

## Portfolio carbon footprint for Principal MPF – Simple Plan (as of 31 Dec 2023)

Fund	Financed Carbon Emissions (tons CO2e / \$M invested)	Financed Carbon Emissions Coverage (%)
Principal Age 65 Plus Fund	22.97	36.28
Principal Balanced Fund	69.95	70.15
Principal Core Accumulation Fund	38.57	65.11
Principal Dynamic Asia Pacific Equity Fund	91.85	99.62
Principal Dynamic Global Bond Fund	72.92	12.65
Principal Dynamic Global Equity Fund	34.45	82.41
Principal Dynamic Hong Kong Equity Fund	88.89	94.55
Principal Growth Fund	80.58	83.62
Principal MPF Conservative Fund	1.39	88.00
Principal Stable Fund	48.95	40.50

Source: Carbon data is provided by MSCI based on the portfolio holdings as of 31 Dec 2023

Methodology: In accordance with the Consultation Conclusions on the Management and Disclosure of Climate-related Risks by Fund Managers, Principal adopts the following methodology for calculating portfolio carbon footprint of our funds.

$$\sum_N^i \left( \frac{\text{Current value of investment}_i}{\text{Investee company's enterprise value}_i} \times \frac{\text{Investee company's Scope 1 and Scope 2 GHG emissions}_i}{\text{Current portfolio value (\$ million)}} \right)$$

- Scope 1 GHG emissions refers to the direct emissions from the investee company.
- Scope 2 GHG emissions refers to indirect emissions from purchased or acquired electricity, steam, heating, and cooling by the investee company.

All available asset classes/issuers are used in our overall fund carbon calculations. Due to current disclosures and methodologies available through MSCI, there are certain asset classes (e.g., sovereign bonds), that do not currently have coverage and would be excluded in our calculations. There are limitations in collecting emissions data from underlying third-party collective investment schemes or Exchange Traded Funds. The emission scope, data availability and time lag covered may differ from the underlying third-party collective investment schemes.

The footprint is expressed in tons of CO2 equivalent per year and per million dollars invested (in USD).

## **DISCLOSURES**

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