

31 July 2023

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

Principal Asset Management Company (Asia) Limited (“Manager”, “we”, “us” or “our”) accepts full responsibility for the accuracy of the information contained in this Notice and confirms, having made all reasonable enquiries, that to the best of our knowledge and belief there are no other material facts the omission of which would make any statement herein misleading as at the date of issuance.

Dear Unitholder,

Re: Principal Life Style Fund (信安豐裕人生基金) (the “Fund”)

Thank you for your continuous support of the Fund. We would like to inform you of the following changes in respect of the Fund, which shall take effect on 31 August 2023 (the “**Effective Date**”), unless otherwise specified.

1. Appointment of sub-delegates of the Manager

With effect from the Effective Date, Principal Global Investors, LLC, the Delegate of the Manager, will sub-delegate its discretionary investment management function to Principal Asset Management (S) Pte Ltd (“**PAM(S)**”) and Principal Global Investors (Singapore) Limited (“**PGI(S)**”) in respect of the following Sub-Funds (each a “**Relevant Sub-Fund**”; collectively, the “**Relevant Sub-Funds**”):

Relevant Sub-Fund	New sub-delegate of the Manager
Principal Asian Equity Fund	Principal Asset Management (S) Pte Ltd
Principal Hong Kong Bond Fund	Principal Global Investors (Singapore) Limited
Principal Hong Kong Dollar Savings Fund	Principal Global Investors (Singapore) Limited
Principal International Bond Fund	Principal Global Investors (Singapore) Limited

The Manager and the Delegate of the Manager consider that such appointment will enable the Relevant Sub-Funds to tap into the strength of the investment expertise of PAM(S) and PGI(S) and utilise the investment management resources available within the Principal group. Accordingly, the Manager and the Delegate of the Manager consider that the appointment will benefit the Unitholders of the Relevant Sub-Funds as a whole.

Both PAM(S) and PGI(S) are regulated by the Monetary Authority of Singapore.

For the avoidance of doubt, Principal Global Investors (Europe) Limited will remain as the sub-delegate of the Manager for Principal Hong Kong Bond Fund and Principal International Bond Fund. This means that both Principal Global Investors (Europe) Limited and PGI(S) will act as sub-delegates of the Manager for Principal Hong Kong Bond Fund and Principal International Bond Fund from the Effective Date.

Impacts on the Relevant Sub-Funds and Unitholders

Apart from the appointment of sub-delegates of the Manager as described above, there will not be any change to the current investment delegation arrangement of the Relevant Sub-Funds. The appointment will not result in any change to the investment objectives and policies of the Relevant Sub-Funds or any increase in risk level of the Relevant Sub-Funds. In this regard, the appointment will not result in any change in the manner in which the Relevant Sub-Funds currently operate or are being managed. Also, the fee levels and fees and charges structure of the Relevant Sub-Funds will remain unchanged. We are of the view that the appointment would be in the interest of the Unitholders and will not create any adverse impact on them. We also confirm that the rights and interests of Unitholders will not be prejudiced due to the appointment.

The costs of the appointment of sub-delegates of the Manager as described above will be borne by the Manager and will not be borne by the Relevant Sub-Funds or the Unitholders.

Actions required by Unitholders

No action is required of the Unitholders to effect the appointment of sub-delegates of the Manager as described above.

However, Unitholders of the Relevant Sub-Fund(s) who do not wish to remain invested in the Relevant Sub-Fund(s) after the Effective Date of the appointment of the sub-delegates of the Manager as described above may (i) realise their investment in the Relevant Sub-Fund(s) in accordance with the section titled “Redemption of Units” of the explanatory memorandum of the Fund (the “**Explanatory Memorandum**”), and/or (ii) switch their existing investment in the Relevant Sub-Fund(s) to other sub-fund(s) under the Fund in accordance with the section titled “Switching between Sub-Funds” of the Explanatory Memorandum.

There will be no fees or penalties, bid/offer spreads or redemption charges imposed on any redemption or switching.

2. Streamlined disclosures about different classes of Units

The disclosures under sub-sections headed “Initial Issue of Units” and “Subsequent Issues of Units” under the section headed “Issue of Units”, and the sub-sections headed “Management Fee” and “Trustee Fee” under the section headed “Charges and Expenses” in the Explanatory Memorandum will be streamlined for simplicity of disclosures.

For the avoidance of doubt, there will be no change to the features of the different classes of Units currently offered by the Sub-Funds. If you would like to know whether a particular class of Unit has been launched in respect of any Sub-Fund and/or its initial period, please feel free to contact us.

3. Change of directors of the Manager

There have been changes to the board of directors of the Manager recently. As such, the list of directors of the Manager as set out under the section headed “Parties” in the Explanatory Memorandum shall be updated to the following:

- CHIU, Siu Po Steve;
- VOHRA, Rohit;
- WEST, Kenneth Kirk; and
- ZHONG, Rongsa.

4. Availability of documents

The Explanatory Memorandum will be consolidated and amended to incorporate the addenda thereto and reflect the changes set out in this Notice. The Product Key Facts Statements (“KFS”) of the Relevant Sub-Funds will also be amended to reflect the changes set out in this Notice. The revised Explanatory Memorandum and KFS of the Relevant Sub-Funds will be available on or around the Effective Date.

Changes set out in this Notice are in summary form only. Please read the revised Explanatory Memorandum carefully.

No amendment is required to be made to the trust deed of the Fund in respect of the changes set out in this Notice. However, copy of the trust deed of the Fund can be inspected free of charge at any time during normal business hours on any day (excluding Saturdays, Sundays and public holidays) at the office of the Manager at 30/F, Millennium City 6, 392 Kwun Tong Road, Kwun Tong, Kowloon.

You may access the latest version of the Explanatory Memorandum and KFS of the Sub-Funds on our website at www.principal.com.hk¹ or request a copy of it by contacting our customer service hotline at 2117 8383.

Terms used in this Notice have the same meanings as in the latest version of the Explanatory Memorandum, unless otherwise specified in this Notice.

If you have any queries relating to the above, please contact our customer service hotline above.

Principal Asset Management Company (Asia) Limited

¹ This website has not been reviewed by the SFC.