	13.3118	0.00
<b>Principal Hong Kong Bond Fund</b>			
Pension Class	13.1430	12.2306	7.40
Retail Class	12.0667	11.3081	6.64
R6 Class	10.0563	9.5444	4.12
<b>Principal Hong Kong Dollar Savings Fund</b>			
Pension Class	13.9174	13.5894	2.42
Retail Class	12.4036	12.1665	1.95
<b>Principal Hong Kong Equity Fund</b>			
Pension Class	52.5756	34.7243	18.18
Retail Class	42.1951	28.1702	16.53
Investment Class	43.0236	28.6790	16.77
I6 Class	13.3368	13.3368	0.00
R6 Class	12.3572	8.4465	13.70
R2 Class	14.3392	9.6079	15.96
<b>Principal International Bond Fund</b>			
Pension Class	19.9654	17.9219	8.01
Retail Class	13.5741	12.2978	6.73
Investment Class	15.3786	13.9131	6.93
<b>Principal International Equity Fund</b>			
Pension Class	43.4613	24.3091	18.48
Retail Class	33.2350	18.7851	16.83
I6 Class	10.0000	10.0000	0.00
<b>Principal Pension Bond Fund</b>			
Pension Class	20.2145	17.2030	7.49
<b>Principal U.S. Equity Fund</b>			
Pension Class	45.4740	27.8619	13.11
Retail Class	24.8639	15.3910	11.53

The net annualised investment return represents the percentage change in unit price\* for the year covered in this report. It is for indicative purposes only and is not necessarily a guide to future performance.

\* Percentage change: (unit price at the end of the year - unit price at the beginning of the year)/ unit price at the beginning of the year OR  
(unit price at the last pricing date - unit price at the beginning of the year)/ unit price at the beginning of the year  
(for terminated Sub-fund/ fully redeemed class during the year) OR  
(unit price at the end of the year - unit price at the date of inception)/ unit price at the date of inception  
(for newly launched Sub-fund/ class)

\*\* Sub-fund/ class was launched on 17 August 2020.

# PRINCIPAL LIFE STYLE FUND

## INVESTMENT REPORT (continued)

### Performance Table (continued)

#### Performance record for the year ended 31 December 2019

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)*
<b>Principal Asian Equity Fund</b>			
Pension Class	56.1293	46.7657	15.50
Retail Class	44.3208	37.0705	13.90
Investment Class	23.0836	19.2912	14.24
I6 Class	10.0000	10.0000	0.00
<b>Principal China Equity Fund</b>			
Pension Class	20.4881	16.7132	17.93
Retail Class	16.6542	13.6586	15.95
Investment Class	16.6193	13.6126	16.53
R6 Class	11.0926	9.1012	12.60
<b>Principal European Equity Fund</b>			
Pension Class	17.5011	13.6739	25.65
Investment Class	15.2741	12.0733	24.17
I6 Class	13.3118	13.3118	0.00
<b>Principal Hong Kong Bond Fund</b>			
Pension Class	12.4117	11.7604	4.07
Retail Class	11.5021	10.9468	3.34
R6 Class	9.8362	9.4850	0.66
<b>Principal Hong Kong Dollar Savings Fund</b>			
Pension Class	13.5880	13.2705	2.42
Retail Class	12.1656	11.9352	1.96
<b>Principal Hong Kong Equity Fund</b>			
Pension Class	46.2187	37.8706	13.72
Retail Class	38.0056	31.2521	12.14
Investment Class	38.6151	31.7369	12.37
I6 Class	13.3368	13.3368	0.00
R6 Class	11.6874	9.6434	8.96
R2 Class	14.3492	10.5178	11.55
<b>Principal International Bond Fund</b>			
Pension Class	18.8276	17.2653	7.52
Retail Class	13.0089	12.0277	6.17
Investment Class	14.6989	13.5660	6.45
<b>Principal International Equity Fund</b>			
Pension Class	36.7588	29.8621	21.20
Retail Class	28.5110	23.4791	19.53
I6 Class	10.0000	10.0000	0.00
<b>Principal Pension Bond Fund</b>			
Pension Class	18.8855	17.1789	9.50
<b>Principal U.S. Equity Fund</b>			
Pension Class	40.2688	31.0745	26.61
Retail Class	22.3319	17.4783	24.80

The net annualised investment return represents the percentage change in unit price\* for the year covered in this report. It is for indicative purposes only and is not necessarily a guide to future performance.

\* Percentage change: (unit price at the end of the year - unit price at the beginning of the year)/ unit price at the beginning of the year OR  
(unit price at the last pricing date - unit price at the beginning of the year)/ unit price at the beginning of the year  
(for terminated Sub-fund/ fully redeemed class during the year) OR  
(unit price at the end of the year - unit price at the date of inception)/ unit price at the date of inception  
(for newly launched Sub-fund/ class)

# PRINCIPAL LIFE STYLE FUND

## INVESTMENT REPORT (continued)

### Performance Table (continued)

#### Performance record for the year ended 31 December 2018

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)*
<b>Principal Asian Equity Fund</b>			
Pension Class	64.3084	47.4909	(18.46)
Retail Class	51.6447	37.6985	(19.60)
Investment Class	26.8044	19.6293	(19.37)
I6 Class	10.0000	10.0000	0.00
<b>Principal China Equity Fund</b>			
Pension Class	22.7278	16.8733	(11.89)
Retail Class	18.8746	13.8307	(13.38)
Investment Class	18.7228	13.7729	(12.95)
R6 Class	12.9014	9.2181	(15.56)
<b>Principal European Equity Fund</b>			
Pension Class	17.2819	13.4822	(13.42)
Investment Class	15.4335	11.9068	(14.47)
I6 Class	14.2251	12.7961	0.86
<b>Principal Hong Kong Bond Fund</b>			
Pension Class	11.7590	11.3913	1.78
Retail Class	10.9492	10.6528	1.06
R6 Class	9.6513	9.3121	(1.64)
<b>Principal Hong Kong Dollar Savings Fund</b>			
Pension Class	13.2667	13.0182	1.94
Retail Class	11.9321	11.7607	1.48
<b>Principal Hong Kong Equity Fund</b>			
Pension Class	49.7805	37.0094	(12.99)
Retail Class	41.6267	30.6141	(14.20)
Investment Class	42.1941	31.0817	(14.03)
I6 Class	15.8859	12.7003	(7.10)
R6 Class	13.2295	9.4734	(16.68)
R2 Class	14.3492	10.5178	(14.63)
<b>Principal International Bond Fund</b>			
Pension Class	17.5619	16.9036	(0.96)
Retail Class	12.3411	11.7826	(2.14)
Investment Class	13.8986	13.2952	(1.95)
<b>Principal International Equity Fund</b>			
Pension Class	37.2375	29.0219	(12.59)
Retail Class	29.6681	22.8235	(13.82)
I6 Class	10.0000	10.0000	0.00
<b>Principal Pension Bond Fund</b>			
Pension Class	17.3514	16.9776	(1.12)
<b>Principal U.S. Equity Fund</b>			
Pension Class	38.1442	29.7586	(5.08)
Retail Class	21.5518	16.7305	(6.42)

The net annualised investment return represents the percentage change in unit price\* for the year covered in this report. It is for indicative purposes only and is not necessarily a guide to future performance.

\* Percentage change: (unit price at the end of the year - unit price at the beginning of the year)/ unit price at the beginning of the year OR  
(unit price at the last pricing date - unit price at the beginning of the year)/ unit price at the beginning of the year  
(for terminated Sub-fund/ fully redeemed class during the year) OR  
(unit price at the end of the year - unit price at the date of inception)/ unit price at the date of inception  
(for newly launched Sub-fund/ class)



# PRINCIPAL LIFE STYLE FUND

## INVESTMENT REPORT (continued)

### Performance Table (continued)

#### Performance record for the year ended 31 December 2017

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)*
<b>Principal Asian Equity Fund</b>			
Pension Class	59.2705	41.6117	43.58
Retail Class	47.7098	33.9385	41.52
Investment Class	24.7471	17.5456	42.05
I6 Class	10.0000	10.0000	0.00
<b>Principal China Equity Fund</b>			
Pension Class	20.0432	13.8851	41.70
Retail Class	16.6938	11.7373	39.35
Investment Class	16.5453	11.5815	40.05
R6 Class	11.4156	8.3616	33.71
<b>Principal European Equity Fund</b>			
Pension Class	16.0467	12.4050	29.43
Investment Class	14.3435	11.2184	27.90
I6 Class	13.2184	10.3185	28.15
<b>Principal Hong Kong Bond Fund</b>			
Pension Class	11.7051	11.1868	3.34
Retail Class	10.9998	10.5634	2.61
R6 Class	9.9112	9.6272	0.24
<b>Principal Hong Kong Dollar Savings Fund</b>			
Pension Class	13.0183	12.8261	1.49
Retail Class	11.7629	11.6402	1.03
<b>Principal Hong Kong Equity Fund</b>			
Pension Class	45.2360	31.5072	43.48
Retail Class	37.9185	26.7352	41.52
Investment Class	38.4218	27.0412	41.81
I6 Class	14.4603	10.1599	42.08
R6 Class	12.0795	8.7504	37.41
R2 Class #	13.0897	10.0000	29.85
<b>Principal International Bond Fund</b>			
Pension Class	17.4624	15.9408	8.36
Retail Class	12.3621	11.3965	6.87
Investment Class	13.9038	12.7779	7.29
<b>Principal International Equity Fund</b>			
Pension Class	34.7316	27.9495	24.63
Retail Class	27.7010	22.6002	22.91
I6 Class	10.0000	10.0000	0.00
<b>Principal Pension Bond Fund</b>			
Pension Class	17.4007	16.5378	5.02
<b>Principal U.S. Equity Fund</b>			
Pension Class	33.6584	27.5810	21.39
Retail Class	19.2057	15.9616	19.59

The net annualised investment return represents the percentage change in unit price\* for the year covered in this report. It is for indicative purposes only and is not necessarily a guide to future performance.

\* Percentage change: (unit price at the end of the year - unit price at the beginning of the year)/ unit price at the beginning of the year OR  
(unit price at the last pricing date - unit price at the beginning of the year)/ unit price at the beginning of the year  
(for terminated Sub-fund/ fully redeemed class during the year) OR  
(unit price at the end of the year - unit price at the date of inception)/ unit price at the date of inception  
(for newly launched Sub-fund/ class)

# R2 Class was launched on 1 February 2017.

# PRINCIPAL LIFE STYLE FUND

## INVESTMENT REPORT (continued)

### Performance Table (continued)

#### Performance record for the year ended 31 December 2016

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)*
<b>Principal Asian Equity Fund</b>			
Pension Class	44.9150	34.3849	6.11
Retail Class	36.8028	28.4113	4.57
Investment Class	19.0058	14.6401	4.96
I6 Class	10.0000	10.0000	0.00
<b>Principal China Equity Fund</b>			
Pension Class	15.2357	11.1501	2.30
Retail Class	12.9494	9.5679	0.57
Investment Class	12.7572	9.3991	1.08
R6 Class	9.2919	7.0270	(2.45)
<b>Principal European Equity Fund</b>			
Pension Class	12.9602	11.1366	(4.00)
Investment Class	11.8026	10.1345	(5.14)
I6 Class	10.8433	9.3118	2.99
<b>Principal Hong Kong Bond Fund</b>			
Pension Class	11.5685	11.0583	(0.08)
Retail Class	10.9537	10.5118	(0.78)
R6 Class	10.0996	9.6392	(3.10)
<b>Principal Hong Kong Dollar Savings Fund</b>			
Pension Class	12.8396	12.6558	1.12
Retail Class	11.6518	11.5361	0.65
<b>Principal Hong Kong Equity Fund</b>			
Pension Class	34.6391	25.7981	1.92
Retail Class	29.5239	22.1626	0.50
Investment Class	29.8439	22.3767	0.71
I6 Class	11.2057	8.3931	0.91
R6 Class	9.7688	7.4968	(2.79)
<b>Principal International Bond Fund</b>			
Pension Class	16.9941	15.6431	2.50
Retail Class	12.1999	11.3296	1.16
Investment Class	13.6744	12.6645	1.48
<b>Principal International Equity Fund</b>			
Pension Class	28.1664	24.1612	2.84
Retail Class	22.7941	19.7828	1.40
I6 Class	10.0000	10.0000	0.00
<b>Principal Pension Bond Fund</b>			
Pension Class	16.9161	16.0247	3.36
<b>Principal U.S. Equity Fund</b>			
Pension Class	28.0476	23.0338	6.55
Retail Class	16.2513	13.5186	4.98

The net annualised investment return represents the percentage change in unit price\* for the year covered in this report. It is for indicative purposes only and is not necessarily a guide to future performance.

\* Percentage change: (unit price at the end of the year - unit price at the beginning of the year)/ unit price at the beginning of the year OR  
 (unit price at the last pricing date - unit price at the beginning of the year)/ unit price at the beginning of the year  
 (for terminated Sub-fund/ fully redeemed class during the year) OR  
 (unit price at the end of the year - unit price at the date of inception)/ unit price at the date of inception  
 (for newly launched Sub-fund/ class)

# PRINCIPAL LIFE STYLE FUND

## INVESTMENT REPORT (continued)

### Performance Table (continued)

#### Performance record for the year ended 31 December 2015

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)*
<b>Principal Asian Equity Fund</b>			
Pension Class	48.9112	37.0683	(7.71)
Retail Class	40.8928	30.8392	(9.04)
Investment Class	21.0112	15.8643	(8.72)
<b>Principal China Equity Fund</b>			
Pension Class	18.2263	12.5608	(6.96)
Retail Class	15.8616	10.8594	(8.55)
Investment Class	15.5149	10.6433	(8.07)
R6 Class #	11.9736	8.0266	(14.42)
<b>Principal European Equity Fund</b>			
Pension Class	13.7081	11.7471	5.48
Investment Class	12.6429	10.8800	4.22
<b>Principal Hong Kong Bond Fund</b>			
Pension Class	11.2318	10.8365	3.16
Retail Class	10.6957	10.3798	2.43
R6 Class #	10.0579	9.9215	-
<b>Principal Hong Kong Dollar Savings Fund</b>			
Pension Class	12.6955	12.5535	0.99
Retail Class	11.5878	11.5068	0.45
<b>Principal Hong Kong Equity Fund</b>			
Pension Class	39.2582	28.7460	(3.85)
Retail Class	34.0799	24.8478	(5.20)
Investment Class	34.3527	25.0635	(5.00)
I6 Class	12.8657	9.3927	(4.81)
R6 Class #	11.7680	8.4735	(10.47)
<b>Principal International Bond Fund</b>			
Pension Class	16.1440	15.4279	(2.91)
Retail Class	11.8404	11.2362	(4.15)
Investment Class	13.1986	12.5484	(3.87)
<b>Principal International Equity Fund</b>			
Pension Class	29.2400	25.3916	(1.93)
Retail Class	24.2024	20.9023	(3.37)
<b>Principal Pension Bond Fund</b>			
Pension Class	16.2046	15.8321	1.08
<b>Principal U.S. Equity Fund</b>			
Pension Class	27.2545	23.8684	0.38
Retail Class	16.1296	14.1046	(1.10)

The net annualised investment return represents the percentage change in unit price\* for the year covered in this report. It is for indicative purposes only and is not necessarily a guide to future performance.

\* Percentage change: (unit price at the end of the year - unit price at the beginning of the year)/ unit price at the beginning of the year OR  
(unit price at the last pricing date - unit price at the beginning of the year)/ unit price at the beginning of the year  
(for terminated Sub-fund/ fully redeemed class during the year) OR  
(unit price at the end of the year - unit price at the date of inception)/ unit price at the date of inception  
(for newly launched Sub-fund/ class)

# R6 Class was launched on 2 January 2015.

# PRINCIPAL LIFE STYLE FUND

## INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024

### Principal Asian Bond Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments</b>			
<i>Non-certificates of deposit</i>			
<i>Denominated in Indian Rupee</i>			
ASIAN DEVELOPMENT BANK 6.2% 6OCT2026	35,000,000	3,141,356	0.46
<i>Denominated in Rupiah</i>			
INDONESIA TREASURY BOND 6.875% 15APR2029	4,000,000,000	1,919,508	0.28
<i>Denominated in Singapore Dollar</i>			
BANCO SANTANDER SA 3.6% 23OCT2030	1,000,000	5,655,437	0.83
MANULIFE FINANCIAL CORP 4.275% 19JUN2034	750,000	4,415,809	0.64
		10,071,246	1.47
<i>Denominated in United States Dollar</i>			
AAC TECHNOLOGIES HOLDINGS INC 2.625% 2JUN2026	300,000	2,245,079	0.33
ADANI PORTS & SPECIAL ECONOMIC ZONE LTD 4.2% 4AUG2027	300,000	2,105,952	0.31
AIA GROUP LTD 4.95% 4APR2033	400,000	3,059,976	0.45
AIA GROUP LTD 5.375% 5APR2034	400,000	3,088,566	0.45
AIA GROUP LTD 5.4% 30SEP2054	350,000	2,518,412	0.37
AIRPORT AUTHORITY 4.75% 12JAN2028	500,000	3,896,816	0.57
ALIBABA GROUP HOLDING LTD 2.125% 9FEB2031	1,000,000	6,544,745	0.95
ALIBABA GROUP HOLDING LTD 3.15% 9FEB2051	600,000	3,000,759	0.44
ALIBABA GROUP HOLDING LTD 5.25% 26MAY2035	450,000	3,423,248	0.50
AUSTRALIA & NEW ZEALAND BANKING GROUP LTD 4.4% 19MAY2026	500,000	3,854,143	0.56
BAIDU INC 2.375% 9OCT2030	600,000	4,041,816	0.59
BANGKOK BANK PCL/HONG KONG 3.733% 25SEP2034	250,000	1,757,817	0.26
BANGKOK BANK PCL/HONG KONG 5.5% 21SEP2033	400,000	3,116,824	0.45
BANK BUKOPIN TBK PT 5.658% 30OCT2027	500,000	3,846,127	0.56
BANK NEGARA INDONESIA PERSERO TBK PT 5.28% 5APR2029	600,000	4,644,479	0.68
BANK OF EAST ASIA LTD/THE 6.625% 13MAR2026	400,000	3,141,908	0.46
BCEG HONGKONG CO LTD 2.22% 2JUL2026	500,000	3,716,177	0.54
BHARTI AIRTEL LTD 4.375% 10JUN2025	450,000	3,481,585	0.51
BLOSSOM JOY LTD 2.2% 21OCT2030	250,000	1,679,426	0.24
BOC AVIATION USA CORP 4.625% 4SEP2031	500,000	3,769,439	0.55
BOC AVIATION USA CORP 5% 17JAN2029	400,000	3,113,510	0.45
CFAMC II CO LTD 4.625% 3JUN2026	1,200,000	9,171,470	1.34
CFAMC II CO LTD 5.5% 16JAN2025	550,000	4,270,667	0.62
CHINA CINDA 2020 I MANAGEMENT LTD 5.375% 23JUL2027	500,000	3,894,165	0.57
CHINA CINDA 2020 I MANAGEMENT LTD 5.75% 28FEB2029	750,000	5,881,717	0.86

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Asian Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
CHINA CINDA FINANCE 2017 I LTD 4.75% 8FEB2028	700,000	5,329,751	0.78
CHINA OVERSEAS FINANCE CAYMAN VI LTD 6.45% 11JUN2034	350,000	2,850,904	0.41
CHINA OVERSEAS GRAND OCEANS FINANCE IV CAYMAN LTD 2.45% 9FEB2026	500,000	3,707,975	0.54
CHINALCO CAPITAL HOLDINGS LTD 2.125% 3JUN2026	300,000	2,240,662	0.33
CK HUTCHISON INTERNATIONAL 24 LTD 5.5% 26APR2034	1,000,000	7,839,955	1.14
CLP POWER HONG KONG FINANCING LTD 2.125% 30JUN2030	600,000	4,027,694	0.59
CNAC HK FINBRIDGE CO LTD 2% 22SEP2025	500,000	3,799,618	0.55
CNAC HK FINBRIDGE CO LTD 3% 22SEP2030	650,000	4,464,805	0.65
COMMONWEALTH BANK OF AUSTRALIA 3.61% 12SEP2034	600,000	4,288,293	0.63
CONTEMPORARY RUIDING DEVELOPMENT LTD 1.5% 9SEP2026	200,000	1,466,895	0.21
DAH SING BANK LTD 3% 2NOV2031	720,000	5,318,933	0.78
DAH SING BANK LTD 7.375% 15NOV2033	400,000	3,240,923	0.47
DBS GROUP HOLDINGS LTD 1.822% 10MAR2031	600,000	4,486,250	0.65
ENN ENERGY HOLDINGS LTD 4.625% 17MAY2027	600,000	4,605,333	0.67
EXPORT-IMPORT BANK OF INDIA 2.25% 13JAN2031	300,000	1,965,180	0.29
EXPORT-IMPORT BANK OF INDIA 3.875% 1FEB2028	500,000	3,752,607	0.55
EXPORT-IMPORT BANK OF KOREA 5% 11JAN2028	600,000	4,687,361	0.68
EXPORT-IMPORT BANK OF KOREA 5.125% 11JAN2033	800,000	6,241,560	0.91
FAR EAST HORIZON LTD 6.625% 16APR2027	450,000	3,530,655	0.51
FREEPORT INDONESIA PT 5.315% 14APR2032	500,000	3,782,223	0.55
HONG KONG GOVERNMENT INTERNATIONAL BOND 2.375% 2FEB2051	800,000	3,905,758	0.57
HONG KONG GOVERNMENT INTERNATIONAL BOND 5.25% 11JAN2053	300,000	2,447,380	0.36
HONG KONG MORTGAGE CORP LTD/THE 4.125% 18OCT2027	500,000	3,851,321	0.56
HONGKONG ELECTRIC FINANCE LTD 1.875% 27AUG2030	500,000	3,292,902	0.48
HPHT FINANCE 21 II LTD 1.5% 17SEP2026	400,000	2,931,598	0.43
HYUNDAI CAPITAL AMERICA 6.25% 3NOV2025	500,000	3,921,698	0.57
HYUNDAI CAPITAL SERVICES INC 5.125% 5FEB2029	650,000	5,018,503	0.73
ICBCIL FINANCE CO LTD 1.75% 2AUG2026	1,000,000	7,410,444	1.08
INDOFOOD CBP SUKSES MAKMUR TBK PT 3.541% 27APR2032	500,000	3,432,043	0.50

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Asian Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
INDOFOOD CBP SUKSES MAKMUR TBK PT 4.805% 27APR2052	450,000	2,872,280	0.42
INDONESIA ASAHAN ALUMINIUM PT / MINERAL INDUSTRI INDONESIA PERSERO PT 4.75% 15MAY2025	500,000	3,872,301	0.56
INDONESIA ASAHAN ALUMINIUM PT / MINERAL INDUSTRI INDONESIA PERSERO PT 5.45% 15MAY2030	500,000	3,864,575	0.56
INDONESIA GOVERNMENT INTERNATIONAL BOND 4.4% 10MAR2029	500,000	3,780,604	0.55
INDONESIA GOVERNMENT INTERNATIONAL BOND 4.7% 10FEB2034	1,000,000	7,375,725	1.08
INDONESIA GOVERNMENT INTERNATIONAL BOND 4.75% 10SEP2034	1,700,000	12,539,238	1.83
INDONESIA GOVERNMENT INTERNATIONAL BOND 4.85% 11JAN2033	2,000,000	14,989,695	2.19
INDONESIA GOVERNMENT INTERNATIONAL BOND 5.15% 10SEP2054	1,525,000	10,941,206	1.60
INDUSTRIAL & COMMERCIAL BANK OF CHINA LTD 4.875% 21SEP2025	1,000,000	7,755,869	1.13
KHAZANAH CAPITAL LTD 4.759% 5SEP2034	1,000,000	7,462,986	1.09
KHAZANAH CAPITAL LTD 4.876% 1JUN2033	200,000	1,512,162	0.22
KOREA DEVELOPMENT BANK/THE 5.625% 23OCT2033	700,000	5,632,973	0.82
KOREA GAS CORP 5% 8JUL2029	1,400,000	10,881,716	1.59
KOREA HOUSING FINANCE CORP 5.375% 15NOV2026	250,000	1,966,396	0.29
KOREA LAND & HOUSING CORP 4.25% 22OCT2027	500,000	3,847,664	0.56
KOREA LAND & HOUSING CORP 5.75% 6OCT2025	450,000	3,514,540	0.51
KOREA NATIONAL OIL CORP 4.875% 3APR2028	750,000	5,797,422	0.85
KRATON CORP 5% 15JUL2027	500,000	3,898,216	0.57
LENOVO GROUP LTD 3.421% 2NOV2030	250,000	1,743,527	0.25
LG ELECTRONICS INC 5.625% 24APR2029	600,000	4,721,995	0.69
MEITUAN 2.125% 28OCT2025	800,000	6,064,994	0.88
MEITUAN 4.625% 2OCT2029	1,000,000	7,514,317	1.10
MIDEA INVESTMENT DEVELOPMENT CO LTD 2.88% 24FEB2027	750,000	5,597,977	0.82
MINEJESA CAPITAL BV 4.625% 10AUG2030	666,190	4,988,472	0.73
MITSUBISHI UFJ FINANCIAL GROUP INC 5.426% 17APR2035	400,000	3,109,914	0.45
MITSUBISHI UFJ FINANCIAL GROUP INC 5.719% 20FEB2026	250,000	1,943,445	0.28
NANSHAN LIFE PTE LTD 5.45% 11SEP2034	300,000	2,255,422	0.33
NTT FINANCE CORP 5.11% 2JUL2029	600,000	4,695,455	0.68

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Asian Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
OVERSEA-CHINESE BANKING CORP LTD 5.52% 21MAY2034	700,000	5,486,507	0.80
PERTAMINA PERSERO PT 1.4% 9FEB2026	650,000	4,830,738	0.70
PERTAMINA PERSERO PT 4.7% 30JUL2049	1,050,000	6,717,027	0.98
PERUSAHAAN PERSEROAN PERSERO PT PERUSAHAAN LISTRIK NEGARA 4% 30JUN2050	800,000	4,307,400	0.63
PETRONAS CAPITAL LTD 2.48% 28JAN2032	750,000	4,871,591	0.71
PETRONAS CAPITAL LTD 4.55% 21APR2050	450,000	2,965,912	0.43
PHILIPPINE GOVERNMENT INTERNATIONAL BOND 2.457% 5MAY2030	500,000	3,404,466	0.50
PHILIPPINE GOVERNMENT INTERNATIONAL BOND 3.2% 6JUL2046	1,000,000	5,390,099	0.79
PHILIPPINE GOVERNMENT INTERNATIONAL BOND 4.75% 5MAR2035	800,000	5,915,743	0.86
PHILIPPINE GOVERNMENT INTERNATIONAL BOND 5.175% 5SEP2049	525,000	3,797,166	0.55
PHILIPPINE GOVERNMENT INTERNATIONAL BOND 5.25% 14MAY2034	1,000,000	7,686,792	1.12
PLDT INC 2.5% 23JAN2031	400,000	2,662,370	0.39
PRUDENTIAL FUNDING ASIA PLC 2.95% 3NOV2033	700,000	4,944,925	0.72
PSA TREASURY PTE LTD 2.25% 30APR2030	1,000,000	6,854,717	1.00
PT TOWER BERSAMA INFRASTRUCTURE TBK 2.8% 2MAY2027	450,000	3,311,871	0.48
PTTEP TREASURY CENTER CO LTD 2.587% 10JUN2027	500,000	3,675,268	0.54
REC LTD 2.25% 1SEP2026	1,000,000	7,401,084	1.08
RELIANCE INDUSTRIES LTD 2.875% 12JAN2032	1,000,000	6,601,295	0.96
RELIANCE INDUSTRIES LTD 3.625% 12JAN2052	450,000	2,409,281	0.35
SANDS CHINA LTD 5.4% 8AUG2028	800,000	6,145,079	0.90
SANTOS FINANCE LTD 5.25% 13MAR2029	900,000	6,893,836	1.01
SATS TREASURY PTE LTD 4.828% 23JAN2029	500,000	3,856,444	0.56
SHINHAN BANK CO LTD 5.75% 15APR2034	450,000	3,483,120	0.51
SHINHAN FINANCIAL GROUP CO LTD 5% 24JUL2028	1,250,000	9,654,702	1.41
SINOPEC GROUP OVERSEAS DEVELOPMENT 2018 LTD 2.7% 13MAY2030	1,000,000	7,073,662	1.03
SINOPEC GROUP OVERSEAS DEVELOPMENT 2018 LTD 3.68% 8AUG2049	1,300,000	7,988,813	1.16
SK HYNIX INC 6.375% 17JAN2028	900,000	7,208,120	1.05
SMRC AUTOMOTIVE HOLDINGS NETHERLANDS BV 5.625% 11JUL2029	700,000	5,431,207	0.79
SP GROUP TREASURY PTE LTD 4.625% 21NOV2029	1,300,000	10,032,140	1.46

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Asian Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
SP POWERASSETS LTD 3% 26SEP2027	500,000	3,735,790	0.54
STATE BANK OF INDIA/LONDON 5.125% 25NOV2029	1,000,000	7,739,191	1.13
STATE GRID OVERSEAS INVESTMENT BVI LTD 3.5% 4MAY2027	1,500,000	11,384,825	1.66
STATE GRID OVERSEAS INVESTMENT BVI LTD 4% 4MAY2047	950,000	6,263,097	0.91
SUMITOMO MITSUI FINANCIAL GROUP INC 5.464% 13JAN2026	600,000	4,696,550	0.68
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 2.75% 13MAY2030	1,000,000	6,895,660	1.01
SUNNY EXPRESS ENTERPRISES CORP 2.95% 1MAR2027	300,000	2,251,951	0.33
SUNNY EXPRESS ENTERPRISES CORP 3.125% 23APR2030	600,000	4,299,028	0.63
TEMASEK FINANCIAL I LTD 1.625% 2AUG2031	500,000	3,199,701	0.47
TENCENT HOLDINGS LTD 2.39% 3JUN2030	2,250,000	15,263,082	2.23
TENCENT HOLDINGS LTD 3.575% 11APR2026	500,000	3,824,927	0.56
TENCENT HOLDINGS LTD 3.84% 22APR2051	825,000	4,745,704	0.69
THAIOIL TREASURY CENTER CO LTD 2.5% 18JUN2030	300,000	1,962,318	0.29
THAIOIL TREASURY CENTER CO LTD 3.75% 18JUN2050	200,000	979,755	0.14
TINGYI CAYMAN ISLANDS HOLDING CORP 1.625% 24SEP2025	1,000,000	7,575,668	1.10
TOYOTA MOTOR CREDIT CORP 5.1% 21MAR2031	500,000	3,896,967	0.57
UNITED STATES TREASURY NOTE/BOND 3.5% 30SEP2029	1,950,000	14,574,843	2.13
UNITED STATES TREASURY NOTE/BOND 3.875% 15AUG2034	1,000,000	7,344,899	1.07
UNITED STATES TREASURY NOTE/BOND 4.25% 15NOV2034	900,000	6,808,947	0.99
WOODSIDE FINANCE LTD 5.1% 12SEP2034	450,000	3,325,124	0.48
XIAOMI BEST TIME INTERNATIONAL LTD 3.375% 29APR2030	250,000	1,763,151	0.26
		<u>649,777,686</u>	<u>94.75</u>
<b>Total non-certificates of deposit</b>		<u>664,909,796</u>	<u>96.96</u>
<b>Total listed/quoted debt instruments</b>		<u>664,909,796</u>	<u>96.96</u>



PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Asian Bond Fund (continued)

<i>Investments</i>	<i>Counterparties</i>	<i>Maturity</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Forward contracts</b>					
<i>Denominated in United States Dollar</i>					
Buy USD Sell SGD FWD Rate 0.733317	ANZ Bank SYD	09.01.2025	4,539,485	232,670	0.03
Buy USD Sell SGD FWD Rate 0.733317	ANZ Bank SYD	09.01.2025	5,932,500	<u>236,033</u>	<u>0.04</u>
<b>Total forward contracts</b>				<u>468,703</u>	<u>0.07</u>
<b>Total investments</b>				665,378,499	97.03
<b>Other net assets</b>				<u>20,358,726</u>	<u>2.97</u>
<b>Total net asset value</b>				<u><u>685,737,225</u></u>	<u><u>100.00</u></u>
<b>Total cost of investments</b>				<u><u>675,178,370</u></u>	

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

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Asian Equity Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares</b>			
<i>Australia</i>			
ANZ GROUP HOLDINGS LTD	276,143	37,904,487	0.61
ARISTOCRAT LEISURE LTD	64,786	21,300,306	0.34
AUB GROUP LTD	164,888	24,742,653	0.40
BELLEVUE GOLD LTD	2,056,982	11,129,756	0.18
BHP GROUP LTD	573,910	109,167,381	1.75
CAR GROUP LTD	188,590	32,680,262	0.52
CLEANAWAY WASTE MANAGEMENT L	1,265,065	16,123,574	0.26
COCHLEAR LTD	6,513	9,080,337	0.15
COLES GROUP LTD	133,605	12,138,284	0.19
COMMONWEALTH BANK OF AUSTRAL	163,195	120,284,577	1.93
CSL LTD	49,091	66,482,340	1.06
DATA#3 LTD	159,740	4,909,273	0.08
FLIGHT CENTRE TRAVEL GROUP L	48,280	3,873,164	0.06
FORTESCUE LTD	117,208	10,287,805	0.16
INSURANCE AUSTRALIA GROUP	461,142	18,763,232	0.30
INTEGRAL DIAGNOSTICS LTD	1,142,641	15,992,097	0.26
LYNAS RARE EARTHS LTD	83,542	2,583,559	0.04
MACQUARIE GROUP LTD	34,412	36,684,302	0.59
NATIONAL AUSTRALIA BANK LTD	352,631	62,921,202	1.01
NEXTDC LTD	77,281	5,601,297	0.09
PRO MEDICUS LTD	18,041	21,702,594	0.35
QBE INSURANCE GROUP LTD	80,522	7,435,641	0.12
QUBE HOLDINGS LTD	907,972	17,336,666	0.28
REA GROUP LTD	23,729	26,626,581	0.43
RIO TINTO LTD	37,421	21,140,147	0.34
SANTOS LTD	260,507	8,369,480	0.13
SGH LTD	35,211	7,808,652	0.12
SONIC HEALTHCARE LTD	99,386	12,910,778	0.21
SUNCORP GROUP LTD	137,372	12,559,807	0.20
TECHNOLOGY ONE LTD	76,595	11,534,163	0.18
TELSTRA GROUP LTD	390,992	7,540,755	0.12
TREASURY WINE ESTATES LTD	83,976	4,576,018	0.07
WESFARMERS LTD	113,002	38,875,588	0.62
WESTPAC BANKING CORP	229,661	35,699,425	0.57
WOODSIDE ENERGY GROUP LTD	177,131	20,957,154	0.34
WOOLWORTHS GROUP LTD	108,333	15,886,229	0.25
		<u>893,609,566</u>	<u>14.31</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Asian Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>China</i>			
KWEICHOW MOUTAI CO LTD-A	3,329	5,368,103	0.09
NARI TECHNOLOGY CO LTD-A	260,953	6,963,531	0.11
		<u>12,331,634</u>	<u>0.20</u>
<i>Hong Kong</i>			
AGRICULTURAL BANK OF CHINA-H	12,540,000	55,552,200	0.89
AIA GROUP LTD	1,480,400	83,346,520	1.33
ALIBABA GROUP HOLDING LTD	1,676,524	138,145,578	2.21
ANHUI CONCH CEMENT CO LTD-H	1,390,000	27,633,200	0.44
ANTA SPORTS PRODUCTS LTD	129,000	10,042,650	0.16
BAIDU INC-CLASS A	153,950	12,731,665	0.20
BANK OF CHINA LTD-H	7,863,000	31,216,110	0.50
BOSIDENG INTL HLDGS LTD	4,836,000	18,763,680	0.30
BYD CO LTD-H	108,500	28,926,100	0.46
CHINA CONSTRUCTION BANK-H	4,588,000	29,730,240	0.48
CHINA LONGYUAN POWER GROUP-H	610,000	3,928,400	0.06
CHINA MENGNIU DAIRY CO	2,098,000	36,840,880	0.59
CHINA MERCHANTS BANK-H	401,500	16,060,000	0.26
CHINA MOBILE LTD	941,000	72,080,600	1.15
CHINA OVERSEAS LAND & INVEST	382,500	4,743,000	0.08
CHINA PACIFIC INSURANCE GR-H	1,555,000	39,186,000	0.63
CHINA PETROLEUM & CHEMICAL-H	3,324,000	14,791,800	0.24
CHINA RESOURCES LAND LTD	1,087,000	24,511,850	0.39
CHINA RESOURCES PHARMACEUTIC	4,018,500	22,905,450	0.37
CHINA RESOURCES POWER HOLDIN	604,000	11,403,520	0.18
CK HUTCHISON HOLDINGS LTD	294,000	12,201,000	0.20
CLP HOLDINGS LTD	409,000	26,707,700	0.43

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Asian Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>Hong Kong (continued)</i>			
ENN ENERGY HOLDINGS LTD	132,900	7,422,465	0.12
FUYAO GLASS INDUSTRY GROUP-H	889,600	49,773,120	0.80
GALAXY ENTERTAINMENT GROUP L	223,000	7,359,000	0.12
GANFENG LITHIUM GROUP CO L-H	13,600	273,360	0.00
HAIER SMART HOME CO LTD-H	1,263,400	34,743,500	0.56
HANSOH PHARMACEUTICAL GROUP	1,170,000	20,217,600	0.32
HONG KONG EXCHANGES & CLEAR	110,500	32,575,400	0.52
IND & COMM BK OF CHINA-H	1,809,000	9,424,890	0.15
JD LOGISTICS INC	1,965,100	25,153,280	0.40
JD.COM INC-CLASS A	596,511	81,125,496	1.30
KUNLUN ENERGY CO LTD	3,006,000	25,250,400	0.40
LENOVO GROUP LTD	1,890,000	19,051,200	0.30
LINK REIT	220,660	7,248,681	0.12
MEITUAN-CLASS B	539,090	81,779,953	1.31
MGM CHINA HOLDINGS LTD	1,049,200	10,429,048	0.17
NETEASE INC	164,000	22,697,600	0.36
NEW ORIENTAL EDUCATION & TEC	206,100	10,088,595	0.16
PETROCHINA CO LTD-H	3,656,000	22,338,160	0.36
PICC PROPERTY & CASUALTY-H	3,316,000	40,654,160	0.65
PING AN INSURANCE GROUP CO-H	479,500	22,080,975	0.35
POWER ASSETS HOLDINGS LTD	466,500	25,284,300	0.41
SINOPHARM GROUP CO-H	1,213,200	25,841,160	0.41
SUN HUNG KAI PROPERTIES	203,500	15,191,275	0.24
TECHTRONIC INDUSTRIES CO LTD	13,000	1,332,500	0.02
TENCENT HOLDINGS LTD	720,000	300,240,000	4.81
TRIP.COM GROUP LTD	121,600	65,664,000	1.05
TSINGTAO BREWERY CO LTD-H	66,000	3,748,800	0.06
WANT WANT CHINA HOLDINGS LTD	1,277,000	5,823,120	0.09
WH GROUP LTD	3,204,000	19,256,040	0.31
WUXI APPTec CO LTD-H	173,300	9,791,450	0.16
XIAOMI CORP-CLASS B	1,542,400	53,212,800	0.85
YUM CHINA HOLDINGS INC	36,300	13,583,460	0.22
ZAI LAB LTD	1,098,900	22,967,010	0.37
ZIJIN MINING GROUP CO LTD-H	2,118,000	29,948,520	0.48
		<u>1,843,019,461</u>	<u>29.50</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Asian Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>India</i>			
APL APOLLO TUBES LTD	3,517	500,423	0.01
AXIS BANK LTD	836,868	80,841,394	1.29
BAJAJ AUTO LTD	41,987	33,517,992	0.54
CAPLIN POINT LABORATORIES	162,032	36,762,351	0.59
HDFC BANK LIMITED	577,514	92,893,235	1.49
HINDUSTAN AERONAUTICS LTD	96,360	36,530,127	0.59
HOME FIRST FINANCE CO INDIA	829,663	79,456,625	1.27
ICICI BANK LTD	1,210,799	140,796,246	2.25
INFOSYS LTD	75,307	12,845,256	0.21
JSW INFRASTRUCTURE LTD	2,280,369	65,793,324	1.05
KEI INDUSTRIES LTD	188,374	75,827,320	1.21
L&T TECHNOLOGY SERVICES LTD	3,048	1,310,100	0.02
MAHINDRA & MAHINDRA LTD	99,644	27,186,206	0.44
MARUTI SUZUKI INDIA LTD	20,917	20,607,002	0.33
MAX FINANCIAL SERVICES LTD	90,694	9,165,884	0.15
MAX HEALTHCARE INSTITUTE LTD	838,886	85,865,633	1.37
NESTLE INDIA LTD	66,251	13,044,029	0.21
POWER GRID CORP OF INDIA LTD	3,059,570	85,693,248	1.37
RELIANCE INDUSTRIES LTD	679,242	74,905,069	1.20
SUN PHARMACEUTICAL INDUS	91,863	15,722,170	0.25
ULTRATECH CEMENT LTD	34,621	35,891,922	0.57
VARUN BEVERAGES LTD	1,343,484	77,829,274	1.25
		<u>1,102,984,830</u>	<u>17.66</u>
<i>Indonesia</i>			
AKR CORPORINDO TBK PT	4,989,000	2,696,743	0.04
BANK CENTRAL ASIA TBK PT	9,784,100	45,685,665	0.73
BANK NEGARA INDONESIA PERSER	3,925,000	8,240,186	0.13
BANK RAKYAT INDONESIA PERSER	22,697,796	44,694,280	0.72
MITRA ADIPERKASA TBK PT	4,744,900	3,228,898	0.05
		<u>104,545,772</u>	<u>1.67</u>
<i>Malaysia</i>			
CIMB GROUP HOLDINGS BHD	2,656,100	37,836,639	0.61
MALAYSIA AIRPORTS HLDGS BHD	1,614,000	29,664,940	0.47
		<u>67,501,579</u>	<u>1.08</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Asian Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>Singapore</i>			
COMFORTDELGRO CORP LTD	10,244,550	86,334,243	1.38
DBS GROUP HOLDINGS LTD	277,250	69,020,833	1.10
HONGKONG LAND HOLDINGS LTD	107,533	3,717,137	0.06
SATS LTD	3,315,731	68,724,115	1.10
SINGAPORE TECH ENGINEERING	1,391,600	36,925,707	0.59
SINGAPORE TELECOMMUNICATIONS	770,900	13,520,017	0.22
UNITED OVERSEAS BANK LTD	17,900	3,702,942	0.06
YANGZIJANG SHIPBUILDING	2,149,600	36,597,998	0.59
		<u>318,542,992</u>	<u>5.10</u>
<i>South Korea</i>			
CELLTRION INC	10,862	10,746,490	0.17
GS HOLDINGS	120,009	24,886,392	0.40
HANA FINANCIAL GROUP	58,606	17,564,912	0.28
HYUNDAI MOTOR CO	23,961	26,803,800	0.43
KB FINANCIAL GROUP INC	132,999	58,177,958	0.93
KIA CORP	49,792	26,457,244	0.42
KT CORP	58,720	13,586,613	0.22
LIG NEX1 CO LTD	33,864	39,400,562	0.63
NAVER CORP	14,884	15,621,042	0.25
PSK INC	207,473	18,063,466	0.29
SAMSUNG BIOLOGICS CO LTD	1,239	6,204,304	0.10
SAMSUNG ELECTRONICS CO LTD	477,286	133,981,826	2.14
SAMSUNG ELECTRONICS-PREF	83,577	19,492,368	0.31
SAMSUNG FIRE & MARINE INS	8,772	16,593,704	0.27
SK HYNIX INC	76,721	70,399,472	1.13
		<u>497,980,153</u>	<u>7.97</u>
<i>Taiwan</i>			
CATHAY FINANCIAL HOLDING CO	1,440,000	23,303,344	0.37
CTBC FINANCIAL HOLDING CO LT	2,782,300	25,776,014	0.41
DELTA ELECTRONICS INC	76,000	7,752,143	0.12
E.SUN FINANCIAL HOLDING CO	1,667,489	10,647,724	0.17
ELITE MATERIAL CO LTD	187,000	27,381,998	0.44

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Asian Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>Taiwan (continued)</i>			
FIRST FINANCIAL HOLDING CO	2,319,835	14,895,718	0.24
FUBON FINANCIAL HOLDING CO	1,193,365	25,532,662	0.41
GOLD CIRCUIT ELECTRONICS LTD	826,000	47,264,192	0.76
HON HAI PRECISION INDUSTRY	1,162,000	50,659,279	0.81
MEDIATEK INC	268,570	90,042,800	1.44
QUANTA COMPUTER INC	767,000	52,156,965	0.83
TAIWAN SEMICONDUCTOR MANUFAC	2,351,000	598,819,792	9.59
WIWYNN CORP	38,000	23,589,565	0.38
		<u>997,822,196</u>	<u>15.97</u>
<i>Thailand</i>			
BANGKOK BANK PCL-FOREIGN REG	650,100	22,365,361	0.36
HOME PRODUCT CENTER PCL-FOR	6,031,500	12,917,307	0.21
THAI OIL PCL-FOREIGN	1,044,000	6,719,512	0.11
		<u>42,002,180</u>	<u>0.68</u>
<i>The Philippines</i>			
AYALA LAND INC	7,478,200	26,311,757	0.42
BDO UNIBANK INC	4,488,664	86,802,269	1.39
INTL CONTAINER TERM SVCS INC	843,257	43,711,806	0.70
		<u>156,825,832</u>	<u>2.51</u>
<i>United States</i>			
GRAB HOLDINGS LTD - CL A	508,026	18,626,647	0.30
PDD HOLDINGS INC	21,906	16,504,287	0.26
QIFU TECHNOLOGY INC	29,312	8,738,908	0.14
		<u>43,869,842</u>	<u>0.70</u>
<b>Total listed shares</b>		<u>6,081,036,037</u>	<u>97.35</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Asian Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Delisted Shares</b>			
<i>Hong Kong</i>			
PEACE MARK HOLDINGS LTD	2,010,000	-	-
<b>Total delisted shares</b>		-	-
<b>Total investments</b>		6,081,036,037	97.35
<b>Other net assets</b>		165,451,749	2.65
<b>Total net asset value</b>		<u>6,246,487,786</u>	<u>100.00</u>
<b>Total cost of investments</b>		<u>5,490,085,829</u>	

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



PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal China Equity Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares</b>			
<i>China</i>			
ADVANCED MICRO-FABRICATION-A	24,166	4,836,778	0.13
AGRICULTURAL BANK OF CHINA-A	4,601,200	25,997,673	0.68
ALUMINUM CORP OF CHINA LTD-A	938,400	7,297,892	0.19
ANKER INNOVATIONS TECHNOLO-A	139,578	14,420,053	0.38
BANK OF CHINA LTD-A	2,288,200	13,340,364	0.35
BANK OF JIANGSU CO LTD-A	879,091	9,134,135	0.24
CHINA CONSTRUCTION BANK-A	440,700	4,098,775	0.11
CHINA MERCHANTS BANK-A	684,690	28,471,388	0.74
CHINA PACIFIC INSURANCE GR-A	1,082,900	39,049,012	1.02
CHINA PETROLEUM & CHEMICAL-A	950,100	6,715,338	0.18
CHINA RESOURCES BOYA BIO-P-A	1,334,957	42,770,591	1.12
CHINA YANGTZE POWER CO LTD-A	520,700	16,280,479	0.42
CHONGQING BAIYA SANITARY P-A	1,999,762	50,761,058	1.32
CMOC GROUP LTD-A	222,098	1,562,746	0.04
CONTEMPORARY AMPEREX TECHN-A	81,580	22,960,823	0.60
COSCO SHIPPING SPECIALIZED-A	5,085,789	39,282,879	1.03
EAST MONEY INFORMATION CO-A	406,700	11,110,984	0.29
ENN NATURAL GAS CO LTD-A	390,605	8,960,230	0.23
FOCUSED PHOTONICS HANGZHOU-A	213,300	3,437,264	0.09
FOXCONN INDUSTRIAL INTERNE-A	629,094	14,311,202	0.37
GOLDWIND SCIENCE & TECHNOL-A	3,442,500	37,626,721	0.98
GUANGDONG HAID GROUP CO-A	343,407	17,822,567	0.47
HUALI INDUSTRIAL GROUP CO -A	119,700	9,961,276	0.26
HUATAI SECURITIES CO LTD-A	2,257,783	42,021,364	1.10
HUAXIN CEMENT CO LTD-A	1,084,854	13,889,249	0.36
IND & COMM BK OF CHINA-A	1,526,155	11,174,468	0.29
INNER MONGOLIA YILI INDUS-A	373,400	11,923,827	0.31
JIANGSU HENGRUI PHARMACEUT-A	110,920	5,386,971	0.14
KWEICHOW MOUTAI CO LTD-A	28,124	45,350,717	1.18
LB GROUP CO LTD-A	774,900	14,487,863	0.38
LENS TECHNOLOGY CO LTD-A	335,500	7,774,254	0.20
LONGSHINE TECHNOLOGY GROUP-A	513,400	6,627,318	0.17
LUXSHARE PRECISION INDUSTR-A	357,799	15,431,047	0.40
MIDEA GROUP CO LTD-A	80,100	6,375,114	0.17
NAURA TECHNOLOGY GROUP CO-A	77,000	31,855,879	0.83
NINGBO ORIENT WIRES & CABL-A	733,400	40,778,921	1.06
OPPEIN HOME GROUP INC-A	150,100	10,948,990	0.29
POLY DEVELOPMENTS AND HOLD-A	548,600	5,142,942	0.13
QINGDAO SENTURY TIRE CO LT-A	1,176,328	30,693,302	0.80

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal China Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>China (continued)</i>			
QINGDAO TGOOD ELECTRIC-A	1,303,109	30,264,770	0.79
SHANDONG SINOCERA FUNCTION-A	102,400	1,846,255	0.05
SHANGHAI BOCHU ELECTRONIC-A	69,830	14,352,421	0.37
SHANGHAI MICROPORT ENDOVAS-A	18,012	2,093,554	0.05
SHANGHAI TUNNEL ENGINEERIN-A	1,020,300	7,762,094	0.20
SHENZHEN MINDRAY BIO-MEDIC-A	13,900	3,750,396	0.10
SHENZHEN YUTO PACKAGING TE-A	967,800	27,750,896	0.72
SINOTRANS LIMITED-A	1,388,595	7,860,524	0.21
WILL SEMICONDUCTOR CO LTD-A	147,800	16,328,212	0.43
YUNNAN ALUMINIUM CO LTD-A	374,300	5,358,457	0.14
ZHEJIANG CRYSTAL-OPTECH -A	434,600	10,217,764	0.27
ZHEJIANG SHUANGHUAN DRIVEL-A	640,604	20,754,723	0.54
ZIJIN MINING GROUP CO LTD-A	916,600	14,664,044	0.38
		<u>893,076,564</u>	<u>23.30</u>
<i>Hong Kong</i>			
3SBIO INC	1,346,500	8,186,720	0.21
AGRICULTURAL BANK OF CHINA-H	8,521,000	37,748,030	0.98
AIA GROUP LTD	208,600	11,744,180	0.31
ALIBABA GROUP HOLDING LTD	2,948,000	242,915,200	6.34
ANHUI CONCH CEMENT CO LTD-H	784,500	15,595,860	0.41
ANTA SPORTS PRODUCTS LTD	47,800	3,721,230	0.10
ASMPT LTD	43,800	3,280,620	0.08
BAIDU INC-CLASS A	110,250	9,117,675	0.24
BANK OF CHINA LTD-H	24,391,000	96,832,270	2.53
BOC HONG KONG HOLDINGS LTD	152,500	3,804,875	0.10
BOSIDENG INTL HLDGS LTD	5,926,000	22,992,880	0.60
BYD CO LTD-H	413,000	110,105,800	2.87
CHINA CITIC BANK CORP LTD-H	1,389,000	7,458,930	0.19
CHINA CONSTRUCTION BANK-H	21,745,620	140,911,618	3.68
CHINA MENGNIU DAIRY CO	1,523,000	26,743,880	0.70
CHINA MERCHANTS BANK-H	1,346,500	53,860,000	1.40
CHINA NATIONAL BUILDING MA-H	5,972,000	21,140,880	0.55
CHINA OVERSEAS LAND & INVEST	1,237,000	15,338,800	0.40
CHINA PACIFIC INSURANCE GR-H	1,945,000	49,014,000	1.28
CHINA PETROLEUM & CHEMICAL-H	9,676,000	43,058,200	1.12
CHINA RAILWAY GROUP LTD-H	5,226,000	20,694,960	0.54
CHINA RESOURCES LAND LTD	1,201,000	27,082,550	0.71

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal China Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>Hong Kong (continued)</i>			
CHINA RESOURCES MIXC LIFESTY	406,800	11,756,520	0.31
CHINA RESOURCES POWER HOLDIN	662,000	12,498,560	0.33
CHINA TOWER CORP LTD-H	30,646,000	34,323,520	0.89
CITIC LTD	2,967,000	27,326,070	0.71
CNOOC LTD	112,000	2,141,440	0.06
ENN ENERGY HOLDINGS LTD	646,500	36,107,025	0.94
FAR EAST HORIZON LTD	725,000	4,110,750	0.11
FUYAO GLASS INDUSTRY GROUP-H	152,800	8,549,160	0.22
GEELY AUTOMOBILE HOLDINGS LT	1,681,000	24,912,420	0.65
GUSHENGTANG HOLDINGS LTD	271,000	9,159,800	0.24
HAIER SMART HOME CO LTD-H	1,155,000	31,762,500	0.83
HANSOH PHARMACEUTICAL GROUP	1,905,000	32,918,400	0.86
HUATAI SECURITIES CO LTD-H	2,968,000	38,940,160	1.02
IND & COMM BK OF CHINA-H	8,684,000	45,243,640	1.18
JD LOGISTICS INC	3,315,200	42,434,560	1.11
JD.COM INC-CLASS A	1,087,700	147,927,200	3.86
KERRY PROPERTIES LTD	246,500	3,835,540	0.10
KUNLUN ENERGY CO LTD	1,904,000	15,993,600	0.42
LENOVO GROUP LTD	2,994,000	30,179,520	0.79
LINK REIT	114,800	3,771,180	0.10
MEITUAN-CLASS B	1,300,650	197,308,605	5.15
MIDEA GROUP CO LTD	181,100	13,682,105	0.36
NETEASE INC	197,000	27,264,800	0.71
NEW HORIZON HEALTH LTD	884,500	5,572,350	0.14
PEOPLE'S INSURANCE CO GROU-H	6,035,000	23,355,450	0.61
PETROCHINA CO LTD-H	3,942,000	24,085,620	0.63
PICC PROPERTY & CASUALTY-H	1,554,000	19,052,040	0.50
PING AN INSURANCE GROUP CO-H	1,250,500	57,585,525	1.50
POP MART INTERNATIONAL GROUP	205,400	18,414,110	0.48
SAMSONITE INTERNATIONAL SA	208,200	4,497,120	0.12
SANDS CHINA LTD	366,000	7,649,400	0.20
SEMICONDUCTOR MANUFACTURING	146,000	4,642,800	0.12
SIMCERE PHARMACEUTICAL GROUP	3,724,000	26,440,400	0.69
SINOTRANS LIMITED-H	2,161,000	7,930,870	0.21
TENCENT HOLDINGS LTD	870,000	362,790,000	9.47
TINGYI (CAYMAN ISLN) HLDG CO	834,000	8,440,080	0.22
TRIP.COM GROUP LTD	171,500	92,610,000	2.42
WH GROUP LTD	2,062,000	12,392,620	0.32
WUXI APPTTEC CO LTD-H	82,100	4,638,650	0.12

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal China Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>Hong Kong (continued)</i>			
XIAOMI CORP-CLASS B	4,193,600	144,679,200	3.77
XPENG INC - CLASS A SHARES	467,188	21,794,320	0.57
YUM CHINA HOLDINGS INC	107,100	40,076,820	1.05
ZAI LAB LTD	2,033,700	42,504,330	1.11
ZHUZHOU CRRC TIMES ELECTRI-H	705,100	23,127,280	0.60
ZIJIN MINING GROUP CO LTD-H	1,990,000	28,138,600	0.73
ZOOMLION HEAVY INDUSTRY - H	1,472,000	8,390,400	0.22
		<u>2,762,304,218</u>	<u>72.09</u>
<i>Singapore</i>			
DFI RETAIL GRP HLD-SING REG	158,000	<u>2,835,148</u>	<u>0.07</u>
<i>United States</i>			
PDD HOLDINGS INC	34,043	25,648,473	0.67
TENCENT MUSIC ENTERTAINM-ADR	358,170	31,578,522	0.82
YUM CHINA HOLDINGS INC	62,026	<u>23,209,039</u>	<u>0.61</u>
		<u>80,436,034</u>	<u>2.10</u>
<b>Total listed shares</b>		<u>3,738,651,964</u>	<u>97.56</u>
<b>Total investments</b>		3,738,651,964	97.56
<b>Other net assets</b>		<u>93,695,848</u>	<u>2.44</u>
<b>Total net asset value</b>		<u>3,832,347,812</u>	<u>100.00</u>
<b>Total cost of investments</b>		<u>3,473,760,186</u>	

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

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal European Equity Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares</b>			
<i>Austria</i>			
ERSTE GROUP BANK AG	190,889	<u>91,605,382</u>	<u>2.16</u>
<i>Belgium</i>			
ARGENX SE	4,384	<u>21,158,196</u>	<u>0.50</u>
<i>Denmark</i>			
NOVO NORDISK A/S-B	125,428	84,449,271	1.99
PANDORA A/S	35,285	<u>50,124,902</u>	<u>1.19</u>
		<u>134,574,173</u>	<u>3.18</u>
<i>France</i>			
AIR LIQUIDE SA	46,482	58,670,521	1.38
AIRBUS SE	61,753	76,882,898	1.81
AXA SA	230,413	63,607,906	1.50
DANONE	108,366	56,762,861	1.34
DASSAULT SYSTEMES SE	192,795	51,951,419	1.23
HERMES INTERNATIONAL	3,599	67,220,370	1.59
L'OREAL	19,570	53,812,510	1.27
LVMH MOET HENNESSY LOUIS VUI	8,470	43,296,801	1.02
REXEL SA	129,703	25,665,041	0.61
SANOFI	182,807	137,839,792	3.25
SCHNEIDER ELECTRIC SE	28,838	55,880,306	1.32
SOCIETE GENERALE SA	149,283	32,613,466	0.77
SPIE SA	88,564	21,400,011	0.51
THALES SA	33,225	<u>37,054,564</u>	<u>0.87</u>
		<u>782,658,466</u>	<u>18.47</u>
<i>Germany</i>			
DAIMLER TRUCK HOLDING AG	415,287	123,095,639	2.90
DEUTSCHE TELEKOM AG-REG	588,028	136,647,719	3.22
HANNOVER RUECK SE	41,272	80,140,052	1.89
MERCK KGAA	42,530	47,859,696	1.13
MUENCHENER RUECKVER AG-REG	5,827	22,830,740	0.54
NEMETSCHEK SE	30,712	<u>23,122,819</u>	<u>0.55</u>
		<u>433,696,665</u>	<u>10.23</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal European Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>Greece</i>			
JUMBO SA	208,713	42,910,857	1.01
NATIONAL BANK OF GREECE	1,085,558	66,886,526	1.58
PIRAEUS FINANCIAL HOLDINGS S	925,784	28,669,970	0.68
		<u>138,467,353</u>	<u>3.27</u>
<i>Ireland</i>			
AIB GROUP PLC	1,991,882	85,397,991	2.01
BANK OF IRELAND GROUP PLC	39,565	2,802,507	0.07
		<u>88,200,498</u>	<u>2.08</u>
<i>Italy</i>			
FINECOBANK SPA	264,814	35,764,197	0.84
UNICREDIT SPA	250,217	77,538,304	1.83
		<u>113,302,501</u>	<u>2.67</u>
<i>Netherlands</i>			
ASML HOLDING NV	28,758	156,997,728	3.70
ASR NEDERLAND NV	240,485	88,556,536	2.09
BE SEMICONDUCTOR INDUSTRIES	27,824	29,609,853	0.70
EXOR NV	55,801	39,745,447	0.94
UNIVERSAL MUSIC GROUP NV	311,220	61,883,206	1.46
		<u>376,792,770</u>	<u>8.89</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal European Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>Portugal</i>			
JERONIMO MARTINS	177,689	<u>26,370,220</u>	<u>0.62</u>
<i>Spain</i>			
IBERDROLA SA	861,478	92,162,166	2.17
INDUSTRIA DE DISEÑO TEXTIL	153,775	<u>61,400,845</u>	<u>1.45</u>
		<u>153,563,011</u>	<u>3.62</u>
<i>Sweden</i>			
AAK AB	156,831	34,797,129	0.82
ATLAS COPCO AB-A SHS	497,479	59,054,137	1.39
NORDEA BANK ABP	262,177	22,173,524	0.52
SWEDBANK AB - A SHARES	216,476	<u>33,222,935</u>	<u>0.79</u>
		<u>149,247,725</u>	<u>3.52</u>
<i>Switzerland</i>			
ABB LTD-REG	97,678	41,083,877	0.97
ALCON INC	42,967	28,321,743	0.67
ROCHE HOLDING AG-GENUSSCHEIN	48,297	<u>105,771,745</u>	<u>2.49</u>
		<u>175,177,365</u>	<u>4.13</u>
<i>United Kingdom</i>			
3I GROUP PLC	244,805	84,880,470	2.00
ANTOFAGASTA PLC	368,725	57,036,058	1.35
ASTRAZENECA PLC	149,240	151,984,308	3.59
BAE SYSTEMS PLC	814,678	91,026,278	2.15
COMPASS GROUP PLC	184,549	47,793,578	1.13
CRH PLC	167,990	121,167,405	2.86
DIPLOMA PLC	53,026	21,924,394	0.52
ENTAIN PLC	1,069,893	71,527,541	1.69
HALMA PLC	92,315	24,149,763	0.57
HOWDEN JOINERY GROUP PLC	636,614	49,144,273	1.16
INTERMEDIATE CAPITAL GROUP	98,739	19,845,810	0.47
NATWEST GROUP PLC	1,602,757	62,697,692	1.48
ROLLS-ROYCE HOLDINGS PLC	925,670	51,205,055	1.21
SAGE GROUP PLC/THE	288,988	35,789,696	0.84
SHELL PLC	547,472	131,874,962	3.11

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal European Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>United Kingdom (continued)</i>			
SMITH & NEPHEW PLC	419,272	40,438,456	0.95
SSE PLC	235,046	36,678,116	0.86
TAYLOR WIMPEY PLC	2,174,327	25,827,973	0.61
UNILEVER PLC	316,266	139,933,842	3.30
WEIR GROUP PLC/THE	230,479	48,970,416	1.16
		<u>1,313,896,086</u>	<u>31.01</u>
<i>United States</i>			
ICON PLC	28,619	46,620,865	1.10
NOBLE CORP PLC	272,405	66,443,341	1.57
		<u>113,064,206</u>	<u>2.67</u>
<b>Total listed shares</b>		<u>4,111,774,617</u>	<u>97.02</u>



PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal European Equity Fund (continued)

<i>Investments</i>	<i>Counterparties</i>	<i>Maturity</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Forward contracts</b>					
<i>Hong Kong</i>					
Buy CHF Sell HKD FWD Rate 8.637522	ANZ Bank SYD	19.03.2025	12,826,247	14,109	0.00
Buy EUR Sell HKD FWD Rate 8.063462	ANZ Bank SYD	19.03.2025	10,810,730	(58,098)	0.00
Buy GBP Sell HKD FWD Rate 9.713006	Royal Bank of Canada	19.03.2025	10,736,567	(22,702)	(0.01)
Buy GBP Sell HKD FWD Rate 9.713006	Royal Bank of Canada	19.03.2025	11,070,872	(170,925)	0.00
Buy GBP Sell HKD FWD Rate 9.713006	Royal Bank of Canada	19.03.2025	12,713,959	19,144	0.00
Buy HKD Sell CHF FWD Rate 8.637522	ANZ Bank SYD	19.03.2025	7,467,073	162,182	0.00
Buy HKD Sell CHF FWD Rate 8.637522	ANZ Bank SYD	19.03.2025	73,265,895	1,939,099	0.05
Buy HKD Sell DKK FWD Rate 1.082239	ANZ Bank SYD	19.03.2025	53,654,856	770,690	0.02
Buy HKD Sell EUR FWD Rate 8.063462	State Street Bank	19.03.2025	465,465,846	6,709,099	0.16
Buy HKD Sell EUR FWD Rate 8.063462	ANZ Bank SYD	19.03.2025	11,168,038	141,352	0.00

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal European Equity Fund (continued)

<i>Investments</i>	<i>Counterparties</i>	<i>Maturity</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Forward contracts (continued)</b>					
<i>Hong Kong (continued)</i>					
Buy HKD Sell EUR FWD Rate 8.063462	ANZ Bank SYD	19.03.2025	286,324,955	4,093,736	0.10
Buy HKD Sell GBP FWD Rate 9.713006	Royal Bank of Canada	19.03.2025	488,061,519	8,815,080	0.21
Buy HKD Sell GBP FWD Rate 9.713006	Royal Bank of Canada	19.03.2025	5,912,973	81,784	0.00
Buy HKD Sell SEK FWD Rate 1.417816	ANZ Bank SYD	19.03.2025	52,542,186	<u>412,466</u>	<u>0.01</u>
				<u>22,907,016</u>	<u>0.54</u>
<b>Total forward contracts</b>				<u>22,907,016</u>	<u>0.54</u>
<b>Total investments</b>				4,134,681,633	97.56
<b>Other net assets</b>				<u>103,562,941</u>	<u>2.44</u>
<b>Total net asset value</b>				<u>4,238,244,574</u>	<u>100.00</u>
<b>Total cost of investments</b>				<u>4,060,213,567</u>	

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

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Hong Kong Bond Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments</b>			
<i>Certificates of deposit</i>			
<i>Denominated in Hong Kong Dollar</i>			
CHINA DEVELOPMENT BANK/HONG KONG CD 4.15% 26NOV2025	17,000,000	17,013,510	0.56
CHINA DEVELOPMENT BANK/HONG KONG CD 4.27% 3MAR2025	20,000,000	20,004,478	0.65
CHINA DEVELOPMENT BANK/HONG KONG CD 4.38% 15DEC2025	17,000,000	17,052,999	0.56
CHINA DEVELOPMENT BANK/HONG KONG CD 4.47% 14JAN2026	65,000,000	65,176,585	2.13
DZ BANK AG DEUTSCHE ZENTRAL- GENOSSENSCHAFTSBANK/HONG KONG CD 3.6% 4DEC2026	17,000,000	16,925,826	0.55
FIRST ABU DHABI BANK PJSC/HONG KONG CD 1.28% 10FEB2026	47,000,000	45,224,984	1.48
SUMITOMO MITSUI BANKING CORP/HONG KONG CD 4.2% 30MAR2026	22,000,000	21,957,228	0.72
SUMITOMO MITSUI BANKING CORP/HONG KONG CD 4.3% 5APR2028	30,000,000	30,012,741	0.98
UNITED OVERSEAS BANK LTD/HONG KONG CD 4.77% 3MAR2025	10,000,000	10,000,691	0.33
<b>Total certificates of deposit</b>		<u>243,369,042</u>	<u>7.96</u>
<i>Non-certificates of deposit</i>			
<i>Denominated in Hong Kong Dollar</i>			
AIA GROUP LTD 3.68% 16JAN2031	20,000,000	19,527,092	0.64
AIA GROUP LTD 3.78% 10SEP2029	50,000,000	49,582,395	1.62
AIRPORT AUTHORITY 2.3% 24APR2030	70,000,000	64,914,157	2.12
AIRPORT AUTHORITY 3.3% 8AUG2027	15,000,000	14,805,738	0.48
AIRPORT AUTHORITY 3.83% 9JUL2027	15,000,000	15,002,069	0.49
AUSNET SERVICES HOLDINGS PTY LTD 3.21% 28FEB2028	30,000,000	28,649,739	0.94
BANK OF COMMUNICATIONS CO LTD/HONG KONG 4.08% 1AUG2026	10,000,000	9,985,600	0.33
BMW FINANCE NV 3.59% 4OCT2029	20,000,000	19,256,140	0.63
BOC AVIATION LTD 3.6% 11FEB2026	36,000,000	35,699,112	1.17
CANADIAN IMPERIAL BANK OF COMMERCE 4.43% 16JUL2027	19,000,000	19,025,783	0.62
CAPITALAND ASCENDAS REIT 3.08% 17FEB2032	15,000,000	13,137,031	0.43

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Hong Kong Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Hong Kong Dollar (continued)</i>			
CAPITALAND ASCENDAS REIT 3.57% 20MAR2029	20,000,000	19,291,515	0.63
CITIGROUP INC 1.56% 1JUN2027	15,000,000	14,023,054	0.46
CK PROPERTY FINANCE MTN LTD 2.69% 1SEP2027	29,000,000	27,853,578	0.91
CK PROPERTY FINANCE MTN LTD 3.57% 5SEP2028	23,000,000	22,433,248	0.73
CLP POWER HONG KONG FINANCING LTD 3.22% 20MAR2030	76,000,000	72,358,969	2.37
CLP POWER HONG KONG FINANCING LTD 3.45% 1MAR2027	14,000,000	13,812,116	0.45
CLP POWER HONG KONG FINANCING LTD 3.97% 23MAR2026	12,000,000	11,979,720	0.39
CMT MTN PTE LTD 2.53% 1FEB2033	32,000,000	27,304,995	0.89
CORP ANDINA DE FOMENTO 2.89% 18MAR2026	31,000,000	30,449,130	1.00
CORP ANDINA DE FOMENTO 3.265% 24MAR2027	8,000,000	7,786,472	0.25
GPT RE LTD 5.4% 19OCT2033	10,000,000	10,592,092	0.35
HKCG FINANCE LTD 2.3% 17JUN2026	21,000,000	20,448,540	0.67
HKCG FINANCE LTD 2.7% 7FEB2030	28,000,000	26,023,681	0.85
HKCG FINANCE LTD 2.84% 17NOV2027	20,000,000	19,264,634	0.63
HKCG FINANCE LTD 2.85% 10NOV2025	20,000,000	19,785,156	0.65
HKCG FINANCE LTD 3.25% 11MAY2030	31,000,000	29,456,659	0.96
HKCG FINANCE LTD 3.6% 15AUG2029	10,000,000	9,749,357	0.32
HKCG FINANCE LTD 4.5% 13MAY2027	15,000,000	15,115,660	0.49
HKCG FINANCE LTD 4.85% 8AUG2039	10,000,000	10,419,331	0.34
HKCG FINANCE LTD 5% 12JAN2050	15,000,000	14,748,219	0.48
HONG KONG GOVERNMENT BOND 1.51% 24FEB2027	30,000,000	28,865,442	0.94
HONG KONG GOVERNMENT BOND 2.48% 28FEB2029	20,000,000	19,325,628	0.63
HONG KONG GOVERNMENT BOND PROGRAMME 2.02% 7MAR2034	40,000,000	34,787,552	1.14
HONG KONG GOVERNMENT BOND PROGRAMME 3.3% 26MAY2042	10,000,000	9,062,275	0.30
HONG KONG GOVERNMENT INFRASTRUCTURE BOND PROGRAMME 3.23% 5DEC2029	30,000,000	29,672,730	0.97
HONG KONG MORTGAGE CORP LTD/THE 2.45% 1MAR2029	35,000,000	33,083,841	1.08
HONG KONG MORTGAGE CORP LTD/THE 2.47% 15MAR2029	45,000,000	42,534,756	1.39
HONG KONG MORTGAGE CORP LTD/THE 2.98% 2APR2049	30,000,000	23,091,111	0.76
HONG KONG MORTGAGE CORP LTD/THE 3.2% 16OCT2028	49,000,000	47,792,640	1.56

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Hong Kong Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Hong Kong Dollar (continued)</i>			
HONG KONG MORTGAGE CORP LTD/THE 3.45% 17OCT2029	45,000,000	44,144,762	1.44
HONG KONG MORTGAGE CORP LTD/THE 3.55% 17OCT2026	30,000,000	29,780,055	0.97
HONG KONG MORTGAGE CORP LTD/THE 4.2% 28FEB2034	15,000,000	15,226,400	0.50
HONG KONG TREASURY BILL 0% 8JAN2025	20,000,000	19,988,846	0.65
HONGKONG ELECTRIC FINANCE LTD 2.55% 1AUG2028	11,000,000	10,365,336	0.34
HONGKONG ELECTRIC FINANCE LTD 3.4% 16JUL2027	22,000,000	21,594,118	0.71
HONGKONG ELECTRIC FINANCE LTD 3.84% 27JUN2029	21,000,000	20,938,500	0.68
HONGKONG ELECTRIC FINANCE LTD 3.95% 10MAY2030	25,000,000	24,673,250	0.81
HONGKONG LAND NOTES CO LTD/THE 4.68% 28MAY2034	20,000,000	19,958,100	0.65
HSBC BANK PLC 4.5% 7MAR2026	41,000,000	41,122,889	1.34
HSBC HOLDINGS PLC 1.55% 3JUN2027	95,000,000	87,910,150	2.88
HYUNDAI CAPITAL SERVICES INC 5% 6JUL2025	10,000,000	10,010,257	0.33
KOREA DEVELOPMENT BANK/HONG KONG 4.45% 27MAR2026	15,000,000	15,076,986	0.49
KOREA DEVELOPMENT BANK/THE 3.45% 10MAY2029	2,000,000	1,936,283	0.06
KOREA HYDRO & NUCLEAR POWER CO LTD 5.16% 6OCT2032	7,000,000	7,237,860	0.24
LINK FINANCE CAYMAN 2009 LTD/THE 2.18% 27OCT2038	22,500,000	16,663,952	0.55
LINK FINANCE CAYMAN 2009 LTD/THE 3.55% 28JUN2027	40,000,000	39,333,928	1.29
MERCEDES-BENZ FINANCE CANADA INC 4.16% 22NOV2027	15,000,000	14,982,300	0.49
METROPOLITAN LIFE GLOBAL FUNDING I 1.8% 14JAN2027	30,000,000	28,658,721	0.94
MTR CORP CI LTD 2.46% 20SEP2032	19,000,000	17,100,173	0.56
MTR CORP CI LTD 2.83% 6SEP2047	39,000,000	29,347,711	0.96
MTR CORP CI LTD 3% 9NOV2045	10,000,000	8,037,029	0.26
MTR CORP LTD 4.2% 30APR2031	20,000,000	20,275,000	0.66
MTR CORP LTD 4.5% 22FEB2025	40,000,000	40,011,200	1.31
MTR CORP LTD 4.7% 9MAR2025	47,000,000	47,012,220	1.54
NATIONAL AUSTRALIA BANK LTD 2.4% 18JUN2026	24,000,000	23,365,738	0.76
NATIONAL AUSTRALIA BANK LTD 3.185% 16MAR2028	20,000,000	19,305,924	0.63
NATIONAL AUSTRALIA BANK LTD 4.3% 12JUL2026	10,000,000	9,996,494	0.33
OPTUS FINANCE PTY LTD 4.635% 7JUN2033	10,000,000	10,052,905	0.33
PSA TREASURY PTE LTD 2.6597% 25FEB2031	15,000,000	13,683,313	0.45

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Hong Kong Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Hong Kong Dollar (continued)</i>			
PSA TREASURY PTE LTD 3.96% 20MAY2032	70,000,000	68,027,064	2.23
ROYAL BANK OF CANADA 4.5% 1FEB2028	10,000,000	10,006,932	0.33
ROYAL BANK OF CANADA 4.8% 23JUN2026	15,000,000	15,140,381	0.50
ROYAL BANK OF CANADA 4.885% 7JUL2026	15,000,000	15,158,166	0.50
ROYAL BANK OF CANADA 5.17% 9MAR2028	12,000,000	12,242,383	0.40
STANDARD CHARTERED BANK 3.5% 14OCT2027	45,000,000	44,454,726	1.45
STANDARD CHARTERED PLC 4.7% 21MAR2027	55,000,000	55,341,726	1.81
STANDARD CHARTERED PLC 4.75% 14JUN2026	50,000,000	50,024,825	1.64
STATE GRID OVERSEAS INVESTMENT BVI LTD 2.85% 17APR2029	26,000,000	24,458,294	0.80
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 3.12% 15FEB2026	45,000,000	44,440,380	1.45
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 3.38% 18JAN2029	27,500,000	26,508,944	0.87
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 3.88% 22NOV2028	20,000,000	19,640,748	0.64
SWIRE PACIFIC MTN FINANCING HK LTD 2.35% 25JAN2031	25,000,000	21,938,750	0.72
SWIRE PACIFIC MTN FINANCING HK LTD 2.55% 2MAR2027	15,000,000	14,443,833	0.47
SWIRE PROPERTIES MTN FINANCING LTD 2.45% 22JUN2028	10,000,000	9,402,819	0.31
SWIRE PROPERTIES MTN FINANCING LTD 3% 7APR2027	21,000,000	20,446,146	0.67
TOYOTA MOTOR FINANCE NETHERLANDS BV 4.77% 28MAY2026	20,000,000	20,127,016	0.66
TRUSTEE FOR GENERAL PROPERTY TRUST/THE 3.5% 23MAR2031	16,000,000	15,046,115	0.49
URBAN RENEWAL AUTHORITY 3.35% 27AUG2027	40,000,000	39,728,372	1.30
URBAN RENEWAL AUTHORITY 3.45% 27AUG2029	60,000,000	58,832,724	1.92
URBAN RENEWAL AUTHORITY 3.55% 27AUG2034	46,000,000	44,264,425	1.45
VICINITY CENTRES TRUST 3.63% 17MAY2028	30,000,000	29,040,599	0.95
VICTORIA POWER NETWORKS FINANCE PTY LTD 2.1% 16MAY2031	33,000,000	28,344,363	0.93
VICTORIA POWER NETWORKS FINANCE PTY LTD 3.29% 24FEB2027	30,000,000	29,269,323	0.96
		<u>2,404,816,411</u>	<u>78.66</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Hong Kong Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
AIA GROUP LTD 5.375% 5APR2034	2,500,000	19,303,538	0.63
AIA GROUP LTD 5.4% 30SEP2054	1,000,000	7,195,463	0.24
AIRPORT AUTHORITY 3.25% 12JAN2052	1,000,000	5,636,407	0.18
AUSTRALIA & NEW ZEALAND BANKING GROUP LTD 4.4% 19MAY2026	2,000,000	15,416,570	0.51
CHINA CINDA 2020 I MANAGEMENT LTD 5.375% 23JUL2027	2,000,000	15,576,658	0.51
HONG KONG GOVERNMENT INTERNATIONAL BOND 4.25% 24JUL2027	2,500,000	19,461,119	0.64
HONG KONG MORTGAGE CORP LTD/THE 4.125% 18OCT2027	2,000,000	15,405,286	0.50
HONGKONG ELECTRIC FINANCE LTD 1.875% 27AUG2030	1,500,000	9,878,706	0.32
HONGKONG ELECTRIC FINANCE LTD 2.875% 3MAY2026	3,000,000	22,718,306	0.74
INDONESIA GOVERNMENT INTERNATIONAL BOND 5.15% 10SEP2054	500,000	3,587,281	0.12
KOREA EXPRESSWAY CORP 5% 14MAY2027	1,000,000	7,832,145	0.26
KOREA GAS CORP 5% 8JUL2029	2,500,000	19,431,635	0.64
KOREA NATIONAL OIL CORP 5.25% 14NOV2026	1,500,000	11,728,836	0.38
KRATON CORP 5% 15JUL2027	2,000,000	15,592,862	0.51
LINK FINANCE CAYMAN 2009 LTD/THE 2.75% 19JAN2032	2,000,000	13,120,835	0.43
SP GROUP TREASURY PTE LTD 4.625% 21NOV2029	2,500,000	19,292,578	0.63
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 2.75% 13MAY2030	1,000,000	6,895,660	0.23
SWIRE PACIFIC MTN FINANCING HK LTD 5.125% 5JUL2029	3,000,000	23,458,832	0.77
UNITED STATES TREASURY NOTE/BOND 1.125% 15JAN2025	2,000,000	15,518,112	0.51
UNITED STATES TREASURY NOTE/BOND 3.875% 15AUG2034	4,000,000	29,379,597	0.96
UNITED STATES TREASURY NOTE/BOND 4.25% 15NOV2034	2,000,000	15,130,992	0.49
UNITED STATES TREASURY NOTE/BOND 4.375% 31JUL2026	3,000,000	23,342,317	0.76
WESTPAC BANKING CORP 5.618% 20NOV2035	1,500,000	11,446,459	0.37
		<u>346,350,194</u>	<u>11.33</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Hong Kong Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<b>Total non-certificates of deposit</b>		<u>2,751,166,605</u>	<u>89.99</u>
<b>Total listed/quoted debt instruments</b>		<u>2,994,535,647</u>	<u>97.95</u>
<b>Total investments</b>		2,994,535,647	97.95
<b>Other net assets</b>		<u>62,677,793</u>	<u>2.05</u>
<b>Total net asset value</b>		<u>3,057,213,440</u>	<u>100.00</u>
<b>Total cost of investments</b>		<u>3,100,771,574</u>	

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



PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Hong Kong Dollar Savings Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments</b>			
<i>Certificates of deposit</i>			
<i>Denominated in Hong Kong Dollar</i>			
INDUSTRIAL & COMMERCIAL BANK OF CHINA LTD/DUBAI DIFC CD 4.6% 30APR2025	15,000,000	15,009,934	0.48
SUMITOMO MITSUI BANKING CORP/HONG KONG CD 4.2% 30MAR2026	38,000,000	<u>37,926,120</u>	<u>1.23</u>
<b>Total certificates of deposit</b>		<u>52,936,054</u>	<u>1.71</u>
<i>Non-certificates of deposit</i>			
<i>Denominated in Hong Kong Dollar</i>			
AUSNET SERVICES HOLDINGS PTY LTD 3.084% 16MAR2026	13,000,000	12,744,999	0.41
AUSTRALIA & NEW ZEALAND BANKING GROUP LTD 4.74% 19MAY2025	5,000,000	5,005,472	0.16
CAPITALAND ASCENDAS REIT 3.66% 16MAY2025	35,000,000	34,876,257	1.13
CITIGROUP GLOBAL MARKETS HOLDINGS INC/UNITED STATES 4.5% 28MAR2026	15,000,000	15,034,539	0.49
CLP POWER HONG KONG FINANCING LTD 3.41% 4NOV2025	11,000,000	10,921,011	0.35
EMIRATES NBD BANK PJSC 5.33% 17MAR2025	39,000,000	39,048,177	1.26
EXPORT-IMPORT BANK OF KOREA 5% 1MAY2025	25,000,000	25,026,615	0.81
FIRST ABU DHABI BANK PJSC 1.45% 27APR2026	19,000,000	18,188,141	0.59
HKCG FINANCE LTD 4.5% 13MAY2027	60,000,000	60,462,642	1.95
HONG KONG MORTGAGE CORP LTD/THE 4.4% 17APR2026	50,000,000	50,231,480	1.62
HONG KONG MORTGAGE CORP LTD/THE 4.45% 25MAR2026	43,000,000	43,213,228	1.40
HONGKONG LAND NOTES CO LTD/THE 3.75% 25NOV2026	38,000,000	37,641,394	1.22
HSBC BANK PLC 4% 30JAN2026	40,000,000	39,916,616	1.29
HSBC BANK PLC 4.43% 23JAN2026	50,000,000	50,116,445	1.62
HSBC BANK PLC 4.57% 9FEB2026	70,000,000	70,262,976	2.27
HSBC BANK PLC 4.6% 19FEB2026	60,000,000	60,245,220	1.95
HYUNDAI CAPITAL SERVICES INC 4.72% 2APR2027	70,000,000	70,349,916	2.27
HYUNDAI CAPITAL SERVICES INC 5% 6JUL2025	14,000,000	14,014,360	0.45
INDUSTRIAL BANK OF KOREA 4% 11MAY2026	2,000,000	1,989,005	0.06
JPMORGAN CHASE BANK NA 4.4% 1FEB2026	43,000,000	42,844,890	1.39
JPMORGAN CHASE BANK NA 4.55% 6FEB2027	100,000,000	100,186,000	3.24
JPMORGAN CHASE BANK NA 4.75% 24APR2026	78,000,000	78,049,912	2.52

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Hong Kong Dollar Savings Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Hong Kong Dollar (continued)</i>			
JPMORGAN CHASE FINANCIAL CO LLC 4.1% 25AUG2025	30,000,000	29,875,569	0.97
KOREA DEVELOPMENT BANK/HONG KONG 4.42% 7MAR2026	50,000,000	50,054,005	1.62
KOREA DEVELOPMENT BANK/HONG KONG 4.45% 27MAR2026	65,000,000	65,333,606	2.11
KOREA DEVELOPMENT BANK/HONG KONG 4.64% 7MAY2026	60,000,000	60,425,748	1.95
KOREA DEVELOPMENT BANK/THE 0.74% 12SEP2025	11,000,000	10,731,771	0.35
KOREA DEVELOPMENT BANK/THE 4.62% 11SEP2026	16,000,000	16,082,978	0.52
LINK FINANCE CAYMAN 2009 LTD/THE 2.5% 8AUG2026	111,000,000	107,949,864	3.49
MTR CORP LTD 4.65% 8MAR2025	19,000,000	19,003,040	0.61
NATIONAL AUSTRALIA BANK LTD 4.28% 21FEB2025	35,000,000	34,977,233	1.13
NATIONAL AUSTRALIA BANK LTD 4.825% 7JUN2025	13,000,000	13,025,880	0.42
QNB FINANCE LTD 2.4% 25JAN2027	11,000,000	10,549,833	0.34
QNB FINANCE LTD 5.06% 20JUL2025	19,000,000	19,032,004	0.62
STANDARD CHARTERED PLC 4.7% 21MAR2027	175,000,000	176,087,310	5.69
STANDARD CHARTERED PLC 4.75% 14JUN2026	40,000,000	40,019,860	1.29
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 2.28% 25AUG2026	45,000,000	43,581,596	1.41
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 4.3% 23FEB2026	5,000,000	4,998,606	0.16
SWIRE PACIFIC MTN FINANCING HK LTD 3.75% 21APR2025	10,000,000	9,979,800	0.32
SWIRE PROPERTIES MTN FINANCING LTD 3% 6NOV2025	20,000,000	19,796,076	0.64
TOYOTA MOTOR FINANCE NETHERLANDS BV 4.48% 15DEC2026	10,000,000	10,022,290	0.32
TOYOTA MOTOR FINANCE NETHERLANDS BV 4.59% 23FEB2027	85,000,000	85,375,972	2.76
TOYOTA MOTOR FINANCE NETHERLANDS BV 4.77% 28MAY2026	115,000,000	115,730,342	3.74
UBS AG/LONDON 4.6% 25APR2026	53,000,000	53,301,082	1.72
UBS AG/LONDON 4.7% 10MAY2026	45,000,000	45,312,970	1.47
VICTORIA POWER NETWORKS FINANCE PTY LTD 1.18% 28SEP2025	4,000,000	3,907,745	0.13
VICTORIA POWER NETWORKS FINANCE PTY LTD 3.16% 26MAR2025	10,000,000	9,965,310	0.32
VOLKSWAGEN INTERNATIONAL FINANCE NV 4.86% 2JUN2025	45,000,000	44,945,897	1.45
WESTPAC BANKING CORP 5% 11AUG2025	30,000,000	30,112,416	0.97

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Hong Kong Dollar Savings Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Hong Kong Dollar (continued)</i>			
NATIONAL AUSTRALIA BANK LTD 4.3% 12JUL2026	15,000,000	14,994,741	0.49
HONGKONG LAND NOTES CO LTD/THE 4% 15FEB2027	4,000,000	3,977,593	0.13
CANADIAN IMPERIAL BANK OF COMMERCE 4.43% 16JUL2027	25,000,000	25,033,925	0.81
BANK OF COMMUNICATIONS CO LTD/HONG KONG 4.08% 1AUG2026	5,000,000	4,992,800	0.16
STANDARD CHARTERED BANK 3.5% 14OCT2027	95,000,000	93,848,866	3.03
SWIRE PROPERTIES MTN FINANCING LTD 2.65% 7JUN2027	14,000,000	13,480,303	0.44
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 2.7% 24AUG2027	2,000,000	1,918,111	0.06
SGSP AUSTRALIA ASSETS PTY LTD 3.33% 21MAY2027	13,000,000	12,643,322	0.41
STANDARD CHARTERED BANK 3.92% 7NOV2027	40,000,000	39,957,468	1.29
MERCEDES-BENZ FINANCE CANADA INC 4.16% 22NOV2027	60,000,000	59,929,200	1.94
ASB BANK LTD 4.18% 5DEC2025	17,000,000	17,013,306	0.55
PACIFIC LIFE GLOBAL FUNDING II 3.4% 3MAY2027	42,000,000	41,282,900	1.34
CAPITALAND ASCENDAS REIT 3% 4FEB2026	15,000,000	14,750,616	0.48
HSBC HOLDINGS PLC 1.55% 3JUN2027	4,000,000	3,701,480	0.12
METROPOLITAN LIFE GLOBAL FUNDING I 1.8% 14JAN2027	15,000,000	14,329,360	0.46
TOYOTA MOTOR FINANCE NETHERLANDS BV 4.09% 9SEP2025	11,000,000	10,970,384	0.36
URBAN RENEWAL AUTHORITY 3.35% 27AUG2027	25,000,000	24,830,233	0.80
HONG KONG MORTGAGE CORP LTD/THE 3.55% 17OCT2026	58,000,000	57,574,773	1.86
		<u>2,465,777,479</u>	<u>79.70</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Hong Kong Dollar Savings Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in United States Dollar</i>			
HONGKONG ELECTRIC FINANCE LTD 2.875% 3MAY2026	1,800,000	13,630,983	0.44
KOREA NATIONAL OIL CORP 5.25% 14NOV2026	9,220,000	72,093,246	2.33
KOREA SOUTHERN POWER CO LTD 5.375% 21SEP2026	15,100,000	118,034,172	3.81
CK HUTCHISON INTERNATIONAL 17 LTD 3.5% 5APR2027	500,000	3,783,309	0.12
HYUNDAI CAPITAL SERVICES INC 5.125% 5FEB2027	5,201,000	40,494,228	1.31
KOREA NATIONAL OIL CORP 4.875% 3APR2027	8,700,000	67,728,905	2.19
HONG KONG MORTGAGE CORP LTD/THE 4.125% 18OCT2027	2,000,000	15,405,286	0.50
KOREA ELECTRIC POWER CORP 5.375% 31JUL2026	4,300,000	33,677,568	1.09
KOREA ELECTRIC POWER CORP 4.875% 31JAN2027	5,200,000	40,487,728	1.31
		<u>405,335,425</u>	<u>13.10</u>
<b>Total non-certificates of deposit</b>		<u>2,871,112,904</u>	<u>92.80</u>
<b>Total listed/quoted debt instruments</b>		<u>2,924,048,958</u>	<u>94.51</u>
<b>Total investments</b>		2,924,048,958	94.51
<b>Other net assets</b>		<u>169,720,021</u>	<u>5.49</u>
<b>Total net asset value</b>		<u><u>3,093,768,979</u></u>	<u><u>100.00</u></u>
<b>Total cost of investments</b>		<u><u>2,916,316,308</u></u>	

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

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Hong Kong Equity Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares</b>			
<i>China</i>			
ANKER INNOVATIONS TECHNOLO-A	647,031	66,845,929	0.52
CHINA RAILWAY GROUP LTD-A	9,819,200	66,389,450	0.51
CHONGQING BAIYA SANITARY P-A	2,815,500	71,467,384	0.55
CONTEMPORARY AMPEREX TECHN-A	304,080	85,583,807	0.66
GUANGDONG HAID GROUP CO-A	216,961	11,260,114	0.09
HUATAI SECURITIES CO LTD-A	2,239,752	41,685,775	0.32
LUXSHARE PRECISION INDUSTR-A	633,259	27,311,003	0.21
NARI TECHNOLOGY CO LTD-A	941,548	25,125,207	0.20
NAURA TECHNOLOGY GROUP CO-A	86,100	35,620,664	0.28
NINGBO ORIENT WIRES & CABL-A	228,000	12,677,385	0.10
QINGDAO SENTURY TIRE CO LT-A	401,700	10,481,345	0.08
QINGDAO TGOOD ELECTRIC-A	3,770,251	87,564,263	0.68
SHANGHAI TUNNEL ENGINEERIN-A	1,386,100	10,544,975	0.08
SINOTRANS LIMITED-A	4,834,783	27,368,619	0.21
YUNNAN ALUMINIUM CO LTD-A	848,000	12,139,918	0.09
		<u>592,065,838</u>	<u>4.58</u>
<i>Hong Kong</i>			
3SBIO INC	4,603,000	27,986,240	0.22
AGRICULTURAL BANK OF CHINA-H	26,387,000	116,894,410	0.90
AIA GROUP LTD	11,385,400	640,998,020	4.96
ALIBABA GROUP HOLDING LTD	9,965,100	821,124,240	6.35
ANHUI CONCH CEMENT CO LTD-H	2,049,500	40,744,060	0.32
ANTA SPORTS PRODUCTS LTD	165,400	12,876,390	0.10
ASMPT LTD	201,300	15,077,370	0.12
BAIDU INC-CLASS A	366,750	30,330,225	0.23
BANK OF CHINA LTD-H	90,315,000	358,550,550	2.77
BOC HONG KONG HOLDINGS LTD	4,125,500	102,931,225	0.80
BOSIDENG INTL HLDGS LTD	20,956,000	81,309,280	0.63
BYD CO LTD-H	1,296,000	345,513,600	2.67
CHINA CITIC BANK CORP LTD-H	3,959,000	21,259,830	0.16
CHINA CONSTRUCTION BANK-H	68,241,570	442,205,374	3.42

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Hong Kong Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>Hong Kong (continued)</i>			
CHINA MENGNIU DAIRY CO	5,119,000	89,889,640	0.70
CHINA MERCHANTS BANK-H	3,986,500	159,460,000	1.23
CHINA NATIONAL BUILDING MA-H	21,434,000	75,876,360	0.59
CHINA OVERSEAS LAND & INVEST	3,612,000	44,788,800	0.35
CHINA PACIFIC INSURANCE GR-H	5,486,200	138,252,240	1.07
CHINA PETROLEUM & CHEMICAL-H	30,320,000	134,924,000	1.04
CHINA RAILWAY GROUP LTD-H	18,352,000	72,673,920	0.56
CHINA RESOURCES LAND LTD	3,507,500	79,094,125	0.61
CHINA RESOURCES MIXC LIFESTY	1,502,000	43,407,800	0.34
CHINA RESOURCES POWER HOLDIN	2,746,000	51,844,480	0.40
CHINA TOWER CORP LTD-H	104,698,000	117,261,760	0.91
CITIC LTD	7,893,000	72,694,530	0.56
CK HUTCHISON HOLDINGS LTD	1,690,000	70,135,000	0.54
CLP HOLDINGS LTD	1,096,500	71,601,450	0.55
CNOOC LTD	389,000	7,437,680	0.06
ENN ENERGY HOLDINGS LTD	2,284,700	127,600,495	0.99
FAR EAST HORIZON LTD	1,305,000	7,399,350	0.06
FUYAO GLASS INDUSTRY GROUP-H	593,200	33,189,540	0.26
GEELY AUTOMOBILE HOLDINGS LT	5,625,000	83,362,500	0.64
GUSHENGTANG HOLDINGS LTD	985,100	33,296,380	0.26
HAIER SMART HOME CO LTD-H	3,593,200	98,813,000	0.76
HANSOH PHARMACEUTICAL GROUP	6,671,000	115,274,880	0.89
HONG KONG EXCHANGES & CLEAR	927,700	273,485,960	2.12
HSBC HOLDINGS PLC	15,509,200	1,175,597,360	9.09
HUATAI SECURITIES CO LTD-H	8,403,600	110,255,232	0.85
IND & COMM BK OF CHINA-H	25,917,000	135,027,570	1.04
JD LOGISTICS INC	11,703,500	149,804,800	1.16
JD.COM INC-CLASS A	3,579,950	486,873,200	3.77
KERRY PROPERTIES LTD	1,282,500	19,955,700	0.15
KUNLUN ENERGY CO LTD	6,230,000	52,332,000	0.40
LENOVO GROUP LTD	13,896,000	140,071,680	1.08
LINK REIT	4,964,500	163,083,825	1.26
MEITUAN-CLASS B	4,105,833	622,854,866	4.82
MIDEA GROUP CO LTD	628,000	47,445,400	0.37
NETEASE INC	674,100	93,295,440	0.72
NEW HORIZON HEALTH LTD	2,282,000	14,376,600	0.11

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Hong Kong Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>Hong Kong (continued)</i>			
PEOPLE'S INSURANCE CO GROU-H	19,316,000	74,752,920	0.58
PETROCHINA CO LTD-H	13,740,000	83,951,400	0.65
PICC PROPERTY & CASUALTY-H	5,010,000	61,422,600	0.47
PING AN INSURANCE GROUP CO-H	3,696,500	170,223,825	1.32
POP MART INTERNATIONAL GROUP	851,400	76,328,010	0.59
SAMSONITE INTERNATIONAL SA	750,300	16,206,480	0.13
SANDS CHINA LTD	4,835,200	101,055,680	0.78
SEMICONDUCTOR MANUFACTURING	500,000	15,900,000	0.12
SIMCERE PHARMACEUTICAL GROUP	10,580,000	75,118,000	0.58
SINOTRANS LIMITED-H	7,713,000	28,306,710	0.22
SUN HUNG KAI PROPERTIES	2,734,359	204,119,899	1.58
TECHTRONIC INDUSTRIES CO LTD	669,000	68,572,500	0.53
TENCENT HOLDINGS LTD	2,951,835	1,230,915,195	9.52
TINGYI (CAYMAN ISLN) HLDG CO	2,523,000	25,532,760	0.20
TRIP.COM GROUP LTD	546,950	295,353,000	2.28
WH GROUP LTD	12,516,000	75,221,160	0.58
WUXI APPTec CO LTD-H	257,700	14,560,050	0.11
XIAOMI CORP-CLASS B	13,241,200	456,821,400	3.53
XPENG INC - CLASS A SHARES	1,519,063	70,864,289	0.55
ZAI LAB LTD	5,126,000	107,133,400	0.83
ZHUZHOU CRRC TIMES ELECTRI-H	1,465,500	48,068,400	0.37
ZIJIN MINING GROUP CO LTD-H	7,452,000	105,371,280	0.81
ZOOMLION HEAVY INDUSTRY - H	5,040,000	28,728,000	0.22
		<u>11,705,065,335</u>	<u>90.51</u>
<i>Singapore</i>			
DFI RETAIL GRP HLD-SING REG	576,000	<u>10,335,731</u>	<u>0.08</u>
<i>United States</i>			
PDD HOLDINGS INC	115,990	87,388,492	0.68
TENCENT MUSIC ENTERTAINM-ADR	1,041,755	91,847,680	0.71
YUM CHINA HOLDINGS INC	542,870	<u>203,138,306</u>	<u>1.57</u>
		<u>382,374,478</u>	<u>2.96</u>
<b>Total listed shares</b>		<u>12,689,841,382</u>	<u>98.13</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Hong Kong Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Delisted Shares</b>			
<i>Hong Kong</i>			
MOULIN GLOBAL EYECARE HOLDIN ORD	514,000	-	-
<b>Total delisted shares</b>		-	-
<b>Total investments</b>		12,689,841,382	98.13
<b>Other net assets</b>		241,942,808	1.87
<b>Total net asset value</b>		<u>12,931,784,190</u>	<u>100.00</u>
<b>Total cost of investments</b>		<u>11,665,800,531</u>	

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



# PRINCIPAL LIFE STYLE FUND

## INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

### Principal International Bond Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments</b>			
<i>Non-certificates of deposit</i>			
<i>Denominated in Australian Dollar</i>			
ASIAN DEVELOPMENT BANK 4.35% 17JAN2029	10,000,000	48,207,840	0.74
AUSTRALIA GOVERNMENT BOND 1.75% 21JUN2051	13,000,000	33,629,723	0.52
AUSTRALIA GOVERNMENT BOND 2.75% 21MAY2041	500,000	1,876,847	0.03
AUSTRALIA GOVERNMENT BOND 3% 21NOV2033	18,000,000	78,097,913	1.20
AUSTRALIA GOVERNMENT BOND 3.25% 21APR2029	14,500,000	67,958,463	1.05
AUSTRALIA GOVERNMENT BOND 3.75% 21MAY2034	18,200,000	83,520,908	1.29
AUSTRALIA GOVERNMENT BOND 4.25% 21APR2026	100,000	482,766	0.01
AUSTRALIA GOVERNMENT BOND 4.25% 21JUN2034	4,500,000	21,440,090	0.33
CLIFFORD CAPITAL PTE LTD 4.753% 31AUG2028	10,300,000	50,270,330	0.77
INTERNATIONAL FINANCE CORP 4.6% 19OCT2028	5,000,000	24,380,949	0.38
KREDITANSTALT FUER WIEDERAUFBAU 4.2% 8FEB2029	5,000,000	23,988,492	0.37
		<u>433,854,321</u>	<u>6.69</u>
<i>Denominated in British Pound</i>			
ANHEUSER-BUSCH INBEV SA/NV 4% 24SEP2025	1,750,000	16,912,323	0.26
ASIAN DEVELOPMENT BANK 1.375% 7MAR2025	100,000	966,302	0.01
BAT INTERNATIONAL FINANCE PLC 6% 24NOV2034	1,500,000	14,683,503	0.23
UNITED KINGDOM GILT 0.125% 30JAN2026	100,000	933,773	0.01
UNITED KINGDOM GILT 1.75% 22JAN2049	500,000	2,639,677	0.04
UNITED KINGDOM GILT 3.25% 22JAN2044	4,500,000	34,101,725	0.53
UNITED KINGDOM GILT 3.25% 31JAN2033	18,000,000	160,394,971	2.47
UNITED KINGDOM GILT 3.75% 22OCT2053	14,000,000	108,011,547	1.66
UNITED KINGDOM GILT 4.125% 22JUL2029	9,100,000	87,681,232	1.35
UNITED KINGDOM GILT 4.25% 7DEC2046	4,500,000	38,861,646	0.60
UNITED KINGDOM GILT 4.625% 31JAN2034	7,500,000	73,296,541	1.13
		<u>538,483,240</u>	<u>8.29</u>
<i>Denominated in Canadian Dollar</i>			
CANADIAN GOVERNMENT BOND 1.75% 1DEC2053	100,000	382,644	0.01
CANADIAN GOVERNMENT BOND 3.25% 1DEC2033	1,000,000	5,424,442	0.08
CANADIAN GOVERNMENT BOND 3.25% 1DEC2034	17,500,000	94,681,319	1.46
CANADIAN GOVERNMENT BOND 3.25% 1NOV2026	500,000	2,715,667	0.04
CANADIAN GOVERNMENT BOND 3.5% 1MAR2028	500,000	2,749,071	0.04
CANADIAN GOVERNMENT BOND 4% 1JUN2041	100,000	587,562	0.01
CITY OF WINNIPEG CANADA 5.9% 2FEB2029	125,000	742,883	0.01
PROVINCE OF BRITISH COLUMBIA CANADA 5.7% 18JUN2029	275,000	1,640,858	0.03

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Canadian Dollar (continued)</i>			
PROVINCE OF ONTARIO CANADA 2.9% 2DEC2046	2,600,000	11,374,776	0.17
PROVINCE OF QUEBEC CANADA 3.5% 1DEC2045	750,000	3,619,284	0.06
		<u>123,918,506</u>	<u>1.91</u>
<i>Denominated in Czech Koruna</i>			
CZECH REPUBLIC GOVERNMENT BOND 4.9% 14APR2034	50,000,000	16,860,489	0.26
		<u>16,860,489</u>	<u>0.26</u>
<i>Denominated in Danish Krone</i>			
DENMARK GOVERNMENT BOND 0.5% 15NOV2027	6,250,000	6,502,252	0.10
DENMARK GOVERNMENT BOND 1.75% 15NOV2025	5,525,000	5,950,145	0.09
DENMARK GOVERNMENT BOND 4.5% 15NOV2039	500,000	686,355	0.01
		<u>13,138,752</u>	<u>0.20</u>
<i>Denominated in Euro</i>			
AIB GROUP PLC 4.625% 23JUL2029	5,000,000	42,272,916	0.65
AIB GROUP PLC 5.25% 23OCT2031	3,000,000	26,503,729	0.41
AT&T INC 3.15% 4SEP2036	1,000,000	7,649,529	0.12
BANK OF AMERICA CORP 1.776% 4MAY2027	2,000,000	15,847,283	0.24
BUNDES OblIGATION 2.1% 12APR2029	6,800,000	54,657,441	0.84
BUNDES OblIGATION 2.5% 11OCT2029	2,500,000	20,419,072	0.31
BUNDESREPUBLIK DEUTSCHLAND BUNDESANLEIHE 1% 15MAY2038	17,000,000	112,971,403	1.74
BUNDESREPUBLIK DEUTSCHLAND BUNDESANLEIHE 1.25% 15AUG2048	10,000,000	61,860,698	0.95
BUNDESREPUBLIK DEUTSCHLAND BUNDESANLEIHE 1.8% 15AUG2053	4,500,000	30,493,393	0.47
BUNDESREPUBLIK DEUTSCHLAND BUNDESANLEIHE 2.2% 15FEB2034	18,000,000	143,210,465	2.21
BUNDESREPUBLIK DEUTSCHLAND BUNDESANLEIHE 2.6% 15AUG2033	100,000	822,773	0.01
FINLAND GOVERNMENT BOND 3% 15SEP2034	4,500,000	36,718,008	0.57
FRENCH REPUBLIC GOVERNMENT BOND OAT 0% 25NOV2029	200,000	1,415,646	0.02
FRENCH REPUBLIC GOVERNMENT BOND OAT 2% 25NOV2032	6,000,000	44,866,749	0.69

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Euro (continued)</i>			
FRENCH REPUBLIC GOVERNMENT BOND OAT 3.25% 25MAY2055	9,500,000	69,862,708	1.08
IRELAND GOVERNMENT BOND 2% 18FEB2045	150,000	1,037,143	0.02
ITALY BUONI POLIENNALI DEL TESORO 0% 1APR2026	500,000	3,910,454	0.06
ITALY BUONI POLIENNALI DEL TESORO 1.8% 1MAR2041	100,000	607,447	0.01
ITALY BUONI POLIENNALI DEL TESORO 3.25% 1SEP2046	500,000	3,620,504	0.06
ITALY BUONI POLIENNALI DEL TESORO 4.3% 1OCT2054	9,000,000	74,141,620	1.14
ITALY BUONI POLIENNALI DEL TESORO 4.35% 1NOV2033	500,000	4,327,520	0.07
KINGDOM OF BELGIUM GOVERNMENT BOND 0.35% 22JUN2032	500,000	3,368,387	0.05
KINGDOM OF BELGIUM GOVERNMENT BOND 0.4% 22JUN2040	200,000	1,051,044	0.02
KINGDOM OF BELGIUM GOVERNMENT BOND 1.4% 22JUN2053	100,000	503,768	0.01
KINGDOM OF BELGIUM GOVERNMENT BOND 2.85% 22OCT2034	200,000	1,591,097	0.02
KINGDOM OF BELGIUM GOVERNMENT BOND 3% 22JUN2033	500,000	4,061,320	0.06
NATIONWIDE BUILDING SOCIETY 1.5% 8MAR2026	2,200,000	17,655,992	0.27
PORTUGAL OBRIGACOES DO TESOURO OT 3.625% 12JUN2054	100,000	829,372	0.01
REPUBLIC OF AUSTRIA GOVERNMENT BOND 0% 20OCT2040	200,000	1,010,138	0.02
REPUBLIC OF AUSTRIA GOVERNMENT BOND 0.9% 20FEB2032	200,000	1,428,532	0.02
SOUTHERN POWER CO 1.85% 20JUN2026	2,000,000	15,906,050	0.24
SPAIN GOVERNMENT BOND 0.1% 30APR2031	2,000,000	13,682,364	0.21
SPAIN GOVERNMENT BOND 1% 31OCT2050	200,000	918,290	0.01
SPAIN GOVERNMENT BOND 1.2% 31OCT2040	200,000	1,171,773	0.02
SPAIN GOVERNMENT BOND 1.6% 30APR2025	100,000	801,487	0.01
SPAIN GOVERNMENT BOND 1.9% 31OCT2052	200,000	1,125,689	0.02
SPAIN GOVERNMENT BOND 3.45% 30JUL2043	2,000,000	15,869,033	0.24
SPAIN GOVERNMENT BOND 3.45% 31OCT2034	3,500,000	29,057,006	0.45
SPAIN GOVERNMENT BOND 3.55% 31OCT2033	3,000,000	25,193,697	0.39
SPAIN GOVERNMENT BOND 3.9% 30JUL2039	500,000	4,254,379	0.07
SPAIN GOVERNMENT BOND 4% 31OCT2054	3,500,000	29,664,436	0.46
		<u>926,360,355</u>	<u>14.27</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Hungarian Forint</i>			
HUNGARY GOVERNMENT BOND 2.25% 20APR2033	500,000,000	7,145,151	0.11
HUNGARY GOVERNMENT BOND 2.25% 22JUN2034	450,000,000	6,236,560	0.10
HUNGARY GOVERNMENT BOND 3.25% 22OCT2031	100,000,000	1,634,647	0.02
HUNGARY GOVERNMENT BOND 4.75% 24NOV2032	200,000,000	3,474,751	0.05
HUNGARY GOVERNMENT BOND 7% 24OCT2035	700,000,000	14,085,867	0.22
		<u>32,576,976</u>	<u>0.50</u>
<i>Denominated in Indian Rupee</i>			
ASIAN INFRASTRUCTURE INVESTMENT BANK/THE 5.75% 25JAN2027	500,000,000	44,230,739	0.68
EUROPEAN BANK FOR RECONSTRUCTION & DEVELOPMENT 6.3% 26OCT2027	500,000,000	44,394,591	0.68
INTER-AMERICAN DEVELOPMENT BANK 7% 25JAN2029	500,000,000	45,523,638	0.70
INTER-AMERICAN DEVELOPMENT BANK 7.05% 8APR2029	500,000,000	45,802,632	0.71
INTERNATIONAL BANK FOR RECONSTRUCTION & DEVELOPMENT 6.75% 13JUL2029	500,000,000	44,498,392	0.69
INTERNATIONAL BANK FOR RECONSTRUCTION & DEVELOPMENT 7.05% 22JUL2029	500,000,000	45,123,785	0.69
		<u>269,573,777</u>	<u>4.15</u>
<i>Denominated in Japanese Yen</i>			
BARCLAYS PLC 0.654% 9JUN2027	700,000,000	34,233,533	0.53
BERKSHIRE HATHAWAY INC 0.955% 27NOV2026	1,000,000,000	49,127,514	0.76
BERKSHIRE HATHAWAY INC 0.974% 23APR2027	1,500,000,000	74,011,716	1.14
BERKSHIRE HATHAWAY INC 1.135% 20APR2028	500,000,000	24,493,584	0.38
BNP PARIBAS SA 1.087% 2MAR2027	200,000,000	9,790,061	0.15
CITIGROUP INC 2.36% 16SEP2025	100,000,000	4,982,205	0.08

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Japanese Yen (continued)</i>			
CITIGROUP INC 2.4% 31OCT2025	290,000,000	14,471,790	0.22
CREDIT AGRICOLE SA 0.839% 9JUN2027	400,000,000	19,486,731	0.30
HSBC HOLDINGS PLC 1.207% 25SEP2026	200,000,000	9,858,263	0.15
INDONESIA GOVERNMENT INTERNATIONAL BOND 0.74% 26MAY2026	400,000,000	19,686,500	0.30
INDONESIA GOVERNMENT INTERNATIONAL BOND 0.99% 27MAY2027	700,000,000	34,458,007	0.53
JAPAN GOVERNMENT FORTY YEAR BOND 0.5% 20MAR2059	2,700,000,000	76,356,466	1.18
JAPAN GOVERNMENT FORTY YEAR BOND 0.8% 20MAR2058	900,000,000	29,080,742	0.45
JAPAN GOVERNMENT TEN YEAR BOND 0.1% 20JUN2031	50,000,000	2,362,612	0.04
JAPAN GOVERNMENT TEN YEAR BOND 0.1% 20SEP2028	50,000,000	2,420,813	0.04
JAPAN GOVERNMENT THIRTY YEAR BOND 0.4% 20SEP2049	900,000,000	30,169,274	0.46
JAPAN GOVERNMENT TWENTY YEAR BOND 0.3% 20SEP2039	650,000,000	26,920,015	0.41
JAPAN GOVERNMENT TWENTY YEAR BOND 1.1% 20SEP2042	1,400,000,000	62,318,200	0.96
JAPAN GOVERNMENT TWENTY YEAR BOND 1.4% 20SEP2034	1,500,000,000	76,315,837	1.17
METLIFE INC 1.415% 7MAR2031	1,000,000,000	48,433,503	0.75
REPUBLIC OF KOREA 0.475% 14SEP2026	500,000,000	24,594,971	0.38
		<u>673,572,337</u>	<u>10.38</u>
<i>Denominated in Malaysian Ringgit</i>			
MALAYSIA GOVERNMENT BOND 2.632% 15APR2031	20,000,000	32,521,760	0.50
MALAYSIA GOVERNMENT BOND 3.844% 15APR2033	20,000,000	34,759,480	0.53
MALAYSIA GOVERNMENT BOND 3.885% 15AUG2029	25,000,000	43,877,779	0.68
		<u>111,159,019</u>	<u>1.71</u>
<i>Denominated in Mexican Dollar</i>			
MEXICAN BONOS 7% 3SEP2026	850,000	30,377,144	0.47
MEXICAN BONOS 7.5% 26MAY2033	2,800,000	88,379,328	1.36

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Mexican Dollar (continued)</i>			
MEXICAN BONOS 7.75% 23NOV2034	3,600,000	112,229,146	1.73
MEXICAN BONOS 7.75% 29MAY2031	1,400,000	46,574,153	0.72
MEXICAN BONOS 8% 31JUL2053	2,400,000	67,759,438	1.04
MEXICAN BONOS 8.5% 1MAR2029	1,000,000	<u>35,339,567</u>	<u>0.55</u>
		<u>380,658,776</u>	<u>5.87</u>
<i>Denominated in New Zealand Dollar</i>			
NEW ZEALAND GOVERNMENT BOND 2.75% 15APR2025	500,000	2,167,839	0.03
NEW ZEALAND GOVERNMENT BOND 2.75% 15APR2037	8,500,000	30,327,871	0.47
NEW ZEALAND GOVERNMENT BOND 2.75% 15MAY2051	9,000,000	25,895,515	0.40
NEW ZEALAND GOVERNMENT BOND 4.25% 15MAY2034	25,000,000	107,350,714	1.65
NEW ZEALAND GOVERNMENT BOND 5% 15MAY2054	15,000,000	<u>64,104,918</u>	<u>0.99</u>
		<u>229,846,857</u>	<u>3.54</u>
<i>Denominated in Norwegian Krone</i>			
NORWAY GOVERNMENT BOND 1.5% 19FEB2026	50,000,000	33,247,331	0.51
NORWAY GOVERNMENT BOND 2.125% 18MAY2032	50,000,000	30,449,932	0.47
NORWAY GOVERNMENT BOND 3% 15AUG2033	75,000,000	48,118,894	0.74
NORWAY GOVERNMENT BOND 3.625% 13APR2034	100,000,000	<u>67,119,554</u>	<u>1.04</u>
		<u>178,935,711</u>	<u>2.76</u>
<i>Denominated in Polish Zloty</i>			
REPUBLIC OF POLAND GOVERNMENT BOND 1.75% 25APR2032	1,000,000	1,443,938	0.02
REPUBLIC OF POLAND GOVERNMENT BOND 6% 25OCT2033	5,000,000	9,517,583	0.15
REPUBLIC OF POLAND GOVERNMENT BOND 7.5% 25JUL2028	10,000,000	<u>20,066,729</u>	<u>0.31</u>
		<u>31,028,250</u>	<u>0.48</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Romanian Leu</i>			
ROMANIA GOVERNMENT BOND 4.15% 26JAN2028	1,000,000	1,477,203	0.02
ROMANIA GOVERNMENT BOND 4.75% 11OCT2034	9,000,000	11,911,853	0.19
		<u>13,389,056</u>	<u>0.21</u>
<i>Denominated in Rupiah</i>			
INDONESIA TREASURY BOND 6.625% 15FEB2034	100,000,000,000	46,927,373	0.72
INDONESIA TREASURY BOND 6.75% 15JUL2035	100,000,000,000	47,308,530	0.73
INDONESIA TREASURY BOND 6.875% 15APR2029	100,000,000,000	47,987,696	0.74
INDONESIA TREASURY BOND 7.125% 15JUN2038	100,000,000,000	48,289,335	0.75
		<u>190,512,934</u>	<u>2.94</u>
<i>Denominated in Singapore Dollar</i>			
BANCO SANTANDER SA 3.6% 23OCT2030	7,000,000	39,588,058	0.61
SINGAPORE GOVERNMENT BOND 3.375% 1SEP2033	200,000	1,182,611	0.02
		<u>40,770,669</u>	<u>0.63</u>
<i>Denominated in United States Dollar</i>			
ABBOTT LABORATORIES 4.9% 30NOV2046	265,000	1,921,474	0.03
AERCAP IRELAND CAPITAL DAC / AERCAP GLOBAL AVIATION TRUST 3.3% 30JAN2032	2,500,000	16,920,924	0.26
AIB GROUP PLC 5.871% 28MAR2035	3,000,000	23,303,651	0.36
ANHEUSER-BUSCH COS LLC / ANHEUSER-BUSCH INBEV WORLDWIDE INC 4.9% 1FEB2046	250,000	1,765,980	0.03
ANHEUSER-BUSCH INBEV WORLDWIDE INC 5.55% 23JAN2049	410,000	3,132,758	0.05
APPLE INC 3.2% 13MAY2025	60,000	463,988	0.01
ARCH CAPITAL FINANCE LLC 4.011% 15DEC2026	590,000	4,528,713	0.07
ARCH CAPITAL FINANCE LLC 5.031% 15DEC2046	115,000	800,252	0.01
AT&T INC 3.65% 1JUN2051	2,000,000	10,971,875	0.17
AT&T INC 4.5% 9MAR2048	3,000,000	19,244,484	0.30
BAE SYSTEMS PLC 5.3% 26MAR2034	1,000,000	7,745,632	0.12
BANK OF AMERICA CORP 3.974% 7FEB2030	1,115,000	8,300,357	0.13
BANK OF AMERICA CORP 4.25% 22OCT2026	670,000	5,159,870	0.08
BANK OF AMERICA CORP 4.271% 23JUL2029	555,000	4,200,311	0.06
BANK OF AMERICA CORP 5.819% 15SEP2029	1,500,000	11,939,637	0.18
BANK OF IRELAND GROUP PLC 5.601% 20MAR2030	500,000	3,920,852	0.06

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
BAT CAPITAL CORP 7.079% 2AUG2043	3,000,000	25,177,386	0.39
BECTON DICKINSON & CO 3.7% 6JUN2027	180,000	1,365,147	0.02
BECTON DICKINSON & CO 4.685% 15DEC2044	412,000	2,766,918	0.04
BOSTON SCIENTIFIC CORP 4.7% 1MAR2049	66,000	450,177	0.01
BROADCOM INC 3.469% 15APR2034	2,000,000	13,464,356	0.21
CAIXABANK SA 6.037% 15JUN2035	5,000,000	39,157,811	0.60
CAIXABANK SA 6.684% 13SEP2027	4,200,000	33,482,818	0.52
CAIXABANK SA 6.84% 13SEP2034	500,000	4,123,998	0.06
CF INDUSTRIES INC 4.95% 1JUN2043	1,567,000	10,724,886	0.17
CF INDUSTRIES INC 5.375% 15MAR2044	1,500,000	10,830,712	0.17
CMS ENERGY CORP 3% 15MAY2026	155,000	1,175,281	0.02
CMS ENERGY CORP 4.875% 1MAR2044	375,000	2,592,018	0.04
COMCAST CORP 3.95% 15OCT2025	115,000	888,671	0.01
DTE ENERGY CO 3.4% 15JUN2029	355,000	2,579,497	0.04
ELI LILLY & CO 3.375% 15MAR2029	43,000	318,108	0.00
ENERGY TRANSFER LP 4.95% 15JAN2043	200,000	1,337,204	0.02
ENERGY TRANSFER LP 5.35% 15MAY2045	2,000,000	13,969,222	0.22
ENERGY TRANSFER LP 6.5% 1FEB2042	2,500,000	20,110,947	0.31
GINNIE MAE II POOL 3.5% 20OCT2046	889,574	6,257,623	0.10
GINNIE MAE II POOL 3.5% 20SEP2046	668,075	4,641,294	0.07
HUNTINGTON BANCSHARES INC/OH 5.709% 2FEB2035	10,000,000	77,528,615	1.19
KEYCORP 6.401% 6MAR2035	3,000,000	24,254,895	0.37
LAM RESEARCH CORP 4.875% 15MAR2049	290,000	2,022,226	0.03
MARKEL GROUP INC 5% 5APR2046	1,410,000	9,578,590	0.15
MARVELL TECHNOLOGY INC 5.95% 15SEP2033	5,000,000	40,324,323	0.62
MIZUHO FINANCIAL GROUP INC 5.579% 26MAY2035	500,000	3,931,149	0.06
MORGAN STANLEY 0.985% 10DEC2026	17,500,000	131,091,014	2.02
MORGAN STANLEY 5.597% 24MAR2051	225,000	1,728,558	0.03
NATIONAL AUSTRALIA BANK LTD 2.332% 21AUG2030	4,160,000	27,484,573	0.42
PROVINCE OF QUEBEC CANADA 1.35% 28MAY2030	8,300,000	54,305,408	0.84
PRUDENTIAL FUNDING ASIA PLC 2.95% 3NOV2033	3,300,000	23,311,790	0.36
SAUDI ARABIAN OIL CO 5.75% 17JUL2054	20,000,000	145,289,978	2.24
STEEL DYNAMICS INC 2.4% 15JUN2025	4,235,000	32,508,068	0.50
TAKE-TWO INTERACTIVE SOFTWARE INC 5% 28MAR2026	5,000,000	38,941,740	0.60
UBS GROUP AG 1.364% 30JAN2027	5,218,000	38,983,507	0.60
UNITED STATES TREASURY INFLATION INDEXED BONDS 1.375% 15FEB2044	12,189,510	78,748,697	1.21
UNITED STATES TREASURY INFLATION INDEXED BONDS 1.375% 15JUL2033	207,866	1,510,434	0.02



PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
UNITED STATES TREASURY INFLATION INDEXED BONDS 1.75% 15JAN2034	5,134,400	38,235,747	0.59
UNITED STATES TREASURY INFLATION INDEXED BONDS 1.875% 15JUL2034	502,980	3,785,987	0.06
UNITED STATES TREASURY NOTE/BOND 0.875% 30SEP2026	1,000,000	7,330,552	0.11
UNITED STATES TREASURY NOTE/BOND 1.125% 15MAY2040	9,000,000	42,046,967	0.65
UNITED STATES TREASURY NOTE/BOND 2% 15AUG2025	200,000	1,532,022	0.02
UNITED STATES TREASURY NOTE/BOND 2% 15NOV2041	21,000,000	109,526,737	1.69
UNITED STATES TREASURY NOTE/BOND 2.25% 15AUG2049	9,000,000	43,284,808	0.67
UNITED STATES TREASURY NOTE/BOND 2.75% 15AUG2047	200,000	1,092,583	0.02
UNITED STATES TREASURY NOTE/BOND 3.25% 30JUN2029	1,500,000	11,118,590	0.17
UNITED STATES TREASURY NOTE/BOND 3.375% 15AUG2042	20,000,000	128,241,507	1.98
UNITED STATES TREASURY NOTE/BOND 3.375% 15MAY2033	1,000,000	7,138,576	0.11
UNITED STATES TREASURY NOTE/BOND 3.5% 31JAN2030	500,000	3,726,198	0.06
UNITED STATES TREASURY NOTE/BOND 3.625% 15MAY2053	18,000,000	113,662,589	1.75
UNITED STATES TREASURY NOTE/BOND 3.875% 15AUG2033	100,000	739,291	0.01
UNITED STATES TREASURY NOTE/BOND 3.875% 15AUG2034	17,500,000	128,535,738	1.98
UNITED STATES TREASURY NOTE/BOND 4% 15FEB2034	27,000,000	200,791,530	3.09
UNITED STATES TREASURY NOTE/BOND 4.25% 15FEB2054	200,000	1,417,264	0.02
WARNERMEDIA HOLDINGS INC 3.638% 15MAR2025	3,000,000	23,228,928	0.36
WARNERMEDIA HOLDINGS INC 5.141% 15MAR2052	500,000	2,885,812	0.04
ZOETIS INC 4.45% 20AUG2048	115,000	735,537	0.01
		<u>1,920,335,360</u>	<u>29.59</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<b>Total non-certificates of deposit</b>		<u>6,124,975,385</u>	<u>94.38</u>
<b>Total listed/quoted debt instruments</b>		<u>6,124,975,385</u>	<u>94.38</u>

<i>Investments</i>	<i>Counterparties</i>	<i>Maturity</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Forward contracts</b>					
<i>Denominated in United States Dollar</i>					
Buy USD Sell AUD FWD Rate 0.619185	ANZ Bank SYD	14.02.2025	153,160,004	8,865,455	0.14
Buy USD Sell AUD FWD Rate 0.619185	ANZ Bank SYD	14.02.2025	154,491,820	10,197,196	0.16
Buy USD Sell AUD FWD Rate 0.619185	ANZ Bank SYD	14.02.2025	145,358,802	1,064,694	0.02
Buy USD Sell CAD FWD Rate 0.696485	Royal Bank of Canada	14.02.2025	136,818,171	1,558,931	0.02
Buy USD Sell EUR FWD Rate 1.037445	Barclays Bank Dub	14.02.2025	164,142,340	2,960,245	0.05
Buy USD Sell EUR FWD Rate 1.037445	Barclays Bank Dub	14.02.2025	169,400,516	8,208,563	0.13
Buy USD Sell EUR FWD Rate 1.037445	Barclays Bank Dub	14.02.2025	74,193,337	1,660,777	0.02
Buy USD Sell GBP FWD Rate 1.251952	ANZ Bank SYD	14.02.2025	139,839,592	3,689,405	0.05
Buy USD Sell GBP FWD Rate 1.251952	ANZ Bank SYD	14.02.2025	49,572,491	947,291	0.01

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>Counterparties</i>	<i>Maturity</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Forward contracts (continued)</b>					
<i>Denominated in United States Dollar (continued)</i>					
Buy USD Sell GBP FWD Rate 1.251952	Barclays Bank Dub	14.02.2025	182,122,516	7,073,110	0.11
Buy USD Sell GBP FWD Rate 1.251952	Barclays Bank Dub	14.02.2025	137,973,418	1,822,564	0.03
Buy USD Sell GBP FWD Rate 1.251952	Standard Chartered Bank	14.02.2025	170,455,062	5,130,069	0.08
Buy USD Sell HUF FWD Rate 0.251143	Royal Bank of Canada	14.02.2025	51,436,261	2,670,723	0.04
Buy USD Sell JPY FWD Rate 0.639686	Barclays Bank Dub	14.02.2025	74,896,887	359,185	0.00
Buy USD Sell MXN FWD Rate 0.047717	Barclays Bank Dub	14.02.2025	171,503,289	4,741,867	0.07
Buy USD Sell MXN FWD Rate 0.047717	Barclays Bank Dub	14.02.2025	57,185,439	1,598,438	0.02
Buy USD Sell MXN FWD Rate 0.047717	Royal Bank of Canada	14.02.2025	103,829,110	3,779,582	0.06
Buy USD Sell MXN FWD Rate 0.047717	Royal Bank of Canada	14.02.2025	131,172,209	1,451,347	0.02
Buy USD Sell MXN FWD Rate 0.047717	Royal Bank of Canada	14.02.2025	152,039,334	3,803,735	0.06
Buy USD Sell MXN FWD Rate 0.047717	Standard Chartered Bank	14.02.2025	101,367,682	1,298,707	0.02
Buy USD Sell MXN FWD Rate 0.047717	Standard Chartered Bank	14.02.2025	159,889,310	4,243,890	0.07
Buy USD Sell NOK FWD Rate 0.08804	Standard Chartered Bank	14.02.2025	70,821,648	2,432,816	0.04
Buy USD Sell NZD FWD Rate 0.560452	ANZ Bank SYD	14.02.2025	69,602,242	4,297,198	0.07

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>Counterparties</i>	<i>Maturity</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Forward contracts (continued)</b>					
<i>Denominated in United States Dollar (continued)</i>					
Buy USD Sell NZD FWD Rate 0.560452	ANZ Bank SYD	14.02.2025	69,945,391	4,640,224	0.07
Buy USD Sell NZD FWD Rate 0.560452	ANZ Bank SYD	14.02.2025	153,354,397	979,225	0.02
Buy AUD Sell USD FWD Rate 0.619185	ANZ Bank SYD	14.02.2025	144,285,892	(11,136,918)	(0.17)
Buy AUD Sell USD FWD Rate 0.619185	ANZ Bank SYD	14.02.2025	144,285,892	(9,284,262)	(0.14)
Buy CAD Sell USD FWD Rate 0.696485	Royal Bank of Canada	14.02.2025	135,029,208	(937,292)	(0.01)
Buy EUR Sell USD FWD Rate 1.037445	Barclays Bank Dub	14.02.2025	160,874,361	(3,421,784)	(0.05)
Buy EUR Sell USD FWD Rate 1.037445	Barclays Bank Dub	14.02.2025	160,874,361	(2,878,680)	(0.04)
Buy EUR Sell USD FWD Rate 1.037445	Barclays Bank Dub	14.02.2025	72,393,462	(1,016,515)	(0.03)
Buy GBP Sell USD FWD Rate 1.251952	ANZ Bank SYD	14.02.2025	175,114,577	(6,111,253)	(0.09)
Buy GBP Sell USD FWD Rate 1.251952	Barclays Bank Dub	14.02.2025	97,285,876	(853,543)	(0.01)
Buy GBP Sell USD FWD Rate 1.251952	Barclays Bank Dub	14.02.2025	68,100,113	(1,632,032)	(0.03)
Buy GBP Sell USD FWD Rate 1.251952	Standard Chartered Bank	14.02.2025	48,642,938	(726,692)	(0.01)
Buy HUF Sell USD FWD Rate 0.251143	Royal Bank of Canada	14.02.2025	48,884,327	(2,901,398)	(0.04)
Buy MXN Sell USD FWD Rate 0.047717	Royal Bank of Canada	14.02.2025	100,869,856	(2,865,183)	(0.04)

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>Counterparties</i>	<i>Maturity</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Forward contracts (continued)</b>					
<i>Denominated in United States Dollar (continued)</i>					
Buy MXN Sell USD FWD Rate 0.047717	Royal Bank of Canada	14.02.2025	104,605,776	(1,269,227)	(0.02)
Buy MXN Sell USD FWD Rate 0.047717	Standard Chartered Bank	14.02.2025	78,454,332	(2,693,372)	(0.04)
Buy MXN Sell USD FWD Rate 0.047717	Standard Chartered Bank	14.02.2025	100,869,856	(1,804,580)	(0.03)
Buy MXN Sell USD FWD Rate 0.047717	Standard Chartered Bank	14.02.2025	104,605,776	(379,702)	(0.02)
Buy NOK Sell USD FWD Rate 0.08804	Standard Chartered Bank	14.02.2025	68,396,073	(1,982,142)	(0.03)
Buy NZD Sell USD FWD Rate 0.560452	ANZ Bank SYD	14.02.2025	65,279,957	(4,924,806)	(0.08)
Buy NZD Sell USD FWD Rate 0.560452	ANZ Bank SYD	14.02.2025	65,279,957	(4,587,133)	(0.07)
Total forward contracts				<u>28,068,723</u>	<u>0.43</u>
<b>Total investments</b>				6,153,044,108	94.81
<b>Other net assets</b>				<u>336,903,819</u>	<u>5.19</u>
<b>Total net asset value</b>				<u><u>6,489,947,927</u></u>	<u><u>100.00</u></u>
<b>Total cost of investments</b>				<u><u>6,462,442,510</u></u>	

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

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal International Equity Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares</b>			
<i>Canada</i>			
CANADIAN NATURAL RESOURCES	155,700	37,321,889	0.88
STANTEC INC	70,900	43,188,293	1.02
		<u>80,510,182</u>	<u>1.90</u>
<i>France</i>			
AXA SA	306,267	84,548,192	1.99
SANOFI	82,074	61,885,284	1.46
		<u>146,433,476</u>	<u>3.45</u>
<i>Hong Kong</i>			
AIA GROUP LTD	1,728,800	97,331,440	2.29
SAMSONITE INTERNATIONAL SA	3,372,300	72,841,680	1.72
ZAI LAB LTD	926,600	19,365,940	0.46
		<u>189,539,060</u>	<u>4.47</u>
<i>Ireland</i>			
AIB GROUP PLC	1,230,733	52,765,237	1.25
		<u>52,765,237</u>	<u>1.25</u>
<i>Japan</i>			
KAJIMA CORP	238,900	34,019,190	0.80
NINTENDO CO LTD	106,800	48,902,872	1.16
RENASAS ELECTRONICS CORP	645,200	65,263,547	1.54
SOCIONEXT INC	390,900	48,891,862	1.15
TOYO SEIKAN GROUP HOLDINGS L	360,000	42,820,618	1.01
		<u>239,898,089</u>	<u>5.66</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal International Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>Netherlands</i>			
ASML HOLDING NV	18,686	102,011,946	2.40
ASR NEDERLAND NV	239,059	88,031,424	2.08
UNIVERSAL MUSIC GROUP NV	401,527	<u>79,839,914</u>	<u>1.88</u>
		<u>269,883,284</u>	<u>6.36</u>
<i>South Korea</i>			
SAMSUNG ELECTRONICS CO LTD	207,216	<u>58,168,851</u>	<u>1.37</u>
		<u>58,168,851</u>	<u>1.37</u>
<i>Spain</i>			
IBERDROLA SA	460,764	<u>49,293,201</u>	<u>1.16</u>
		<u>49,293,201</u>	<u>1.16</u>
<i>Sweden</i>			
AAK AB	216,956	<u>48,137,460</u>	<u>1.13</u>
		<u>48,137,460</u>	<u>1.13</u>
<i>United Kingdom</i>			
ASTRAZENECA PLC	60,441	61,552,423	1.45
BAE SYSTEMS PLC	439,293	49,083,450	1.16
BP PLC	1,101,877	42,128,448	0.99
ENTAIN PLC	550,000	<u>36,770,170</u>	<u>0.87</u>
		<u>189,534,491</u>	<u>4.47</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal International Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>United States</i>			
ADOBE INC	21,352	73,755,242	1.74
ALPHABET INC-CL A	148,474	218,327,157	5.15
AMAZON.COM INC	104,193	177,566,939	4.19
AMERICAN TOWER CORP	33,962	48,386,366	1.14
ANALOG DEVICES INC	29,322	48,392,438	1.14
BANK OF AMERICA CORP	297,611	101,604,886	2.40
BELLRING BRANDS INC	71,500	41,844,501	0.99
BLACKSTONE INC	34,535	46,254,484	1.09
BOSTON SCIENTIFIC CORP	103,900	72,089,331	1.70
BROADCOM INC	55,681	100,277,184	2.36
CENCORA INC	26,796	46,767,173	1.10
CONOCOPHILLIPS	72,848	56,118,323	1.32
CRH PLC	111,678	80,262,002	1.89
ELI LILLY & CO	15,141	90,798,484	2.14
EMERSON ELECTRIC CO	50,855	48,957,231	1.15
FISERV INC	46,570	74,311,444	1.75
HUMANA INC	22,473	44,289,969	1.04
ICON PLC	26,440	43,071,235	1.02
INTUIT INC	12,794	62,462,356	1.47
LINDE PLC	15,111	49,144,145	1.16
MICROSOFT CORP	78,491	256,994,706	6.06
MONSTER BEVERAGE CORP	165,438	67,545,647	1.59
NEXTERA ENERGY INC	135,498	75,456,768	1.78
NVENT ELECTRIC PLC	53,000	28,061,584	0.66
NVIDIA CORP	216,117	225,444,342	5.32
REINSURANCE GROUP OF AMERICA	26,400	43,809,965	1.03
REPUBLIC SERVICES INC	51,801	80,952,392	1.91
ROCKWELL AUTOMATION INC	39,455	87,590,259	2.07
ROPER TECHNOLOGIES INC	20,459	82,616,955	1.95
SYNOPSYS INC	24,755	93,332,661	2.20
THERMO FISHER SCIENTIFIC INC	19,117	77,254,159	1.82
TOPBUILD CORP	13,800	33,374,959	0.79
TRANE TECHNOLOGIES PLC	20,733	59,484,934	1.40
WALMART INC	101,176	71,008,837	1.67
YUM CHINA HOLDINGS INC	90,000	33,676,418	0.79
		<u>2,841,285,476</u>	<u>66.98</u>



PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal International Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<b>Total listed shares</b>		<u>4,165,448,807</u>	<u>98.20</u>
<b>Total investments</b>		4,165,448,807	98.20
<b>Other net assets</b>		<u>76,497,664</u>	<u>1.80</u>
<b>Total net asset value</b>		<u>4,241,946,471</u>	<u>100.00</u>
<b>Total cost of investments</b>		<u>3,588,132,232</u>	

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

# PRINCIPAL LIFE STYLE FUND

## INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

### Principal Pension Bond Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments</b>			
<i>Fixed coupon rate debt instruments</i>			
<i>Denominated in United States Dollar</i>			
ABBVIE INC 3.2% 21NOV2029	2,100,000	15,140,677	1.77
ABBVIE INC 4.5% 14MAY2035	625,000	4,546,577	0.53
AERCAP IRELAND CAPITAL DAC / AERCAP GLOBAL AVIATION TRUST 3% 29OCT2028	1,820,000	13,090,926	1.53
AERCAP IRELAND CAPITAL DAC / AERCAP GLOBAL AVIATION TRUST 3.4% 29JUL2033	150,000	992,304	0.12
AERCAP IRELAND CAPITAL DAC / AERCAP GLOBAL AVIATION TRUST 4.625% 10SEP2029	700,000	5,317,885	0.62
AERCAP IRELAND CAPITAL DAC / AERCAP GLOBAL AVIATION TRUST 6.45% 15APR2027	250,000	2,002,422	0.23
AIRCASTLE LTD / AIRCASTLE IRELAND DAC 5.75% 1OCT2031	525,000	4,105,626	0.48
AIRCASTLE LTD 5.95% 15FEB2029	180,000	1,427,324	0.17
ALIBABA GROUP HOLDING LTD 2.7% 9FEB2041	350,000	1,845,275	0.21
AMERICA MOVIL SAB DE CV 3.625% 22APR2029	700,000	5,113,515	0.60
AMERICAN INTERNATIONAL GROUP INC 5.125% 27MAR2033	35,000	268,501	0.03
AMGEN INC 5.25% 2MAR2030	650,000	5,096,285	0.59
ANHEUSER-BUSCH INBEV WORLDWIDE INC 3.5% 1JUN2030	1,095,000	7,974,744	0.93
AON CORP / AON GLOBAL HOLDINGS PLC 2.6% 2DEC2031	950,000	6,256,342	0.73
APPLE INC 3.2% 13MAY2025	240,000	1,855,951	0.22
ARCH CAPITAL FINANCE LLC 4.011% 15DEC2026	1,215,000	9,326,078	1.09
ARTHUR J GALLAGHER & CO 2.4% 9NOV2031	954,000	6,206,559	0.72
ASHTREAD CAPITAL INC 5.8% 15APR2034	200,000	1,554,766	0.18
AT&T INC 1.65% 1FEB2028	1,450,000	10,242,185	1.20
AT&T INC 2.55% 1DEC2033	925,000	5,788,048	0.68
AT&T INC 4.3% 15FEB2030	911,000	6,853,516	0.80
ATLAS WAREHOUSE LENDING CO LP 6.25% 15JAN2030	500,000	3,860,605	0.45
BANK OF MONTREAL 5.266% 11DEC2026	400,000	3,143,492	0.37
BARCLAYS PLC 4.836% 9MAY2028	635,000	4,845,942	0.57
BAT CAPITAL CORP 2.259% 25MAR2028	1,250,000	8,920,553	1.04
BECTON DICKINSON & CO 3.7% 6JUN2027	1,970,000	14,940,769	1.74
BERKSHIRE HATHAWAY ENERGY CO 3.25% 15APR2028	25,000	184,863	0.02
BOEING CO/THE 2.196% 4FEB2026	1,630,000	12,279,266	1.43
BOEING CO/THE 2.7% 1FEB2027	1,030,000	7,629,516	0.89

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Pension Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments</b>			
<i>Fixed coupon rate debt instruments (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
BROADCOM INC 3.137% 15NOV2035	198,000	1,256,086	0.15
BROADCOM INC 3.419% 15APR2033	702,000	4,773,275	0.56
BROADCOM INC 5.05% 12JUL2029	275,000	2,144,305	0.25
BROADCOM INC 5.15% 15NOV2031	275,000	2,150,019	0.25
CENTENE CORP 3.375% 15FEB2030	1,385,000	9,582,484	1.12
CHARTER COMMUNICATIONS OPERATING LLC / CHARTER COMMUNICATIONS OPERATING CAPITAL 6.1% 1JUN2029	1,500,000	11,877,127	1.39
CHILE GOVERNMENT INTERNATIONAL BOND 4.95% 5JAN2036	500,000	3,673,479	0.43
COCA-COLA FEMSA SAB DE CV 2.75% 22JAN2030	500,000	3,478,024	0.41
COMMONWEALTH BANK OF AUSTRALIA 5.837% 13MAR2034	370,000	2,905,321	0.34
COREBRIDGE FINANCIAL INC 5.75% 15JAN2034	570,000	4,510,210	0.53
CORP NACIONAL DEL COBRE DE CHILE 4.25% 17JUL2042	500,000	2,983,314	0.35
COSTAR GROUP INC 2.8% 15JUL2030	705,000	4,782,190	0.56
CSL FINANCE PLC 3.85% 27APR2027	750,000	5,689,823	0.66
CVS HEALTH CORP 3.25% 15AUG2029	335,000	2,369,100	0.28
DT MIDSTREAM INC 4.125% 15JUN2029	1,000,000	7,254,324	0.85
EASTERN GAS TRANSMISSION & STORAGE INC 3% 15NOV2029	900,000	6,402,994	0.75
ENERGY TRANSFER LP 3.75% 15MAY2030	1,875,000	13,588,696	1.59
ENERGY TRANSFER LP 6.05% 1DEC2026	300,000	2,380,283	0.28
ENTERPRISE PRODUCTS OPERATING LLC 3.125% 31JUL2029	1,015,000	7,336,651	0.86
ESSENTIAL UTILITIES INC 2.4% 1MAY2031	800,000	5,275,972	0.62
FORD MOTOR CREDIT CO LLC 5.125% 5NOV2026	500,000	3,876,412	0.45
FORD MOTOR CREDIT CO LLC 6.05% 5MAR2031	1,000,000	7,751,336	0.90
GLENCORE FUNDING LLC 5.371% 4APR2029	1,250,000	9,786,329	1.14
HCA INC 5.45% 1APR2031	1,700,000	13,178,949	1.54
HEWLETT PACKARD ENTERPRISE CO 4.55% 15OCT2029	775,000	5,868,401	0.69
HEWLETT PACKARD ENTERPRISE CO 5% 15OCT2034	465,000	3,471,855	0.41
HUNTINGTON INGALLS INDUSTRIES INC 5.749% 15JAN2035	400,000	3,098,773	0.36
HYUNDAI CAPITAL AMERICA 6.5% 16JAN2029	750,000	6,081,106	0.71
JBS USA HOLDING LUX SARL/ JBS USA FOOD CO/ JBS LUX CO SARL 3.625% 15JAN2032	1,250,000	8,568,531	1.00

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Pension Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments</b>			
<i>Fixed coupon rate debt instruments (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
KEYBANK NA/CLEVELAND OH 5% 26JAN2033	250,000	1,862,594	0.22
LAM RESEARCH CORP 3.75% 15MAR2026	805,000	6,188,183	0.72
MACQUARIE AIRFINANCE HOLDINGS LTD 6.4% 26MAR2029	90,000	719,343	0.08
MARVELL TECHNOLOGY INC 2.45% 15APR2028	550,000	3,941,024	0.46
MARVELL TECHNOLOGY INC 2.95% 15APR2031	375,000	2,555,190	0.30
MARVELL TECHNOLOGY INC 5.95% 15SEP2033	280,000	2,258,162	0.26
MDGH GMTN RSC LTD 3.75% 19APR2029	450,000	3,330,973	0.39
METLIFE INC 5.3% 15DEC2034	120,000	928,561	0.11
MICRON TECHNOLOGY INC 4.185% 15FEB2027	750,000	5,743,489	0.67
MICRON TECHNOLOGY INC 6.75% 1NOV2029	700,000	5,789,241	0.68
NATIONAL AUSTRALIA BANK LTD 2.332% 21AUG2030	850,000	5,615,838	0.66
NETFLIX INC 4.875% 15APR2028	845,000	6,590,728	0.77
NETFLIX INC 5.875% 15NOV2028	160,000	1,287,912	0.15
NEXTERA ENERGY CAPITAL HOLDINGS INC 5.05% 28FEB2033	900,000	6,853,295	0.80
NISOURCE INC 5.25% 30MAR2028	650,000	5,092,916	0.60
NORFOLK SOUTHERN CORP 5.05% 1AUG2030	800,000	6,277,852	0.73
NUVEEN LLC 4% 1NOV2028	965,000	7,275,533	0.85
NXP BV / NXP FUNDING LLC / NXP USA INC 2.7% 1MAY2025	150,000	1,157,148	0.14
OCCIDENTAL PETROLEUM CORP 5.2% 1AUG2029	1,500,000	11,560,505	1.35
ORACLE CORP 2.5% 1APR2025	230,000	1,776,339	0.21
ORACLE CORP 3.25% 15NOV2027	2,280,000	17,028,345	1.99
ORACLE CORP 6.15% 9NOV2029	75,000	611,074	0.07
PARAMOUNT GLOBAL 4.2% 19MAY2032	400,000	2,738,407	0.32
PERUSAHAAN PERSEROAN PERSERO PT PERUSAHAAN LISTRIK NEGARA 3.875% 17JUL2029	500,000	3,637,047	0.42

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Pension Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments</b>			
<i>Fixed coupon rate debt instruments (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
PERUVIAN GOVERNMENT INTERNATIONAL BOND			
5.625% 18NOV2050	400,000	2,906,769	0.34
PHILIP MORRIS INTERNATIONAL INC 4.625% 1NOV2029	400,000	3,064,704	0.36
PPL CAPITAL FUNDING INC 3.1% 15MAY2026	2,500,000	18,970,405	2.22
PUBLIC SERVICE ENTERPRISE GROUP INC 2.45% 15NOV2031	800,000	5,241,378	0.61
REINSURANCE GROUP OF AMERICA INC 5.75% 15SEP2034	110,000	861,198	0.10
SAMMONS FINANCIAL GROUP GLOBAL FUNDING 5.1% 10DEC2029	200,000	1,542,131	0.18
SAUDI ARABIAN OIL CO 4.25% 16APR2039	500,000	3,321,819	0.39
SAUDI ARABIAN OIL CO 5.75% 17JUL2054	205,000	1,489,222	0.17
SMURFIT KAPPA TREASURY ULC 5.2% 15JAN2030	500,000	3,905,650	0.46
SOUTHERN CO/THE 5.2% 15JUN2033	600,000	4,607,411	0.54
STEEL DYNAMICS INC 5.375% 15AUG2034	250,000	1,925,123	0.22
TAKE-TWO INTERACTIVE SOFTWARE INC 4% 14APR2032	825,000	5,914,649	0.69
TENCENT HOLDINGS LTD 3.975% 11APR2029	250,000	1,869,118	0.22
T-MOBILE USA INC 5.05% 15JUL2033	725,000	5,514,549	0.65
TRANS-ALLEGHENY INTERSTATE LINE CO 3.85% 1JUN2025	605,000	4,676,332	0.55
UNITEDHEALTH GROUP INC 4.95% 15JAN2032	435,000	3,340,939	0.39
VERIZON COMMUNICATIONS INC 2.355% 15MAR2032	1,610,000	10,371,601	1.21
VMWARE LLC 1.8% 15AUG2028	560,000	3,902,845	0.45
VMWARE LLC 3.9% 21AUG2027	360,000	2,733,193	0.32
VMWARE LLC 4.65% 15MAY2027	190,000	1,469,672	0.17
WARNERMEDIA HOLDINGS INC 3.755% 15MAR2027	2,550,000	19,083,918	2.23
WASTE MANAGEMENT INC 4.95% 15MAR2035	400,000	3,029,340	0.35
WEC ENERGY GROUP INC 2.2% 15DEC2028	1,150,000	8,056,838	0.94
WESTPAC BANKING CORP 5.618% 20NOV2035	570,000	4,349,654	0.51
ZOETIS INC 3.9% 20AUG2028	1,020,000	7,680,876	0.90
<b>Total fixed coupon rate debt instruments</b>		<u>577,554,914</u>	<u>67.49</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Pension Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Floating coupon rate debt instruments</i>			
<i>Denominated in United States Dollar (continued)</i>			
AIB GROUP PLC 5.871% 28MAR2035	700,000	5,437,519	0.63
BANK OF AMERICA CORP 1.734% 22JUL2027	400,000	2,962,158	0.35
BANK OF AMERICA CORP 2.551% 4FEB2028	850,000	6,295,438	0.74
BANK OF AMERICA CORP 2.884% 22OCT2030	925,000	6,493,370	0.76
BANK OF AMERICA CORP 4.571% 27APR2033	2,000,000	14,764,036	1.73
BANK OF NEW YORK MELLON CORP/THE 4.967% 26APR2034	385,000	2,930,927	0.34
BARCLAYS PLC 5.335% 10SEP2035	350,000	2,611,336	0.31
CHARLES SCHWAB CORP/THE 5.853% 19MAY2034	230,000	1,839,086	0.21
CITIGROUP INC 3.52% 27OCT2028	955,000	7,139,667	0.83
CITIGROUP INC 3.785% 17MAR2033	420,000	2,929,173	0.34
CITIGROUP INC 5.592% 19NOV2034	500,000	3,850,503	0.45
DANSKE BANK A/S 5.705% 1MAR2030	540,000	4,252,451	0.50
DEUTSCHE BANK AG/NEW YORK NY 5.706% 8FEB2028	750,000	5,888,054	0.69
GOLDMAN SACHS GROUP INC/THE 1.948% 21OCT2027	825,000	6,080,305	0.71
GOLDMAN SACHS GROUP INC/THE 5.016% 23OCT2035	545,000	4,051,585	0.47
HSBC HOLDINGS PLC 5.597% 17MAY2028	660,000	5,181,801	0.60
HSBC HOLDINGS PLC 5.733% 17MAY2032	390,000	3,064,821	0.36
HUNTINGTON BANCSHARES INC/OH 5.709% 2FEB2035	1,170,000	9,070,848	1.06
JPMORGAN CHASE & CO 2.083% 22APR2026	2,000,000	15,402,463	1.80
JPMORGAN CHASE & CO 4.912% 25JUL2033	1,515,000	11,506,214	1.34
JPMORGAN CHASE & CO 5.012% 23JAN2030	450,000	3,492,403	0.41
KBC GROUP NV 4.932% 16OCT2030	500,000	3,822,559	0.45
KEYCORP 6.401% 6MAR2035	365,000	2,951,012	0.34
MORGAN STANLEY 0.985% 10DEC2026	1,550,000	11,610,918	1.36
MORGAN STANLEY 3.591% 22JUL2028	750,000	5,618,005	0.66
MORGAN STANLEY 5.32% 19JUL2035	750,000	5,730,475	0.67
MORGAN STANLEY 5.466% 18JAN2035	1,150,000	8,883,244	1.04
MORGAN STANLEY 6.342% 18OCT2033	750,000	6,162,745	0.72
NATWEST GROUP PLC 4.964% 15AUG2030	330,000	2,524,961	0.30
PNC FINANCIAL SERVICES GROUP INC/THE 5.492% 14MAY2030	1,000,000	7,877,506	0.92
PNC FINANCIAL SERVICES GROUP INC/THE 5.676% 22JAN2035	680,000	5,343,197	0.62
PNC FINANCIAL SERVICES GROUP INC/THE 6.875% 20OCT2034	465,000	3,942,829	0.46
STANDARD CHARTERED PLC 2.819% 30JAN2026	800,000	6,201,882	0.72
TRUIST FINANCIAL CORP 7.161% 30OCT2029	1,000,000	8,306,257	0.97

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal Pension Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed/quoted debt instruments (continued)</b>			
<i>Floating coupon rate debt instruments</i>			
<i>Denominated in United States Dollar (continued)</i>			
UBS GROUP AG 1.364% 30JAN2027	1,640,000	12,252,386	1.43
UBS GROUP AG 2.193% 5JUN2026	935,000	7,176,532	0.84
US BANCORP 5.678% 23JAN2035	1,085,000	8,499,375	0.99
WELLS FARGO & CO 2.393% 2JUN2028	1,085,000	7,937,945	0.93
WESTPAC BANKING CORP 4.11% 24JUL2034	500,000	3,657,667	0.43
<b>Total floating coupon rate debt instruments</b>		<u>243,743,653</u>	<u>28.48</u>
<b>Total listed/quoted debt instruments</b>		<u>821,298,567</u>	<u>95.97</u>
<b>Total investments</b>		821,298,567	95.97
<b>Other net assets</b>		<u>34,492,302</u>	<u>4.03</u>
<b>Total net asset value</b>		<u>855,790,869</u>	<u>100.00</u>
<b>Total cost of investments</b>		<u>845,748,314</u>	

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

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal U.S. Equity Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares</b>			
<i>United Kingdom</i>			
CME GROUP INC	12,286	22,163,358	0.21
FIDELITY NATIONAL INFO SERV	6,468	4,058,138	0.04
		<u>26,221,496</u>	<u>0.25</u>
<i>United States</i>			
3M CO	19,353	19,406,519	0.19
ABBOTT LABORATORIES	40,867	35,907,114	0.34
ABBVIE INC	47,267	65,245,746	0.62
ACCENTURE PLC-CL A	18,597	50,819,819	0.49
ADOBE INC	10,451	36,100,414	0.35
ADVANCED MICRO DEVICES	39,023	36,614,944	0.35
AFLAC INC	6,919	5,559,536	0.05
AGILENT TECHNOLOGIES INC	2,917	3,044,027	0.03
AIR PRODUCTS & CHEMICALS INC	8,135	18,328,300	0.18
AIRBNB INC-CLASS A	6,867	7,009,745	0.07
ALLEGION PLC	7,174	7,282,445	0.07
ALLIANT ENERGY CORP	17,947	8,244,796	0.08
ALLSTATE CORP	10,319	15,453,571	0.15
ALPHABET INC-CL A	156,387	229,963,018	2.20
ALPHABET INC-CL C	128,271	189,755,070	1.82
ALTRIA GROUP INC	56,703	23,031,987	0.22
AMAZON.COM INC	244,789	417,172,299	3.99
AMCOR PLC	26,771	1,956,865	0.02
AMEREN CORPORATION	14,421	9,985,613	0.10
AMERICAN ELECTRIC POWER	20,942	15,003,656	0.14
AMERICAN EXPRESS CO	17,145	39,526,967	0.38
AMERICAN INTERNATIONAL GROUP	8,055	4,555,160	0.04
AMERICAN TOWER CORP	15,594	22,217,095	0.21
AMERICAN WATER WORKS CO INC	2,082	2,013,362	0.02
AMERIPRISE FINANCIAL INC	3,776	15,617,131	0.15
AMETEK INC	9,653	13,516,629	0.13
AMGEN INC	11,908	24,109,413	0.23
AMPHENOL CORP-CL A	41,074	22,158,787	0.21
ANALOG DEVICES INC	10,202	16,837,175	0.16
ANSYS INC	795	2,083,190	0.02
AON PLC-CLASS A	7,572	21,125,418	0.20
APPLE INC	401,225	780,483,513	7.47
APPLIED MATERIALS INC	19,189	24,241,514	0.23
ARCH CAPITAL GROUP LTD	16,852	12,089,131	0.12



PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal U.S. Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>United States (continued)</i>			
ARISTA NETWORKS INC	33,425	28,698,442	0.27
ARTHUR J GALLAGHER & CO	8,078	17,811,459	0.17
ASSURANT INC	4,386	7,264,459	0.07
AT&T INC	158,860	28,098,577	0.27
ATMOS ENERGY CORP	8,885	9,612,177	0.09
AUTODESK INC	7,922	18,188,711	0.17
AUTOMATIC DATA PROCESSING	13,138	29,874,678	0.29
AUTOZONE INC	666	16,565,414	0.16
AVALONBAY COMMUNITIES INC	6,812	11,639,782	0.11
AVERY DENNISON CORP	1,348	1,959,476	0.02
AXON ENTERPRISE INC	2,908	13,425,222	0.13
BAKER HUGHES CO	10,280	3,275,635	0.03
BALL CORP	4,816	2,062,439	0.02
BANK OF AMERICA CORP	174,490	59,571,174	0.57
BANK OF NEW YORK MELLON CORP	27,430	16,370,554	0.16
BECTON DICKINSON AND CO	4,567	8,048,498	0.08
BERKSHIRE HATHAWAY INC-CL B	48,504	170,785,442	1.63
BEST BUY CO INC	3,029	2,018,800	0.02
BLACKROCK INC	4,287	34,137,420	0.33
BLACKSTONE INC	22,447	30,064,410	0.29
BOEING CO/THE	15,209	20,911,282	0.20
BOOKING HOLDINGS INC	1,005	38,787,438	0.37
BOSTON SCIENTIFIC CORP	46,703	32,404,120	0.31
BRISTOL-MYERS SQUIBB CO	41,670	18,307,947	0.17
BROADCOM INC	124,469	224,159,064	2.15
BROADRIDGE FINANCIAL SOLUTIONS INC	5,978	10,498,905	0.10
BROWN & BROWN INC	12,416	9,839,517	0.09
BROWN-FORMAN CORP-CLASS B	6,067	1,789,929	0.02
BXP INC	3,448	1,991,652	0.02
C.H. ROBINSON WORLDWIDE INC	2,573	2,065,052	0.02
CADENCE DESIGN SYS INC	5,960	13,910,401	0.13
CAMDEN PROPERTY TRUST	8,479	7,642,916	0.07
CAPITAL ONE FINANCIAL CORP	6,432	8,909,490	0.09
CARDINAL HEALTH INC	12,128	11,142,189	0.11
CARNIVAL CORP	52,499	10,162,623	0.10
CARRIER GLOBAL CORP	31,737	16,828,248	0.16
CATERPILLAR INC	14,656	41,299,195	0.40
CBOE GLOBAL MARKETS INC	6,030	9,152,687	0.09
CBRE GROUP INC - A	13,002	13,260,153	0.13
CENCORA INC	7,459	13,018,225	0.12
CENTENE CORP	4,687	2,205,621	0.02

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal U.S. Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>United States (continued)</i>			
CENTERPOINT ENERGY INC	8,539	2,104,669	0.02
CF INDUSTRIES HOLDINGS INC	3,061	2,028,714	0.02
CHARLES RIVER LABORATORIES	1,411	2,023,324	0.02
CHARTER COMMUNICATIONS INC-A	874	2,327,132	0.02
CHEVRON CORP	44,128	49,648,885	0.47
CHIPOTLE MEXICAN GRILL INC	46,201	21,640,905	0.21
CHUBB LTD	12,255	26,302,737	0.25
CHURCH & DWIGHT CO INC	12,764	10,382,016	0.10
CINCINNATI FINANCIAL CORP	8,454	9,436,822	0.09
CINTAS CORP	12,136	17,223,478	0.16
CISCO SYSTEMS INC	94,651	43,526,490	0.42
CITIGROUP INC	40,322	22,047,521	0.21
CITIZENS FINANCIAL GROUP	5,788	1,967,490	0.02
CLOROX COMPANY	7,287	9,193,233	0.09
CMS ENERGY CORP	18,070	9,355,458	0.09
COCA-COLA CO/THE	112,674	54,492,855	0.52
COGNIZANT TECH SOLUTIONS-A	21,571	12,885,562	0.12
COLGATE-PALMOLIVE CO	28,781	20,324,706	0.19
COMCAST CORP-CLASS A	85,688	24,980,740	0.24
CONOCOPHILLIPS	27,581	21,246,973	0.20
CONSOLIDATED EDISON INC	2,819	1,953,947	0.02
CONSTELLATION BRANDS INC-A	1,284	2,204,266	0.02
CONSTELLATION ENERGY	10,927	18,988,606	0.18
COOPER COS INC/THE	11,936	8,523,595	0.08
COPART INC	34,540	15,398,035	0.15
CORNING INC	6,446	2,379,433	0.02
CORPAY INC	3,690	9,700,388	0.09
CORTEVA INC	7,238	3,202,545	0.03
COSTAR GROUP INC	3,551	1,974,739	0.02
COSTCO WHOLESALE CORP	11,861	84,421,198	0.81
CROWDSTRIKE HOLDINGS INC - A	4,261	11,325,242	0.11
CROWN CASTLE INC	4,931	3,476,452	0.03
CSX CORP	32,646	8,183,436	0.08
CUMMINS INC	5,400	14,622,710	0.14
CVS HEALTH CORP	22,014	7,676,359	0.07
DANAHER CORP	14,660	26,140,748	0.25
DARDEN RESTAURANTS INC	7,125	10,332,672	0.10
DAVITA INC	5,441	6,320,798	0.06
DECKERS OUTDOOR CORP	7,475	11,792,516	0.11
DEERE & CO	8,375	27,564,493	0.26
DELL TECHNOLOGIES -C	2,211	1,979,241	0.02
DELTA AIR LINES INC	6,112	2,872,404	0.03

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal U.S. Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>United States (continued)</i>			
DEXCOM INC	3,466	2,093,859	0.02
DIAMONDBACK ENERGY INC	1,577	2,006,928	0.02
DIGITAL REALTY TRUST INC	4,606	6,344,726	0.06
DISCOVER FINANCIAL SERVICES	2,771	3,728,777	0.04
DOMINION ENERGY INC	9,994	4,181,311	0.04
DOMINO'S PIZZA INC	585	1,907,496	0.02
DOVER CORP	7,059	10,286,858	0.10
DOW INC	6,467	2,015,945	0.02
DR HORTON INC	3,578	3,886,121	0.04
DTE ENERGY COMPANY	2,232	2,093,573	0.02
DUKE ENERGY CORP	26,313	22,021,864	0.21
DUPONT DE NEMOURS INC	3,340	1,978,304	0.02
EASTMAN CHEMICAL CO	9,775	6,934,089	0.07
EATON CORP PLC	12,492	32,203,769	0.31
EBAY INC	4,302	2,070,229	0.02
ECOLAB INC	9,481	17,257,196	0.16
EDISON INTERNATIONAL	18,088	11,218,061	0.11
EDWARDS LIFESCIENCES CORP	6,946	3,994,379	0.04
ELECTRONIC ARTS INC	10,565	12,006,614	0.11
ELEVANCE HEALTH INC	4,475	12,823,555	0.12
ELI LILLY & CO	21,122	126,665,714	1.21
EMERSON ELECTRIC CO	10,161	9,781,819	0.09
ENTERGY CORP	19,956	11,753,413	0.11
EOG RESOURCES INC	9,780	9,312,477	0.09
EPAM SYSTEMS INC	1,135	2,061,504	0.02
EQT CORP	6,121	2,192,422	0.02
EQUIFAX INC	1,049	2,076,667	0.02
EQUINIX INC	3,211	23,518,416	0.22
EQUITY RESIDENTIAL	18,438	10,277,867	0.10
ERIE INDEMNITY COMPANY-CL A	2,264	7,249,745	0.07
ESSEX PROPERTY TRUST INC	3,987	8,840,316	0.08
EVEREST GROUP LTD	726	2,044,106	0.02
EVERGY INC	16,820	8,041,939	0.08
EVERSOURCE ENERGY	4,412	1,968,254	0.02
EXELON CORP	8,417	2,461,012	0.02
EXPEDIA GROUP INC	1,428	2,066,892	0.02
EXTRA SPACE STORAGE INC	9,827	11,419,821	0.11
EXXON MOBIL CORP	116,056	96,976,276	0.93
F5 INC	4,192	8,188,686	0.08
FACTSET RESEARCH SYSTEMS INC	2,445	9,121,791	0.09
FAIR ISAAC CORP	940	14,537,529	0.14
FASTENAL CO	23,551	13,155,440	0.13

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal U.S. Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>United States (continued)</i>			
FEDERAL REALTY INVS TRUST	2,417	2,101,878	0.02
FEDEX CORP	3,606	7,880,404	0.08
FIFTH THIRD BANCORP	31,991	10,506,777	0.10
FIRSTENERGY CORP	6,584	2,034,517	0.02
FISERV INC	19,461	31,053,790	0.30
FORD MOTOR CO	41,039	3,156,012	0.03
FORTINET INC	23,774	17,448,130	0.17
FORTIVE CORP	3,465	2,018,697	0.02
FOX CORP - CLASS A	20,631	7,785,464	0.07
FOX CORP - CLASS B	18,943	6,730,567	0.06
FREEPORT-MCMORAN INC	22,346	6,610,031	0.06
GARMIN LTD	7,201	11,537,576	0.11
GARTNER INC	3,370	12,682,461	0.12
GE HEALTHCARE TECHNOLOGY	20,683	12,560,760	0.12
GE VERNOVA INC	5,195	13,273,815	0.13
GEN DIGITAL INC	36,391	7,739,879	0.07
GENERAC HOLDINGS INC	5,379	6,478,583	0.06
GENERAL DYNAMICS CORP	4,395	8,995,592	0.09
GENERAL ELECTRIC	26,186	33,927,035	0.32
GENERAL MILLS INC	4,298	2,129,068	0.02
GENERAL MOTORS CO	42,457	17,568,664	0.17
GILEAD SCIENCES INC	39,694	28,481,479	0.27
GLOBAL PAYMENTS INC	2,349	2,044,751	0.02
GLOBE LIFE INC	2,559	2,216,817	0.02
GODADDY INC - CLASS A	6,966	10,680,002	0.10
GOLDMAN SACHS GROUP INC	9,495	42,234,584	0.40
HALLIBURTON CO	9,034	1,908,078	0.02
HARTFORD FINANCIAL SVCS GRP	13,319	11,318,677	0.11
HCA HEALTHCARE INC	7,113	16,584,329	0.16
HERSHEY CO/THE	1,561	2,053,501	0.02
HESS CORP	2,558	2,642,966	0.03
HEWLETT PACKARD ENTERPRISE	12,397	2,055,991	0.02
HILTON WORLDWIDE HOLDINGS IN	3,817	7,328,365	0.07
HOME DEPOT INC	26,520	80,134,345	0.77
HONEYWELL INTERNATIONAL INC	20,592	36,132,854	0.35
HOWMET AEROSPACE INC	16,446	13,972,214	0.13
HP INC	7,540	1,911,152	0.02
HUBBELL INC	2,872	9,345,255	0.09
HUMANA INC	964	1,899,859	0.02
HUNTINGTON BANCSHARES INC	15,354	1,940,510	0.02
IDEX CORP	1,200	1,950,907	0.02

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal U.S. Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>United States (continued)</i>			
IDEXX LABORATORIES INC	638	2,048,990	0.02
ILLINOIS TOOL WORKS	9,681	19,068,112	0.18
INGERSOLL-RAND INC	4,174	2,933,025	0.03
INSULET CORP	4,412	8,947,449	0.09
INTEL CORP	86,749	13,510,941	0.13
INTERCONTINENTAL EXCHANGE IN	19,521	22,595,617	0.22
INTL BUSINESS MACHINES CORP	27,156	46,372,392	0.44
INTUIT INC	6,416	31,323,939	0.30
INTUITIVE SURGICAL INC	10,722	43,473,015	0.42
IQVIA HOLDINGS INC	1,369	2,089,752	0.02
IRON MOUNTAIN INC	13,624	11,123,857	0.11
JABIL INC	2,004	2,240,089	0.02
JACK HENRY & ASSOCIATES INC	1,571	2,139,266	0.02
JM SMUCKER CO/THE	2,345	2,005,930	0.02
JOHNSON & JOHNSON	63,953	71,844,912	0.69
JOHNSON CONTROLS INTERNATIONAL	9,589	5,879,253	0.06
JPMORGAN CHASE & CO	74,781	139,246,458	1.33
KELLANOVA	15,563	9,788,681	0.09
KENVUE INC	21,320	3,535,834	0.03
KEURIG DR PEPPER INC	8,874	2,214,123	0.02
KEYSIGHT TECHNOLOGIES IN	1,596	1,991,436	0.02
KIMBERLY-CLARK CORP	13,817	14,064,503	0.13
KIMCO REALTY CORP	10,876	1,979,467	0.02
KINDER MORGAN INC	74,234	15,800,112	0.15
KKR & CO INC	22,086	25,375,893	0.24
KLA CORP	2,622	12,834,019	0.12
KRAFT HEINZ CO/THE	8,864	2,114,542	0.02
KROGER CO	28,773	13,667,477	0.13
L3HARRIS TECHNOLOGIES INC	2,209	3,608,282	0.03
LAM RESEARCH CORP	26,929	15,109,308	0.14
LAMB WESTON HOLDINGS INC	3,505	1,819,559	0.02
LAS VEGAS SANDS CORP	5,038	2,009,972	0.02
LEIDOS HOLDINGS INC	7,776	8,701,746	0.08
LENNAR CORP-A	2,360	2,499,986	0.02
LINDE PLC	14,516	47,209,080	0.45
LIVE NATION ENTERTAINMENT IN	2,031	2,043,085	0.02
LOCKHEED MARTIN CORP	6,962	26,279,882	0.25
LOEWS CORP	3,166	2,082,811	0.02
LOWE'S COS INC	12,699	24,345,652	0.23
LULULEMON ATHLETICA INC	1,049	3,116,101	0.03
M & T BANK CORP	7,615	11,121,352	0.11

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal U.S. Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>United States (continued)</i>			
MARATHON PETROLEUM CORP	4,322	4,683,448	0.04
MARKETAXESS HOLDINGS INC	1,121	1,968,329	0.02
MARRIOTT INTERNATIONAL -CL A	3,789	8,209,981	0.08
MARSH & MCLENNAN COS	16,099	26,563,212	0.25
MARTIN MARIETTA MATERIALS	2,783	11,165,811	0.11
MASCO CORP	3,395	1,913,831	0.02
MASTERCARD INC - A	21,828	89,284,649	0.85
MCCORMICK & CO-NON VTG SHRS	15,385	9,111,442	0.09
MCDONALD'S CORP	16,537	37,238,887	0.36
MCKESSON CORP	2,339	10,354,836	0.10
MEDTRONIC PLC	26,290	16,313,058	0.16
MERCK & CO. INC.	58,916	45,527,706	0.44
META PLATFORMS INC-CLASS A	58,371	265,483,899	2.54
METLIFE INC	7,535	4,792,563	0.05
METTLER-TOLEDO INTERNATIONAL	219	2,081,703	0.02
MICROCHIP TECHNOLOGY INC	4,656	2,074,212	0.02
MICRON TECHNOLOGY INC	23,213	15,175,525	0.15
MICROSOFT CORP	193,986	635,147,661	6.08
MID-AMERICA APARTMENT COMM	7,416	8,904,339	0.08
MONDELEZ INTERNATIONAL INC-A	24,816	11,514,127	0.11
MONOLITHIC POWER SYSTEMS INC	480	2,206,224	0.02
MONSTER BEVERAGE CORP	6,044	2,467,667	0.02
MOODY'S CORP	5,595	20,573,470	0.20
MORGAN STANLEY	37,999	37,109,344	0.35
MOTOROLA SOLUTIONS INC	5,801	20,828,967	0.20
MSCI INC	2,492	11,614,841	0.11
NASDAQ INC	19,294	11,586,831	0.11
NETAPP INC	10,743	9,687,009	0.09
NETFLIX INC	11,278	78,085,874	0.75
NEWMONT CORP	14,200	4,105,551	0.04
NEWS CORP - CLASS B	8,393	1,983,928	0.02
NEXTERA ENERGY INC	63,057	35,115,481	0.34
NIKE INC -CL B	23,098	13,577,032	0.13
NISOURCE INC	30,188	8,620,185	0.08
NORDSON CORP	1,078	1,752,146	0.02
NORFOLK SOUTHERN CORP	3,482	6,348,171	0.06
NORTHERN TRUST CORP	11,441	9,109,501	0.09
NORTHROP GRUMMAN CORP	2,267	8,264,176	0.08
NORWEGIAN CRUISE LINE HOLDIN	9,799	1,958,521	0.02
NRG ENERGY INC	12,167	8,526,937	0.08
NUCOR CORP	1,885	1,708,937	0.02

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal U.S. Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>United States (continued)</i>			
NVIDIA CORP	650,905	678,997,254	6.50
NVR INC	157	9,974,733	0.10
NXP SEMICONDUCTORS NV	3,781	6,104,688	0.06
OCCIDENTAL PETROLEUM CORP	5,606	2,151,665	0.02
OLD DOMINION FREIGHT LINE	8,524	11,680,159	0.11
OMNICOM GROUP	11,804	7,889,261	0.08
ON SEMICONDUCTOR	4,154	2,034,503	0.02
ONEOK INC	21,444	16,724,234	0.16
ORACLE CORP	43,145	55,849,137	0.53
O'REILLY AUTOMOTIVE INC	2,109	19,426,509	0.19
OTIS WORLDWIDE CORP	3,941	2,835,117	0.03
P G & E CORP	91,779	14,387,032	0.14
PACCAR INC	19,732	15,943,905	0.15
PACKAGING CORP OF AMERICA	5,159	9,022,058	0.09
PALANTIR TECHNOLOGIES INC-A	61,069	35,877,456	0.34
PALO ALTO NETWORKS INC	20,566	29,069,161	0.28
PARKER HANNIFIN CORP	4,375	21,615,356	0.21
PAYCHEX INC	13,381	14,574,889	0.14
PAYCOM SOFTWARE INC	4,258	6,779,579	0.06
PAYPAL HOLDINGS INC	34,801	23,072,889	0.22
PENTAIR PLC	10,730	8,388,361	0.08
PEPSICO INC	32,099	37,915,189	0.36
PFIZER INC	121,804	25,101,839	0.24
PHILIP MORRIS INTERNATIONAL	45,584	42,615,272	0.41
PHILLIPS 66	5,861	5,187,004	0.05
PINNACLE WEST CAPITAL	10,345	6,812,075	0.06
PNC FINANCIAL SERVICES GROUP	13,708	20,535,273	0.20
POOL CORP	731	1,935,985	0.02
PPG INDUSTRIES INC	2,172	2,015,360	0.02
PPL CORP	39,476	9,953,788	0.10
PROCTER & GAMBLE CO/THE	62,435	81,308,961	0.78
PROGRESSIVE CORP	17,978	33,462,089	0.32
PROLOGIS INC	18,895	15,514,173	0.15
PRUDENTIAL FINANCIAL INC	3,991	3,674,656	0.03
PTC INC	6,599	9,425,312	0.09
PUBLIC SERVICE ENTERPRISE GP	5,780	3,793,498	0.04
PUBLIC STORAGE	6,239	14,512,143	0.14
PULTEGROUP INC	10,880	9,203,722	0.09
QUALCOMM INC	25,687	30,652,640	0.29
QUANTA SERVICES INC	5,899	14,482,413	0.14
QUEST DIAGNOSTICS INC	1,723	2,019,139	0.02

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal U.S. Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>United States (continued)</i>			
RALPH LAUREN CORP	3,959	7,103,406	0.07
RAYMOND JAMES FINANCIAL INC	9,040	10,907,633	0.10
REALTY INCOME CORP	10,982	4,556,284	0.04
REGENCY CENTERS CORP	13,534	7,772,373	0.07
REGENERON PHARMACEUTICALS	1,885	10,430,361	0.10
REGIONS FINANCIAL CORP	10,346	1,890,238	0.02
REPUBLIC SERVICES INC	8,589	13,422,523	0.13
RESMED INC	6,839	12,149,167	0.12
ROCKWELL AUTOMATION INC	916	2,033,524	0.02
ROLLINS INC	21,496	7,739,522	0.07
ROPER TECHNOLOGIES INC	1,718	6,937,579	0.07
ROSS STORES INC	13,084	15,374,467	0.15
ROYAL CARIBBEAN CRUISES LTD	8,918	15,980,964	0.15
RTX CORP	41,260	37,088,937	0.35
S&P GLOBAL INC	9,942	38,462,366	0.37
SALESFORCE INC	26,409	68,585,774	0.66
SBA COMMUNICATIONS CORP	1,234	1,953,557	0.02
SCHLUMBERGER LTD	21,847	6,506,548	0.06
SCHWAB (CHARLES) CORP	47,573	27,350,022	0.26
SEMPRA	24,206	16,494,091	0.16
SERVICENOW INC	6,063	49,928,594	0.48
SHERWIN-WILLIAMS CO/THE	8,017	21,169,379	0.20
SIMON PROPERTY GROUP INC	11,865	15,872,044	0.15
SMITH (A.O.) CORP	3,777	2,001,252	0.02
SMURFIT WESTROCK PLC	4,983	2,084,798	0.02
SNAP-ON INC	3,292	8,681,220	0.08
SOUTHERN CO/THE	36,733	23,489,215	0.22
STARBUCKS CORP	23,529	16,677,966	0.16
STATE STREET CORP	2,753	2,098,956	0.02
STEEL DYNAMICS INC	1,968	1,743,826	0.02
STERIS PLC	1,258	2,008,750	0.02
STRYKER CORP	11,078	30,983,531	0.30
SYNCHRONY FINANCIAL	4,073	2,056,527	0.02
SYNOPSYS INC	3,314	12,494,625	0.12
SYSCO CORP	4,491	2,667,375	0.03
T ROWE PRICE GROUP INC	2,202	1,934,409	0.02
TAKE-TWO INTERACTIVE SOFTWARE	1,434	2,050,513	0.02
TAPESTRY INC	4,265	2,164,405	0.02
TARGA RESOURCES CORP	9,160	12,701,074	0.12
TARGET CORP	7,065	7,418,760	0.07
TE CONNECTIVITY PLC	3,611	4,010,321	0.04



PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal U.S. Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>United States (continued)</i>			
TELEDYNE TECHNOLOGIES INC	2,679	9,658,709	0.09
TESLA INC	71,149	223,195,210	2.14
TEXAS INSTRUMENTS INC	21,182	30,853,052	0.30
TEXAS PACIFIC LAND CORP	1,023	8,788,642	0.08
THE CAMPBELL'S COMPANY	6,433	2,092,796	0.02
THE CIGNA GROUP	5,453	11,696,921	0.11
THERMO FISHER SCIENTIFIC INC	9,004	36,386,277	0.35
TJX COMPANIES INC	35,123	32,961,064	0.32
T-MOBILE US INC	15,692	26,905,830	0.26
TRACTOR SUPPLY COMPANY	26,615	10,969,844	0.10
TRANE TECHNOLOGIES PLC	7,666	21,994,478	0.21
TRANSDIGM GROUP INC	2,035	20,032,896	0.19
TRAVELERS COS INC/THE	8,580	16,055,092	0.15
TRIMBLE INC	3,620	1,986,959	0.02
TRUIST FINANCIAL CORP	20,255	6,825,407	0.07
TYLER TECHNOLOGIES INC	2,227	9,975,432	0.10
TYSON FOODS INC-CL A	4,294	1,915,946	0.02
UBER TECHNOLOGIES INC	51,088	23,937,951	0.23
UDR INC	6,116	2,062,358	0.02
UNION PACIFIC CORP	13,270	23,506,539	0.22
UNITED AIRLINES HOLDINGS INC	2,607	1,966,378	0.02
UNITED PARCEL SERVICE-CL B	14,227	13,935,904	0.13
UNITED RENTALS INC	2,576	14,096,023	0.13
UNITEDHEALTH GROUP INC	25,778	101,294,600	0.97
UNIVERSAL HEALTH SERVICES-B	5,064	7,057,832	0.07
US BANCORP	27,968	10,391,268	0.10
VALERO ENERGY CORP	3,405	3,242,492	0.03
VENTAS INC	4,393	2,009,599	0.02
VERALTO CORP	13,178	10,425,989	0.10
VERISIGN INC	1,447	2,326,278	0.02
VERISK ANALYTICS INC	6,199	13,262,934	0.13
VERIZON COMMUNICATIONS INC	95,439	29,647,223	0.28
VERTEX PHARMACEUTICALS INC	5,436	17,004,655	0.16
VICI PROPERTIES INC	49,544	11,241,632	0.11
VISA INC-CLASS A SHARES	44,572	109,423,578	1.05
VISTRA CORP	13,359	14,307,062	0.14
VULCAN MATERIALS CO	5,831	11,651,220	0.11
WABTEC CORP	7,991	11,768,559	0.11
WALMART INC	114,665	80,475,886	0.77
WALT DISNEY CO/THE	42,368	36,646,704	0.35
WASTE MANAGEMENT INC	12,782	20,035,731	0.19

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2024 (continued)

Principal U.S. Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
<b>Listed shares (continued)</b>			
<i>United States (continued)</i>			
WATERS CORP	3,384	9,751,863	0.09
WEC ENERGY GROUP INC	15,391	11,243,103	0.11
WELLS FARGO & CO	79,526	43,391,072	0.42
WELLTOWER INC	20,621	20,187,865	0.19
WILLIAMS COS INC	43,470	18,274,864	0.17
WILLIS TOWERS WATSON PLC	823	2,002,552	0.02
WR BERKLEY CORP	18,692	8,497,024	0.08
WW GRAINGER INC	1,752	14,345,049	0.14
XCEL ENERGY INC	24,314	12,752,507	0.12
XYLEM INC	2,160	1,946,675	0.02
YUM! BRANDS INC	2,523	2,629,342	0.02
ZEBRA TECHNOLOGIES CORP-CL A	668	2,004,093	0.02
ZOETIS INC	8,152	10,317,440	0.10
		<u>10,187,962,685</u>	<u>97.52</u>
<b>Total listed shares</b>		<u>10,214,184,181</u>	<u>97.77</u>
<b>Total investments</b>		10,214,184,181	97.77
<b>Other net assets</b>		<u>232,989,037</u>	<u>2.23</u>
<b>Total net asset value</b>		<u>10,447,173,218</u>	<u>100.00</u>
<b>Total cost of investments</b>		<u>7,273,048,551</u>	

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

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Statement of movements in portfolio holdings

**Principal Asian Bond Fund**

	<i>% of net assets as at 31 December 2024</i>	<i>% of net assets as at 31 December 2023</i>
<b>Listed/quoted debt instruments</b>		
Non-certificates of deposit	96.96	97.25
<b>Forward contracts (by currency)</b>		
United States Dollar	<u>0.07</u>	<u>-</u>
	97.03	97.25
Other net assets	<u>2.97</u>	<u>2.75</u>
Total net assets	<u><u>100.00</u></u>	<u><u>100.00</u></u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Statement of movements in portfolio holdings (continued)

**Principal Asian Equity Fund**

	<i>% of net assets as at 31 December 2024</i>	<i>% of net assets as at 31 December 2023</i>
<b>Listed shares (by country/by region)</b>		
Australia	14.31	16.19
China	0.20	0.44
Hong Kong	29.50	22.73
India	17.66	16.82
Indonesia	1.67	2.77
Malaysia	1.08	0.64
Singapore	5.10	2.10
South Korea	7.97	12.57
Taiwan	15.97	13.22
Thailand	0.68	1.55
The Philippines	2.51	1.68
United Kingdom	-	0.65
United States	<u>0.70</u>	<u>5.41</u>
	97.35	96.77
Other net assets	<u>2.65</u>	<u>3.23</u>
Total net assets	<u><u>100.00</u></u>	<u><u>100.00</u></u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Statement of movements in portfolio holdings (continued)

**Principal China Equity Fund**

	<i>% of net assets as at 31 December 2024</i>	<i>% of net assets as at 31 December 2023</i>
<b>Listed shares (by industry sector)</b>		
Consumer discretionary	29.16	27.06
Consumer staples	4.59	3.36
Energy	1.99	2.42
Financials	20.21	19.00
Health care	4.78	6.86
Industrials	8.35	6.64
Information technology	8.31	7.16
Materials	3.95	2.97
Real Estate	1.75	2.21
Telecommunication services	12.13	17.29
Utilities	<u>2.34</u>	<u>2.21</u>
	97.56	97.18
Other net assets	<u>2.44</u>	<u>2.82</u>
Total net assets	<u><u>100.00</u></u>	<u><u>100.00</u></u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Statement of movements in portfolio holdings (continued)

**Principal European Equity Fund**

	<i>% of net assets as at 31 December 2024</i>	<i>% of net assets as at 31 December 2023</i>
<b>Listed shares (by country/by region)</b>		
Austria	2.16	0.52
Belgium	0.50	0.42
Denmark	3.18	7.05
Finland	-	0.34
France	18.47	23.56
Germany	10.23	4.82
Greece	3.27	2.06
Ireland	2.08	2.16
Italy	2.67	2.58
Netherlands	8.89	7.33
Norway	-	1.01
Portugal	0.62	0.38
Spain	3.62	3.53
Sweden	3.52	6.10
Switzerland	4.13	6.72
United Kingdom	31.01	28.39
United States	<u>2.67</u>	<u>-</u>
	97.02	96.97
<b>Forward contracts (by country/by region)</b>		
Hong Kong	<u>0.54</u>	<u>(0.81)</u>
	97.56	96.16
Other net assets	<u>2.44</u>	<u>3.84</u>
Total net assets	<u><u>100.00</u></u>	<u><u>100.00</u></u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Statement of movements in portfolio holdings (continued)

**Principal Hong Kong Bond Fund**

	<i>% of net assets as at 31 December 2024</i>	<i>% of net assets as at 31 December 2023</i>
<b>Listed/quoted debt instruments</b>		
Certificates of deposit	7.96	15.12
Non-certificates of deposit	<u>89.99</u>	<u>82.41</u>
	97.95	97.53
Other net assets	<u>2.05</u>	<u>2.47</u>
Total net assets	<u><u>100.00</u></u>	<u><u>100.00</u></u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Statement of movements in portfolio holdings (continued)

**Principal Hong Kong Dollar Savings Fund**

	<i>% of net assets as at 31 December 2024</i>	<i>% of net assets as at 31 December 2023</i>
<b>Listed/quoted debt instruments</b>		
Certificates of deposit	1.71	4.78
Non-certificates of deposit	<u>92.80</u>	<u>81.73</u>
	94.51	86.51
Other net assets	<u>5.49</u>	<u>13.49</u>
Total net assets	<u><u>100.00</u></u>	<u><u>100.00</u></u>



PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Statement of movements in portfolio holdings (continued)

**Principal Hong Kong Equity Fund**

	<i>% of net assets as at 31 December 2024</i>	<i>% of net assets as at 31 December 2023</i>
<b>Listed shares (by industry sector)</b>		
Consumer discretionary	27.03	23.91
Consumer staples	2.20	0.79
Energy	1.75	2.09
Financials	31.16	29.78
Health care	3.00	5.26
Industrials	6.60	5.43
Information technology	5.86	4.19
Materials	1.81	1.94
Real Estate	4.29	4.67
Telecommunication services	12.09	16.20
Utilities	<u>2.34</u>	<u>1.94</u>
	98.13	96.20
Other net assets	<u>1.87</u>	<u>3.80</u>
Total net assets	<u><u>100.00</u></u>	<u><u>100.00</u></u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Statement of movements in portfolio holdings (continued)

**Principal International Bond Fund**

	<i>% of net assets as at 31 December 2024</i>	<i>% of net assets as at 31 December 2023</i>
<b>Listed/quoted debt instruments (by currency)</b>		
<b>Non-certificates of deposit (by currency)</b>		
Australian Dollar	6.69	1.72
British Pound	8.29	3.89
Canadian Dollar	1.91	3.07
Czech Koruna	0.26	0.15
Danish Krone	0.20	0.24
Euro	14.27	21.15
Hungarian Forint	0.50	0.28
Indian Rupee	4.15	-
Japanese Yen	10.38	8.25
Malaysian Ringgit	1.71	-
Mexican Dollar	5.87	1.78
New Zealand Dollar	3.54	1.39
Norwegian Krone	2.76	1.33
Polish Zloty	0.48	0.80
Renminbi	-	5.70
Romanian Leu	0.21	1.87
Indonesia Rupiah	2.94	-
Singapore Dollar	0.63	0.53
Thai Baht	-	0.05
United States Dollar	<u>29.59</u>	<u>39.07</u>
	94.38	91.27
<b>Forward contracts (by currency)</b>		
United States Dollar	<u>0.43</u>	<u>(0.07)</u>
	94.81	91.20
Other net assets	<u>5.19</u>	<u>8.80</u>
Total net assets	<u><u>100.00</u></u>	<u><u>100.00</u></u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Statement of movements in portfolio holdings (continued)

**Principal International Equity Fund**

	<i>% of net assets as at 31 December 2024</i>	<i>% of net assets as at 31 December 2023</i>
<b>Listed shares (by country/by region)</b>		
Australia	-	0.21
Austria	-	0.08
Belgium	-	2.12
Brazil	-	0.11
Canada	1.90	3.03
Denmark	-	1.29
France	3.45	2.83
Germany	-	0.12
Greece	-	1.05
Hong Kong	4.47	0.09
India	-	1.24
Indonesia	-	0.04
Ireland	1.25	0.02
Italy	-	1.24
Japan	5.66	8.18
Malaysia	-	0.02
Mexico	-	0.11
Netherlands	6.36	1.45
Poland	-	0.03
Singapore	-	0.03
South Africa	-	0.02
South Korea	1.37	1.18
Spain	1.16	1.22
Sweden	1.13	0.90
Switzerland	-	0.14
Taiwan	-	2.15
Thailand	-	0.02
The Philippines	-	0.06
United Kingdom	4.47	6.56
United States	<u>66.98</u>	<u>61.27</u>
	98.20	96.81
Other net assets	<u>1.80</u>	<u>3.19</u>
Total net assets	<u><u>100.00</u></u>	<u><u>100.00</u></u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Statement of movements in portfolio holdings (continued)

**Principal Pension Bond Fund**

	<i>% of net assets as at 31 December 2024</i>	<i>% of net assets as at 31 December 2023</i>
<b>Listed/quoted debt instruments</b>		
Fixed coupon rate debt instruments	67.49	74.18
Floating coupon rate debt instruments	<u>28.48</u>	<u>22.29</u>
	95.97	96.47
Other net assets	<u>4.03</u>	<u>3.53</u>
Total net assets	<u><u>100.00</u></u>	<u><u>100.00</u></u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Statement of movements in portfolio holdings (continued)

**Principal U.S. Equity Fund**

	<i>% of net assets as at 31 December 2024</i>	<i>% of net assets as at 31 December 2023</i>
<b>Listed shares (by industry sector)</b>		
Consumer discretionary	10.80	11.11
Consumer staples	5.15	5.28
Energy	2.69	3.98
Financials	14.12	13.35
Health care	9.08	12.34
Industrials	8.67	9.24
Information technology	31.19	29.06
Materials	1.70	2.16
Real Estate	2.30	1.73
Telecommunication services	9.11	8.30
Utilities	<u>2.96</u>	<u>1.33</u>
	97.77	97.88
Other net assets	<u>2.23</u>	<u>2.12</u>
Total net assets	<u><u>100.00</u></u>	<u><u>100.00</u></u>

# PRINCIPAL LIFE STYLE FUND

## INVESTMENT REPORT (continued)

### Investment income and performance

	Year ended 31 December 2024										
	Principal Asian Bond Fund HK\$	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>Investment performance</b>											
Net gains/(losses) of investments – realised	30,204,863	314,256,375	(275,243,203)	324,438,096	61,509,836	123,684,082	(824,395,060)	208,709,778	923,706,835	25,105,516	137,816,752
Net gains/(losses) of investments – unrealised	<u>(6,801,757)</u>	<u>172,648,040</u>	<u>823,963,956</u>	<u>(340,457,186)</u>	<u>61,086,638</u>	<u>18,476,009</u>	<u>2,424,333,236</u>	<u>(327,008,614)</u>	<u>(380,452,166)</u>	<u>4,852,764</u>	<u>1,340,392,542</u>

	Year ended 31 December 2023										
	Principal Asian Bond Fund HK\$	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>Investment performance</b>											
Net gains/(losses) of investments – realised	4,597,362	(51,364,266)	(559,523,795)	21,306,784	(39,941,965)	85,136,549	(1,247,300,889)	(473,924,406)	60,269,919	(97,741,773)	(59,828,072)
Net gains/(losses) of investments – unrealised	<u>36,517,250</u>	<u>317,032,779</u>	<u>(76,750,969)</u>	<u>355,516,187</u>	<u>362,625,292</u>	<u>56,270,268</u>	<u>(516,096,569)</u>	<u>851,303,371</u>	<u>840,181,122</u>	<u>196,335,351</u>	<u>1,299,323,969</u>

	Year ended 31 December 2022										
	Principal Asian Bond Fund HK\$	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>Investment performance</b>											
Net gains/(losses) of investments – realised	(19,699,470)	(608,186,006)	(1,093,595,089)	(215,504,668)	62,280,739	22,158,181	(2,687,867,920)	(23,805,864)	(158,275,055)	30,429,463	11,546,143
Net gains/(losses) of investments – unrealised	<u>(34,876,926)</u>	<u>(666,926,453)</u>	<u>(326,269,227)</u>	<u>(883,002,505)</u>	<u>(593,601,860)</u>	<u>(45,881,220)</u>	<u>(233,455,568)</u>	<u>(872,422,094)</u>	<u>(815,642,772)</u>	<u>(265,515,683)</u>	<u>(1,190,055,603)</u>

# PRINCIPAL LIFE STYLE FUND

## INVESTMENT REPORT (continued)

### Investment income and performance (continued)

Year ended 31 December 2024											
	Principal Asian Bond Fund HK\$	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>Income derived from investments</b>											
Bank interest	56	3,218,797	465	1,631,200	136	715	35,537	1,610,323	1,836,208	404,467	485,937
Fixed deposit interest	-	-	-	-	-	7,062,501	-	-	-	-	-
Gross dividend income	-	144,179,209	104,732,928	90,490,713	-	-	479,979,912	9	72,902,566	-	102,703,040
Other income	381	2,373	-	20,507	307,419	192,698	-	-	3,274	130,859	18,793
Year ended 31 December 2023											
	Principal Asian Bond Fund HK\$	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>Income derived from investments</b>											
Bank interest	71	2,042,699	487	641,936	467	659	7,071	988,873	985,378	813,689	199,001
Fixed deposit interest	-	-	-	-	-	31,182,486	-	-	-	-	-
Gross dividend income	-	136,813,293	93,553,894	80,468,967	-	-	341,624,559	541	61,395,470	-	90,256,810
Other income	713	7,021	295,563	4,435	1,500,113	33,025	319,831	111,720	61,852	189	669,957
Year ended 31 December 2022											
	Principal Asian Bond Fund HK\$	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>Income derived from investments</b>											
Bank interest	32	129,399	682	43,026	1,759	684	4,484	64,542	43,754	25,682	3,464
Fixed deposit interest	-	-	-	-	-	13,820,035	-	-	-	-	-
Gross dividend income	-	143,184,778	103,755,948	98,133,252	-	-	316,540,727	-	65,883,161	-	86,555,869
Other income	1,379	45,906	-	93,090	4,609	-	-	75,366	106,997	-	31,101

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Information On Exposure Arising From Financial Derivative Instruments

Principal Asian Bond Fund

Gross exposure			Net exposure (note a)		
<i>Highest</i>	<i>Lowest</i>	Average exposure	<i>Highest</i>	<i>Lowest</i>	Average exposure
5,938,035	1,482,211	3,587,592	-	-	-

Principal European Equity Fund

Gross exposure			Net exposure (note a)		
<i>Highest</i>	<i>Lowest</i>	Average exposure	<i>Highest</i>	<i>Lowest</i>	Average exposure
491,686,760	3,723,524	74,366,721	-	-	-

Principal International Bond Fund

Gross exposure			Net exposure (note a)		
<i>Highest</i>	<i>Lowest</i>	Average exposure	<i>Highest</i>	<i>Lowest</i>	Average exposure
238,670,094	21,371,548	94,709,293	-	-	-

note a: The financial derivative instruments are used for hedging purpose and not included in the calculation of the net derivative exposure.



## PRINCIPAL LIFE STYLE FUND

### INVESTMENT REPORT (continued)

#### Investment objectives and policies

Each sub-fund of Principal Life Style Fund (the "Sub-fund") has a separate and distinct investment objective and policy, as described below:

#### ***Principal Asian Bond Fund***

The investment objective of the Principal Asian Bond Fund is to provide a return consisting of income and capital growth over medium to long term. The Sub-Fund will seek to achieve its investment objective by investing a majority of its assets in Asian debt securities, including but not limited to sovereign, quasi-sovereign, agency, corporate bonds of varying maturities issued by the government, multi-lateral agencies or by companies, and denominated primarily in U.S. dollars and major Asian currencies. The types of debt securities that the Sub-Fund intends to primarily invest into are government bonds, corporate bonds/debentures, floating rate notes, bills, commercial papers and certificates of deposit. In addition, the Sub-Fund invests not more than 30% of its assets in time deposits or may hold cash.

Other than U.S. dollars and Hong Kong dollars, exposure to any single Asian currency, including (but not limited to) China RMB, South Korean Won and Singaporean dollars, will not exceed 30% of the Sub-Fund's total assets. During special circumstances, such as periods of uncertainty or high volatility in Asian debt securities markets, the Sub-Fund may invest up to 30% of its assets in non-Asian assets to protect the Sub-Fund. During periods of high volatility, Asian debt securities may be less liquid or with higher bid-offer spreads etc., making them more difficult and expensive to transact in the market. In those cases, to help the Sub-Fund maintain liquidity and buffer against market volatility, the Manager may choose to invest in non-Asian assets, such as U.S. Treasuries, non-Asian highly rated sovereign debt securities, which are more liquid and have lower bid-offer spread etc.

The Sub-fund may enter into financial futures contracts, financial option contracts and currency forward contracts for hedging purposes.

The Sub-Fund may invest less than 30% of its net asset value in debt instruments with loss-absorption features, which may include instruments classified as Additional Tier 1/Tier 2 capital instruments, contingent convertible bonds, non-preferred senior bonds which may also be known as Tier 3 bonds and other instruments eligible to count as loss-absorbing capacity under the resolution regime for financial institution, in compliance with its investment policy and limits. These instruments may be subject to contingent writedown or contingent conversion to equity on the occurrence of trigger event(s).

The risk profile of this Sub-fund is generally regarded as moderate. In the long term, the return of the Principal Asian Bond Fund is expected, but not guaranteed, to be comparable to the inflation rates in Hong Kong.

## PRINCIPAL LIFE STYLE FUND

### INVESTMENT REPORT (continued)

#### Investment objectives and policies (continued)

##### ***Principal Asian Equity Fund***

The investment objective of the Principal Asian Equity Fund is to seek capital growth over the long term by investment in Asia Pacific (ex-Japan) equities.

To achieve its objective, the Sub-fund will invest primarily in equity securities of companies in the Asia Pacific (ex-Japan) region. In addition, the Sub-fund may hold cash and short-term investments such as bills and deposits. The Sub-Fund will invest less than 30% of its net asset value in eligible China A-Shares and B-Shares listed on the Shanghai and Shenzhen stock exchanges via the Stock Connect and/or the QFI regime.

Investment markets may include, but are not limited to, Greater China (including Mainland China, Hong Kong, Macau and Taiwan), Singapore, South Korea, Malaysia, Thailand, the Philippines, Indonesia, India, Australia and New Zealand.

The Sub-fund may enter into financial futures contracts, financial option contracts and currency forward contracts for hedging purposes.

The risk profile of this Sub-fund is generally regarded as high. In the long term, the return of this Sub-fund is expected to exceed the inflation rates in Hong Kong.

##### ***Principal China Equity Fund***

The investment objective of the Principal China Equity Fund is to achieve capital growth over the long term by investing mainly in China-related equities.

The Principal China Equity Fund will invest at least 70% of its assets in equities issued by companies with exposure to different sectors of the economy in the People's Republic of China (Mainland China) or in collective investment schemes as permitted under the MPF Regulation which primarily invest in such equity securities. Equity securities include but are not limited to equity shares, preference shares and depositary receipts. The Sub-Fund may invest less than 70% of its net asset value in eligible China A-Shares and B-Shares listed on the Shanghai and Shenzhen stock exchanges (including the ChiNext market and the Science and Technology Innovation Board ("STAR Board")) via the Stock Connect and/or the QFI regime.

This Sub-fund may hold cash and short-term investments for cash management purpose. It will maintain an effective exposure of at least 30% in Hong Kong dollars.

This Sub-fund will not enter into any financial futures contracts or financial options contracts.

The risk profile of this Sub-fund is generally regarded as high. In the long term, the return of this Sub-fund is expected to exceed the inflation rates in Hong Kong.

## PRINCIPAL LIFE STYLE FUND

### INVESTMENT REPORT (continued)

#### Investment objectives and policies (continued)

##### ***Principal European Equity Fund***

The investment objective of the Principal European Equity Fund is to achieve capital growth over the long-term by investing mainly in European equity markets.

This Sub-fund will invest primarily in listed equities issued by companies established in Europe or by companies whose shares are listed in Europe or by companies that are listed elsewhere but have substantial business in Europe.

This Sub-fund may hold cash and short-term investments for cash management purpose.

This Sub-fund will not enter into any financial futures contracts or any financial option contracts.

The risk profile of this Sub-fund is generally regarded as high. In the long term, the return of this Sub-fund is expected to exceed the inflation rates in Hong Kong.

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

The investment objective of the Principal Hong Kong Bond Fund is to provide a return consisting of income and capital growth over medium to long term.

This Sub-fund will seek to achieve its investment objective by primarily investing at least 70% of its assets in Hong Kong debt securities (rated or unrated), including (but not limited to) sovereign and/or non-sovereign, floating and/or fixed, of varying maturities issued by the government or by multi-lateral agencies or by companies, and denominated in Hong Kong dollars.

The types of debt securities that this Sub-fund primarily intends to invest into are government bonds, corporate bonds/debentures, floating rate notes, bills, commercial papers and certificates of deposit.

This Sub-fund will invest not more than 30% of its assets in other short-term investments such as bills and deposits or may hold cash.

The Sub-Fund may invest less than 30% of its net asset value in debt instruments with loss-absorption features, which may include instruments classified as Additional Tier 1/Tier 2 capital instruments, contingent convertible bonds, non-preferred senior bonds which may also be known as Tier 3 bonds and other instruments eligible to count as loss-absorbing capacity under the resolution regime for financial institution, in compliance with its investment policy and limits. These instruments may be subject to contingent writedown or contingent conversion to equity on the occurrence of trigger event(s).

This Sub-fund may enter into financial futures contracts, financial option contracts and currency forward contracts for hedging purposes.

The risk profile of this Sub-fund is generally regarded as moderate.

## PRINCIPAL LIFE STYLE FUND

### INVESTMENT REPORT (continued)

#### Investment objectives and policies (continued)

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

The investment objective of the Principal Hong Kong Dollar Savings Fund is to earn a competitive short-to-medium-term rate of return.

To achieve its investment objective, the Sub-fund will invest primarily in a portfolio of high quality short-to-medium duration debt securities (rated or unrated), including (but not limited to) sovereign and/or non-sovereign, floating and/or fixed, of varying maturities issued by the government or by multi-lateral agencies or by companies, and denominated in Hong Kong dollars. The types of debt securities that the Sub-fund primarily intends to invest into are government bonds, corporate bonds/debentures, floating rate notes, bills, commercial papers and The Sub-fund may also hold assets denominated in other currencies.

The Sub-Fund may invest less than 30% of its net asset value in debt instruments with loss-absorption features, which may include instruments classified as Additional Tier 1/Tier 2 capital instruments, contingent convertible bonds, non-preferred senior bonds which may also be known as Tier 3 bonds and other instruments eligible to count as loss-absorbing capacity under the resolution regime for financial institution, in compliance with its investment policy and limits. These instruments may be subject to contingent writedown or contingent conversion to equity on the occurrence of trigger event(s).

This Sub-fund will not enter into any financial future contracts or financial options contracts.

The risk profile of this Sub-fund is generally regarded as low. In the long term, the return of this Sub-fund is expected to exceed the Hong Kong dollar bank saving rates in Hong Kong.

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

The objective of the Principal Hong Kong Equity Fund is to achieve capital growth over the long-term by investing mainly in Hong Kong equity markets.

The Principal Hong Kong Equity Fund will invest at least 70% of its assets in listed equities issued by companies established in Hong Kong or by companies whose shares are listed (including but not limited to H shares and shares of red-chip companies) on the Hong Kong Stock Exchange. The Principal Hong Kong Equity Fund may also invest in listed equities issued by companies which have business in Hong Kong.

The Sub-Fund may hold up to 30% of its assets in cash and time deposits on a temporary basis or for such longer period as the circumstances require to maintain liquidity.

This Sub-fund will not enter into any financial futures contracts or financial option contracts.

The Sub-Fund will invest less than 30% of its net asset value in eligible China A-Shares and B-Shares listed on the Shanghai and Shenzhen stock exchanges via the Stock Connect and/or the QFI regime.

The risk profile of this Sub-fund is generally regarded as high. In the long term, the return of this Sub-fund is expected to exceed the inflation rates in Hong Kong.

## PRINCIPAL LIFE STYLE FUND

### INVESTMENT REPORT (continued)

#### Investment objectives and policies (continued)

##### ***Principal International Bond Fund***

The investment objective of the Principal International Bond Fund is to protect and maximise real asset value in terms of international purchasing power.

To accomplish its objective, the Sub-fund will invest mainly in the global bond markets. The Sub-fund will primarily invest in a portfolio of debt securities, both sovereign and non-sovereign, of varying maturities and denominated in the world's major currencies.

The Sub-Fund may invest less than 30% of its net asset value in debt instruments with loss-absorption features, which may include instruments classified as Additional Tier 1/Tier 2 capital instruments, contingent convertible bonds, non-preferred senior bonds which may also be known as Tier 3 bonds and other instruments eligible to count as loss-absorbing capacity under the resolution regime for financial institution, in compliance with its investment policy and limits. These instruments may be subject to contingent writedown or contingent conversion to equity on the occurrence of trigger event(s).

The Sub-fund may enter into financial futures contracts, financial option contracts and currency forward contracts for hedging purposes.

The risk profile of this Sub-fund is generally regarded as moderate. In the long term, the return of this Sub-fund is expected to be comparable to the inflation rates in Hong Kong.

##### ***Principal International Equity Fund***

The investment objective of the Principal International Equity Fund is to seek capital growth over the long-term by investing in international equity markets.

The Sub-fund seeks to achieve its objective by investing primarily in equity securities selected from investment markets around the world. The Sub-fund may also hold cash and short-term investments.

The Sub-fund may enter into financial futures contracts, financial option contracts and currency forward contracts for hedging purposes.

The risk profile of this Sub-fund is generally regarded as high. In the long term, the return of this Sub-fund is expected to exceed the inflation rates in Hong Kong.

## PRINCIPAL LIFE STYLE FUND

### INVESTMENT REPORT (continued)

#### Investment objectives and policies (continued)

##### ***Principal Pension Bond Fund***

The investment objective of the Principal Pension Bond Fund is to provide a return consisting of income and capital growth over medium to long term.

This Sub-fund will seek to achieve its investment objective by primarily investing in debt securities, including sovereign and/or non-sovereign, floating and/or fixed, of varying maturities issued by the government or by multi-lateral agencies or by companies throughout the world such that at least 40% is invested at all times in United States and Greater China (People's Republic of China, Hong Kong, Macau and Taiwan). The types of debt securities that the Sub-fund primarily intends to invest into are government bonds, corporate bonds/debentures, bills, commercial paper and certificates of deposit.

The Sub-Fund may invest less than 30% of its net asset value in debt instruments with loss-absorption features, which may include instruments classified as Additional Tier 1/Tier 2 capital instruments, contingent convertible bonds, non-preferred senior bonds which may also be known as Tier 3 bonds and other instruments eligible to count as loss-absorbing capacity under the resolution regime for financial institution, in compliance with its investment policy and limits. These instruments may be subject to contingent writedown or contingent conversion to equity on the occurrence of trigger event(s).

This Sub-fund will not enter into any financial futures contracts or financial options contracts.

The risk profile of this Sub-fund is generally regarded as moderate. In the long term, the return of the Sub-fund is expected to be comparable to the inflation rates in Hong Kong.

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

The investment objective of the Principal U.S. Equity Fund is to achieve capital growth over the long term by investing in U.S. equity markets.

The Sub-fund seeks to achieve its objective by investing primarily in U.S. equities. The Sub-fund may also hold cash and short-term securities.

The Sub-fund may enter into financial futures contracts, financial option contracts and currency forward contracts for hedging purposes.

The risk profile of this Sub-fund is generally regarded as high. In the long term, the return of this Sub-fund is expected to exceed the inflation rates in Hong Kong.

## PRINCIPAL LIFE STYLE FUND

### INVESTMENT REPORT (continued)

#### Investment objectives and policies (continued)

#### Changes in the statement of investment policy

*Principal Asian Bond Fund*

*Principal Asian Equity Fund*

*Principal China Equity Fund*

*Principal European Equity Fund*

*Principal Hong Kong Bond Fund*

*Principal Hong Kong Dollar Savings Fund*

*Principal Hong Kong Equity Fund*

*Principal International Bond Fund*

*Principal International Equity Fund*

*Principal Pension Bond Fund*

*Principal U.S. Equity Fund*

*(Sub-funds of Principal Life Style Fund and referred to individually or collectively as the "Sub-funds")*

During the year under review, there were no changes in the investment objective and policies of the above Sub-funds that would significantly affect their risk profile.

#### Commentary by the Trustee

During this financial year, all the investments made by each of the Sub-funds were in accordance with the respective Sub-funds' investment policy and the requirements under the Mandatory Provident Fund Schemes Ordinance and the Securities and Futures Ordinance. For detailed information of each Sub-funds' performance and particulars of investments, please refer to the details in this report.

For and on behalf of  
**Principal Trust Company (Asia) Limited**

*Martin Au*

Hong Kong  
25 April 2025

**Report of the Trustee to the Unitholders of  
PRINCIPAL LIFE STYLE FUND (the "Fund")**


We hereby confirm that:

- (1) in our opinion, subject to (3) below, the Manager of the Fund has in all material respects managed the Fund in accordance with the provisions of the Trust Deed dated 7 May 2003, as subsequently amended and restated, for the year ended 31 December 2024;
- (2) during the year ended 31 December 2024, subject to (3) below, we have not become aware of any failures by the Custodian, the Manager, or their delegates to comply with the obligations imposed on them;
- (3) we are not aware of any events of a significant nature relating to the Fund that occurred during the year ended 31 December 2024 but have not been reported to the Mandatory Provident Fund Schemes Authority (the "Authority") and/or the Securities and Futures Commission (the "SFC") except for the events specified under the Guidelines on Notification of Events of Significant Nature issued by the Authority;
- (4) subject to (3) above, the provisions of the constitutive documents, the Mandatory Provident Fund Schemes Ordinance, the Mandatory Provident Fund Schemes (General) Regulation, the Code on MPF Investment Funds, the Code on Unit Trusts and Mutual Funds and other relevant guidelines issued by the Authority and the SFC have been complied with in all material respects during the year ended 31 December 2024; and
- (5) in our opinion, there are no material changes which have not been reported to the Authority during the year ended 31 December 2024.

We declare that, during the year ended 31 December 2024, we have supervised and exercised proper controls over all persons appointed or engaged for the purposes of the Fund.

For and on behalf of  
**Principal Trust Company (Asia) Limited**

*Martin Lau*



Hong Kong  
25 April 2025





Ernst & Young  
27/F, One Taikoo Place  
979 King's Road  
Quarry Bay, Hong Kong

安永會計師事務所  
香港鰂魚涌英皇道 979 號  
太古坊一座 27 樓

Tel 電話: +852 2846 9888  
Fax 傳真: +852 2868 4432  
ey.com

## Independent auditor's report

**To the Trustee of Principal Asian Bond Fund, Principal Asian Equity Fund, Principal China Equity Fund, Principal European Equity Fund, Principal Hong Kong Bond Fund, Principal Hong Kong Dollar Savings Fund, Principal Hong Kong Equity Fund, Principal International Bond Fund, Principal International Equity Fund, Principal Pension Bond Fund and Principal U.S. Equity Fund**

**(Sub-funds of Principal Life Style Fund, an open-ended unit trust established as an umbrella fund under the laws of Hong Kong)**

## Report on the Audit of the Financial Statements

### Opinion

We have audited the financial statements of Principal Asian Bond Fund, Principal Asian Equity Fund, Principal China Equity Fund, Principal European Equity Fund, Principal Hong Kong Bond Fund, Principal Hong Kong Dollar Savings Fund, Principal Hong Kong Equity Fund, Principal International Bond Fund, Principal International Equity Fund, Principal Pension Bond Fund and Principal U.S. Equity Fund (each a separate sub-fund of Principal Life Style Fund and referred to individually or collectively as the "Sub-funds") set out on pages 115 to 188, which comprise the statements of net assets attributable to unitholders as at 31 December 2024, and the statements of profit or loss and other comprehensive income, the statements of changes in net assets attributable to unitholders and the statements of cash flows for the year then ended, and the statements of distribution for the year ended 31 December 2024 for Principal China Equity Fund, Principal Hong Kong Bond Fund and Principal Hong Kong Equity Fund, and notes to the financial statements, including material accounting policy information.

In our opinion, the financial statements give a true and fair view of the financial positions of the Sub-funds as at 31 December 2024, and of their financial transactions and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

### Basis for Opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSAs") and with reference to Practice Note 860.1 (Revised), *The Audit of Retirement Schemes* issued by the HKICPA. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Sub-funds in accordance with the HKICPA's *Code of Ethics for Professional Accountants* (the "Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## **Independent auditor's report (continued)**

**To the Trustee of Principal Asian Bond Fund, Principal Asian Equity Fund, Principal China Equity Fund, Principal European Equity Fund, Principal Hong Kong Bond Fund, Principal Hong Kong Dollar Savings Fund, Principal Hong Kong Equity Fund, Principal International Bond Fund, Principal International Equity Fund, Principal Pension Bond Fund and Principal U.S. Equity Fund**

**(Sub-funds of Principal Life Style Fund, an open-ended unit trust established as an umbrella fund under the laws of Hong Kong)**

## **Other Information included in the Annual Report**

The Trustee and the Manager of the Sub-funds are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## **Responsibilities of Trustee and Manager for the Financial Statements**

The Trustee and the Manager of the Sub-funds are responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRSs issued by the HKICPA, and for such internal control as the Trustee and the Manager determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustee and the Manager of the Sub-funds are responsible for assessing the Sub-funds' abilities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustee and the Manager either intend to liquidate the Sub-funds or to cease operations, or have no realistic alternative but to do so.

In addition, the Trustee and the Manager of the Sub-funds are required to ensure that the financial statements have been properly prepared in accordance with the relevant disclosure provisions of the Trust Deed dated 7 May 2003, as subsequently amended (the "Trust Deed"), the Mandatory Provident Fund Schemes Ordinance (the "Ordinance"), the Mandatory Provident Fund Schemes (General) Regulation (the "General Regulation"), the Code on MPF Investment Funds (the "MPF Code"), Guideline II.5 issued by the Mandatory Provident Fund Schemes Authority (the "Authority"), and Appendix E to the Code on Unit Trusts and Mutual Funds (the "UT Code") issued by the Securities and Futures Commission (the "SFC").

The Trustee and the Manager are responsible for overseeing the Sub-funds' financial reporting process.

## **Independent auditor's report (continued)**

**To the Trustee of Principal Asian Bond Fund, Principal Asian Equity Fund, Principal China Equity Fund, Principal European Equity Fund, Principal Hong Kong Bond Fund, Principal Hong Kong Dollar Savings Fund, Principal Hong Kong Equity Fund, Principal International Bond Fund, Principal International Equity Fund, Principal Pension Bond Fund and Principal U.S. Equity Fund**

**(Sub-funds of Principal Life Style Fund, an open-ended unit trust established as an umbrella fund under the laws of Hong Kong)**

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSA's will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. In addition, we are required to assess whether the financial statements of the Sub-funds have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed, the Ordinance, the General Regulation, the MPF Code and Guidelines II.5 issued by the Authority and the UT Code issued by the SFC.

As part of an audit in accordance with HKSA's, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Sub-funds' internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Trustee and the Manager.
- Conclude on the appropriateness of the Trustee's and the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Sub-funds' abilities to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Sub-funds to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

## **Independent auditor's report (continued)**

**To the Trustee of Principal Asian Bond Fund, Principal Asian Equity Fund, Principal China Equity Fund, Principal European Equity Fund, Principal Hong Kong Bond Fund, Principal Hong Kong Dollar Savings Fund, Principal Hong Kong Equity Fund, Principal International Bond Fund, Principal International Equity Fund, Principal Pension Bond Fund and Principal U.S. Equity Fund**

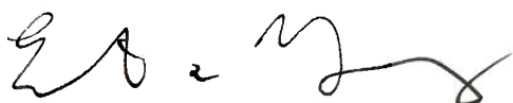
**(Sub-funds of Principal Life Style Fund, an open-ended unit trust established as an umbrella fund under the laws of Hong Kong)**

## **Auditor's Responsibilities for the Audit of the Financial Statements (continued)**

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**Report on matters under the relevant disclosure provisions of the Trust Deed, the Ordinance, the General Regulation, the MPF Code and Guidelines II.5 issued by the Authority, and Appendix E to the UT Code issued by the SFC**

- (a) In our opinion, the financial statements have been properly prepared, in all material respect, in accordance with the relevant disclosure provisions of the Trust Deed, the Ordinance, the General Regulation, the MPF Code and Guidelines II.5 issued by the Authority and Appendix E to the UT Code issued by the SFC; and
- (b) We have obtained all the information and explanations which, to the best of our knowledge and belief, are necessary for the purpose of our audit.



Certified Public Accountants  
Hong Kong  
25 April 2025

# PRINCIPAL LIFE STYLE FUND

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Year ended 31 December 2024

Notes	2024										
	Principal Asian Bond Fund HK\$	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>Income</b>											
Bank interest income	56	3,218,797	465	1,631,200	136	715	35,537	1,610,323	1,836,208	404,467	485,937
Fixed deposit interest income	-	-	-	-	-	7,062,501	-	-	-	-	-
Gross dividend income	-	144,179,209	104,732,928	90,490,713	-	-	479,979,912	9	72,902,566	-	102,703,040
Other income	381	2,373	-	20,507	307,419	192,698	-	-	3,274	130,859	18,793
	<u>437</u>	<u>147,400,379</u>	<u>104,733,393</u>	<u>92,142,420</u>	<u>307,555</u>	<u>7,255,914</u>	<u>480,015,449</u>	<u>1,610,332</u>	<u>74,742,048</u>	<u>535,326</u>	<u>103,207,770</u>
<b>Expenses</b>											
Auditor's remuneration	(5,989)	(73,008)	(81,781)	(44,393)	(184,236)	(45,544)	(200,512)	(67,604)	(51,046)	(29,351)	(83,889)
Bank charges	(1,662)	(392)	-	(4,729)	(2,085)	(2,680)	(3,131)	(410)	(413)	-	-
Distribution fees	-	-	-	-	-	-	(67,129)	-	-	-	-
Formation costs	5 (34,179)	-	-	-	-	-	-	-	-	-	-
Investment management fees	14(a) -	(458,813)	(8,458,478)	(43,056)	(7,081,895)	(601,687)	(9,042,547)	(4,573,121)	(3,714,705)	-	(8,075,390)
Investment transaction costs	6 (6,412)	(11,500,935)	(14,116,220)	(13,665,967)	-	-	(49,374,827)	(361,892)	(7,737,467)	-	(1,662,238)
Legal and other professional fees	(148,736)	(415,337)	(21,411)	(42,718)	(26,112)	(15,402)	(36,498)	(108,240)	(273,192)	(17,850)	(17,769)
Operating expenses	(38,800)	(47,386)	(22,753)	(33,703)	(214,078)	(196,021)	(116,388)	(157,596)	(65,197)	(191,694)	(74,460)
Sub-custodian fees	(84,810)	(2,885,520)	(1,384,562)	(560,420)	(169,391)	(400,619)	(3,450,309)	(662,664)	(1,218,546)	(55,859)	(48,727)
Trustee fees	14(b) -	(85,463)	(1,426,442)	(8,611)	(2,832,758)	(481,350)	(1,658,227)	(1,142,884)	(619,118)	-	(1,345,898)
	<u>(320,588)</u>	<u>(15,466,854)</u>	<u>(25,511,647)</u>	<u>(14,403,597)</u>	<u>(10,510,555)</u>	<u>(1,743,303)</u>	<u>(63,949,568)</u>	<u>(7,074,411)</u>	<u>(13,679,684)</u>	<u>(294,754)</u>	<u>(11,308,371)</u>
<b>Gains/(losses) on investments and exchange difference</b>											
Gains on investments	3 52,105,230	1,339,241,245	1,246,047,518	738,705,782	215,761,123	161,102,805	3,815,665,434	1,003,417,187	1,503,224,067	55,650,980	1,917,428,708
Losses on investments	3 (28,702,124)	(852,336,830)	(697,326,765)	(754,724,872)	(93,164,649)	(18,942,714)	(2,215,727,258)	(1,121,716,023)	(959,969,398)	(25,692,700)	(439,219,414)
Exchange loss	(125,923)	(9,267,294)	(3,071,210)	(2,577,823)	(1,561,645)	(471,819)	(865,288)	(39,014,744)	(2,009,984)	(124,391)	(1,611,099)
	<u>23,277,183</u>	<u>477,637,121</u>	<u>545,649,543</u>	<u>(18,596,913)</u>	<u>121,034,829</u>	<u>141,688,272</u>	<u>1,599,072,888</u>	<u>(157,313,580)</u>	<u>541,244,685</u>	<u>29,833,889</u>	<u>1,476,598,195</u>
<b>Net income/(loss) before tax</b>											
	22,957,032	609,570,646	624,871,289	59,141,910	110,831,829	147,200,883	2,015,138,769	(162,777,659)	602,307,049	30,074,461	1,568,497,594
Taxation	9 -	(45,016,116)	(6,804,103)	(9,474,551)	-	-	(19,636,387)	(56,803)	(17,799,352)	-	(29,133,621)
<b>Net income/(loss) for the year</b>	12 <u>22,957,032</u>	<u>564,554,530</u>	<u>618,067,186</u>	<u>49,667,359</u>	<u>110,831,829</u>	<u>147,200,883</u>	<u>1,995,502,382</u>	<u>(162,834,462)</u>	<u>584,507,697</u>	<u>30,074,461</u>	<u>1,539,363,973</u>
Distributions to unitholders	12,13 -	-	(649,413)	-	(9,651,115)	-	(1,492,513)	-	-	-	-
<b>Increase/(decrease) in net assets attributable to unitholders</b>											
	<u>22,957,032</u>	<u>564,554,530</u>	<u>617,417,773</u>	<u>49,667,359</u>	<u>101,180,714</u>	<u>147,200,883</u>	<u>1,994,009,869</u>	<u>(162,834,462)</u>	<u>584,507,697</u>	<u>30,074,461</u>	<u>1,539,363,973</u>

# PRINCIPAL LIFE STYLE FUND

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (continued)

Year ended 31 December 2024

Notes	2023										
	Principal Asian Bond Fund HK\$	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>Income</b>											
Bank interest income	71	2,042,699	487	641,936	467	659	7,071	988,873	985,378	813,689	199,001
Fixed deposit interest income	-	-	-	-	-	31,182,486	-	-	-	-	-
Gross dividend income	-	136,813,293	93,553,894	80,468,967	-	-	341,624,559	541	61,395,470	-	90,256,810
Other income	713	7,021	295,563	4,435	1,500,113	33,025	319,831	111,720	61,852	189	669,957
	<u>784</u>	<u>138,863,013</u>	<u>93,849,944</u>	<u>81,115,338</u>	<u>1,500,580</u>	<u>31,216,170</u>	<u>341,951,461</u>	<u>1,101,134</u>	<u>62,442,700</u>	<u>813,878</u>	<u>91,125,768</u>
<b>Expenses</b>											
Auditor's remuneration	(8,282)	(85,668)	(75,576)	(71,238)	(145,424)	(45,797)	(186,015)	(72,425)	(52,501)	(30,089)	(113,174)
Bank charges	(1,891)	(630)	-	(3,097)	(3,827)	(6,071)	(5,042)	(17)	(394)	-	-
Distribution fees	-	-	-	-	-	-	(64,609)	-	-	-	-
Formation costs	5 (34,179)	-	-	-	-	-	-	-	-	-	-
Investment management fees	14(a) -	(431,192)	(10,591,865)	(104,688)	(10,200,738)	(745,108)	(11,582,349)	(4,008,945)	(3,866,495)	(13,897)	(6,836,464)
Investment transaction costs	6 (32,605)	(22,451,729)	(13,764,869)	(4,019,163)	(394,961)	(248,086)	(44,841,215)	(562,691)	(4,978,840)	(162,722)	(1,259,473)
Legal and other professional fees	(53,400)	(299,876)	(21,407)	(65,993)	(26,108)	(15,400)	(36,490)	(158,533)	(201,929)	(17,846)	(17,765)
Operating expenses	(16,015)	(168,595)	(23,348)	(35,110)	(205,468)	(194,871)	(54,650)	(102,850)	(51,192)	(193,796)	(84,544)
Sub-custodian fees	(108,402)	(2,562,161)	(1,555,339)	(560,374)	(837,351)	(385,529)	(1,922,859)	(743,856)	(1,571,121)	(290,407)	(349,960)
Trustee fees	14(b) -	(80,283)	(1,725,570)	(20,938)	(4,080,295)	(596,087)	(2,086,172)	(1,001,458)	(644,416)	(3,474)	(1,139,411)
	<u>(254,774)</u>	<u>(26,080,134)</u>	<u>(27,757,974)</u>	<u>(4,880,601)</u>	<u>(15,894,172)</u>	<u>(2,236,949)</u>	<u>(60,779,401)</u>	<u>(6,650,775)</u>	<u>(11,366,888)</u>	<u>(712,231)</u>	<u>(9,800,791)</u>
<b>Gains/(losses) on investments and exchange difference</b>											
Gains on investments	3 69,739,070	1,290,993,696	489,102,768	738,761,538	520,597,153	149,582,597	1,268,844,310	1,582,991,245	1,342,887,439	283,255,589	1,657,964,896
Losses on investments	3 (28,624,458)	(1,025,325,183)	(1,125,377,532)	(361,938,567)	(197,913,826)	(8,175,780)	(3,032,241,768)	(1,205,612,280)	(442,436,398)	(184,662,011)	(418,468,999)
Exchange gain/(loss)	4,155	(9,533,783)	(1,898,509)	568,743	(1,125,625)	-	(4,414,035)	(3,180,150)	(1,391,997)	(2,453,286)	(475,518)
	<u>41,118,767</u>	<u>256,134,730</u>	<u>(638,173,273)</u>	<u>377,391,714</u>	<u>321,557,702</u>	<u>141,406,817</u>	<u>(1,767,811,493)</u>	<u>374,198,815</u>	<u>899,059,044</u>	<u>96,140,292</u>	<u>1,239,020,379</u>
<b>Net income/(loss) before tax</b>	40,864,777	368,917,609	(572,081,303)	453,626,451	307,164,110	170,386,038	(1,486,639,433)	368,649,174	950,134,856	96,241,939	1,320,345,356
Taxation	9 -	(41,384,909)	(6,962,367)	(12,645,809)	-	-	(16,671,618)	(112,788)	(11,996,222)	-	(25,785,599)
<b>Net income/(loss) for the year</b>	12 <u>40,864,777</u>	<u>327,532,700</u>	<u>(579,043,670)</u>	<u>440,980,642</u>	<u>307,164,110</u>	<u>170,386,038</u>	<u>(1,503,311,051)</u>	<u>368,536,386</u>	<u>938,138,634</u>	<u>96,241,939</u>	<u>1,294,559,757</u>
Distributions to unitholders	12,13 -	-	(1,036,050)	-	(14,348,938)	-	(1,489,614)	-	-	-	-
<b>Increase/(decrease) in net assets attributable to unitholders</b>	<u>40,864,777</u>	<u>327,532,700</u>	<u>(580,079,720)</u>	<u>440,980,642</u>	<u>292,815,172</u>	<u>170,386,038</u>	<u>(1,504,800,665)</u>	<u>368,536,386</u>	<u>938,138,634</u>	<u>96,241,939</u>	<u>1,294,559,757</u>

# PRINCIPAL LIFE STYLE FUND

## STATEMENT OF NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

31 December 2024

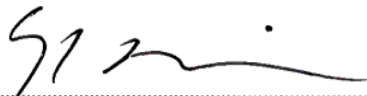
		2024										
	Notes	Principal Asian Bond Fund HK\$	Principal Asian Equity Fund HK\$	Principal China Equity Fund HK\$	Principal European Equity Fund HK\$	Principal Hong Kong Bond Fund HK\$	Principal Hong Kong Dollar Savings Fund HK\$	Principal Hong Kong Equity Fund HK\$	Principal International Bond 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												
	4	664,909,796	6,081,036,037	3,738,651,964	4,111,774,617	2,994,535,647	2,924,048,958	12,689,841,382	6,124,975,385	4,165,448,807	821,298,567	10,214,184,181
		468,703	-	-	23,158,741	-	-	-	89,475,237	-	-	-
	7	7,958,695	3,414,652	972,633	1,225,448	39,455,350	72,341,164	3,145,917	75,746,305	1,058,701	8,773,114	4,717,636
		-	-	-	-	-	-	-	-	-	-	13,438
		-	-	16,297,999	1,334,781	-	-	15,532,623	-	-	-	-
		2,074,978	6,112,575	9,221,309	581,725	837,480	16,557,571	11,678,493	11,845,058	9,187,533	2,384,600	41,316,290
	8	12,041,167	165,087,057	78,935,805	102,917,288	28,543,403	97,224,628	230,388,390	258,202,544	78,522,485	27,197,557	217,779,266
	5	-	-	-	-	-	-	-	-	-	-	-
		<u>687,453,339</u>	<u>6,255,650,321</u>	<u>3,844,079,710</u>	<u>4,240,992,600</u>	<u>3,063,371,880</u>	<u>3,110,172,321</u>	<u>12,950,586,805</u>	<u>6,560,244,529</u>	<u>4,254,217,526</u>	<u>859,653,838</u>	<u>10,478,010,811</u>
<b>Liabilities</b>												
		-	-	-	251,725	-	-	-	61,406,514	-	-	-
		-	-	-	1,930,178	-	-	-	-	-	-	-
		1,681,965	8,578,910	10,212,609	311,500	1,876,958	15,791,518	16,937,215	8,025,308	11,454,499	3,406,042	28,771,765
		-	-	28,167	-	2,029,288	-	89,839	-	-	-	-
		<u>34,149</u>	<u>583,625</u>	<u>1,491,122</u>	<u>254,623</u>	<u>2,252,194</u>	<u>611,824</u>	<u>1,775,561</u>	<u>864,780</u>	<u>816,556</u>	<u>456,927</u>	<u>2,065,828</u>
		<u>1,716,114</u>	<u>9,162,535</u>	<u>11,731,898</u>	<u>2,748,026</u>	<u>6,158,440</u>	<u>16,403,342</u>	<u>18,802,615</u>	<u>70,296,602</u>	<u>12,271,055</u>	<u>3,862,969</u>	<u>30,837,593</u>
<b>Net assets attributable to unitholders</b>		<b><u>685,737,225</u></b>	<b><u>6,246,487,786</u></b>	<b><u>3,832,347,812</u></b>	<b><u>4,238,244,574</u></b>	<b><u>3,057,213,440</u></b>	<b><u>3,093,768,979</u></b>	<b><u>12,931,784,190</u></b>	<b><u>6,489,947,927</u></b>	<b><u>4,241,946,471</u></b>	<b><u>855,790,869</u></b>	<b><u>10,447,173,218</u></b>

For and on behalf of Principal Trust Company (Asia) Limited

  
Director

  
Director

For and on behalf of Principal Asset Management Company (Asia) Limited

  
Director

# PRINCIPAL LIFE STYLE FUND

## STATEMENT OF NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

31 December 2024

		2023										
	Notes	Principal Asian Bond Fund HK\$	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												



# PRINCIPAL LIFE STYLE FUND

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

Year ended 31 December 2024

Notes	2024										
	Principal Asian Bond Fund HK\$	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 US Equity Fund HK\$
<b>Balance brought forward</b>	733,185,700	5,400,853,714	3,275,462,864	2,296,157,811	3,712,805,537	2,973,965,442	11,644,168,623	5,712,502,477	4,756,076,045	798,163,884	6,258,905,487
Amounts received and receivable on issue of units	173,659,042	1,381,171,485	1,398,345,350	3,296,096,592	521,063,111	2,016,364,922	3,532,447,452	1,900,727,672	1,395,681,708	271,572,875	5,108,683,340
Amounts paid and payable on redemptions of units	(244,064,549)	(1,100,091,943)	(1,458,878,175)	(1,403,677,188)	(1,277,835,922)	(2,043,762,268)	(4,238,841,754)	(960,447,760)	(2,494,318,979)	(244,020,351)	(2,459,779,582)
Increase/(decrease) in net assets attributable to unitholders	12 22,957,032	564,554,530	617,417,773	49,667,359	101,180,714	147,200,883	1,994,009,869	(162,834,462)	584,507,697	30,074,461	1,539,363,973
<b>Net assets carried forward</b>	<u>685,737,225</u>	<u>6,246,487,786</u>	<u>3,832,347,812</u>	<u>4,238,244,574</u>	<u>3,057,213,440</u>	<u>3,093,768,979</u>	<u>12,931,784,190</u>	<u>6,489,947,927</u>	<u>4,241,946,471</u>	<u>855,790,869</u>	<u>10,447,173,218</u>
<b>Units in issue</b>											
At the beginning of the year											
- Pension class	10 75,238,458.8365	88,569,088.1549	188,275,010.3025	98,514,337.1904	148,945,285.0189	186,372,867.3008	336,969,353.8192	298,480,031.3180	85,106,125.7474	40,724,564.1167	93,676,402.7064
- Retail class	10 -	521,282.2226	27,047,362.7310	-	121,877,732.4828	18,645,413.4593	15,685,753.4049	142,702.4114	9,045,204.0930	-	19,111,922.4438
- Investment class	10 -	736,808.7078	40,425,804.7558	249,974.2669	-	-	17,119,917.5763	39,269,067.2212	-	-	-
- I6 class	10 -	-	-	-	-	-	-	-	-	-	-
- R6 class	10 -	-	5,026,029.5975	-	40,900,485.4284	-	7,409,849.7641	-	-	-	-
- R2 class	10 -	-	-	-	-	-	1,318,995.6915	-	-	-	-
Units issued											
- Pension class	10 17,331,006.3557	20,525,991.9233	89,749,538.0924	129,375,883.7807	28,175,658.5694	121,431,880.0292	103,607,798.2044	98,832,708.3907	23,756,495.3423	13,567,835.1593	70,202,023.6045
- Retail class	10 -	15,305.5662	1,075,605.6081	-	8,176,361.7755	14,549,631.2566	1,434,786.6299	94,344.9425	655,487.2317	-	3,102,228.7786
- Investment class	10 -	195,081.8930	4,610,326.8215	49,419.6466	-	-	2,157,985.4134	15,024,815.6458	-	-	-
- I6 class	10 -	-	-	-	-	-	-	-	-	-	-
- R6 class	10 -	-	287,800.8563	-	5,297,187.1140	-	232,815.0438	-	-	-	-
- R2 class	10 -	-	-	-	-	-	845,099.4462	-	-	-	-
Units redeemed											
- Pension class	10 (24,652,008.8065)	(16,623,043.7200)	(87,424,111.7839)	(55,011,664.8172)	(37,720,989.8811)	(118,455,068.0713)	(115,548,739.2838)	(47,726,107.9995)	(40,846,157.8478)	(12,177,515.8834)	(34,745,291.3366)
- Retail class	10 -	(38,153.0188)	(7,568,051.0735)	-	(50,982,765.5259)	(19,556,929.2987)	(6,378,164.4576)	(210,204.5624)	(2,961,185.3246)	-	(1,682,419.1193)
- Investment class	10 -	(269,035.0322)	(5,259,345.6620)	(72,472.4377)	-	-	(2,958,805.1416)	(9,689,269.5556)	-	-	-
- I6 class	10 -	-	-	-	-	-	-	-	-	-	-
- R6 class	10 -	-	(2,631,213.6181)	-	(20,957,772.7289)	-	(3,281,539.6921)	-	-	-	-
- R2 class	10 -	-	-	-	-	-	(1,001,011.6016)	-	-	-	-
At the end of the year											
- Pension class	10 67,917,456.3857	92,472,036.3582	190,600,436.6110	172,878,556.1539	139,399,953.7072	189,349,679.2587	325,028,412.7398	349,586,631.7092	68,016,463.2419	42,114,883.3926	129,133,134.9743
- Retail class	10 -	498,434.7700	20,554,917.2656	-	79,071,328.7324	13,638,115.4172	10,742,375.5772	26,842.7915	6,739,506.0001	-	20,531,732.1031
- Investment class	10 -	662,855.5686	39,776,785.9153	226,921.4758	-	-	16,319,097.8481	44,604,613.3114	-	-	-
- I6 class	10 -	-	-	-	-	-	-	-	-	-	-
- R6 class	10 -	-	2,682,616.8357	-	25,239,899.8135	-	4,361,125.1158	-	-	-	-
- R2 class	10 -	-	-	-	-	-	1,163,083.5361	-	-	-	-

PRINCIPAL LIFE STYLE FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

Year ended 31 December 2024

		2023										
Notes		Principal Asian Bond Fund HK\$	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>Balance brought forward</b>	445,644,991	5,440,655,571	3,870,270,817	2,777,498,711	5,476,614,678	3,333,274,562	11,365,694,114	5,095,548,491	3,614,222,431	2,223,373,691	4,990,037,946
	Amounts received and receivable on issue of units	468,449,929	640,728,263	855,394,516	328,799,860	911,745,801	1,704,720,873	4,423,360,206	659,459,643	1,087,920,330	715,228,029	1,625,551,762
	Amounts paid and payable on redemptions of units	(221,773,997)	(1,008,062,820)	(870,122,749)	(1,251,121,402)	(2,968,370,114)	(2,234,416,031)	(2,640,085,032)	(411,042,043)	(884,205,350)	(2,236,679,775)	(1,651,243,978)
	Increase/(decrease) in net assets attributable to unitholders	12 40,864,777	327,532,700	(580,079,720)	440,980,642	292,815,172	170,386,038	(1,504,800,665)	368,536,386	938,138,634	96,241,939	1,294,559,757
	<b>Net assets carried forward</b>	<u>733,185,700</u>	<u>5,400,853,714</u>	<u>3,275,462,864</u>	<u>2,296,157,811</u>	<u>3,712,805,537</u>	<u>2,973,965,442</u>	<u>11,644,168,623</u>	<u>5,712,502,477</u>	<u>4,756,076,045</u>	<u>798,163,884</u>	<u>6,258,905,487</u>
<b>Units in issue</b>												
	At the beginning of the year											
	- Pension class	10 49,107,840.3609	94,934,508.9561	186,155,821.3841	141,106,172.6544	261,506,079.5667	219,703,244.8301	284,161,677.5065	282,900,239.9307	80,442,529.4927	121,594,169.4980	93,573,149.7405
	- Retail class	10 -	549,598.5608	32,902,870.6736	-	157,995,241.9174	21,646,982.1085	20,325,219.5861	130,361.3469	9,496,585.8357	-	19,519,802.8776
	- Investment class	10 -	688,762.2584	38,423,290.7722	664,148.7251	-	-	16,117,456.8763	40,381,978.9450	-	235,209.1258	-
	- I6 class	10 -	-	-	-	-	-	-	-	-	-	-
	- R6 class	10 -	-	6,967,715.7948	-	69,146,238.5073	-	7,153,140.2229	-	-	-	-
	- R2 class	10 -	-	-	-	-	-	1,409,886.3275	-	-	-	-
	Units issued											
	- Pension class	10 49,813,623.0590	10,524,316.6390	50,130,862.5037	15,015,186.9130	66,293,150.2199	113,062,995.9138	122,262,344.4089	37,432,100.8689	22,782,984.0616	38,306,462.3793	29,657,004.5474
	- Retail class	10 -	15,076.7733	1,459,923.7143	-	5,934,575.7385	7,094,212.9552	1,157,668.3994	43,010.1689	467,055.6164	-	1,190,852.1960
	- Investment class	10 -	78,579.0981	4,294,271.6351	48,104.4520	-	-	2,170,608.6785	2,719,834.4816	-	1,687.5276	-
	- I6 class	10 -	-	-	-	-	-	-	-	-	-	-
	- R6 class	10 -	-	722,950.9378	-	2,796,503.7023	-	872,207.7044	-	-	-	-
	- R2 class	10 -	-	-	-	-	-	85,953.4158	-	-	-	-
	Units redeemed											
	- Pension class	10 (23,683,004.5834)	(16,889,737.4402)	(48,011,673.5853)	(57,607,022.3770)	(178,853,944.7677)	(146,393,373.4431)	(69,454,668.0962)	(21,852,309.4816)	(18,119,387.8069)	(119,176,067.7606)	(29,553,751.5815)
	- Retail class	10 -	(43,393.1115)	(7,315,431.6569)	-	(42,052,085.1731)	(10,095,781.6044)	(5,797,134.5806)	(30,669.1044)	(918,437.3591)	-	(1,598,732.6298)
	- Investment class	10 -	(30,532.6487)	(2,291,757.6515)	(462,278.9102)	-	-	(1,168,147.9785)	(3,832,746.2054)	-	(236,896.6534)	-
	- I6 class	10 -	-	-	-	-	-	-	-	-	-	-
	- R6 class	10 -	-	(2,664,637.1351)	-	(31,042,256.7812)	-	(615,498.1632)	-	-	-	-
	- R2 class	10 -	-	-	-	-	-	(176,844.0518)	-	-	-	-
	At the end of the year											
	- Pension class	10 75,238,458.8365	88,569,088.1549	188,275,010.3025	98,514,337.1904	148,945,285.0189	186,372,867.3008	336,969,353.8192	298,480,031.3180	85,106,125.7474	40,724,564.1167	93,676,402.7064
	- Retail class	10 -	521,282.2226	27,047,362.7310	-	121,877,732.4828	18,645,413.4593	15,685,753.4049	142,702.4114	9,045,204.0930	-	19,111,922.4438
	- Investment class	10 -	736,808.7078	40,425,804.7558	249,974.2669	-	-	17,119,917.5763	39,269,067.2212	-	-	-
	- I6 class	10 -	-	-	-	-	-	-	-	-	-	-
	- R6 class	10 -	-	5,026,029.5975	-	40,900,485.4284	-	7,409,849.7641	-	-	-	-
	- R2 class	10 -	-	-	-	-	-	1,318,995.6915	-	-	-	-

# PRINCIPAL LIFE STYLE FUND

## STATEMENT OF CASH FLOWS

Year ended 31 December 2024

	2024										
	Principal Asian Bond Fund HK\$	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>Cash flows from operating activities</b>											
Dividend received net of withholding tax	-	129,675,892	100,117,868	80,880,379	-	-	467,910,820	9	62,096,166	-	72,642,675
Interest received net of withholding tax	25,038,645	3,218,797	465	1,631,200	97,908,611	94,440,287	35,537	194,071,351	1,836,208	28,885,047	485,937
Other income received	381	2,373	-	20,507	307,419	192,698	-	-	3,274	130,859	18,793
Operating expenses paid	(448,714)	(15,611,030)	(25,577,483)	(14,921,620)	(11,246,586)	(1,823,043)	(64,627,854)	(7,310,891)	(13,767,600)	(317,651)	(10,722,641)
Capital gain tax paid	-	(30,438,205)	-	-	-	-	-	-	(5,145,193)	-	-
Exchange loss	(125,923)	(9,267,294)	(3,071,210)	(2,577,823)	(1,561,645)	(471,819)	(865,288)	(39,014,744)	(2,009,984)	(124,391)	(1,611,099)
Net deposits with maturity over 3 months placed at banks	-	-	-	-	-	141,300,000	-	-	-	-	-
<b>Net cash flows from operating activities</b>	<u>24,464,389</u>	<u>77,580,533</u>	<u>71,469,640</u>	<u>65,032,643</u>	<u>85,407,799</u>	<u>233,638,123</u>	<u>402,453,215</u>	<u>147,745,725</u>	<u>43,012,871</u>	<u>28,573,864</u>	<u>60,813,665</u>
<b>Cash flows from investing activities</b>											
Purchase of investment securities	(910,205,534)	(3,688,401,516)	(3,885,264,813)	(4,329,192,056)	(2,551,468,089)	(3,165,101,892)	(12,070,347,581)	(42,501,459,935)	(3,378,829,898)	(468,421,167)	(4,294,814,934)
Proceeds from sale of investment securities	<u>956,479,888</u>	<u>3,320,609,374</u>	<u>3,853,537,234</u>	<u>2,387,171,584</u>	<u>3,247,904,686</u>	<u>2,850,923,732</u>	<u>12,071,944,227</u>	<u>41,313,757,385</u>	<u>4,361,264,091</u>	<u>416,458,268</u>	<u>1,685,191,189</u>
<b>Net cash flows from/(used in) investing activities</b>	<u>46,274,354</u>	<u>(367,792,142)</u>	<u>(31,727,579)</u>	<u>(1,942,020,472)</u>	<u>696,436,597</u>	<u>(314,178,160)</u>	<u>1,596,646</u>	<u>(1,187,702,550)</u>	<u>982,434,193</u>	<u>(51,962,899)</u>	<u>(2,609,623,745)</u>
<b>Cash flows from financing activities</b>											
Subscriptions received	172,433,695	1,377,577,156	1,391,824,009	3,300,290,142	522,061,894	2,012,007,655	3,527,061,776	1,895,658,236	1,395,564,391	270,996,907	5,090,857,205
Redemptions paid	(243,141,599)	(1,099,783,115)	(1,457,896,772)	(1,403,717,548)	(1,308,691,935)	(2,040,241,407)	(4,233,720,809)	(958,081,937)	(2,491,921,516)	(242,931,503)	(2,445,195,006)
Distribution paid	-	-	(669,998)	-	(10,570,752)	-	(1,562,727)	-	-	-	-
<b>Net cash flows (used in)/from financing activities</b>	<u>(70,707,904)</u>	<u>277,794,041</u>	<u>(66,742,761)</u>	<u>1,896,572,594</u>	<u>(797,200,793)</u>	<u>(28,233,752)</u>	<u>(708,221,760)</u>	<u>937,576,299</u>	<u>(1,096,357,125)</u>	<u>28,065,404</u>	<u>2,645,662,199</u>

PRINCIPAL LIFE STYLE FUND

STATEMENT OF CASH FLOWS (continued)

Year ended 31 December 2024

	2024 (continued)										
	Principal Asian Bond Fund HK\$	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>Net increase/(decrease) in cash and cash equivalents</b>	30,839	(12,417,568)	(27,000,700)	19,584,765	(15,356,397)	(108,773,789)	(304,171,899)	(102,380,526)	(70,910,061)	4,676,369	96,852,119
<b>Cash and cash equivalents at beginning of year</b>	<u>12,010,328</u>	<u>177,504,625</u>	<u>105,936,505</u>	<u>83,332,523</u>	<u>43,899,800</u>	<u>173,998,417</u>	<u>534,560,289</u>	<u>360,583,070</u>	<u>149,432,546</u>	<u>22,521,188</u>	<u>120,927,147</u>
<b>Cash and cash equivalents at end of year</b>	<u><u>12,041,167</u></u>	<u><u>165,087,057</u></u>	<u><u>78,935,805</u></u>	<u><u>102,917,288</u></u>	<u><u>28,543,403</u></u>	<u><u>65,224,628</u></u>	<u><u>230,388,390</u></u>	<u><u>258,202,544</u></u>	<u><u>78,522,485</u></u>	<u><u>27,197,557</u></u>	<u><u>217,779,266</u></u>
<b>Analysis of balances of cash and cash equivalents:</b>											
Cash at banks	12,041,167	165,087,057	78,935,805	102,917,288	28,543,403	97,224,628	230,388,390	258,202,544	78,522,485	27,197,557	217,779,266
Less: Bank deposits with maturity over 3 months	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(32,000,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u><u>12,041,167</u></u>	<u><u>165,087,057</u></u>	<u><u>78,935,805</u></u>	<u><u>102,917,288</u></u>	<u><u>28,543,403</u></u>	<u><u>65,224,628</u></u>	<u><u>230,388,390</u></u>	<u><u>258,202,544</u></u>	<u><u>78,522,485</u></u>	<u><u>27,197,557</u></u>	<u><u>217,779,266</u></u>

# PRINCIPAL LIFE STYLE FUND

## STATEMENT OF CASH FLOWS (continued)

Year ended 31 December 2024

	2023										
	Principal Asian Bond Fund HK\$	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>Cash flows from operating activities</b>											
Dividend received, net of withholding tax	-	127,486,171	83,429,851	67,296,693	-	-	314,239,729	541	48,932,035	-	63,736,342
Interest received, net of withholding tax	21,487,003	2,042,699	487	641,936	131,260,849	96,826,230	7,071	137,363,477	985,378	68,526,343	199,001
Other income received	713	7,021	295,563	4,435	1,500,113	33,025	319,831	111,720	61,852	189	667,795
Operating expenses paid	(186,109)	(25,894,075)	(27,673,630)	(4,254,528)	(15,575,612)	(1,850,848)	(60,350,417)	(6,267,606)	(11,148,552)	(333,535)	(8,998,640)
Capital gain tax paid	-	(33,937,104)	-	-	-	-	-	-	(268,350)	-	-
Exchange gain/(loss)	4,155	(9,533,783)	(1,898,509)	568,743	(1,125,625)	-	(4,414,035)	(3,180,150)	(1,391,997)	(2,453,286)	(475,518)
Net deposits with maturity over 3 months placed at banks	-	-	-	-	-	375,040,769	-	-	-	-	-
<b>Net cash flows from/(used in) operating activities</b>	<u>21,305,762</u>	<u>60,170,929</u>	<u>54,153,762</u>	<u>64,257,279</u>	<u>116,059,725</u>	<u>470,049,176</u>	<u>249,802,179</u>	<u>128,027,982</u>	<u>37,170,366</u>	<u>65,739,711</u>	<u>55,128,980</u>
<b>Cash flows from investing activities</b>											
Purchase of investment securities	(1,046,417,006)	(6,161,035,320)	(3,203,749,372)	(912,600,219)	(2,533,955,812)	(1,482,205,736)	(10,552,358,309)	(27,727,494,480)	(3,259,886,829)	(839,999,947)	(1,685,452,656)
Proceeds from sale of investment securities	<u>762,450,058</u>	<u>6,274,597,033</u>	<u>3,160,523,902</u>	<u>1,792,950,009</u>	<u>4,393,854,542</u>	<u>1,327,925,578</u>	<u>8,716,377,476</u>	<u>27,552,387,189</u>	<u>3,033,719,781</u>	<u>2,218,275,688</u>	<u>1,698,989,420</u>
<b>Net cash flows from/(used in) investing activities</b>	<u>(283,966,948)</u>	<u>113,561,713</u>	<u>(43,225,470)</u>	<u>880,349,790</u>	<u>1,859,898,730</u>	<u>(154,280,158)</u>	<u>(1,835,980,833)</u>	<u>(175,107,291)</u>	<u>(226,167,048)</u>	<u>1,378,275,741</u>	<u>13,536,764</u>
<b>Cash flows from financing activities</b>											
Subscriptions received	468,595,230	645,640,286	864,190,367	324,288,240	915,908,980	1,706,554,701	4,438,180,064	658,903,369	1,088,346,690	719,077,369	1,617,594,079
Redemptions paid	(222,598,947)	(1,005,137,558)	(870,825,148)	(1,251,018,910)	(2,942,905,870)	(2,236,736,041)	(2,653,494,140)	(408,687,128)	(884,344,844)	(2,239,809,272)	(1,646,563,398)
Distribution paid	-	-	(1,008,201)	-	(15,617,934)	-	(1,418,260)	-	-	-	-
<b>Net cash flows from/(used in) financing activities</b>	<u>245,996,283</u>	<u>(359,497,272)</u>	<u>(7,642,982)</u>	<u>(926,730,670)</u>	<u>(2,042,614,824)</u>	<u>(530,181,340)</u>	<u>1,783,267,664</u>	<u>250,216,241</u>	<u>204,001,846</u>	<u>(1,520,731,903)</u>	<u>(28,969,319)</u>

PRINCIPAL LIFE STYLE FUND

STATEMENT OF CASH FLOWS (continued)

Year ended 31 December 2024

	2023 (continued)										
	Principal Asian Bond Fund HK\$	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>Net (decrease)/increase in cash and cash equivalents</b>	(16,664,903)	(185,764,630)	3,285,310	17,876,399	(66,656,369)	(214,412,322)	197,089,010	203,136,932	15,005,164	(76,716,451)	39,696,425
<b>Cash and cash equivalents at beginning of year</b>	<u>28,675,231</u>	<u>363,269,255</u>	<u>102,651,195</u>	<u>65,456,124</u>	<u>110,556,169</u>	<u>388,410,739</u>	<u>337,471,279</u>	<u>157,446,138</u>	<u>134,427,382</u>	<u>99,237,639</u>	<u>81,230,722</u>
<b>Cash and cash equivalents at end of year</b>	<u><u>12,010,328</u></u>	<u><u>177,504,625</u></u>	<u><u>105,936,505</u></u>	<u><u>83,332,523</u></u>	<u><u>43,899,800</u></u>	<u><u>173,998,417</u></u>	<u><u>534,560,289</u></u>	<u><u>360,583,070</u></u>	<u><u>149,432,546</u></u>	<u><u>22,521,188</u></u>	<u><u>120,927,147</u></u>
<b>Analysis of balances of cash and cash equivalents:</b>											
Cash at banks	12,010,328	177,504,625	105,936,505	83,332,523	43,899,800	347,298,417	534,560,289	360,583,070	149,432,546	22,521,188	120,927,147
Less: Bank deposits with maturity over 3 months	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(173,300,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u><u>12,010,328</u></u>	<u><u>177,504,625</u></u>	<u><u>105,936,505</u></u>	<u><u>83,332,523</u></u>	<u><u>43,899,800</u></u>	<u><u>173,998,417</u></u>	<u><u>534,560,289</u></u>	<u><u>360,583,070</u></u>	<u><u>149,432,546</u></u>	<u><u>22,521,188</u></u>	<u><u>120,927,147</u></u>

## PRINCIPAL LIFE STYLE FUND

### NOTES TO FINANCIAL STATEMENTS

31 December 2024

#### 1. PRINCIPAL LIFE STYLE FUND

Principal Life Style Fund (the "Fund") is an umbrella unit trust established under the laws of Hong Kong pursuant to a Trust Deed dated 7 May 2003, as subsequently amended (the "Trust Deed") with Principal Trust Company (Asia) Limited as trustee (the "Trustee"). There are eleven Sub-funds (each a separate sub-fund of the Fund and referred to individually the "Sub-fund" or collectively as the "Sub-funds") established under the Fund during the year with the first dealing date as stated below:

	First dealing date					
	Retail class	Pension class	Investment class	I6 class	R6 class	R2 class
Principal Asian Bond Fund	-	17 August 2020	-	-	-	-
Principal Asian Equity Fund	3 July 2003	3 July 2003	20 January 2006	31 December 2015	-	-
Principal China Equity Fund	29 June 2007	29 June 2007	11 June 2008	-	26 January 2015	-
Principal European Equity Fund	-	4 August 2008	4 August 2008	31 December 2015	-	-
Principal Hong Kong Bond Fund	14 October 2011	22 June 2011	-	-	26 January 2015	-
Principal Hong Kong Dollar Savings Fund	3 July 2003	3 July 2003	-	-	-	-
Principal Hong Kong Equity Fund	2 November 2005	2 November 2005	2 December 2005	27 May 2014	26 January 2015	10 February 2017
Principal International Bond Fund	3 July 2003	3 July 2003	18 January 2006	-	-	-
Principal International Equity Fund	3 July 2003	3 July 2003	-	31 December 2015	-	-
Principal Pension Bond Fund	-	5 December 2008	25 May 2021	-	-	-
Principal U.S. Equity Fund	3 July 2003	3 July 2003	18 January 2006	-	-	-

The Sub-funds are authorised by the Securities and Futures Commission ("SFC") under section 104 of the Hong Kong Securities and Futures Ordinance. All Sub-funds are approved pooled investment funds ("APIFs") under section 6(1) of the Mandatory Provident Fund Schemes (General) Regulation (the "General Regulation"). They are governed by the Code on Unit Trusts and Mutual Funds (the "UT Code") issued by SFC, Mandatory Provident Fund Schemes Ordinance (the "Ordinance"), the General Regulation, the Code on MPF Investment Funds (the "MPF Code"), and other relevant guidelines (the "MPF Guidelines") issued by the Hong Kong Mandatory Provident Fund Schemes Authority (the "Authority").

The Sub-funds can offer six different classes of units, namely, Investment, I6, Pension, Retail, R6 and R2 Class Units. Investment Class Units are available for issue to any collective investment scheme, registered schemes or approved pooled investment fund under the Ordinance, occupational retirement schemes or other institutional investor, to which the Pension Class Units are not made available. I6 Class Units are available to registered schemes or approved pooled investment funds under the Ordinance or occupational retirement schemes for which the Manager has offered a special management fee structure. Pension Class Units are available to registered schemes or approved pooled investment funds under the Ordinance or occupational retirement schemes, which are managed by Principal Asset Management Company (Asia) Limited (the "Manager"). Retail, R6 and R2 Class Units are available to retail investors and any other investors to which the Pension Class Units, I6 Class Units and Investment Class Units are not made available.

## PRINCIPAL LIFE STYLE FUND

### NOTES TO FINANCIAL STATEMENTS

31 December 2024

#### 2.1 BASIS OF PREPARATION

These financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") (which include all Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ("HKASs") and Interpretations) issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), accounting principles generally accepted in Hong Kong, the relevant provisions of the Trust Deed, the Ordinance, the General Regulation, the MPF Code, the MPF Guidelines, and the relevant disclosure requirements of the UT Code.

These financial statements have been prepared under the historical cost convention, except for investments held at fair values through profit or loss ("FVPL"). These financial statements are presented in Hong Kong dollars.

The preparation of financial statements in conformity with HKFRSs requires the Trustee and the Manager of the Sub-funds to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

#### 2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The Sub-funds has adopted the following revised HKFRSs for the first time for the current year's financial statements.

Amendments to HKAS 1	<i>Classification of Liabilities as Current or Non-current (the "2020 Amendments")</i>
Amendments to HKAS 1	<i>Non-current Liabilities with Covenants (the "2022 Amendments")</i>



31 December 2024

## 2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES (continued)

The nature and the impact of the revised HKFRSs are described below:

*Amendments to HKAS 1 Classification of Liabilities as Current or Non-current (the "2020 and 2022 Amendments")*

- The 2020 Amendments clarify the requirements for classifying liabilities as current or non-current, including what is meant by a right to defer settlement and that a right to defer must exist at the end of the reporting period. Classification of a liability is unaffected by the likelihood that the entity will exercise its right to defer settlement. The amendments also clarify that a liability can be settled in its own equity instruments, and that only if a conversion option in a convertible liability is itself accounted for as an equity instrument would the terms of a liability not impact its classification. The 2022 Amendments further clarify that, among covenants of a liability arising from a loan arrangement, only those with which an entity must comply on or before the reporting date affect the classification of that liability as current or non-current. Additional disclosures are required for non-current liabilities that are subject to the entity complying with future covenants within 12 months after the reporting period.
- The Sub-funds have reassessed the terms and conditions of their liabilities as at 1 January 2023 and 2024 and concluded that the classification of their liabilities as current or non-current remained unchanged upon initial application of the amendments. Accordingly, the amendments did not have any impact on the financial position or performance of the Sub-funds.

## 2.3 ISSUED BUT NOT YET EFFECTIVE HONG KONG FINANCIAL REPORTING STANDARDS

The Sub-funds have not applied the following new and revised HKFRSs that have been issued but are not yet effective, in these financial statements. The Sub-funds intend to apply these new and revised HKFRSs, if applicable, when they become effective.

HKFRS 18	<i>Presentation and Disclosure in Financial Statements<sup>3</sup></i>
HKFRS 19	<i>Subsidiaries without Public Accountability: Disclosures<sup>3</sup></i>
Amendments to HKFRS 9 and HKFRS 7	<i>Amendments to the Classification and Measurement of Financial Instruments<sup>2</sup></i>
Amendments to HKFRS 10 and HKAS 28	<i>Sale or Contribution of Assets between an Investor and its Joint Venture<sup>4</sup></i>
Amendments to HKAS 21	<i>Lack of Exchangeability<sup>1</sup></i>
Annual Improvements to HKFRS Accounting Standards – Volume 11	<i>Amendments to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7<sup>2</sup></i>

<sup>1</sup> Effective for annual periods beginning on or after 1 January 2025

<sup>2</sup> Effective for annual periods beginning on or after 1 January 2026

<sup>3</sup> Effective for annual/reporting periods beginning on or after 1 January 2027

<sup>4</sup> No mandatory effective date yet determined but available for adoption

## PRINCIPAL LIFE STYLE FUND

### NOTES TO FINANCIAL STATEMENTS

31 December 2024

#### 2.3 ISSUED BUT NOT YET EFFECTIVE HONG KONG FINANCIAL REPORTING STANDARDS (continued)

Further information about those HKFRSs that are expected to be applicable to the Sub-funds are described below.

HKFRS 18 replaces HKAS 1 *Presentation of Financial Statements*. While a number of sections have been brought forward from HKAS 1 with limited changes, HKFRS 18 introduces new requirements for presentation within the statement of profit or loss, including specified totals and subtotals. Entities are required to classify all income and expenses within the statement of profit or loss into one of the five categories: operating, investing, financing, income taxes and discontinued operations and to present two new defined subtotals. It also requires disclosures about management-defined performance measures in a single note and introduces enhanced requirements on the grouping (aggregation and disaggregation) and the location of information in both the primary financial statements and the notes. Some requirements previously included in HKAS 1 are moved to HKAS 8 *Accounting Policies, Changes in Accounting Estimates and Errors*, which is renamed as HKAS 8 *Basis of Preparation of Financial Statements*. As a consequence of the issuance of HKFRS 18, limited, but widely applicable, amendments are made to HKAS 7 *Statement of Cash Flows*, HKAS 33 *Earnings per Share* and HKAS 34 *Interim Financial Reporting*. In addition, there are minor consequential amendments to other HKFRSs. HKFRS 18 and the consequential amendments to other HKFRSs are effective for annual periods beginning on or after 1 January 2027 with earlier application permitted. Retrospective application is required. The Sub-funds are currently analysing the new requirements and assessing the impact of HKFRS 18 on the presentation and disclosure of the Sub-funds' financial statements.

Amendments to HKFRS 9 and HKFRS 7 clarify the date on which a financial asset or financial liability is derecognised and introduce an accounting policy option to derecognise a financial liability that is settled through an electronic payment system before the settlement date if specified criteria are met. The amendments clarify how to assess the contractual cash flow characteristics of financial assets with environmental, social and governance and other similar contingent features. Moreover, the amendments clarify the requirements for classifying financial assets with non-recourse features and contractually linked instruments. The amendments also include additional disclosures for investments in equity instruments designated at fair value through other comprehensive income and financial instruments with contingent features. The amendments shall be applied retrospectively with an adjustment to opening retained profits (or other component of equity) at the initial application date. Prior periods are not required to be restated and can only be restated without the use of hindsight. Earlier application of either all the amendments at the same time or only the amendments related to the classification of financial assets is permitted. The amendments are not expected to have any significant impact on the Sub-funds' financial statements.

## PRINCIPAL LIFE STYLE FUND

### NOTES TO FINANCIAL STATEMENTS

31 December 2024

#### 2.3 ISSUED BUT NOT YET EFFECTIVE HONG KONG FINANCIAL REPORTING STANDARDS (continued)

Annual Improvements to *HKFRS Accounting Standards – Volume 11* set out amendments to HKFRS 1, HKFRS 7 (and the accompanying *Guidance on implementing HKFRS 7*), HKFRS 9, HKFRS 10 and HKAS 7. Details of the amendments that are expected to be applicable to the Sub-funds' are as follows:

- *HKFRS 7 Financial Instruments: Disclosures*: The amendments have updated certain wording in paragraph B38 of HKFRS 7 and paragraphs IG1, IG14 and IG20B of the *Guidance on implementing HKFRS 7* for the purpose of simplification or achieving consistency with other paragraphs in the standard and/or with the concepts and terminology used in other standards. In addition, the amendments clarify that the *Guidance on implementing HKFRS 7* does not necessarily illustrate all the requirements in the referenced paragraphs of HKFRS 7 nor does it create additional requirements. Earlier application is permitted. The amendments are not expected to have any significant impact on the Sub-funds' financial statements.
- *HKFRS 9 Financial Instruments*: The amendments clarify that when a lessee has determined that a lease liability has been extinguished in accordance with HKFRS 9, the lessee is required to apply paragraph 3.3.3 of HKFRS 9 and recognise any resulting gain or loss in profit or loss. In addition, the amendments have updated certain wording in paragraph 5.1.3 of HKFRS 9 and Appendix A of HKFRS 9 to remove potential confusion. Earlier application is permitted. The amendments are not expected to have any significant impact on the Sub-funds' financial statements.
- *HKAS 7 Statement of Cash Flows*: The amendments replace the term "cost method" with "at cost" in paragraph 37 of HKAS 7 following the prior deletion of the definition of "cost method". Earlier application is permitted. The amendments are not expected to have any impact on the Sub-funds' financial statements.

## PRINCIPAL LIFE STYLE FUND

### NOTES TO FINANCIAL STATEMENTS

31 December 2024

#### 2.4 MATERIAL ACCOUNTING POLICIES

##### Fair value measurement

The Sub-funds measure their debt and equity investments at fair value at the end of each reporting period. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in the principal market for the asset or liability, or in the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible by the Sub-funds. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

The Sub-funds use valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 – based on quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 – based on valuation techniques for which the lowest level input that is significant to the fair value measurement is observable, either directly or indirectly

Level 3 – based on valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Sub-funds determine whether transfers have occurred between levels in the hierarchy by reassessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

##### Investments and other financial assets

###### *Initial recognition and measurement*

Financial assets are classified, at initial recognition, as subsequently measured at amortised cost, fair value through other comprehensive income, and fair value through profit or loss.

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Sub-funds' business model for managing them. With the exception of trade receivables that do not contain a significant financing component or for which the Sub-funds have applied the practical expedient of not adjusting the effect of a significant financing component, the Sub-funds initially measure a financial asset at its fair value, plus in the case of a financial asset not at fair value through profit or loss, transaction costs.

In order for a financial asset to be classified and measured at amortised cost or fair value through other comprehensive income, it needs to give rise to cash flows that are solely payments of principal and interest ("SPPI") on the principal amount outstanding. Financial assets with cashflows that are not SPPI are classified and measured at fair value through profit or loss, irrespective of the business model.

31 December 2024

2.4 MATERIAL ACCOUNTING POLICIES (continued)

Investments and other financial assets (continued)

*Initial recognition and measurement (continued)*

The Sub-funds' business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both. Financial assets classified and measured at amortised cost are held within a business model with the objective to hold financial assets in order to collect contractual cash flows, while financial assets classified and measured at fair value through other comprehensive income are held within a business model with the objective of both holding to collect contractual cash flows and selling. Financial assets which are not held within the aforementioned business models are classified and measured at fair value through profit or loss.

Purchases or sales of financial assets that require delivery of assets within the period generally established by regulation or convention in the marketplace are recognised on the trade date, that is, the date that the Sub-funds commit to purchase or sell the asset.

*Subsequent measurement*

The subsequent measurement of financial assets depends on their classification as follows:

*Financial assets at fair value through profit or loss*

Financial assets at fair value through profit or loss include financial assets held for trading, financial assets designated upon initial recognition at fair value through profit or loss, or financial assets mandatorily required to be measured at fair value. Financial assets are classified as held for trading if (a) they are acquired for the purpose of selling or repurchasing in the near term, (b) on initial recognition, it is part of a portfolio of identified financial instruments that are managed together for which, there is evidence of a recent actual pattern of short-term profit-taking, or (c) it is a derivative (except for a derivative that is a financial guarantee contract or a designed and effective hedging instruments). Financial assets with cash flows that are not solely payments of principal and interest are classified and measured at fair value through profit or loss, irrespective of the business model. Notwithstanding the criteria for debt instruments to be classified at amortised cost or at fair value through other comprehensive income, debt instruments may be designated at fair value through profit or loss on initial recognition if doing so eliminates, or significantly reduces, an accounting mismatch.

Financial assets at fair value through profit or loss are carried in the statement of financial position at fair value with net changes in fair value recognised in the statement of profit or loss.

This category includes derivative financial instruments and investments which the Sub-funds had not irrevocably elected to classify at fair value through other comprehensive income. Dividends on the equity investments are also recognised as gross dividend income in the statement of profit or loss when the right of payment has been established.

*Financial assets at amortised cost (debt instruments)*

The Sub-funds measures financial assets at amortised cost if both of the following conditions are met:

- The financial asset is held within a business model with the objective to hold financial assets in order to collect contractual cash flows.
- The contractual terms of the financial asset give rise on specified dates to cash flows that are SPPI on the principal amount outstanding.

31 December 2024

## 2.4 MATERIAL ACCOUNTING POLICIES (continued)

### Investments and other financial assets (continued)

#### *Financial assets at amortised cost (debt instruments) (continued)*

Financial assets at amortised cost are subsequently measured using the effective interest method and are subject to impairment. Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired.

### Impairment of financial assets

The Sub-funds recognise an allowance for expected credit losses ("ECLs") for all debt instruments not held at fair value through profit or loss. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Sub-funds expect to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

#### *General approach*

ECLs are recognised in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12 months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL).

At each reporting date, the Sub-funds assess whether the credit risk on a financial instrument has increased significantly since initial recognition. When making the assessment, the Sub-funds compare the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition and considers reasonable and supportable information that is available without undue cost or effort, including historical and forward-looking information.

The Sub-funds consider a financial asset in default when contractual payments are 90 days past due. However, in certain cases, the Sub-funds may also consider a financial asset to be in default when internal or external information indicates that the Sub-funds are unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Sub-funds. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

Financial assets at amortised cost are subject to impairment under the general approach and they are classified within the following stages for measurement of ECLs except for investment contract receivables which apply the simplified approach as detailed below.

Stage 1 – Financial instruments for which credit risk has not increased significantly since initial recognition and for which the loss allowance is measured at an amount equal to 12-month ECLs

Stage 2 – Financial instruments for which credit risk has increased significantly since initial recognition but that are not credit-impaired financial assets and for which the loss allowance is measured at an amount equal to lifetime ECLs

## PRINCIPAL LIFE STYLE FUND

### NOTES TO FINANCIAL STATEMENTS

31 December 2024

#### 2.4 MATERIAL ACCOUNTING POLICIES (continued)

##### Impairment of financial assets (continued)

##### *General approach (continued)*

Stage 3 – Financial assets that are credit-impaired at the reporting date (but that are not purchased or originated credit-impaired) and for which the loss allowance is measured at an amount equal to lifetime ECLs

##### *Simplified approach*

The Sub-funds hold the trade receivables with no significant financing component and which have maturities of less than 12 months at amortised cost and, as such, has chosen to apply the simplified approach for expected credit losses (ECL) under HKFRS 9 to all its trade receivables. Therefore the Sub-funds do not track changes in credit risk, but instead recognizes a loss allowance based on lifetime ECLs at each reporting date.

The Sub-funds' approach to ECLs reflects a probability-weighted outcome, the time value of money and reasonable and supportable information that is available without undue cost or effort at the reporting date about the past events, current conditions and forecasts of future economic conditions.

The Sub-funds use provision matrix as a practical expedient to measuring ECLs on trade receivables, based on days past due for groupings of receivables with similar loss patterns. Receivables are grouped based on their nature. The provision matrix is based on historical observed loss rates over the expected life of the receivables and is adjusted for forward-looking estimates.

##### Derecognition of financial assets

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e., removed from the Sub-funds' statement of net assets available for benefits) when:

- the rights to receive cash flows from the asset have expired; or
- the Sub-fund has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a "pass-through" arrangement; and either (a) the Sub-fund has transferred substantially all the risks and rewards of the asset, or (b) the Sub-fund has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Sub-fund has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risk and rewards of ownership of the asset. When it has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the Sub-fund continues to recognise the transferred asset to the extent of the Sub-fund's continuing involvement in the asset. In that case, the Sub-fund also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Sub-fund has retained.

## PRINCIPAL LIFE STYLE FUND

### NOTES TO FINANCIAL STATEMENTS

31 December 2024

#### 2.4 MATERIAL ACCOUNTING POLICIES (continued)

##### Financial liabilities

###### *Initial recognition and measurement*

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings, net of directly attributable transaction costs.

The Sub-funds' financial liabilities include derivative financial instruments, amounts payable to brokers, amounts payable on redemptions, and accrual and other payables.

###### *Subsequent measurement*

###### *Financial liabilities at amortised cost (Loans and borrowings)*

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost, using the effective interest rate method unless the effect of discounting would be immaterial, in which case they are stated at cost. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the effective interest rate amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate. The effective interest rate amortisation is included in finance costs in profit or loss.

##### Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged or cancelled, or expires.

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and a recognition of a new liability, and the difference between the respective carrying amounts is recognised in profit or loss.

##### Derivative financial instruments

The Sub-funds use derivative financial instruments, such as forward currency contracts, to hedge its foreign currency risk. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at fair value. Derivatives are carried as assets when the fair value is positive and as liabilities when the fair value is negative.

Any gains or losses arising from changes in fair value of derivatives are taken directly to profit or loss.

##### Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the statement of financial position if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.



## PRINCIPAL LIFE STYLE FUND

### NOTES TO FINANCIAL STATEMENTS

31 December 2024

#### 2.4 MATERIAL ACCOUNTING POLICIES (continued)

##### Cash and cash equivalents

Cash and cash equivalents in the statement of financial position comprise cash on hand and at banks, and short-term highly liquid deposits with a maturity of generally within three months that are readily convertible into known amounts of cash, subject to an insignificant risk of changes in value and held for the purpose of meeting short-term cash commitments.

For the purpose of the statement of cash flows, cash and cash equivalents comprise cash on hand and at banks, and short-term deposits as defined above, less bank overdrafts which are repayable on demand and form an integral part of the Sub-funds' cash management.

##### Revenue recognition

Revenue is recognised when it is probable that the economic benefits will flow to the Sub-funds and when the revenue can be measured reliably, on the following bases:

- (a) Interest income is recognised on an accrual basis using the effective interest rate method by applying the rate that discounts the estimated future cash receipts over the expected life of the financial instrument to the net carrying amount of the financial asset. Interest income on bank deposits is disclosed separately on the face of the statement of comprehensive income. Interest income on debt securities is included in gains on investments.
- (b) Dividend income is recognised when the Sub-funds' right to receive payment has been established. Dividend income relating to exchange-traded equity investments is recognised in profit or loss on the ex-dividend date.

In some cases, the Sub-funds may receive or choose to receive dividends in the form of additional shares rather than cash. In such cases the Sub-funds recognise the dividend income for the amount of the cash dividend alternative with the corresponding debit treated as an additional investment. Income distributions from private equity investments and other investment funds are recognised in profit or loss as dividend income when declared.

- (c) Realised and unrealised gains and losses on investments at fair value through profit or loss are dealt with in profit or loss in the year in which they arise.

##### Expenses

All expenses, including investment management and custodian fees, are recognised in profit or loss on an accrual basis.

##### Foreign currencies

Transactions in foreign currencies are translated into the functional currency of the Sub-funds using the exchange rates prevailing at the dates of the transactions. Exchange differences arising from the settlement of such transactions and from the retranslation at the year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the profit or loss.

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

2.4 MATERIAL ACCOUNTING POLICIES (continued)

Related parties

A party is considered to be related to the Sub-funds if:

- (a) the party is a person or a close member of that person's family and that person:
  - (i) has control or joint control over the Sub-funds;
  - (ii) has significant influence over the Sub-funds;
  - (iii) is a member of the key management personnel of the Sub-funds or of a parent of the Sub-funds;

or

- (b) the party is an entity where any of the following conditions applies:
  - (i) the entity and the Sub-funds are members of the same group;
  - (ii) one entity is an associate or joint venture of the other entity (or of a parent, subsidiary or fellow subsidiary of the other entity);
  - (iii) the entity and the Sub-funds are joint ventures of the same third party;
  - (iv) one entity is a joint venture of a third entity and the other entity is an associate of the third entity;
  - (v) the entity is a post-employment benefit plan for the benefit of employees of either the Sub-funds or an entity related to the Sub-funds;
  - (vi) the entity is controlled or jointly controlled by a person identified in (a);
  - (vii) a person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity); and
  - (viii) the entity, or any member of a Sub-funds of which it is a part, provides key management personnel services to the Sub-funds or to the parent of the Sub-funds.

## PRINCIPAL LIFE STYLE FUND

### NOTES TO FINANCIAL STATEMENTS

31 December 2024

#### 2.4 MATERIAL ACCOUNTING POLICIES (continued)

##### Taxation

Taxation comprises current tax. Taxation relating to items recognised outside profit or loss is recognised outside profit or loss; therefore, taxation relating to items recognised outside profit or loss is recognised either in other comprehensive income or directly in equity.

Current tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period, taking into consideration interpretations and practices prevailing in the countries in which the Sub-funds hold the investments.

##### Units in issue

The Sub-funds classify financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments.

A puttable financial instrument that includes a contractual obligation for the Sub-funds to repurchase or redeem that instrument for cash or another financial asset is classified as an equity instrument if it meets all of the following conditions:

- it entitles the holder to a pro rata share of the Sub-funds' net assets in the event of its liquidation;
- it is in the class of instruments that is subordinate to all other classes of instruments;
- all financial instruments in the class of instruments that is subordinate to all other classes of instruments have identical features;
- apart from the contractual obligation for the Sub-funds to repurchase or redeem the instrument for cash or another financial asset, the instrument does not include any other features that would require classification as a liability; and
- the total expected cash flows attributable to the instrument over its life are based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Sub-funds over the life of the instrument.

The redeemable units do not provide the unitholders with the right to require redemption for cash at a value proportionate to the unitholders' share in the Sub-funds' net assets at each daily redemption date and also in the event of the Sub-funds' liquidation. Therefore, they do not meet the criteria for equity classification and therefore are classified as financial liabilities. They are measured at the present value of the redemption amounts.

# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 3. GAINS AND LOSSES ON INVESTMENTS

	2024										
	Principal Asian Bond Fund HK\$	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\$
Realised gains	41,204,243	550,491,634	305,160,813	556,450,593	129,525,193	130,888,811	964,665,229	855,577,689	1,112,243,554	37,823,895	254,402,023
Net change in unrealised gains	10,900,987	788,749,611	940,886,705	182,255,189	86,235,930	30,213,994	2,851,000,205	147,839,498	390,980,513	17,827,085	1,663,026,685
Total gains on investments	<u>52,105,230</u>	<u>1,339,241,245</u>	<u>1,246,047,518</u>	<u>738,705,782</u>	<u>215,761,123</u>	<u>161,102,805</u>	<u>3,815,665,434</u>	<u>1,003,417,187</u>	<u>1,503,224,067</u>	<u>55,650,980</u>	<u>1,917,428,708</u>
Realised losses	(10,999,380)	(236,235,259)	(580,404,016)	(232,012,497)	(68,015,357)	(7,204,729)	(1,789,060,289)	(646,867,911)	(188,536,719)	(12,718,379)	(116,585,271)
Net change in unrealised losses	(17,702,744)	(616,101,571)	(116,922,749)	(522,712,375)	(25,149,292)	(11,737,985)	(426,666,969)	(474,848,112)	(771,432,679)	(12,974,321)	(322,634,143)
Total losses on investments	<u>(28,702,124)</u>	<u>(852,336,830)</u>	<u>(697,326,765)</u>	<u>(754,724,872)</u>	<u>(93,164,649)</u>	<u>(18,942,714)</u>	<u>(2,215,727,258)</u>	<u>(1,121,716,023)</u>	<u>(959,969,398)</u>	<u>(25,692,700)</u>	<u>(439,219,414)</u>
	2023										
	Principal Asian Bond Fund HK\$	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\$
Realised gains	30,926,387	568,886,342	133,607,382	229,631,457	157,388,879	91,732,905	398,743,468	710,181,356	340,182,526	85,190,597	173,050,443
Net change in unrealised gains	38,812,683	722,107,354	355,495,386	509,130,081	363,208,274	57,849,692	870,100,842	872,809,889	1,002,704,913	198,064,992	1,484,914,453
Total gains on investments	<u>69,739,070</u>	<u>1,290,993,696</u>	<u>489,102,768</u>	<u>738,761,538</u>	<u>520,597,153</u>	<u>149,582,597</u>	<u>1,268,844,310</u>	<u>1,582,991,245</u>	<u>1,342,887,439</u>	<u>283,255,589</u>	<u>1,657,964,896</u>
Realised losses	(26,329,025)	(620,250,608)	(693,131,177)	(208,324,673)	(197,330,844)	(6,596,356)	(1,646,044,357)	(1,184,105,762)	(279,912,607)	(182,932,370)	(232,878,515)
Net change in unrealised losses	(2,295,433)	(405,074,575)	(432,246,355)	(153,613,894)	(582,982)	(1,579,424)	(1,386,197,411)	(21,506,518)	(162,523,791)	(1,729,641)	(185,590,484)
Total losses on investments	<u>(28,624,458)</u>	<u>(1,025,325,183)</u>	<u>(1,125,377,532)</u>	<u>(361,938,567)</u>	<u>(197,913,826)</u>	<u>(8,175,780)</u>	<u>(3,032,241,768)</u>	<u>(1,205,612,280)</u>	<u>(442,436,398)</u>	<u>(184,662,011)</u>	<u>(418,468,999)</u>

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

4. INVESTMENTS MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS

	2024											
	Principal Asian Bond Fund HK\$	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\$	
(a) Investment Fund	-	-	-	-	-	-	-	-	-	-	-	
(b) Equities	-	6,081,036,037	3,738,651,964	4,111,774,617	-	-	12,689,841,382	-	4,165,448,807	-	10,214,184,181	
(c) Debt securities												
Listed/quoted debt instruments	664,909,796	-	-	-	2,751,166,605	2,871,112,904	-	6,124,975,385	-	821,298,567	-	
Certificates of deposit	-	-	-	-	243,369,042	52,936,054	-	-	-	-	-	
	664,909,796	-	-	-	2,994,535,647	2,924,048,958	-	6,124,975,385	-	821,298,567	-	
	664,909,796	6,081,036,037	3,738,651,964	4,111,774,617	2,994,535,647	2,924,048,958	12,689,841,382	6,124,975,385	4,165,448,807	821,298,567	10,214,184,181	
	2023											
	Principal Asian Bond Fund HK\$	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\$	
(a) Investment Fund	-	-	-	-	-	-	-	-	-	-	-	
(b) Equities	-	5,226,339,480	3,182,945,287	2,226,575,125	-	-	11,202,033,315	-	4,604,432,300	-	6,126,351,142	
(c) Debt securities												
Listed/quoted debt instruments	713,024,804	-	-	-	3,059,489,401	2,430,770,354	-	5,213,906,196	-	770,028,212	-	
Certificates of deposit	-	-	-	-	561,593,756	142,071,856	-	-	-	-	-	
	713,024,804	-	-	-	3,621,083,157	2,572,842,210	-	5,213,906,196	-	770,028,212	-	
	713,024,804	5,226,339,480	3,182,945,287	2,226,575,125	3,621,083,157	2,572,842,210	11,202,033,315	5,213,906,196	4,604,432,300	770,028,212	6,126,351,142	

## PRINCIPAL LIFE STYLE FUND

### NOTES TO FINANCIAL STATEMENTS

31 December 2024

#### 5. FORMATION COSTS

The cost of establishing the Trust and the Sub-funds including the preparation of the prospectus, inception fees, the costs of seeking and obtaining the listing and authorization by the SFC and all initial legal and printing costs including, if considered appropriate by the Manager, any additional costs of determining the stock code, will be borne by the Sub-funds and amortised over the first five financial years of the respective Sub-funds or such other period as determined by the Manager. However, with respect to the preparation of the Sub-funds' financial statements in compliance with HKFRS, establishment costs are recognized as an expense in the period in which they are incurred.

Formation cost for establishing the Sub-funds will be fully amortised over five financial years and as of 31 December 2024, the remaining amortization period and amount of Principal Asian Bond Fund, which was launched on 17 August 2020, are less than one year and HK\$21,349 respectively.

#### 6. INVESTMENT TRANSACTION COSTS

The costs represent commission fee and handling fee to broker, transaction fees and charges paid to bank.

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

7. INTEREST AND DIVIDEND RECEIVABLES

		2024										
		Principal Asian Bond Fund HK\$	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\$
Interest receivables	7,958,695	-	-	-	-	39,455,350	72,341,164	-	75,746,305	-	8,773,114	-
Dividend receivables	-	3,414,652	972,633	1,225,448	-	-	-	3,145,917	-	1,058,701	-	4,717,636
	<u>7,958,695</u>	<u>3,414,652</u>	<u>972,633</u>	<u>1,225,448</u>	<u>39,455,350</u>	<u>72,341,164</u>	<u>3,145,917</u>	<u>75,746,305</u>	<u>1,058,701</u>	<u>8,773,114</u>	<u>4,717,636</u>	
		2023										
		Principal Asian Bond Fund HK\$	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\$
Interest receivables	8,222,227	-	-	-	-	43,750,610	54,586,732	-	44,172,374	-	6,602,870	-
Dividend receivables	-	3,489,246	3,161,676	1,089,665	-	-	-	10,713,212	-	2,906,460	-	3,790,892
	<u>8,222,227</u>	<u>3,489,246</u>	<u>3,161,676</u>	<u>1,089,665</u>	<u>43,750,610</u>	<u>54,586,732</u>	<u>10,713,212</u>	<u>44,172,374</u>	<u>2,906,460</u>	<u>6,602,870</u>	<u>3,790,892</u>	

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

8. CASH AT BANKS

		2024										
		Principal Asian Bond Fund HK\$	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\$
Deposits with banks	-	-	-	-	-	-	64,000,000	-	-	-	-	-
Cash at banks	12,041,167	165,087,057	78,935,805	102,917,288	28,543,403	33,224,628	230,388,390	258,202,544	78,522,485	27,197,557	217,779,266	
	12,041,167	165,087,057	78,935,805	102,917,288	28,543,403	97,224,628	230,388,390	258,202,544	78,522,485	27,197,557	217,779,266	
		2023										
		Principal Asian Bond Fund HK\$	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\$
Deposits with banks	-	-	-	-	-	-	327,033,480	-	-	-	-	-
Cash at banks	12,010,328	177,504,625	105,936,505	83,332,523	43,899,800	20,264,937	534,560,289	360,583,070	149,432,546	22,521,188	120,927,147	
	12,010,328	177,504,625	105,936,505	83,332,523	43,899,800	347,298,417	534,560,289	360,583,070	149,432,546	22,521,188	120,927,147	



# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 9. TAXATION

Taxation in the statement of profit or loss and other comprehensive income represents:

	2024										
	Principal Asian Bond Fund HK\$	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\$
Overseas capital gain tax	-	30,438,205	-	-	-	-	-	-	5,145,193	-	-
Overseas withholding tax	-	14,577,911	6,804,103	9,474,551	-	-	19,636,387	56,803	12,654,159	-	29,133,621
	-	45,016,116	6,804,103	9,474,551	-	-	19,636,387	56,803	17,799,352	-	29,133,621
	2023										
	Principal Asian Bond Fund HK\$	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\$
Overseas capital gain tax	-	33,937,104	-	-	-	-	-	-	268,350	-	-
Overseas withholding tax	-	7,447,805	6,962,367	12,645,809	-	-	16,671,618	112,788	11,727,872	-	25,785,599
	-	41,384,909	6,962,367	12,645,809	-	-	16,671,618	112,788	11,996,222	-	25,785,599

No provision for Hong Kong profits tax has been made as interest, distribution income and realised gains on disposals of investments of the Sub-funds are excluded from the charge to profits tax under either sections 14, 26 or 26A of the Hong Kong Inland Revenue Ordinance. A reconciliation of the tax expense/credit applicable to income/loss for the year using the statutory rate to tax expense/credit at the effective tax rate has not been presented as the income/loss of the Sub-funds is excluded from the charge to profits tax.

# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 10. UNITS IN ISSUE

	2024										
	Principal Asian Bond Fund	Principal Asian Equity Fund	Principal China Equity Fund	Principal European Equity Fund	Principal Hong Kong Bond Fund	Principal Hong Kong Dollar Savings Fund	Principal Hong Kong Equity Fund	Principal International Bond Fund	Principal International Equity Fund	Principal Pension Bond Fund	Principal U.S. Equity Fund
<b>Pension Class</b>											
Balance brought forward	75,238,458.8365	88,569,088.1549	188,275,010.3025	98,514,337.1904	148,945,285.0189	186,372,867.3008	336,969,353.8192	298,480,031.3180	85,106,125.7474	40,724,564.1167	93,676,402.7064
Issued during the year	17,331,006.3557	20,525,991.9233	89,749,538.0924	129,375,883.7807	28,175,658.5694	121,431,880.0292	103,607,798.2044	98,832,708.3907	23,756,495.3423	13,567,835.1593	70,202,023.6045
Redeemed during the year	(24,652,008.8065)	(16,623,043.7200)	(87,424,111.7839)	(55,011,664.8172)	(37,720,989.8811)	(118,455,068.0713)	(115,548,739.2838)	(47,726,107.9995)	(40,846,157.8478)	(12,177,515.8834)	(34,745,291.3366)
Balance as at 31 December 2024	<u>67,917,456.3857</u>	<u>92,472,036.3582</u>	<u>190,600,436.6110</u>	<u>172,878,556.1539</u>	<u>139,399,953.7072</u>	<u>189,349,679.2587</u>	<u>325,028,412.7398</u>	<u>349,586,631.7092</u>	<u>68,016,463.2419</u>	<u>42,114,883.3926</u>	<u>129,133,134.9743</u>
<b>Retail Class</b>											
Balance brought forward	-	521,282.2226	27,047,362.7310	-	121,877,732.4828	18,645,413.4593	15,685,753.4049	142,702.4114	9,045,204.0930	-	19,111,922.4438
Issued during the year	-	15,305.5662	1,075,605.6081	-	8,176,361.7755	14,549,631.2566	1,434,786.6299	94,344.9425	655,487.2317	-	3,102,228.7786
Redeemed during the year	-	(38,153.0188)	(7,568,051.0735)	-	(50,982,765.5259)	(19,556,929.2987)	(6,378,164.4576)	(210,204.5624)	(2,961,185.3246)	-	(1,682,419.1193)
Balance as at 31 December 2024	<u>-</u>	<u>498,434.7700</u>	<u>20,554,917.2656</u>	<u>-</u>	<u>79,071,328.7324</u>	<u>13,638,115.4172</u>	<u>10,742,375.5772</u>	<u>26,842.7915</u>	<u>6,739,506.0001</u>	<u>-</u>	<u>20,531,732.1031</u>
<b>Investment Class</b>											
Balance brought forward	-	736,808.7078	40,425,804.7558	249,974.2669	-	-	17,119,917.5763	39,269,067.2212	-	-	-
Issued during the year	-	195,081.8930	4,610,326.8215	49,419.6466	-	-	2,157,985.4134	15,024,815.6458	-	-	-
Redeemed during the year	-	(269,035.0322)	(5,259,345.6620)	(72,472.4377)	-	-	(2,958,805.1416)	(9,689,269.5556)	-	-	-
Balance as at 31 December 2024	<u>-</u>	<u>662,855.5686</u>	<u>39,776,785.9153</u>	<u>226,921.4758</u>	<u>-</u>	<u>-</u>	<u>16,319,097.8481</u>	<u>44,604,613.3114</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>I6 Class</b>											
Balance brought forward	-	-	-	-	-	-	-	-	-	-	-
Issued during the year	-	-	-	-	-	-	-	-	-	-	-
Redeemed during the year	-	-	-	-	-	-	-	-	-	-	-
Balance as at 31 December 2024	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 10. UNITS IN ISSUE (continued)

	2024 (continued)										
	Principal Asian Bond Fund	Principal Asian Equity Fund	Principal China Equity Fund	Principal European Equity Fund	Principal Hong Kong Bond Fund	Principal Hong Kong Dollar Savings Fund	Principal Hong Kong Equity Fund	Principal International Bond Fund	Principal International Equity Fund	Principal Pension Bond Fund	Principal U.S. Equity Fund
<b>R6 Class</b>											
Balance brought forward	-	-	5,026,029.5975	-	40,900,485.4284	-	7,409,849.7641	-	-	-	-
Issued during the year	-	-	287,800.8563	-	5,297,187.1140	-	232,815.0438	-	-	-	-
Redeemed during the year	-	-	(2,631,213.6181)	-	(20,957,772.7289)	-	(3,281,539.6921)	-	-	-	-
Balance as at 31 December 2024	-	-	2,682,616.8357	-	25,239,899.8135	-	4,361,125.1158	-	-	-	-
<b>R2 Class</b>											
Balance brought forward	-	-	-	-	-	-	1,318,995.6915	-	-	-	-
Issued during the year	-	-	-	-	-	-	845,099.4462	-	-	-	-
Redeemed during the year	-	-	-	-	-	-	(1,001,011.6016)	-	-	-	-
Balance as at 31 December 2024	-	-	-	-	-	-	1,163,083.5361	-	-	-	-
<b>Net asset value per unit</b>											
- Pension class	10.0966	67.1010	16.1720	24.4893	13.5016	15.3700	37.2642	16.9626	58.1997	20.3203	74.7594
- Retail class	-	48.8601	11.9086	-	12.0492	13.4519	28.2203	10.9869	42.0515	-	38.6354
- Investment class	-	25.8961	12.2407	20.1104	-	-	29.0249	12.5491	-	9.0996	-
- I6 class	-	10.0000	-	13.3118	-	-	13.3368	-	10.0000	-	-
- R6 class	-	-	6.8103	-	8.8086	-	7.3685	-	-	-	-
- R2 class	-	-	-	-	-	-	9.3715	-	-	-	-

# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 10. UNITS IN ISSUE (continued)

	2023										
	Principal Asian Bond Fund	Principal Asian Equity Fund	Principal China Equity Fund	Principal European Equity Fund	Principal Hong Kong Bond Fund	Principal Hong Kong Dollar Savings Fund	Principal Hong Kong Equity Fund	Principal International Bond Fund	Principal International Equity Fund	Principal Pension Bond Fund	Principal U.S. Equity Fund
<b>Pension Class</b>											
Balance brought forward	49,107,840.3609	94,934,508.9561	186,155,821.3841	141,106,172.6544	261,506,079.5667	219,703,244.8301	284,161,677.5065	282,900,239.9307	80,442,529.4927	121,594,169.4980	93,573,149.7405
Issued during the year	49,813,623.0590	10,524,316.6390	50,130,862.5037	15,015,186.9130	66,293,150.2199	113,062,995.9138	122,262,344.4089	37,432,100.8689	22,782,984.0616	38,306,462.3793	29,657,004.5474
Redeemed during the year	(23,683,004.5834)	(16,889,737.4402)	(48,011,673.5853)	(57,607,022.3770)	(178,853,944.7677)	(146,393,373.4431)	(69,454,668.0962)	(21,852,309.4816)	(18,119,387.8069)	(119,176,067.7606)	(29,553,751.5815)
Balance as at 31 December 2023	<u>75,238,458.8365</u>	<u>88,569,088.1549</u>	<u>188,275,010.3025</u>	<u>98,514,337.1904</u>	<u>148,945,285.0189</u>	<u>186,372,867.3008</u>	<u>336,969,353.8192</u>	<u>298,480,031.3180</u>	<u>85,106,125.7474</u>	<u>40,724,564.1167</u>	<u>93,676,402.7064</u>
<b>Retail Class</b>											
Balance brought forward	-	549,598.5608	32,902,870.6736	-	157,995,241.9174	21,646,982.1085	20,325,219.5861	130,361.3469	9,496,585.8357	-	19,519,802.8776
Issued during the year	-	15,076.7733	1,459,923.7143	-	5,934,575.7385	7,094,212.9552	1,157,668.3994	43,010.1689	467,055.6164	-	1,190,852.1960
Redeemed during the year	-	(43,393.1115)	(7,315,431.6569)	-	(42,052,085.1731)	(10,095,781.6044)	(5,797,134.5806)	(30,669.1044)	(918,437.3591)	-	(1,598,732.6298)
Balance as at 31 December 2023	<u>-</u>	<u>521,282.2226</u>	<u>27,047,362.7310</u>	<u>-</u>	<u>121,877,732.4828</u>	<u>18,645,413.4593</u>	<u>15,685,753.4049</u>	<u>142,702.4114</u>	<u>9,045,204.0930</u>	<u>-</u>	<u>19,111,922.4438</u>
<b>Investment Class</b>											
Balance brought forward	-	688,762.2584	38,423,290.7722	664,148.7251	-	-	16,117,456.8763	40,381,978.9450	-	235,209.1258	-
Issued during the year	-	78,579.0981	4,294,271.6351	48,104.4520	-	-	2,170,608.6785	2,719,834.4816	-	1,687.5276	-
Redeemed during the year	-	(30,532.6487)	(2,291,757.6515)	(462,278.9102)	-	-	(1,168,147.9785)	(3,832,746.2054)	-	(236,896.6534)	-
Balance as at 31 December 2023	<u>-</u>	<u>736,808.7078</u>	<u>40,425,804.7558</u>	<u>249,974.2669</u>	<u>-</u>	<u>-</u>	<u>17,119,917.5763</u>	<u>39,269,067.2212</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>I6 Class</b>											
Balance brought forward	-	-	-	-	-	-	-	-	-	-	-
Issued during the year	-	-	-	-	-	-	-	-	-	-	-
Redeemed during the year	-	-	-	-	-	-	-	-	-	-	-
Balance as at 31 December 2023	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 10. UNITS IN ISSUE (continued)

	2023 (continued)										
	Principal Asian Bond Fund	Principal Asian Equity Fund	Principal China Equity Fund	Principal European Equity Fund	Principal Hong Kong Bond Fund	Principal Hong Kong Dollar Savings Fund	Principal Hong Kong Equity Fund	Principal International Bond Fund	Principal International Equity Fund	Principal Pension Bond Fund	Principal U.S. Equity Fund
<b>R6 Class</b>											
Balance brought forward	-	-	6,967,715.7948	-	69,146,238.5073	-	7,153,140.2229	-	-	-	-
Issued during the year	-	-	722,950.9378	-	2,796,503.7023	-	872,207.7044	-	-	-	-
Redeemed during the year	-	-	(2,664,637.1351)	-	(31,042,256.7812)	-	(615,498.1632)	-	-	-	-
Balance as at 31 December 2023	-	-	5,026,029.5975	-	40,900,485.4284	-	7,409,849.7641	-	-	-	-
<b>R2 Class</b>											
Balance brought forward	-	-	-	-	-	-	1,409,886.3275	-	-	-	-
Issued during the year	-	-	-	-	-	-	85,953.4158	-	-	-	-
Redeemed during the year	-	-	-	-	-	-	(176,844.0518)	-	-	-	-
Balance as at 31 December 2023	-	-	-	-	-	-	1,318,995.6915	-	-	-	-
<b>Net asset value per unit</b>											
- Pension class	9.7448	60.5195	13.5505	23.2588	12.9661	14.6670	31.9548	17.4205	51.8465	19.5990	60.3601
- Retail class	-	44.6890	10.1500	-	11.6533	12.8945	24.5425	11.4196	37.9892	-	31.6337
- Investment class	-	23.6144	10.3803	19.3304	-	-	25.1899	13.0174	-	**9.0996	-
- I6 class	-	10.0000	-	13.3118	-	-	13.3368	-	10.0000	-	-
- R6 class	-	-	5.9820	-	8.8331	-	6.6599	-	-	-	-
- R2 class	-	-	-	-	-	-	8.1904	-	-	-	-

\*\* Investment class was fully redeemed on 8 November 2023.

# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 11. NET ASSET VALUE FOR THE SUB-FUNDS

The Trustee and the Manager would like to highlight that the net asset value ("NAV") presented in the financial statements and that quoted for pricing purposes at the year end ("Dealing NAV") are the same since the adoption of HKFRS 13 in 2013. Difference noted in 2024 and 2023 was due to the principles for calculating the Dealing NAV as set out in the Explanatory Memorandum document being different from that required for financial reporting purposes under HKFRSs. The following reconciliation provides details of these differences for 2024 and 2023:

	2024										
	Principal Asian Bond Fund HK\$	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\$
NAV as reported in the financial statements as at 31 December 2024/ Dealing NAV as at 31 December 2024	<u>685,737,225</u>	<u>6,246,487,786</u>	<u>3,832,347,812</u>	<u>4,238,244,574</u>	<u>3,057,213,440</u>	<u>3,093,768,979</u>	<u>12,931,784,190</u>	<u>6,489,947,927</u>	<u>4,241,946,471</u>	<u>855,790,869</u>	<u>10,447,173,218</u>
	2023										
	Principal Asian Bond Fund HK\$	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\$
NAV as reported in the financial statements as at 31 December 2023/ Dealing NAV as at 31 December 2023	<u>733,185,700</u>	<u>5,400,853,714</u>	<u>3,275,462,864</u>	<u>2,296,157,811</u>	<u>3,712,805,537</u>	<u>2,973,965,442</u>	<u>11,644,168,623</u>	<u>5,712,502,477</u>	<u>4,756,076,045</u>	<u>798,163,884</u>	<u>6,258,905,487</u>

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

12. NET INCOME/(LOSS) TO BE CARRIED FORWARD FOR DISTRIBUTION

	2024										
	Principal Asian Bond Fund HK\$	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>Net income/(loss) for the year before distribution to unitholders</b>	<u>22,957,032</u>	<u>564,554,530</u>	<u>618,067,186</u>	<u>49,667,359</u>	<u>110,831,829</u>	<u>147,200,883</u>	<u>1,995,502,382</u>	<u>(162,834,462)</u>	<u>584,507,697</u>	<u>30,074,461</u>	<u>1,539,363,973</u>
Distributions to unitholders	-	-	(649,413)	-	(9,651,115)	-	(1,492,513)	-	-	-	-
<b>Increase/(decrease) in net assets attributable to unitholders</b>	<u>22,957,032</u>	<u>564,554,530</u>	<u>617,417,773</u>	<u>49,667,359</u>	<u>101,180,714</u>	<u>147,200,883</u>	<u>1,994,009,869</u>	<u>(162,834,462)</u>	<u>584,507,697</u>	<u>30,074,461</u>	<u>1,539,363,973</u>
	2023										
	Principal Asian Bond Fund HK\$	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>Net income/(loss) for the year before distribution to unitholders</b>	<u>40,864,777</u>	<u>327,532,700</u>	<u>(579,043,670)</u>	<u>440,980,642</u>	<u>307,164,110</u>	<u>170,386,038</u>	<u>(1,503,311,051)</u>	<u>368,536,386</u>	<u>938,138,634</u>	<u>96,241,939</u>	<u>1,294,559,757</u>
Distributions to unitholders	-	-	(1,036,050)	-	(14,348,938)	-	(1,489,614)	-	-	-	-
<b>Increase/(decrease) in net assets attributable to unitholders</b>	<u>40,864,777</u>	<u>327,532,700</u>	<u>(580,079,720)</u>	<u>440,980,642</u>	<u>292,815,172</u>	<u>170,386,038</u>	<u>(1,504,800,665)</u>	<u>368,536,386</u>	<u>938,138,634</u>	<u>96,241,939</u>	<u>1,294,559,757</u>

# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 13. DISTRIBUTION

The Manager currently does not intend to make distributions in respect of the Investment Class Units, I6 Class Units, Pension Class Units, Retail Class Units and R2 Class Unit of any Sub-fund and any income earned by such classes of a Sub-fund will be reinvested in the relevant class or classes of that Sub-fund and reflected in the value of units of the relevant class or classes of that Sub-fund.

For R6 Class Units of any Sub-fund, the Manager at present intends to distribute all income or any part thereof received by the relevant Sub-fund and attributable to such Units generally on a quarterly basis in March, June, September and December each year. However, this is not a guarantee that such distributions will be made or that there will be a target level of income distribution for any Sub-fund. The level and frequency of the income distributed by any Sub-fund does not necessarily indicate the total return and income of such Sub-fund. However, the Manager may determine at its absolute discretion that no distribution shall be made (whether by way of interim distribution or final distribution) in respect of R6 Class Units of any Sub-fund.

The distributions made by Principal China Equity Fund, Principal Hong Kong Bond Fund and Principal Hong Kong Equity Fund for the year ended 31 December 2024 and 2023 are as follows:

	2024								
	Principal China Equity Fund - R6 Class			Principal Hong Kong Bond Fund - R6 Class			Principal Hong Kong Equity Fund - R6 Class		
	Unit	HK\$/Unit	HK\$	Unit	HK\$/Unit	HK\$	Unit	HK\$/Unit	HK\$
Undistributed profit/(loss) brought forward			-			-			-
Net profit for the year			618,067,186			110,831,829			1,995,502,382
Distribution for Q1 2024 (paid at 09 April 2024)	3,905,713.5783	0.0046	(17,966)	35,311,623.8056	0.0772	(2,726,057)	6,375,565.8551	0.0287	(182,979)
Distribution for Q2 2024 (paid at 08 July 2024)	3,326,135.6877	0.0935	(310,994)	31,180,716.1613	0.0798	(2,488,221)	5,801,588.6983	0.1223	(709,534)
Distribution for Q3 2024 (paid at 08 October 2024)	3,019,486.1789	0.0968	(292,286)	29,504,272.4164	0.0816	(2,407,549)	4,356,622.9181	0.1171	(510,161)
Distribution for Q4 2024 (paid at 08 January 2025)	2,682,616.8357	0.0105	(28,167)	25,239,899.8135	0.0804	(2,029,288)	4,361,125.1158	0.0206	(89,839)
Transfer to capital			(617,417,773)			(101,180,714)			(1,994,009,869)
Undistributed profit/(loss) carried forward			-			-			-



# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 13. DISTRIBUTION (continued)

	2023								
	Principal China Equity Fund - R6 Class			Principal Hong Kong Bond Fund - R6 Class			Principal Hong Kong Equity Fund - R6 Class		
	Unit	HK\$/Unit	HK\$	Unit	HK\$/Unit	HK\$	Unit	HK\$/Unit	HK\$
Undistributed profit/(loss) brought forward			-			-			-
Net (loss)/profit for the year			(579,043,670)			307,164,110			(1,503,311,051)
Distribution for Q1 2023 (paid at 11 April 2023)	6,967,951.2389	0.0029	(20,207)	61,077,992.1609	0.0649	(3,963,962)	6,777,632.2833	0.0258	(174,863)
Distribution for Q2 2023 (paid at 10 July 2023)	6,704,725.6912	0.0822	(551,128)	53,231,620.6631	0.0745	(3,965,756)	6,587,088.6936	0.0944	(621,821)
Distribution for Q3 2023 (paid at 09 October 2023)	4,463,117.2346	0.0932	(415,963)	46,025,130.7696	0.0754	(3,470,295)	7,002,322.7318	0.0761	(532,877)
Distribution for Q4 2023 (paid at 09 January 2024)	5,026,029.5975	0.0097	(48,752)	40,900,485.4284	0.0721	(2,948,925)	7,409,849.7641	0.0216	(160,053)
Transfer to capital			<u>580,079,720</u>			<u>(292,815,172)</u>			<u>1,504,800,665</u>
Undistributed profit/(loss) carried forward			<u>-</u>			<u>-</u>			<u>-</u>

### 14. RELATED PARTY TRANSACTIONS

The following is a summary of transactions with related parties during the year which were entered into in the ordinary course of business and on normal commercial terms:

- (a) Principal Asset Management Company (Asia) Limited is the Manager of the Sub-funds. The Manager is entitled to receive management fees for each Sub-fund, calculated at the following percentage of the NAV of the relevant class of units of each Sub-fund. The maximum management fee for each class of units of each Sub-fund is 2% per annum of its NAV.

# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 14. RELATED PARTY TRANSACTIONS (continued)

#### (a) (continued)

	Management fee (p.a.)					
	Pension Class	Retail Class	Investment Class	I6 Class	R6 Class	R2 Class
Principal Asian Bond Fund	Nil	N/A	0.80%	0.80%	N/A	N/A
Principal Asian Equity Fund	Nil	1.20%	0.90%	0.80%	1.20%	1.20%
Principal China Equity Fund	Nil	1.50%	1.00%	0.80%	1.50%	1.50%
Principal European Equity Fund	Nil	1.50%	1.00%	0.80%	1.50%	1.50%
Principal Hong Kong Bond Fund	Nil	0.50%	N/A	0.80%	0.50%	0.50%
Principal Hong Kong Dollar Savings Fund	Nil	0.25%	0.60%	0.80%	0.25%	0.25%
Principal Hong Kong Equity Fund	Nil	1.20%	1.00%	0.80%	1.20%	1.20%
Principal International Bond Fund	Nil	1.00%	0.80%	0.80%	1.00%	1.00%
Principal International Equity Fund	Nil	1.20%	1.00%	0.80%	1.20%	1.20%
Principal Pension Bond Fund	Nil	1.00%	0.80%	0.80%	1.00%	1.00%
Principal U.S. Equity Fund	Nil	1.20%	1.00%	0.80%	1.20%	1.20%

The management fee is accrued daily, calculated on each dealing day and is paid monthly in arrears.

- (b) Principal Trust Company (Asia) Limited acts as the Trustee and the Registrar of the Sub-funds. The Trustee is entitled to receive a trustee fee from each Sub-fund at the following percentage of the NAV of the relevant class of units of each Sub-fund. The maximum trustee fee for each class of units of each Sub-fund is 1% per annum of its NAV.

	Trustee fee (p.a.)					
	Pension Class	Retail Class	Investment Class	I6 Class	R6 Class	R2 Class
Principal Asian Bond Fund	Nil	N/A	0.20%	0.20%	N/A	N/A
Principal Asian Equity Fund	Nil	0.20%	0.20%	0.20%	0.20%	0.20%
Principal China Equity Fund	Nil	0.20%	0.20%	0.20%	0.20%	0.20%
Principal European Equity Fund	Nil	0.20%	0.20%	0.20%	0.20%	0.20%
Principal Hong Kong Bond Fund	Nil	0.20%	N/A	0.20%	0.20%	0.20%
Principal Hong Kong Dollar Savings Fund	Nil	0.20%	0.20%	0.20%	0.20%	0.20%
Principal Hong Kong Equity Fund	Nil	0.20%	0.20%	0.20%	0.20%	0.20%
Principal International Bond Fund	Nil	0.20%	0.20%	0.20%	0.20%	0.20%
Principal International Equity Fund	Nil	0.20%	0.20%	0.20%	0.20%	0.20%
Principal Pension Bond Fund	Nil	0.20%	0.20%	0.20%	0.20%	0.20%
Principal U.S. Equity Fund	Nil	0.20%	0.20%	0.20%	0.20%	0.20%

The trustee fee is accrued daily, calculated on each dealing day and is paid monthly in arrears.

- (c) During the year, the Manager has delegated part of its responsibilities to a fellow subsidiary, Principal Global Investors, LLC.
- (d) The transactions with related parties as stated above are within the definition of transactions with associates in accordance with the Ordinance and MPF Guidelines on Reporting Requirements II.5 Annex A I(E)2.

The amounts of related party transactions during the year are disclosed in the statement of profit or loss and other comprehensive income.

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

14. RELATED PARTY TRANSACTIONS (continued)

	2024										
	Principal Asian Bond Fund HK\$	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\$
Management fees payable	-	39,399	771,466	3,953	518,134	41,499	778,074	398,685	304,146	-	843,377
Trustee fee payable	-	7,317	131,314	791	207,253	33,199	143,825	99,656	50,691	-	140,563
	<u>-</u>	<u>46,716</u>	<u>902,780</u>	<u>4,744</u>	<u>725,387</u>	<u>74,698</u>	<u>921,899</u>	<u>498,341</u>	<u>354,837</u>	<u>-</u>	<u>983,940</u>
	2023										
	Principal Asian Bond Fund HK\$	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\$
Management fees payable	-	36,049	731,818	4,026	756,580	51,952	806,173	343,852	344,819	-	620,106
Trustee fee payable	-	6,727	120,907	805	302,632	41,561	146,645	85,894	57,470	-	103,351
	<u>-</u>	<u>42,776</u>	<u>852,725</u>	<u>4,831</u>	<u>1,059,212</u>	<u>93,513</u>	<u>952,818</u>	<u>429,746</u>	<u>402,289</u>	<u>-</u>	<u>723,457</u>

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

15. SOFT COMMISSION ARRANGEMENTS

During the year, the Manager, delegate and sub-delegates of the Manager, and/or their connected parties, had soft commission arrangements with brokers in respect of which certain goods and services used to support investment decision making were received. The Manager, delegate and sub-delegates of the Manager, and/or their connected parties, do not make direct payment for these services but transacts an agreed amount of HK\$56,305,692,411 (2023: HK\$48,615,238,497) of business with the brokers on behalf of the Sub-funds and commission of HK\$18,666,285 (2023: HK\$15,502,928) is paid on these transactions.

The services utilised for the Sub-funds include research and trading related items.

The Manager is satisfied that such soft commission arrangements comply with the relevant requirements under the UT Code.

16. BANKING FACILITIES, BANK LOANS, OVERDRAFTS AND OTHER BORROWINGS

The Sub-funds had no bank loans, overdrafts or other borrowings as at 31 December 2024 (2023: Nil).

17. SECURITY LENDING ARRANGEMENTS

During the year ended 31 December 2024, the Sub-funds did not enter into any security lending arrangements (2023: Nil).

18. NEGOTIABILITY OF ASSETS

At 31 December 2024, there was no statutory or contractual requirement restricting the negotiability of the assets of the Sub-funds (2023: Nil).

19. COMMITMENTS

The Sub-funds had no commitments as at 31 December 2024 (2023: Nil).

20. CONTINGENT LIABILITIES

The Sub-funds had no contingent liabilities as at 31 December 2024 (2023: Nil).

# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 21. FINANCIAL INSTRUMENTS BY CATEGORY

The carrying amounts of each of the categories of financial instruments as at the end of the reporting period are as follows:

#### *Principal Asian Bond Fund*

##### Financial assets

	2024			2023		
	At fair value through profit or loss HK\$	At amortised cost HK\$	Total HK\$	At fair value through profit or loss HK\$	At amortised cost HK\$	Total HK\$
Investments at fair value through profit or loss	664,909,796	-	664,909,796	713,024,804	-	713,024,804
Derivative financial instruments	468,703	-	468,703	-	-	-
Interest and dividend receivables	-	7,958,695	7,958,695	-	8,222,227	8,222,227
Amounts receivable on subscriptions	-	2,074,978	2,074,978	-	849,631	849,631
Cash at banks	-	12,041,167	12,041,167	-	12,010,328	12,010,328
	<u>665,378,499</u>	<u>22,074,840</u>	<u>687,453,339</u>	<u>713,024,804</u>	<u>21,082,186</u>	<u>734,106,990</u>

##### Financial liabilities

	2024	2023
	At amortised cost HK\$	At amortised cost HK\$
Amounts payable on redemptions	1,681,965	759,015
Accrual and other payables	<u>34,149</u>	<u>162,275</u>
	<u>1,716,114</u>	<u>921,290</u>

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

21. FINANCIAL INSTRUMENTS BY CATEGORY (continued)

*Principal Asian Equity Fund*

Financial assets

	2024			2023		
	At fair value through profit or loss HK\$	At amortised cost HK\$	Total HK\$	At fair value through profit or loss HK\$	At amortised cost HK\$	Total HK\$
Investments at fair value through profit or loss	6,081,036,037	-	6,081,036,037	5,226,339,480	-	5,226,339,480
Interest and dividend receivables	-	3,414,652	3,414,652	-	3,489,246	3,489,246
Amounts receivable on subscriptions	-	6,112,575	6,112,575	-	2,518,246	2,518,246
Cash at banks	-	165,087,057	165,087,057	-	177,504,625	177,504,625
	<u>6,081,036,037</u>	<u>174,614,284</u>	<u>6,255,650,321</u>	<u>5,226,339,480</u>	<u>183,512,117</u>	<u>5,409,851,597</u>

Financial liabilities

	2024	2023
	At amortised cost HK\$	At amortised cost HK\$
Amounts payable on redemptions	8,578,910	8,270,082
Accrual and other payables	<u>583,625</u>	<u>727,801</u>
	<u>9,162,535</u>	<u>8,997,883</u>

*Principal China Equity Fund*

Financial assets

	2024			2023		
	At fair value through profit or loss HK\$	At amortised cost HK\$	Total HK\$	At fair value through profit or loss HK\$	At amortised costs HK\$	Total HK\$
Investments at fair value through profit or loss	3,738,651,964	-	3,738,651,964	3,182,945,287	-	3,182,945,287
Interest and dividend receivables	-	972,633	972,633	-	3,161,676	3,161,676
Amounts receivable from brokers	-	16,297,999	16,297,999	-	-	-
Amounts receivable on subscriptions	-	9,221,309	9,221,309	-	2,699,968	2,699,968
Cash at banks	-	78,935,805	78,935,805	-	105,936,505	105,936,505
	<u>3,738,651,964</u>	<u>105,427,746</u>	<u>3,844,079,710</u>	<u>3,182,945,287</u>	<u>111,798,149</u>	<u>3,294,743,436</u>

Financial liabilities

	2024	2023
	At amortised cost HK\$	At amortised cost HK\$
Amounts payable to brokers	-	8,443,656
Amounts payable on redemptions	10,212,609	9,231,206
Distribution payables	28,167	48,752
Accrual and other payables	<u>1,491,122</u>	<u>1,556,958</u>
	<u>11,731,898</u>	<u>19,280,572</u>

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

21. FINANCIAL INSTRUMENTS BY CATEGORY (continued)

*Principal European Equity Fund*

Financial assets

	2024			2023		
	At fair value through profit or loss HK\$	At amortised cost HK\$	Total HK\$	At fair value through profit or loss HK\$	At amortised costs HK\$	Total HK\$
Investments at fair value through profit or loss	4,111,774,617	-	4,111,774,617	2,226,575,125	-	2,226,575,125
Derivative financial instruments	23,158,741	-	23,158,741	9,011,968	-	9,011,968
Interest and dividend receivables	-	1,225,448	1,225,448	-	1,089,665	1,089,665
Amounts receivable from brokers	-	1,334,781	1,334,781	-	838	838
Amounts receivable on subscriptions	-	581,725	581,725	-	4,775,275	4,775,275
Cash at banks	-	102,917,288	102,917,288	-	83,332,523	83,332,523
	<u>4,134,933,358</u>	<u>106,059,242</u>	<u>4,240,992,600</u>	<u>2,235,587,093</u>	<u>89,198,301</u>	<u>2,324,785,394</u>

Financial liabilities

	2024			2023		
	At fair value through profit or loss HK\$	At amortised cost HK\$	Total HK\$	At fair value through profit or loss HK\$	At amortised costs HK\$	Total HK\$
Derivative financial instruments	251,725	-	251,725	27,502,238	-	27,502,238
Amounts payable to brokers	-	1,930,178	1,930,178	-	839	839
Amounts payable on redemptions	-	311,500	311,500	-	351,860	351,860
Accrual and other payables	-	254,623	254,623	-	772,646	772,646
	<u>251,725</u>	<u>2,496,301</u>	<u>2,748,026</u>	<u>27,502,238</u>	<u>1,125,345</u>	<u>28,627,583</u>

*Principal Hong Kong Bond Fund*

Financial assets

	2024			2023		
	At fair value through profit or loss HK\$	At amortised cost HK\$	Total HK\$	At fair value through profit or loss HK\$	At amortised costs HK\$	Total HK\$
Investments at fair value through profit or loss	2,994,535,647	-	2,994,535,647	3,621,083,157	-	3,621,083,157
Interest and dividend receivables	-	39,455,350	39,455,350	-	43,750,610	43,750,610
Amounts receivable from brokers	-	-	-	-	40,947,335	40,947,335
Amounts receivable on subscriptions	-	837,480	837,480	-	1,836,263	1,836,263
Cash at banks	-	28,543,403	28,543,403	-	43,899,800	43,899,800
	<u>2,994,535,647</u>	<u>68,836,233</u>	<u>3,063,371,880</u>	<u>3,621,083,157</u>	<u>130,434,008</u>	<u>3,751,517,165</u>

Financial liabilities

	2024		2023	
	At amortised cost HK\$		At amortised cost HK\$	
Amounts payable to brokers	-	-	-	41,507
Amounts payable on redemptions	-	1,876,958	-	32,732,971
Distribution payables	-	2,029,288	-	2,948,925
Accrual and other payables	-	2,252,194	-	2,988,225
		<u>6,158,440</u>		<u>38,711,628</u>

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

21. FINANCIAL INSTRUMENTS BY CATEGORY (continued)

*Principal Hong Kong Dollar Savings Fund*

Financial assets

	2024			2023		
	At fair value through profit or loss HK\$	At amortised cost HK\$	Total HK\$	At fair value through profit or loss HK\$	At amortised costs HK\$	Total HK\$
Investments at fair value through profit or loss	2,924,048,958	-	2,924,048,958	2,572,842,210	-	2,572,842,210
Interest and dividend receivables	-	72,341,164	72,341,164	-	54,586,732	54,586,732
Amounts receivable on subscriptions	-	16,557,571	16,557,571	-	12,200,304	12,200,304
Cash at banks	-	97,224,628	97,224,628	-	347,298,417	347,298,417
	<u>2,924,048,958</u>	<u>186,123,363</u>	<u>3,110,172,321</u>	<u>2,572,842,210</u>	<u>414,085,453</u>	<u>2,986,927,663</u>

Financial liabilities

	2024	2023
	At amortised cost HK\$	At amortised cost HK\$
Amounts payable on redemptions	15,791,518	12,270,657
Accrual and other payables	611,824	691,564
	<u>16,403,342</u>	<u>12,962,221</u>

*Principal Hong Kong Equity Fund*

Financial assets

	2024			2023		
	At fair value through profit or loss HK\$	At amortised cost HK\$	Total HK\$	At fair value through profit or loss HK\$	At amortised costs HK\$	Total HK\$
Investments at fair value through profit or loss	12,689,841,382	-	12,689,841,382	11,202,033,315	-	11,202,033,315
Interest and dividend receivables	-	3,145,917	3,145,917	-	10,713,212	10,713,212
Amounts receivable from brokers	-	15,532,623	15,532,623	-	26,399,563	26,399,563
Amounts receivable on subscriptions	-	11,678,493	11,678,493	-	6,292,817	6,292,817
Cash at banks	-	230,388,390	230,388,390	-	534,560,289	534,560,289
	<u>12,689,841,382</u>	<u>260,745,423</u>	<u>12,950,586,805</u>	<u>11,202,033,315</u>	<u>577,965,881</u>	<u>11,779,999,196</u>

Financial liabilities

	2024	2023
	At amortised cost HK\$	At amortised cost HK\$
Amounts payable to brokers	-	121,400,403
Amounts payable on redemptions	16,937,215	11,816,270
Distribution payables	89,839	160,053
Accrual and other payables	1,775,561	2,453,847
	<u>18,802,615</u>	<u>135,830,573</u>



PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

21. FINANCIAL INSTRUMENTS BY CATEGORY (continued)

*Principal International Bond Fund*

Financial assets

	2024			2023		
	At fair value through profit or loss HK\$	At amortised cost HK\$	Total HK\$	At fair value through profit or loss HK\$	At amortised costs HK\$	Total HK\$
Investments at fair value through profit or loss	6,124,975,385	-	6,124,975,385	5,213,906,196	-	5,213,906,196
Derivative financial instruments	89,475,237	-	89,475,237	387,007	-	387,007
Interest and dividend receivables	-	75,746,305	75,746,305	-	44,172,374	44,172,374
Amounts receivable from brokers	-	-	-	-	173,556,937	173,556,937
Amounts receivable on subscriptions	-	11,845,058	11,845,058	-	6,775,622	6,775,622
Cash at banks	-	258,202,544	258,202,544	-	360,583,070	360,583,070
	<u>6,214,450,622</u>	<u>345,793,907</u>	<u>6,560,244,529</u>	<u>5,214,293,203</u>	<u>585,088,003</u>	<u>5,799,381,206</u>

Financial liabilities

	2024			2023		
	At fair value through profit or loss HK\$	At amortised cost HK\$	Total HK\$	At fair value through profit or loss HK\$	At amortised cost HK\$	Total HK\$
Derivative financial instruments	61,406,514	-	61,406,514	4,366,710	-	4,366,710
Amounts payable to brokers	-	-	-	-	75,751,274	75,751,274
Amounts payable on redemptions	-	8,025,308	8,025,308	-	5,659,485	5,659,485
Accrual and other payables	-	864,780	864,780	-	1,101,260	1,101,260
	<u>61,406,514</u>	<u>8,890,088</u>	<u>70,296,602</u>	<u>4,366,710</u>	<u>82,512,019</u>	<u>86,878,729</u>

*Principal International Equity Fund*

Financial assets

	2024			2023		
	At fair value through profit or loss HK\$	At amortised cost HK\$	Total HK\$	At fair value through profit or loss HK\$	At amortised costs HK\$	Total HK\$
Investments at fair value through profit or loss	4,165,448,807	-	4,165,448,807	4,604,432,300	-	4,604,432,300
Interest and dividend receivables	-	1,058,701	1,058,701	-	2,906,460	2,906,460
Amounts receivable from brokers	-	-	-	-	446,818	446,818
Amounts receivable on subscriptions	-	9,187,533	9,187,533	-	9,070,216	9,070,216
Cash at banks	-	78,522,485	78,522,485	-	149,432,546	149,432,546
	<u>4,165,448,807</u>	<u>88,768,719</u>	<u>4,254,217,526</u>	<u>4,604,432,300</u>	<u>161,856,040</u>	<u>4,766,288,340</u>

Financial liabilities

	2024	2023
	At amortised cost HK\$	At amortised cost HK\$
Amounts payable to brokers	-	250,787
Amounts payable on redemptions	11,454,499	9,057,036
Accrual and other payables	816,556	904,472
	<u>12,271,055</u>	<u>10,212,295</u>

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

21. FINANCIAL INSTRUMENTS BY CATEGORY (continued)

*Principal Pension Bond Fund*

Financial asset

	2024			2023		
	At fair value through profit or loss HK\$	At amortised cost HK\$	Total HK\$	At fair value through profit or loss HK\$	At amortised costs HK\$	Total HK\$
Investments at fair value through profit or loss	821,298,567	-	821,298,567	770,028,212	-	770,028,212
Interest and dividend receivables	-	8,773,114	8,773,114	-	6,602,870	6,602,870
Amounts receivable on subscriptions	-	2,384,600	2,384,600	-	1,808,632	1,808,632
Cash at banks	-	27,197,557	27,197,557	-	22,521,188	22,521,188
	<u>821,298,567</u>	<u>38,355,271</u>	<u>859,653,838</u>	<u>770,028,212</u>	<u>30,932,690</u>	<u>800,960,902</u>

Financial liabilities

	2024	2023
	At amortised cost HK\$	At amortised cost HK\$
Amounts payable on redemptions	3,406,042	2,317,194
Accrual and other payables	<u>456,927</u>	<u>479,824</u>
	<u>3,862,969</u>	<u>2,797,018</u>

*Principal U.S. Equity Fund*

Financial assets

	2024			2023		
	At fair value through profit or loss HK\$	At amortised cost HK\$	Total HK\$	At fair value through profit or loss HK\$	At amortised costs HK\$	Total HK\$
Investments at fair value through profit or loss	10,214,184,181	-	10,214,184,181	6,126,351,142	-	6,126,351,142
Interest and dividend receivables	-	4,717,636	4,717,636	-	3,790,892	3,790,892
Amounts receivable on subscriptions	-	41,316,290	41,316,290	-	23,490,155	23,490,155
Rebate receivable	-	13,438	13,438	-	13,438	13,438
Cash at banks	-	217,779,266	217,779,266	-	120,927,147	120,927,147
	<u>10,214,184,181</u>	<u>263,826,630</u>	<u>10,478,010,811</u>	<u>6,126,351,142</u>	<u>148,221,632</u>	<u>6,274,572,774</u>

Financial liabilities

	2024	2023
	At amortised cost HK\$	At amortised cost HK\$
Amounts payable on redemptions	28,771,765	14,187,189
Accrual and other payables	<u>2,065,828</u>	<u>1,480,098</u>
	<u>30,837,593</u>	<u>15,667,287</u>

# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 22. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS

The major methods and assumptions used in estimating the fair values of financial instruments in accordance to the accounting policy, as stated in note 2.4, are disclosed below.

The carrying amounts of all the Sub-funds' financial assets and financial liabilities at the year end date approximated their fair values. For investment in securities, the fair values are based on their quoted market prices at the year end date without any deduction for estimated future selling costs. For other financial instruments, including amounts due from/to brokers, other account receivables and accounts payables, the carrying amounts approximate their fair values due to the immediate or short-term nature of these financial instruments.

The following tables illustrate the fair value measurement hierarchy of the fund's financial statements:

2024				
	Quoted price in active markets (Level 1) HK\$	Significant observable inputs (Level 2) HK\$	Significant unobservable inputs (Level 3) HK\$	Total HK\$
<b>Assets</b>				
Financial assets at fair value through profit or loss:				
- Investments at fair value through profit or loss	40,980,988,038	13,529,768,353	19,948,950	54,530,705,341
- Derivative financial instruments	-	113,102,681	-	113,102,681
	<u>40,980,988,038</u>	<u>13,642,871,034</u>	<u>19,948,950</u>	<u>54,643,808,022</u>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss:				
- Derivative financial instruments	-	61,658,239	-	61,658,239
	<u>-</u>	<u>61,658,239</u>	<u>-</u>	<u>61,658,239</u>
2023				
	Quoted price in active markets (Level 1) HK\$	Significant observable inputs (Level 2) HK\$	Significant unobservable inputs (Level 3) HK\$	Total HK\$
<b>Assets</b>				
Financial assets at fair value through profit or loss:				
- Investments at fair value through profit or loss	32,568,676,649	12,890,884,579	-	45,459,561,228
- Derivative financial instruments	-	9,398,975	-	9,398,975
	<u>32,568,676,649</u>	<u>12,900,283,554</u>	<u>-</u>	<u>45,468,960,203</u>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss:				
- Derivative financial instruments	-	31,868,948	-	31,868,948
	<u>-</u>	<u>31,868,948</u>	<u>-</u>	<u>31,868,948</u>

31 December 2024

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Sub-funds' investing activities expose them to various types of risks that are associated with the financial instruments and markets in which they invest. The most important types of financial risks to which the Sub-funds are exposed are market risk, credit risk and liquidity risk.

Asset allocation is determined by the Sub-funds' Manager who manages the distribution of the assets to achieve the investment objectives as stated in the "Investment objective and policies" section of the investment report of the Sub-funds. Divergence from target asset allocations and the composition of the portfolio is monitored by the Sub-funds' Manager. In instances where the Sub-funds have diverged from target asset allocations, the Sub-funds' Manager will rebalance the portfolios to fall in line with the target asset allocations.

(a) *Market risk*

Market risk embodies the potential for both loss and gain and includes currency risk, interest rate risk and other price risk. To control risk, investment decisions are based on risk/reward analysis, with the adoption of diversification policies. Investment decisions are taken in accordance with the investment objectives of the concerned portfolios so that unwarranted deviations (risks) are controlled. For example, exposure to long-term bonds is limited in the case of short-medium bond funds so that the price risk from a change in market interest rates is limited. Conversely, for long-term bond funds, a close watch is kept not only on duration but also on the amount of cash/near cash assets as an excess of such assets too can deviate from the portfolio objectives. For equity portfolios too, composition is based on risk-return objectives, in consideration of internally selected benchmarks.

The securities markets of emerging markets tend to be more volatile, less liquid, subject to substantial currency fluctuations and can experience sudden economic and political developments. They may have less government regulations and are probably less subject to extensive accounting and financial reporting requirements than the markets of more developed countries. At times, the Sub-funds may not be able to sell certain portfolio securities without a substantial drop in price, if at all.

The Sub-funds are also subject to the risk of concentration of investments in issuers located in a particular country or region which may be susceptible to adverse securities markets, exchange rates and social, political, regulatory or economic events which may occur in that country or region.

*Currency risk*

The Sub-funds may invest in financial instruments denominated in currencies other than their functional currencies. Consequently, the portfolios are exposed to the risk that the exchange rate of their currency relative to other foreign currencies may change in a manner that has an adverse effect on the value of that portion of the portfolios' assets or liabilities denominated in currencies other than the functional currency.

The Sub-funds do not generally hedge currency exposures beyond what is required to achieve the minimum Hong Kong Dollar ("HKD") currency exposure set by the Authority. Such Sub-funds' effective HKD exposure is monitored on a daily basis, based on which additional hedges may be put in place from time to time.

# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

#### (a) *Market risk (continued)*

#### *Currency risk (continued)*

At the end of the reporting period the Sub-funds had the following net currency exposure:

#### *As at 31 December 2024*

	Principal Asian Bond Fund		Principal Asian Equity Fund		Principal China Equity Fund		Principal European Equity Fund		Principal Hong Kong Bond Fund		Principal Hong Kong Dollar Savings Fund	
Currency	HK\$	% of net assets	HK\$	% of net assets	HK\$	% of net assets	HK\$	% of net assets	HK\$	% of net assets	HK\$	% of net assets
Australian Dollar	-	-	893,633,612	14.31	-	-	-	-	-	-	-	-
Brazilian Real	-	-	-	-	-	-	-	-	-	-	-	-
British Pound	-	-	70	0.00	-	-	864,439,190	20.40	-	-	-	-
Canadian Dollar	-	-	-	-	-	-	-	-	-	-	-	-
Chinese Yuan	64,120	0.01	12,338,316	0.20	893,173,923	23.31	-	-	171,392	0.01	-	-
Czech Koruna	-	-	-	-	-	-	-	-	-	-	-	-
Danish Krone	-	-	-	-	-	-	81,695,400	1.93	-	-	-	-
Euro	2,180	0.00	40,264	0.00	-	-	1,484,593,228	35.03	522	0.00	-	-
India Rupee	3,187,943	0.46	1,102,984,830	17.66	-	-	-	-	-	-	-	-
Indonesia Rupiah	1,948,030	0.28	105,876,740	1.69	-	-	-	-	-	-	-	-
Israeli New Sheqel	-	-	-	-	-	-	-	-	-	-	-	-
Japanese Yen	-	-	-	-	-	-	-	-	-	-	-	-
Malaysian Ringgit	-	-	67,501,579	1.08	-	-	-	-	-	-	-	-
Mexican Peso	-	-	-	-	-	-	-	-	-	-	-	-
New Zealand Dollar	-	-	21,760	0.00	-	-	-	-	-	-	-	-
Norwegian Kroner	-	-	-	-	-	-	3,423	0.00	-	-	-	-
Philippines Peso	-	-	156,826,504	2.51	-	-	-	-	-	-	-	-
Singapore Dollar	364,386	0.05	314,854,326	5.04	-	-	-	-	-	-	-	-
South African Rand	-	-	-	-	-	-	-	-	-	-	-	-
South Korean Won	-	-	498,012,086	7.97	-	-	-	-	-	-	-	-
Swedish Krona	-	-	-	-	-	-	97,121,521	2.29	-	-	-	-
Swiss Franc	-	-	-	-	-	-	109,428,892	2.58	-	-	-	-
Taiwan Dollar	-	-	999,584,972	16.00	-	-	-	-	-	-	-	-
Thai Baht	-	-	42,002,180	0.67	-	-	-	-	-	-	-	-
United States Dollar	<u>675,500,473</u>	<u>98.51</u>	<u>170,540,385</u>	<u>2.73</u>	<u>83,314,615</u>	<u>2.17</u>	<u>165,746,748</u>	<u>3.91</u>	<u>351,057,156</u>	<u>11.48</u>	<u>410,979,279</u>	<u>13.28</u>
Total value	<u>681,067,132</u>	<u>99.31</u>	<u>4,364,217,624</u>	<u>69.86</u>	<u>976,488,538</u>	<u>25.48</u>	<u>2,803,028,402</u>	<u>66.14</u>	<u>351,229,070</u>	<u>11.49</u>	<u>410,979,279</u>	<u>13.28</u>

# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

#### (a) *Market risk (continued)*

#### *Currency risk (continued)*

#### *As at 31 December 2024 (continued)*

	Principal Hong Kong Equity Fund		Principal International Bond Fund		Principal International Equity Fund		Principal Pension Bond Fund		Principal U.S. Equity Fund	
Currency	HK\$	% of net assets	HK\$	% of net assets	HK\$	% of net assets	HK\$	% of net assets	HK\$	% of net assets
Australian Dollar	-	-	295,319,022	4.55	24,048	0.00	-	-	-	-
Brazilian Real	-	-	-	-	5,378	0.00	-	-	-	-
British Pound	-	-	275,585,192	4.25	189,583,133	4.47	-	-	-	-
Canadian Dollar	-	-	128,535,282	1.98	81,007,628	1.91	-	-	-	-
Chinese Yuan	593,263,664	4.59	520,623	0.01	-	-	-	-	-	-
Czech Koruna	-	-	17,459,029	0.27	-	-	-	-	-	-
Danish Krone	-	-	13,490,605	0.21	6,518	0.00	-	-	-	-
Euro	-	-	939,008,864	14.47	518,411,874	12.22	-	-	-	-
Hungarian Forint	-	-	33,958,717	0.52	-	-	-	-	-	-
India Rupee	-	-	280,907,472	4.33	22	0.00	-	-	-	-
Indonesia Rupiah	-	-	194,122,221	2.99	-	-	-	-	-	-
Israeli New Sheqel	-	-	-	-	10,660	0.00	-	-	-	-
Japanese Yen	-	-	606,936,944	9.35	239,898,336	5.66	-	-	-	-
Malaysian Ringgit	-	-	112,284,439	1.73	-	-	-	-	-	-
Mexican Peso	-	-	34,597,467	0.53	1,868	0.00	-	-	-	-
New Zealand Dollar	-	-	79,065,643	1.22	-	-	-	-	-	-
Norwegian Kroner	-	-	233,028,531	3.59	-	-	-	-	-	-
Philippines Peso	-	-	-	-	671	0.00	-	-	-	-
Poland Zlotych	-	-	32,992,134	0.51	6	0.00	-	-	-	-
Romanian Leu	-	-	14,375,206	0.22	-	-	-	-	-	-
Singapore Dollar	28,471	0.00	41,450,474	0.64	28,471	0.00	-	-	-	-
South African Rand	-	-	-	-	-	-	-	-	-	-
South Korean Won	-	-	-	-	58,168,851	1.37	-	-	-	-
Swedish Krona	-	-	582,533	0.01	48,141,004	1.13	-	-	-	-
Swiss Franc	-	-	207,655	0.00	42,858	0.00	-	-	-	-
Taiwan Dollar	-	-	-	-	1,185	0.00	-	-	-	-
Thai Baht	-	-	-	-	-	-	-	-	-	-
United States Dollar	267,471,530	2.07	3,112,324,230	47.96	2,882,761,234	67.96	847,769,364	99.06	10,257,224,824	98.18
Total value	860,763,665	6.66	6,446,752,283	99.34	4,018,093,745	94.72	847,769,364	99.06	10,257,224,824	98.18

# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

#### (a) *Market risk (continued)*

#### *Currency risk (continued)*

#### *As at 31 December 2023*

	Principal Asian Bond Fund		Principal Asian Equity Fund		Principal China Equity Fund		Principal European Equity Fund		Principal Hong Kong Bond Fund		Principal Hong Kong Dollar Savings Fund	
Currency	HK\$	% of net assets	HK\$	% of net assets	HK\$	% of net assets	HK\$	% of net assets	HK\$	% of net assets	HK\$	% of net assets
Australian Dollar	-	-	874,479,374	16.19	-	-	-	-	-	-	-	-
Brazilian Real	-	-	-	-	-	-	-	-	-	-	-	-
British Pound	-	-	71	0.00	-	-	435,198,174	18.95	-	-	-	-
Canadian Dollar	-	-	-	-	-	-	-	-	-	-	-	-
Chinese Yuan	66,455	0.01	23,957,942	0.44	657,994,721	20.09	-	-	-	-	-	-
Czech Koruna	-	-	-	-	-	-	-	-	-	-	-	-
Danish Krone	-	-	-	-	-	-	101,769,292	4.43	-	-	-	-
Euro	1,941	0.00	-	-	-	-	723,883,198	31.53	560	0.00	-	-
India Rupee	-	-	913,270,153	16.91	-	-	-	-	-	-	-	-
Indonesia Rupiah	-	-	149,335,963	2.77	-	-	-	-	-	-	-	-
Israeli New Sheqel	-	-	-	-	-	-	-	-	-	-	-	-
Japanese Yen	-	-	-	-	-	-	-	-	-	-	-	-
Malaysian Ringgit	-	-	34,367,043	0.64	-	-	-	-	-	-	-	-
Mexican Peso	-	-	-	-	-	-	-	-	-	-	-	-
New Zealand Dollar	-	-	24,720	0.00	-	-	-	-	-	-	-	-
Norwegian Kroner	-	-	-	-	-	-	13,040,893	0.57	-	-	-	-
Philippines Peso	-	-	90,842,651	1.68	-	-	-	-	-	-	-	-
Poland Zlotych	-	-	-	-	-	-	-	-	-	-	-	-
Singapore Dollar	165,723	0.02	110,825,325	2.05	44,638,137	1.36	-	-	-	-	-	-
South African Rand	-	-	-	-	-	-	-	-	-	-	-	-
South Korean Won	-	-	678,882,132	12.57	-	-	-	-	-	-	-	-
Swedish Krona	-	-	-	-	-	-	98,480,319	4.29	-	-	-	-
Swiss Franc	-	-	-	-	-	-	100,874,433	4.39	-	-	-	-
Taiwan Dollar	-	-	715,614,174	13.25	-	-	-	-	-	-	-	-
Thai Baht	-	-	83,962,558	1.55	-	-	-	-	-	-	-	-
United States Dollar	<u>727,607,756</u>	<u>99.24</u>	<u>465,426,865</u>	<u>8.62</u>	<u>106,348,920</u>	<u>3.25</u>	<u>29,171,522</u>	<u>1.27</u>	<u>126,151,891</u>	<u>3.40</u>	<u>-</u>	<u>-</u>
Total value	<u>727,841,875</u>	<u>99.27</u>	<u>4,140,988,971</u>	<u>76.67</u>	<u>808,981,778</u>	<u>24.70</u>	<u>1,502,417,831</u>	<u>65.43</u>	<u>126,152,451</u>	<u>3.40</u>	<u>-</u>	<u>-</u>

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

**23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)**

**(a) Market risk (continued)**

*Currency risk (continued)*

*As at 31 December 2023 (continued)*

	Principal Hong Kong Equity Fund		Principal International Bond Fund		Principal International Equity Fund		Principal Pension Bond Fund		Principal U.S. Equity Fund	
Currency	HK\$	% of net assets	HK\$	% of net assets	HK\$	% of net assets	HK\$	% of net assets	HK\$	% of net assets
Australian Dollar	-	-	63,427,760	1.11	9,937,862	0.21	-	-	-	-
Brazilian Real	-	-	-	-	5,446,962	0.11	-	-	-	-
British Pound	-	-	230,641,885	4.04	313,337,971	6.59	-	-	-	-
Canadian Dollar	-	-	118,658,978	2.08	144,659,654	3.04	-	-	-	-
Chinese Yuan	546,028,895	4.69	251,200,012	4.40	-	-	-	-	-	-
Czech Koruna	-	-	78,734,382	1.38	-	-	-	-	-	-
Danish Krone	-	-	14,061,410	0.25	61,141,492	1.29	-	-	-	-
Euro	-	-	1,151,033,078	20.15	481,979,252	10.13	-	-	-	-
Hungarian Forint	-	-	16,811,270	0.29	-	-	-	-	-	-
India Rupee	-	-	-	-	59,056,746	1.24	-	-	-	-
Indonesia Rupiah	-	-	-	-	1,675,563	0.04	-	-	-	-
Israeli New Sheqel	-	-	-	-	10,842	0.00	-	-	-	-
Japanese Yen	-	-	658,506,140	11.53	389,028,748	8.18	-	-	-	-
Malaysian Ringgit	-	-	-	-	792,960	0.02	-	-	-	-
Mexican Peso	-	-	102,924,382	1.80	5,078,984	0.11	-	-	-	-
New Zealand Dollar	-	-	46,989,343	0.82	-	-	-	-	-	-
Norwegian Kroner	-	-	19,663,121	0.34	-	-	-	-	-	-
Philippines Peso	-	-	-	-	2,798,312	0.06	-	-	-	-
Poland Zlotych	-	-	48,074,791	0.84	1,453,691	0.03	-	-	-	-
Romanian Leu	-	-	112,165,043	1.96	-	-	-	-	-	-
Singapore Dollar	136,536,264	1.17	31,007,770	0.54	1,671,226	0.04	-	-	-	-
South African Rand	-	-	-	-	761,668	0.02	-	-	-	-
South Korean Won	-	-	-	-	55,996,746	1.18	-	-	-	-
Swedish Krona	-	-	642,022	0.01	42,901,515	0.90	-	-	-	-
Swiss Franc	-	-	224,762	0.00	6,896,666	0.15	-	-	-	-
Taiwan Dollar	-	-	-	-	102,458,698	2.15	-	-	-	-
Thai Baht	-	-	2,618,207	0.05	998,681	0.02	-	-	-	-
United States Dollar	354,930,579	3.05	2,712,664,523	47.49	3,009,982,027	63.29	791,812,707	99.20	6,153,970,128	98.32
Total value	<u>1,037,495,738</u>	8.91	<u>5,660,048,879</u>	99.08	<u>4,698,066,266</u>	98.80	<u>791,812,707</u>	99.20	<u>6,153,970,128</u>	98.32



# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

#### (a) *Market risk (continued)*

##### *Currency risk sensitivity analysis*

At 31 December 2024, had the Hong Kong dollar strengthened/(weakened) by the following % in relation to all currencies, with all other variables held constant, the net asset value of the Sub-funds and the change in net assets attributable to unitholders per the Revenue Statement would have decreased/(increased) by the amounts shown below.

<i>As at 31 December 2024</i>												
Currency	Percentage change	Principal Asian Bond Fund HK\$	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\$
Australian Dollar	5%	-	44,681,681	-	-	-	-	-	14,765,951	1,202	-	-
Brazilian Real	5%	-	-	-	-	-	-	-	-	269	-	-
British Pound	5%	-	4	-	43,221,960	-	-	-	13,779,260	9,479,157	-	-
Canadian Dollar	5%	-	-	-	-	-	-	-	6,426,764	4,050,381	-	-
Chinese Yuan	5%	3,206	616,916	44,658,696	-	8,570	-	29,663,183	26,031	-	-	-
Czech Koruna	5%	-	-	-	-	-	-	-	872,951	-	-	-
Danish Krone	5%	-	-	-	4,084,770	-	-	-	674,530	326	-	-
Euro	5%	109	2,013	-	74,229,661	26	-	-	46,950,443	25,920,594	-	-
Hungarian Forint	5%	-	-	-	-	-	-	-	1,697,936	-	-	-
India Rupee	5%	159,397	55,149,242	-	-	-	-	-	14,045,374	1	-	-
Indonesia Rupiah	5%	97,402	5,293,837	-	-	-	-	-	9,706,111	-	-	-
Israeli New Sheqel	5%	-	-	-	-	-	-	-	-	533	-	-
Japanese Yen	5%	-	-	-	-	-	-	-	30,346,847	11,994,917	-	-
Malaysian Ringgit	5%	-	3,375,079	-	-	-	-	-	5,614,222	-	-	-
Mexican Peso	5%	-	-	-	-	-	-	-	1,729,873	93	-	-
New Zealand Dollar	5%	-	1,088	-	-	-	-	-	3,953,282	-	-	-
Norwegian Kroner	5%	-	-	-	171	-	-	-	11,651,427	-	-	-
Philippines Peso	5%	-	7,841,325	-	-	-	-	-	-	34	-	-
Poland Zlotych	5%	-	-	-	-	-	-	-	1,649,607	-	-	-
Romanian Leu	5%	-	-	-	-	-	-	-	718,760	-	-	-
Singapore Dollar	5%	18,219	15,742,716	-	-	-	-	1,424	2,072,524	1,424	-	-
South African Rand	5%	-	-	-	-	-	-	-	-	-	-	-
South Korean Won	5%	-	24,900,604	-	-	-	-	-	-	2,908,443	-	-
Swedish Krona	5%	-	-	-	4,856,076	-	-	-	29,127	2,407,050	-	-
Swiss Franc	5%	-	-	-	5,471,445	-	-	-	10,383	2,143	-	-
Taiwan Dollar	5%	-	49,979,249	-	-	-	-	-	-	59	-	-

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(a) *Market risk (continued)*

*Currency risk sensitivity analysis (continued)*

		<i>As at 31 December 2024 (continued)</i>										
Currency	Percentage change	Principal Asian Bond Fund HK\$	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\$
Thai Baht	5%	-	2,100,109	-	-	-	-	-	-	-	-	-
Total		<u>278,333</u>	<u>209,683,863</u>	<u>44,658,696</u>	<u>131,864,083</u>	<u>8,596</u>	<u>-</u>	<u>29,664,607</u>	<u>166,721,403</u>	<u>56,766,626</u>	<u>-</u>	<u>-</u>
Increase in net assets value		<u>0.0406%</u>	<u>3.3568%</u>	<u>1.1653%</u>	<u>3.1113%</u>	<u>0.0003%</u>	<u>-</u>	<u>0.2294%</u>	<u>2.5689%</u>	<u>1.3382%</u>	<u>-</u>	<u>-</u>

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(a) *Market risk (continued)*

*Currency risk sensitivity analysis*

<i>As at 31 December 2023</i>												
Currency	Percentage change	Principal Asian Bond Fund HK\$	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\$
Australian Dollar	5%	-	43,723,969	-	-	-	-	-	3,171,388	496,893	-	-
Brazilian Real	5%	-	-	-	-	-	-	-	-	272,348	-	-
British Pound	5%	-	4	-	21,759,909	-	-	-	11,532,094	15,666,899	-	-
Canadian Dollar	5%	-	-	-	-	-	-	-	5,932,949	7,232,983	-	-
Chinese Yuan	5%	3,323	1,197,897	32,899,736	-	-	-	27,301,445	12,560,001	-	-	-
Czech Koruna	5%	-	-	-	-	-	-	-	3,936,719	-	-	-
Danish Krone	5%	-	-	-	5,088,465	-	-	-	703,071	3,057,075	-	-
Euro	5%	97	-	-	36,194,160	28	-	-	57,551,654	24,098,963	-	-
Hungarian Forint	5%	-	-	-	-	-	-	-	840,564	-	-	-
India Rupee	5%	-	45,663,508	-	-	-	-	-	-	2,952,837	-	-
Indonesia Rupiah	5%	-	7,466,798	-	-	-	-	-	-	83,778	-	-
Israeli New Sheqel	5%	-	-	-	-	-	-	-	-	542	-	-
Japanese Yen	5%	-	-	-	-	-	-	-	32,925,307	19,451,437	-	-
Malaysian Ringgit	5%	-	1,718,352	-	-	-	-	-	-	39,648	-	-
Mexican Peso	5%	-	-	-	-	-	-	-	5,146,219	253,949	-	-
New Zealand Dollar	5%	-	1,236	-	-	-	-	-	2,349,467	-	-	-
Norwegian Kroner	5%	-	-	-	652,045	-	-	-	983,156	-	-	-
Philippines Peso	5%	-	4,542,133	-	-	-	-	-	-	139,916	-	-
Poland Zlotych	5%	-	-	-	-	-	-	-	2,403,740	72,685	-	-
Romanian Leu	5%	-	-	-	-	-	-	-	5,608,252	-	-	-
Singapore Dollar	5%	8,286	5,541,266	2,231,907	-	-	-	6,826,813	1,550,389	83,561	-	-
South African Rand	5%	-	-	-	-	-	-	-	-	38,083	-	-
South Korean Won	5%	-	33,944,107	-	-	-	-	-	-	2,799,837	-	-
Swedish Krona	5%	-	-	-	4,924,016	-	-	-	32,101	2,145,076	-	-
Swiss Franc	5%	-	-	-	5,043,722	-	-	-	11,238	344,833	-	-
Taiwan Dollar	5%	-	35,780,709	-	-	-	-	-	-	5,122,935	-	-

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(a) *Market risk (continued)*

*Currency risk sensitivity analysis (continued)*

		<i>As at 31 December 2023 (continued)</i>										
Currency	Percentage change	Principal Asian Bond Fund HK\$	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\$
Thai Baht	5%	-	4,198,128	-	-	-	-	-	130,910	49,934	-	-
Total		11,706	183,778,107	35,131,643	73,662,317	28	-	34,128,258	147,369,219	84,404,212	-	-
Increase in net assets value		0.0016%	3.4028%	1.0726%	3.2081%	0.0000%	-	0.2931%	2.5798%	1.7747%	-	-

31 December 2024

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(a) *Market risk (continued)*

*Interest rate risk*

The Sub-funds holding interest rate debt securities are exposed to interest rate risk, where the value of these securities may fluctuate as a result of changes in interest rates. In general, if interest rates rise, the income potential of the floating interest rate securities also rises but the value of fixed rate securities declines. A fall in interest rates would generally have the opposite effect. Aligning the portfolio maturity profile to that of the benchmark as described in the Manager's report and keeping deviations within certain limits is an important way of controlling relative interest rate risk. For example, if a benchmark has a duration of 5 years, the Manager may keep the portfolio duration in a range of 5 +/-2 years to control interest rate risk relative to the benchmark. The Manager is also aware of the running yield of the portfolio, in absolute and relative terms, based on which he adjusts portfolio holdings with the objective of optimizing total portfolio returns from the two sources i.e. running yield and expected price changes.

Some Sub-funds may not have internal underlying benchmarks. For such Sub-funds (especially money market type funds), the Manager may use a laddering technique to control duration risk. Such a technique involves staggering investment maturities over different time buckets to reduce reinvestment and price risk arising from interest rate changes.

The following table details the Sub-funds' exposure to interest rate risks. It includes the Sub-funds' assets and liabilities at fair values, categorised by the earlier of contractual re-pricing or maturity date measured by the carrying value of the assets and liabilities:

# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

#### (a) *Market risk (continued)*

#### *Interest rate risk (continued)*

#### *As at 31 December 2024*

	Principal Asian Bond Fund HK\$	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>											
Cash at banks	12,041,167	165,087,057	78,935,805	102,917,288	28,543,403	33,224,628	230,388,390	258,202,544	78,522,485	27,197,557	217,779,266
Time deposit - 1 year or less	-	-	-	-	-	64,000,000	-	-	-	-	-
	<u>12,041,167</u>	<u>165,087,057</u>	<u>78,935,805</u>	<u>102,917,288</u>	<u>28,543,403</u>	<u>97,224,628</u>	<u>230,388,390</u>	<u>258,202,544</u>	<u>78,522,485</u>	<u>27,197,557</u>	<u>217,779,266</u>
Financial assets measured at fair value through profit or loss											
- 1 year or less	44,256,940	-	-	-	216,397,469	417,238,257	-	104,873,768	-	9,465,770	-
- over 1 year to 5 years	274,399,285	-	-	-	1,941,263,666	2,506,810,701	-	1,566,663,134	-	439,896,092	-
- over 5 years to 10 years	262,554,617	-	-	-	697,639,274	-	-	2,291,274,975	-	286,857,806	-
- over 10 years	83,698,954	-	-	-	139,235,238	-	-	2,162,163,508	-	85,078,899	-
- non-interest bearing investment	<u>468,703</u>	<u>6,081,036,037</u>	<u>3,738,651,964</u>	<u>4,134,933,358</u>	<u>-</u>	<u>-</u>	<u>12,689,841,382</u>	<u>89,475,237</u>	<u>4,165,448,807</u>	<u>-</u>	<u>10,214,184,181</u>
	<u>665,378,499</u>	<u>6,081,036,037</u>	<u>3,738,651,964</u>	<u>4,134,933,358</u>	<u>2,994,535,647</u>	<u>2,924,048,958</u>	<u>12,689,841,382</u>	<u>6,214,450,622</u>	<u>4,165,448,807</u>	<u>821,298,567</u>	<u>10,214,184,181</u>
Other non-interest-bearing assets	<u>10,033,673</u>	<u>9,527,227</u>	<u>26,491,941</u>	<u>3,141,954</u>	<u>40,292,830</u>	<u>88,898,735</u>	<u>30,357,033</u>	<u>87,591,363</u>	<u>10,246,234</u>	<u>11,157,714</u>	<u>46,047,364</u>
	<u>687,453,339</u>	<u>6,255,650,321</u>	<u>3,844,079,710</u>	<u>4,240,992,600</u>	<u>3,063,371,880</u>	<u>3,110,172,321</u>	<u>12,950,586,805</u>	<u>6,560,244,529</u>	<u>4,254,217,526</u>	<u>859,653,838</u>	<u>10,478,010,811</u>
<b>Liabilities</b>											
Non-interest-bearing liabilities	<u>1,716,114</u>	<u>9,162,535</u>	<u>11,731,898</u>	<u>2,748,026</u>	<u>6,158,440</u>	<u>16,403,342</u>	<u>18,802,615</u>	<u>70,296,602</u>	<u>12,271,055</u>	<u>3,862,969</u>	<u>30,837,593</u>
<b>Net assets attributable to unitholders</b>	<u>685,737,225</u>	<u>6,246,487,786</u>	<u>3,832,347,812</u>	<u>4,238,244,574</u>	<u>3,057,213,440</u>	<u>3,093,768,979</u>	<u>12,931,784,190</u>	<u>6,489,947,927</u>	<u>4,241,946,471</u>	<u>855,790,869</u>	<u>10,447,173,218</u>

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(a) *Market risk (continued)*

*Interest rate risk (continued)*

*As at 31 December 2023*

	Principal Asian Bond Fund HK\$	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>											
Cash at banks	12,010,328	177,504,625	105,936,505	83,332,523	43,899,800	20,264,937	534,560,289	360,583,070	149,432,546	22,521,188	120,927,147
Time deposit - 1 year or less	-	-	-	-	-	327,033,480	-	-	-	-	-
	<u>12,010,328</u>	<u>177,504,625</u>	<u>105,936,505</u>	<u>83,332,523</u>	<u>43,899,800</u>	<u>347,298,417</u>	<u>534,560,289</u>	<u>360,583,070</u>	<u>149,432,546</u>	<u>22,521,188</u>	<u>120,927,147</u>
Financial assets measured at fair value through profit or loss											
- 1 year or less	48,807,389	-	-	-	543,546,457	1,660,318,357	-	697,570,843	-	65,501,734	-
- over 1 year to 5 years	310,270,934	-	-	-	1,867,119,747	912,523,853	-	1,935,099,112	-	359,212,427	-
- over 5 years to 10 years	258,210,625	-	-	-	985,400,974	-	-	1,397,038,909	-	314,090,985	-
- over 10 years	95,735,856	-	-	-	225,015,979	-	-	1,184,197,332	-	31,223,066	-
- non-interest bearing investment	-	5,226,339,480	3,182,945,287	2,235,587,093	-	-	11,202,033,315	387,007	4,604,432,300	-	6,126,351,142
	<u>713,024,804</u>	<u>5,226,339,480</u>	<u>3,182,945,287</u>	<u>2,235,587,093</u>	<u>3,621,083,157</u>	<u>2,572,842,210</u>	<u>11,202,033,315</u>	<u>5,214,293,203</u>	<u>4,604,432,300</u>	<u>770,028,212</u>	<u>6,126,351,142</u>
Other non-interest-bearing assets	9,071,858	6,007,492	5,861,644	5,865,778	86,534,208	66,787,036	43,405,592	224,504,933	12,423,494	8,411,502	27,294,485
	<u>734,106,990</u>	<u>5,409,851,597</u>	<u>3,294,743,436</u>	<u>2,324,785,394</u>	<u>3,751,517,165</u>	<u>2,986,927,663</u>	<u>11,779,999,196</u>	<u>5,799,381,206</u>	<u>4,766,288,340</u>	<u>800,960,902</u>	<u>6,274,572,774</u>
<b>Liabilities</b>											
Non-interest-bearing liabilities	921,290	8,997,883	19,280,572	28,627,583	38,711,628	12,962,221	135,830,573	86,878,729	10,212,295	2,797,018	15,667,287
<b>Net assets attributable to unitholders</b>	<u>733,185,700</u>	<u>5,400,853,714</u>	<u>3,275,462,864</u>	<u>2,296,157,811</u>	<u>3,712,805,537</u>	<u>2,973,965,442</u>	<u>11,644,168,623</u>	<u>5,712,502,477</u>	<u>4,756,076,045</u>	<u>798,163,884</u>	<u>6,258,905,487</u>

# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

#### (a) *Market risk (continued)*

##### *Interest rate risk sensitivity analysis*

A change of 100 basis points in interest rates as at the end of the reporting period would have changed the NAV of the respective Sub-funds and the change in net assets attributable to unitholders by the percentage shown below. The analysis was performed on the same basis for 2023.

	Principal Asian Bond Fund	Principal Asian Equity Fund	Principal China Equity Fund	Principal European Equity Fund	Principal Hong Kong Bond Fund	Principal Hong Kong Dollar Savings Fund	Principal Hong Kong Equity Fund	Principal International Bond Fund	Principal International Equity Fund	Principal Pension Bond Fund	Principal U.S. Equity Fund
<b>As at 31 December 2024</b>											
Increase 100 basis points in interest rate	(4.25)%	-	-	-	(3.18)%	(1.04)%	-	(7.20)%	-	(3.89)%	-
Decrease 100 basis points in interest rate	<u>4.72%</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3.40%</u>	<u>1.04%</u>	<u>-</u>	<u>8.06%</u>	<u>-</u>	<u>4.13%</u>	<u>-</u>
	Principal Asian Bond Fund	Principal Asian Equity Fund	Principal China Equity Fund	Principal European Equity Fund	Principal Hong Kong Bond Fund	Principal Hong Kong Dollar Savings Fund	Principal Hong Kong Equity Fund	Principal International Bond Fund	Principal International Equity Fund	Principal Pension Bond Fund	Principal U.S. Equity Fund
<b>As at 31 December 2023</b>											
Increase 100 basis points in interest rate	(4.07)%	-	-	-	(2.89)%	(0.38)%	-	(4.95)%	-	(3.69)%	-
Decrease 100 basis points in interest rate	<u>4.59%</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3.10%</u>	<u>0.37%</u>	<u>-</u>	<u>5.40%</u>	<u>-</u>	<u>3.92%</u>	<u>-</u>

##### *Other price risk*

Other price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment (stock-specific) or its issuer, or factors affecting all instruments (generic risks) traded in the market. This risk can be mitigated by constructing a diversified portfolio of investments i.e. diversified by asset class or geographies (global vs. country specific) or both. The Manager manages such risks by regularly monitoring portfolio exposures, both on an absolute basis and relative to underlying benchmarks, if any. For example, if a Sub-fund benchmark has an exposure of x% in a particular stock and of y% in a particular country, the Manager may manage exposure to that stock in his portfolio within x+/-10% and to the country at y+/-10%. Other risks relating to liquidity, sector exposures etc. are also managed in a similar manner.

The percentage breakdown of the investment assets held by each Sub-fund has been stated in the statement of movements in portfolio holdings of the Investment Report.



PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(a) *Market risk (continued)*

*Other price risk sensitivity analysis*

As at year end, the overall market exposures were as follows: a decrease in prices of all the underlying investments of each Sub-fund at the year end by the below percentages would have decreased the NAV of the respective Sub-funds and the change in net assets attributable to unitholders by the amounts shown below; an equal change in the opposite direction would have increased the NAV by an equal but opposite amount. The analysis for 2023 was performed by applying the same percentage change in prices of all the underlying investments as at year end.

*As at 31 December 2024*

	Principal Asian Bond Fund HK\$	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\$
Overall market exposure	664,909,796	6,081,036,037	3,738,651,964	4,111,774,617	2,994,535,647	2,924,048,958	12,689,841,382	6,124,975,385	4,165,448,807	821,298,567	10,214,184,181
% change in prices	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%
Change in NAV	<u>66,490,980</u>	<u>608,103,604</u>	<u>373,865,196</u>	<u>411,177,462</u>	<u>299,453,565</u>	<u>292,404,896</u>	<u>1,268,984,138</u>	<u>612,497,539</u>	<u>416,544,881</u>	<u>82,129,857</u>	<u>1,021,418,418</u>

*As at 31 December 2023*

	Principal Asian Bond Fund HK\$	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\$
Overall market exposure	713,024,804	5,226,339,480	3,182,945,287	2,226,575,125	3,621,083,157	2,572,842,210	11,202,033,315	5,213,906,196	4,604,432,300	770,028,212	6,126,351,142
% change in prices	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%
Change in NAV	<u>71,302,480</u>	<u>522,633,948</u>	<u>318,294,529</u>	<u>222,657,513</u>	<u>362,108,316</u>	<u>257,284,221</u>	<u>1,120,203,332</u>	<u>521,390,620</u>	<u>460,443,230</u>	<u>77,002,821</u>	<u>612,635,114</u>

# PRINCIPAL LIFE STYLE FUND

## NOTES TO FINANCIAL STATEMENTS

31 December 2024

### 23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

#### (b) *Credit risk*

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment to pay amounts due on time. The Sub-funds' Manager has a credit review process in place. This ensures review and monitoring of credit quality and credit risk exposure on an ongoing basis, which helps protect portfolios from anticipated negative credit events. The Manager performs this review on a regular basis. The Sub-funds' credit risk is also mitigated through diversification and control of exposure to any single issuer in the Sub-fund.

The carrying amounts of financial assets best represent the maximum credit risk exposure at the year end date. At the end of the reporting period, each Sub-funds' financial assets exposure to credit risk is equivalent to the amounts shown on the statement of financial position.

Credit risk arising on debt securities is mitigated by investing primarily in rated securities or securities issued by rated counterparties of minimum credit ratings stipulated by the Authority ("BBB-"/"A-2" by S&P or equivalent ratings by other rating agencies). Additionally, there is a risk of downgrading of securities i.e. securities ratings getting downgraded by rating agencies which may cause the value of the securities to drop significantly. Typically, in instances where a holding's credit rating of an investment falls below the above minimum ratings, the Manager will dispose of it as soon as practical.

At the end of the reporting period, the Sub-funds invested in debt securities with the following credit quality expressed as a percentage of net assets:

#### *As at 31 December 2024*

Rating	% of net assets				
	<i>Princiapl Asian Bond Fund</i>	<i>Princiapl Hong Kong Bond Fund</i>	<i>Princiapl Hong Kong Dollar Savings Fund</i>	<i>Princiapl International Bond Fund</i>	<i>Princiapl Pension Bond Fund</i>
Aaa/AAA	5.11	2.73	0.00	39.97	0.22
Aa1/AA+	3.58	16.30	0.80	0.60	0.00
Aa2/AA	6.78	4.30	21.33	3.56	1.24
Aa3/AA-	1.49	15.92	13.89	12.47	0.90
A1/A+	16.26	19.18	28.90	6.49	13.10
A2/A	7.08	9.42	11.65	0.36	4.01
A3/A-	10.59	21.08	15.82	7.00	20.98
Baa1/BBB+	6.62	0.94	0.41	9.61	19.30
Baa2/BBB	28.01	0.12	0.00	11.32	17.67
Baa3/BBB-	11.44	0.00	0.00	3.00	18.55
Certificate of deposits without credit rating	0.00	7.96	1.71	0.00	0.00
Total	<u>96.96</u>	<u>97.95</u>	<u>94.51</u>	<u>94.38</u>	<u>95.97</u>

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(b) *Credit risk (continued)*

*As at 31 December 2023*

Rating	% of net assets				
	<i>Princiapl Asian Bond Fund</i>	<i>Princiapl Hong Kong Bond Fund</i>	<i>Princiapl Hong Kong Dollar Savings Fund</i>	<i>Princiapl International Bond Fund</i>	<i>Princiapl Pension Bond Fund</i>
Aaa/AAA	2.04	1.08	0.00	28.02	2.31
Aa1/AA+	3.27	14.86	4.90	0.88	0.00
Aa2/AA	10.24	0.00	7.66	1.27	1.65
Aa3/AA-	3.10	22.30	16.81	10.87	0.50
A1/A+	13.32	20.21	14.58	18.95	14.66
A2/A	10.85	7.04	15.89	0.90	5.04
A3/A-	10.90	16.92	21.89	5.58	17.35
Baa1/BBB+	7.21	0.00	0.00	9.56	17.73
Baa2/BBB	27.09	0.00	0.00	7.57	25.54
Baa3/BBB-	9.23	0.00	0.00	7.67	11.69
Certificate of deposits without credit rating	<u>0.00</u>	<u>15.12</u>	<u>4.78</u>	<u>0.00</u>	<u>0.00</u>
Total	<u>97.25</u>	<u>97.53</u>	<u>86.51</u>	<u>91.27</u>	<u>96.47</u>

Apart from the above Sub-funds, the other Sub-funds did not invest in any debt securities.

Credit risk arising on transactions with brokers relates to transactions awaiting settlement. Risk relating to unsettled transactions is considered small due to the short settlement period involved and the good credit quality of the brokers used. The Manager monitors the credit rating and financial positions of the brokers used to further mitigate this risk.

Substantially all the cash at banks held by the Sub-funds are placed with reputable financial institutions. The Trustee monitors the risk by monitoring the credit rating and financial positions of these financial institutions on a regular basis. If the credit quality or the financial position of these financial institutions deteriorates significantly, the Trustee will move the cash balances to another financial institution.

Substantially all the securities of the Sub-funds are held by Citibank, N.A., as the sub-custodian of the Sub-funds. Bankruptcy or insolvency of the custodian may cause the Sub-funds' rights with respect to securities held by the custodian to be delayed or limited. The Trustee monitors its risk by monitoring the credit quality and financial positions of the custodian.

31 December 2024

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

**(b) Credit risk (continued)**

Financial assets subject to HKFRS 9's impairment requirements

The Sub-funds' financial assets subject to the expected credit loss model within HKFRS 9 are only short-term trade receivables, other receivables and cash at banks. At 31 December 2024, the total of short-term trade receivables, other receivables and cash at banks was HK\$1,660,625,658 on which no loss allowance had been provided (31 December 2023: total of HK\$2,454,174,460 on which no loss allowance had been provided). There is not considered to be any concentration of credit risk within these assets. No assets are considered impaired and no amounts have been written off in the period.

All trade receivables are expected to be received in three months or less. An amount is considered to be in default if it has not been received 30 days after it is due.

As trade receivables are impacted by the HKFRS 9 ECL model, the Sub-funds have adopted the simplified approach. The loss allowance is therefore based on lifetime ECLs.

In calculating the loss allowance, a provision matrix has been used based on historical observed loss rates over the expected life of the receivables adjusted for forward-looking estimates. Items have been grouped by their nature into the following categories: interest and dividend receivables; amounts receivable from brokers; amounts receivable on subscriptions.

Financial assets not subject to HKFRS 9's impairment requirements

The Sub-funds are exposed to credit risk on debt instruments, money market funds and similar securities and derivative assets. These classes of financial assets are not subject to HKFRS 9's impairment requirements as they are measured at FVPL. The carrying value of these assets, under HKFRS 9 represents the Sub-funds' maximum exposure to credit risk on financial instruments not subject to the HKFRS 9 impairment requirements on the respective reporting dates. Hence, no separate maximum exposure to credit risk disclosure is provided for these instruments.

**(c) Liquidity risk**

The Sub-funds are exposed to daily liquidity risk on redemptions of units. This arises from the risk that the Manager may not be able to convert investments into cash to meet liquidity needs in a timely manner. To guard against this risk, stock selection considerations include analysis of factors like daily trading volumes, bid-offer spreads, availability of prices from brokers at short notice. The Sub-funds' financial instruments include mainly investments in listed equity securities and quoted debt securities. They are mainly traded either on stock exchanges or over-the-counter markets and are generally liquid. As a result, in most situations, the Sub-funds should be able to reasonably quickly liquidate their investments in these instruments at close to their fair values in order to meet the liquidity requirements. Under extreme market conditions, liquidation of instruments may have to be done at lower prices.

The Sub-funds are not exposed to other activities which give rise to significant liquidity risk.

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(d) *Specific instruments*

*Derivatives*

The Sub-funds may not enter into any financial futures contracts or financial options contracts. The Manager currently does not undertake any derivatives transactions, except those permitted under the rules of the Authority, i.e. trading in forward contracts for hedging purpose.

**As at 31 December 2024**

As at the year end, the holdings in derivatives translated into the currencies were listed in the table below:

Investment fund	Type of contract	Expiration	Underlying	Notional amount of contracts outstanding HK\$	Fair value HK\$
<b>Issuer: Australia and New Zealand Banking Group Limited</b>					
Principal Asian Bond Fund	Currency forward	January 2025	Buy USD/ sell SGD	4,539,485	232,670
Principal Asian Bond Fund	Currency forward	January 2025	Buy USD/ sell SGD	5,932,500	236,033
Assets/(Liabilities)					<u>468,703</u>
Net asset values					685,737,225
% of Net asset values					0.07

**Issuer: Australia and New Zealand Banking Group Limited**

Principal European Equity Fund	Currency forward	March 2025	Buy CHF/ sell HKD	12,826,247	14,109
Principal European Equity Fund	Currency forward	March 2025	Buy EUR/ sell HKD	10,810,730	(58,098)
Principal European Equity Fund	Currency forward	March 2025	Buy HKD/ sell CHF	7,467,073	162,182
Principal European Equity Fund	Currency forward	March 2025	Buy HKD/ sell CHF	73,265,895	1,939,099
Principal European Equity Fund	Currency forward	March 2025	Buy HKD/ sell DKK	53,654,856	770,690
Principal European Equity Fund	Currency forward	March 2025	Buy HKD/ sell EUR	11,168,038	141,352
Principal European Equity Fund	Currency forward	March 2025	Buy HKD/ sell EUR	286,324,955	4,093,736
Principal European Equity Fund	Currency forward	March 2025	Buy HKD/ sell SEK	52,542,186	412,466

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(d) *Specific instruments (continued)*

*Derivatives (continued)*

*As at 31 December 2024 (continued)*

Investment fund	Type of contract	Expiration	Underlying	Notional amount of contracts outstanding HK\$	Fair value HK\$
<b>Issuer: Royal Bank of Canada</b>					
Principal European Equity Fund	Currency forward	March 2025	Buy GBP/sell HKD	10,736,567	(22,702)
Principal European Equity Fund	Currency forward	March 2025	Buy GBP/sell HKD	11,070,872	(170,925)
Principal European Equity Fund	Currency forward	March 2025	Buy GBP/sell HKD	12,713,959	19,144
Principal European Equity Fund	Currency forward	March 2025	Buy HKD/sell GBP	488,061,519	8,815,080
Principal European Equity Fund	Currency forward	March 2025	Buy HKD/sell GBP	5,912,973	81,784
<b>Issuer: State Street Bank and Trust Company</b>					
Principal European Equity Fund	Currency forward	March 2025	Buy HKD/sell EUR	465,465,846	6,709,099
Assets/(Liabilities)					<u>22,907,016</u>
Net asset values					4,238,244,574
% of Net asset values					0.54

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(d) *Specific instruments (continued)*

*Derivatives (continued)*

*As at 31 December 2024 (continued)*

Investment fund	Type of contract	Expiration	Underlying	Notional amount of contracts outstanding HK\$	Fair value HK\$
<b>Issuer: Australia and New Zealand Banking Group Limited</b>					
Principal International Bond Fund	Currency forward	February 2025	Buy AUD/ sell USD	144,285,892	(11,136,918)
Principal International Bond Fund	Currency forward	February 2025	Buy AUD/ sell USD	144,285,892	(9,284,262)
Principal International Bond Fund	Currency forward	February 2025	Buy GBP/ sell USD	175,114,577	(6,111,253)
Principal International Bond Fund	Currency forward	February 2025	Buy NZD/ sell USD	65,279,957	(4,924,806)
Principal International Bond Fund	Currency forward	February 2025	Buy NZD/ sell USD	65,279,957	(4,587,133)
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell AUD	153,160,004	8,865,455
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell AUD	154,491,820	10,197,196
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell AUD	145,358,802	1,064,694
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell GBP	139,839,592	3,689,405
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell GBP	49,572,491	947,291
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell NZD	69,602,242	4,297,198
Principal International Bond Fund	Currency forward	February 2025	Buy NZD/ sell NZD	69,945,391	4,640,224
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell NZD	153,354,397	979,225
<b>Issuer: Barclays Bank</b>					
Principal International Bond Fund	Currency forward	February 2025	Buy EUR/ sell USD	160,874,361	(3,421,784)
Principal International Bond Fund	Currency forward	February 2025	Buy EUR/ sell USD	160,874,361	(2,878,680)
Principal International Bond Fund	Currency forward	February 2025	Buy EUR/ sell USD	72,393,462	(1,016,515)

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(d) *Specific instruments (continued)*

*Derivatives (continued)*

*As at 31 December 2024 (continued)*

Investment fund	Type of contract	Expiration	Underlying	Notional amount of contracts outstanding HK\$	Fair value HK\$
<b>Issuer: Barclays Bank (continued)</b>					
Principal International Bond Fund	Currency forward	February 2025	Buy GBP/ sell USD	97,285,876	(853,543)
Principal International Bond Fund	Currency forward	February 2025	Buy GBP/ sell USD	68,100,113	(1,632,032)
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell EUR	164,142,340	2,960,245
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell EUR	169,400,516	8,208,563
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell EUR	74,193,337	1,660,777
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell GBP	182,122,516	7,073,110
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell GBP	137,973,418	1,822,564
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell JPY	74,896,887	359,185
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell MXN	171,503,289	4,741,867
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell MXN	57,185,439	1,598,438
<b>Issuer: Royal Bank of Canada</b>					
Principal International Bond Fund	Currency forward	February 2025	Buy CAD/ sell USD	135,029,208	(937,292)
Principal International Bond Fund	Currency forward	February 2025	Buy HUF/ sell USD	48,884,327	(2,901,398)
Principal International Bond Fund	Currency forward	February 2025	Buy MXN/ sell USD	100,869,856	(2,865,183)
Principal International Bond Fund	Currency forward	February 2025	Buy MXN/ sell USD	104,605,776	(1,269,227)
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell CAD	136,818,171	1,558,931
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell HUF	51,436,261	2,670,723



PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(d) *Specific instruments (continued)*

*Derivatives (continued)*

*As at 31 December 2024 (continued)*

Investment fund	Type of contract	Expiration	Underlying	Notional amount of contracts outstanding HK\$	Fair value HK\$
<b>Issuer: Royal Bank of Canada (continued)</b>					
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell MXN	103,829,110	3,779,582
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell MXN	131,172,209	1,451,347
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell MXN	152,039,334	3,803,735
<b>Issuer: Standard Chartered Bank</b>					
Principal International Bond Fund	Currency forward	February 2025	Buy GBP/ sell USD	48,642,938	(726,692)
Principal International Bond Fund	Currency forward	February 2025	Buy MXN/ sell USD	78,454,332	(2,693,372)
Principal International Bond Fund	Currency forward	February 2025	Buy MXN/ sell USD	100,869,856	(1,804,580)
Principal International Bond Fund	Currency forward	February 2025	Buy MXN/ sell USD	104,605,776	(379,702)
Principal International Bond Fund	Currency forward	February 2025	Buy NOK/ sell USD	68,396,073	(1,982,142)
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell GBP	170,455,062	5,130,069
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell MXN	101,367,682	1,298,707
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell MXN	159,889,310	4,243,890
Principal International Bond Fund	Currency forward	February 2025	Buy USD/ sell NOK	70,821,648	2,432,816
Assets/(liabilities)					<u>28,068,723</u>
Net asset values					6,489,947,927
% of Net asset values					0.43

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(d) *Specific instruments (continued)*

*Derivatives (continued)*

***As at 31 December 2023***

As at the year end, the holdings in derivatives translated into the currencies were listed in the table below:

Investment fund	Type of contract	Expiration	Underlying	Notional amount of contracts outstanding HK\$	Fair value HK\$
<b>Issuer: Australia and New Zealand Banking Group Limited</b>					
Principal European Equity Fund	Currency forward	January 2024	Buy HKD/ sell EUR	453,140,197	(11,209,304)
Principal European Equity Fund	Currency forward	January 2024	Buy HKD/ sell EUR	9,121,180	(231,242)
Principal European Equity Fund	Currency forward	January 2024	Buy EUR/ sell HKD	12,026,265	380,477
Principal European Equity Fund	Currency forward	January 2024	Buy EUR/ sell HKD	29,052,617	1,198,556
Principal European Equity Fund	Currency forward	January 2024	Buy EUR/ sell HKD	41,556,609	940,775
Principal European Equity Fund	Currency forward	January 2024	Buy EUR/ sell HKD	7,548,861	356,084
Principal European Equity Fund	Currency forward	January 2024	Buy EUR/ sell HKD	8,048,580	202,686
Principal European Equity Fund	Currency forward	January 2024	Buy HKD/ sell GBP	10,075,332	(41,639)
Principal European Equity Fund	Currency forward	January 2024	Buy GBP/ sell HKD	13,393,010	79,730
Principal European Equity Fund	Currency forward	January 2024	Buy USD/ sell HKD	9,343,045	(12,787)
Principal European Equity Fund	Currency forward	January 2024	Buy USD/ sell HKD	14,206,351	(5,266)
Principal European Equity Fund	Currency forward	January 2024	Buy USD/ sell HKD	14,854,825	(19,572)
Principal European Equity Fund	Currency forward	January 2024	Buy USD/ sell HKD	7,763,804	(8,542)
Principal European Equity Fund	Currency forward	January 2024	Buy HKD/ sell USD	12,552,072	2,338

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(d) *Specific instruments (continued)*

*Derivatives (continued)*

*As at 31 December 2023 (continued)*

Investment fund	Type of contract	Expiration	Underlying	Notional amount of contracts outstanding HK\$	Fair value HK\$
<b>Issuer: Royal Bank of Canada</b>					
Principal European Equity Fund	Currency forward	January 2024	Buy HKD/ sell GBP	249,717,829	(3,719,805)
Principal European Equity Fund	Currency forward	January 2024	Buy GBP/ sell HKD	20,347,180	301,993
Principal European Equity Fund	Currency forward	January 2024	Buy HKD/ sell USD	36,418,248	8,392
<b>Issuer: State Street Bank and Trust Company</b>					
Principal European Equity Fund	Currency forward	January 2024	Buy HKD/ sell CHF	93,459,288	(3,981,442)
Principal European Equity Fund	Currency forward	January 2024	Buy CHF/ sell HKD	24,708,384	1,775,930
Principal European Equity Fund	Currency forward	January 2024	Buy CHF/ sell HKD	7,914,866	393,568
Principal European Equity Fund	Currency forward	January 2024	Buy CHF/ sell HKD	8,873,504	374,647
Principal European Equity Fund	Currency forward	January 2024	Buy HKD/ sell DKK	58,792,668	(1,377,849)
Principal European Equity Fund	Currency forward	January 2024	Buy HKD/ sell EUR	7,267,830	(240,871)
Principal European Equity Fund	Currency forward	January 2024	Buy HKD/ sell EUR	7,631,185	(97,638)
Principal European Equity Fund	Currency forward	January 2024	Buy HKD/ sell EUR	9,557,688	(217,040)
Principal European Equity Fund	Currency forward	January 2024	Buy HKD/ sell EUR	9,752,227	(96,661)
Principal European Equity Fund	Currency forward	January 2024	Buy EUR/ sell HKD	34,969,755	857,267
Principal European Equity Fund	Currency forward	January 2024	Buy HKD/ sell GBP	14,324,086	(550,472)
Principal European Equity Fund	Currency forward	January 2024	Buy HKD/ sell GBP	8,441,550	(213,622)

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(d) *Specific instruments (continued)*

*Derivatives (continued)*

*As at 31 December 2023 (continued)*

Investment fund	Type of contract	Expiration	Underlying	Notional amount of contracts outstanding HK\$	Fair value HK\$
<b>Issuer: State Street Bank and Trust Company (continued)</b>					
Principal European Equity Fund	Currency forward	January 2024	Buy GBP/sell HKD	9,713,075	470,258
Principal European Equity Fund	Currency forward	January 2024	Buy GBP/sell HKD	17,535,205	346,826
Principal European Equity Fund	Currency forward	January 2024	Buy GBP/sell HKD	7,418,200	85,204
Principal European Equity Fund	Currency forward	January 2024	Buy NOK/sell HKD	7,967,611	399,503
Principal European Equity Fund	Currency forward	January 2024	Buy SEK/sell HKD	8,548,262	831,827
Principal European Equity Fund	Currency forward	January 2024	Buy HKD/sell USD	10,000,000	2,945
Principal European Equity Fund	Currency forward	January 2024	Buy HKD/sell NOK	17,578,510	(971,441)
Principal European Equity Fund	Currency forward	January 2024	Buy HKD/sell SEK	46,472,986	(4,507,045)
Principal European Equity Fund	Currency forward	January 2024	Buy HKD/sell USD	8,254,398	2,962
Assets/(Liabilities)					<u>(18,490,270)</u>
Net asset values				2,296,157,811	
% of Net asset values				(0.81)	

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2024

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(d) *Specific instruments (continued)*

*Derivatives (continued)*

*As at 31 December 2023 (continued)*

Investment fund	Type of contract	Expiration	Underlying	Notional amount of contracts outstanding HK\$	Fair value HK\$
<b>Issuer: Australia and New Zealand Banking Group Limited</b>					
Principal International Bond Fund	Currency forward	March 2024	Buy USD/ sell AUD	37,446,297	57,470
Principal International Bond Fund	Currency forward	March 2024	Buy USD/ sell CNH	82,435,757	(274,979)
Principal International Bond Fund	Currency forward	March 2024	Buy USD/ sell GBP	48,896,342	(894,927)
Principal International Bond Fund	Currency forward	March 2024	Buy USD/ sell JPY	38,400,427	(858,337)
Principal International Bond Fund	Currency forward	March 2024	Buy JPY/ sell USD	38,771,249	175,187
Principal International Bond Fund	Currency forward	March 2024	Buy USD/ sell NZD	72,598,290	(1,574,844)
<b>Issuer: Barclays Bank</b>					
Principal International Bond Fund	Currency forward	March 2024	Buy USD/ sell CAD	59,259,720	(24,757)
Principal International Bond Fund	Currency forward	March 2024	Buy USD/ sell EUR	85,969,914	(570,811)
Principal International Bond Fund	Currency forward	March 2024	Buy GBP/ sell USD	49,771,600	(168,055)
Principal International Bond Fund	Currency forward	March 2024	Buy USD/ sell NOK	57,925,097	154,350
Assets/(liabilities)					<u>(3,979,703)</u>
Net asset values					5,712,502,477
% of Net asset values					(0.07)

## PRINCIPAL LIFE STYLE FUND

### NOTES TO FINANCIAL STATEMENTS

31 December 2024

#### 24. EVENT AFTER REPORTING PERIOD

Effective from 24 February 2025, a new type of classes of Units, namely Income Class Units, will be established to the Sub-Funds.

Effective from 24 February 2025, for Investment Class Units, I6 Class Units, Pension Class Units, Retail Class Units, R2 Class Units, R6 Class Units and Income Class Units, the Sub-Funds may offer classes of Units denominated in US dollars or Renminbi.

Effective from 24 April 2025, the distribution policy of R6 Class Units will be changed such that (i) dividend will be paid on a monthly basis and (ii) will distribute a set level of net income (the "Target Income") determined by the Manager on a regular basis.

Effective from 24 April 2025, the management fee of the Retail Class Units, R2 Class Units, R6 Class Units and Income Class Units of (i) Principal Hong Kong Dollar Savings Fund will be increased from 0.25% to 0.5% and (ii) Principal Hong Kong Bond Fund will be increased from 0.5% to 0.8%.

#### 25. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the Trustee and Manager on 25 April 2025.

### **Independent auditor's assurance report**

**To the Trustee of Principal Asian Bond Fund, Principal Asian Equity Fund, Principal China Equity Fund, Principal European Equity Fund, Principal Hong Kong Bond Fund, Principal Hong Kong Dollar Savings Fund, Principal Hong Kong Equity Fund, Principal International Bond Fund, Principal International Equity Fund, Principal Pension Bond Fund and Principal U.S. Equity Fund (Sub-funds of Principal Life Style Fund, an open-ended unit trust established as an umbrella fund under the laws of Hong Kong)**

We have audited the financial statements of Principal Asian Bond Fund, Principal Asian Equity Fund, Principal China Equity Fund, Principal European Equity Fund, Principal Hong Kong Bond Fund, Principal Hong Kong Dollar Savings Fund, Principal Hong Kong Equity Fund, Principal International Bond Fund, Principal International Equity Fund, Principal Pension Bond Fund and Principal U.S. Equity Fund (each a separate sub-fund of Principal Life Style Fund and referred to individually or collectively as the "Sub-funds") for the year ended 31 December 2024 in accordance with Hong Kong Standards on Auditing and with reference to Practice Note 860.1 (Revised), *The Audit of Retirement Schemes* ("PN 860.1") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), and have issued an unqualified auditor's report thereon dated 25 April 2025.

Pursuant to Guidelines II.5 and Code on MPF Investment Funds issued by the Mandatory Provident Fund Schemes Authority (the "Authority"), we are required to report whether the Sub-funds complied with certain requirements of the Mandatory Provident Fund Schemes Ordinance (the "Ordinance") and the Mandatory Provident Fund Schemes (General) Regulation (the "General Regulation"), which are made applicable to the Sub-funds through the Code on MPF Investment Funds.

### **Trustee and the Manager's Responsibility**

The General Regulation requires the trustee and the manager to ensure that:

- (a) proper accounting and other records are kept in respect of the Sub-funds' assets and all financial transactions entered into in relation to the Sub-funds;
- (b) the requirements specified in the guidelines made by the Authority under section 28 of the Ordinance with respect to forbidden investment practices and the requirements of sections 37(2), 51 and 52 of, and Schedule 1 to, the General Regulation, which are made applicable to the Sub-funds through the Code on MPF Investment Funds, are complied with; and
- (c) the Sub-funds' assets are not subject to any encumbrance, otherwise than as permitted by section 65 of the General Regulation.



**Independent auditor's assurance report (continued)**

**To the Trustee of Principal Asian Bond Fund, Principal Asian Equity Fund, Principal China Equity Fund, Principal European Equity Fund, Principal Hong Kong Bond Fund, Principal Hong Kong Dollar Savings Fund, Principal Hong Kong Equity Fund, Principal International Bond Fund, Principal International Equity Fund, Principal Pension Bond Fund and Principal U.S. Equity Fund  
(Sub-funds of Principal Life Style Fund, an open-ended unit trust established as an umbrella fund under the laws of Hong Kong)**

**Our Independence and Quality Management**

We have complied with the independence and other ethical requirements of the *Code of Ethics for Professional Accountants* issued by the HKICPA, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

The firm applies Hong Kong Standard on Quality Management 1, which requires the firm to design, implement and operate a system of quality management including policies or procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

**Auditor's Responsibility**

Our responsibility is to report on the Sub-funds' compliance with the above requirements based on the results of the procedures performed by us.

We conducted our engagement in accordance with Hong Kong Standard on Assurance Engagements 3000 (Revised), *Assurance Engagements Other Than Audits or Reviews of Historical Financial Information* and with reference to Practice Note 860.1 (Revised), *The Audit of Retirement Schemes* issued by the HKICPA. We have planned and performed our work to obtain reasonable assurance about whether the Sub-funds have complied with the above requirements.

We have planned and performed such procedures as we considered necessary with reference to the procedures recommended in PN 860.1 (Revised), which included reviewing, on a test basis, evidence obtained from the Trustee regarding the Sub-funds' compliance with the above requirements.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



**Independent auditor's assurance report (continued)**

**To the Trustee of Principal Asian Bond Fund, Principal Asian Equity Fund, Principal China Equity Fund, Principal European Equity Fund, Principal Hong Kong Bond Fund, Principal Hong Kong Dollar Savings Fund, Principal Hong Kong Equity Fund, Principal International Bond Fund, Principal International Equity Fund, Principal Pension Bond Fund and Principal U.S. Equity Fund (Sub-funds of Principal Life Style Fund, an open-ended unit trust established as an umbrella fund under the laws of Hong Kong)**

**Opinion**

Based on the foregoing:

1. in our opinion:
  - (a) proper accounting and other records have been kept during the year ended 31 December 2024 in respect of the Sub-funds' assets and all financial transactions entered into in relation to the Sub-funds; and
  - (b) the requirements specified in the guidelines made by the Authority under section 28 of the Ordinance with respect to forbidden investment practices and the requirements of sections 37(2), 51 and 52 of, and Schedule 1 to, the General Regulation, which are made applicable to the Sub-funds through the Code on MPF Investment Funds, have been complied with, in all material respects, as at 31 December 2024, 30 June 2024, and 31 March 2024;
2. as at 31 December 2024, the assets of the Sub-funds were not subject to any encumbrance, otherwise than as permitted by section 65 of the General Regulation, which are made applicable to the Sub-funds through the Code on MPF Investments Funds.

**Intended Users and Purpose**

This report is intended solely for submission by the trustee and the manager to the Authority and is not intended to be, and should not be, used by anyone for any other purpose.



Certified Public Accountants  
Hong Kong  
25 April 2025