

**Supplement**  
**for the**  
**Islamic Asia Pacific Dynamic Income & Growth Fund**

**20 March 2024**

**Principal Global Investors Funds**

This Supplement contains specific information in relation to the Islamic Asia Pacific Dynamic Income & Growth Fund (the "**Fund**"), a Fund of the Principal Global Investors Funds (the "**Unit Trust**"), an open-ended umbrella type unit trust authorised by the Central Bank of Ireland (the "**Central Bank**") as an undertaking for collective investment in transferable securities pursuant to the Regulations.

The Directors of the Manager, whose names appear in the Prospectus, accept responsibility for the information contained in this Supplement. To the best of the knowledge and belief of the Directors (who have taken all reasonable care to ensure that such is the case) the information contained in this document is in accordance with the facts and does not omit anything likely to affect the import of the information. The Directors accept responsibility accordingly.

**This Supplement forms part of and should be read in conjunction with the Prospectus for the Unit Trust dated 14 December 2023 (together the "Prospectus"). Words and expressions defined in the Prospectus shall, unless the context otherwise requires, have the same meaning when used in this Supplement.**

**An investment in the Fund should not constitute a substantial proportion of an investment portfolio and may not be appropriate for all investors.**

**Dividends for Income Units may be declared or paid out of capital. This will have the effect of lowering the capital value of a Unitholder's investment. In any such case, there is a greater risk that capital may be eroded (and also that the value of future returns may be diminished) and distribution will be achieved in a manner that foregoes the potential for future capital growth of the Unitholder's investment. For all Income Units, this cycle may continue until all capital is depleted. Distributions out of capital may have different tax consequences to distributions out of income and it is recommended that you seek appropriate advice in this regard. The likelihood is that the value of future returns would also be diminished.**

## Table of Contents

1	Investment Objective, Policies and Profile of a Typical Investor	1
2	Investment Restrictions and Shariah Investment Guidelines	4
3	Borrowing	6
4	Efficient Portfolio Management	6
5	Income From Capital	7
6	Shariah Investment Manager	7
7	Sub-Investment Manager	8
8	Risk Factors	8
9	Distribution Policy	8
10	Key Information for Buying and Selling	9
11	Charges and Expenses	9
12	Other Information	10

# **1 Investment Objective, Policies and Profile of a Typical Investor**

## **1.1 Investment Objective**

The objective of the Fund is to seek to provide a return consisting of income and, over the medium to long term, capital growth.

Investors should be aware that there is no guarantee that the Fund will achieve its investment objective.

## **1.2 Investment Policies**

The Fund seeks to achieve its overall objective by investing at least 60% of its Net Asset Value in a portfolio of Shariah-compliant equities (Shariah compliance being determined based on the assessment described at section 2.2 below), which have been issued by companies domiciled in, listed in, and/or having greater than 25% of total group revenue originating from the Asia Pacific ex Japan region.

The Fund's investment will focus on dividend yielding equities, selected by the Sub-Investment Manager (as defined further below) on the basis that it believes such securities offer above average yields when compared to other companies in the Asia Pacific ex Japan region. The Fund will also invest in equities that exhibit growth potential above that of the gross domestic product (GDP) of the respective country in this region. The countries in this region are defined as those qualifying for inclusion within the MSCI AC Asia Pacific ex Japan Islamic Index, although the Sub-Investment Manager may also invest in equities listed in other countries, provided such equities are deemed Shariah compliant by the Shariah Adviser and the issuer derives significant revenue from the Asia Pacific ex Japan region as defined above. Further details on MSCI AC Asia Pacific ex Japan Islamic Index are set in section 2.2 below.

The Sub-Investment Manager will determine which securities it believes will offer above average yields and/or growth by conducting fundamental research to identify trends, including visiting companies and meeting with management, and studying financial reports to identify companies that are:

- (i) strong franchises that have a competitive advantage over their peers to gain market share or are more profitable than their competitors and/or;
- (ii) benefitting from structural changes such as consolidation in the industry leading to increased bargaining power, change in business strategy leading to improving market share position or profitability, or change in industry supply and demand dynamics that lead to change in the structural growth rates and/or;
- (iii) trading at attractive valuations, whereby the intrinsic value is higher than the current market price.

The investment strategy for the Fund incorporates an overlay of environmental, social and governance ("ESG") analysis into the fundamental research process, where a wide range of ESG factors are considered, including a company's relationships with each of its stakeholders, such as shareholders, customers, suppliers and their supply chains, their communities, and the environment. After which, a sustainability risk level is assigned and a sustainability risk trend of either improving, stable or deteriorating is applied to each stock. The risk trend designation provides important context to the stock's risk level. These ESG risk levels are used to identify key risks to stakeholders and the associated positive

change to the environmental, social and governance features to be considered. The applicable ESG feature will depend on the sector from which the stock originates and so will vary from stock to stock. This ESG integration process ensures that the financial impact of material ESG issues for each stock in the investment research universe is assessed. Should the research on ESG factors reveal adverse material findings, the Sub-Investment Manager may consider whether to retain the stock's position in the Fund or whether to remove it from the Fund's portfolio. The Sub-Investment Manager's focus on ESG is complementary to the fundamental research undertaken. Companies which are ranked relatively low in an ESG assessment may not be excluded from the Fund's portfolio, but instead may warrant further engagement for opportunities to enhance their ESG practices. Companies that do not improve or fail to demonstrate a commitment to improve after engagement exercises may be excluded from the Fund's portfolio or may be disposed of within an appropriate timeframe as determined by the Sub-Investment Manager. However, an investment may continue to be held by the Fund if the value of such investment is below the actual investment costs. The disposal will take place when the investment's market value is equal to or exceeds the actual investment costs incurred.

The Fund may also invest up to 20% of its Net Asset Value in Shariah-compliant equities of companies listed globally which have operations within the Asia Pacific ex Japan region. This includes companies which do not have 25% of total group revenue originating from the Asia Pacific ex Japan region but have, or have publicised an intention to, expand operations in the Asia Pacific ex Japan region; or which have employed staff and / or have a physical presence in the Asia Pacific ex Japan region.

The Fund may invest more than 20% of its Net Asset Value in emerging markets.

The Fund may invest up to 20% of its Net Asset Value in convertible preferred securities but will not invest in contingent convertible bonds.

As a result of a corporate action, the Fund may also hold up to 10% of its Net Asset Value in call warrants which give exposure to Shariah-compliant equities. Such warrants are equity related securities that entitle the holder to buy a specific amount of securities at a specific price, usually above the current market price at the time of issuance, for a specified or unspecified period. If the price of the security rises to above the warrant's exercise price, then the investor can buy the security at the warrant's exercise price and resell it for a profit.

The Fund may also invest up to 20% of its Net Asset Value in Shariah-compliant fixed income securities (Sukuk), issued by government, government-related entities such as local authorities and public authorities, corporate or supranational entities located globally. Such securities may be rated or unrated, however the proportion of unrated securities shall not exceed 10% of the Fund's Net Asset Value.

The Fund may also invest in Shariah-compliant real estate investment trusts ("REITS"), subject to a maximum of 20% of its Net Asset Value. A REIT is typically established as a trust, corporation, or partnership structure that uses pooled capital of many investors to purchase and manage income property and/or mortgage loans.

Sukuk are certificates of equal value which evidence undivided ownership or investment in the underlying assets. The sakk (singular of Sukuk), as further detailed below, is freely traded at par, premium or discount. Commonly the term Sukuk is used for fixed income securities and debt securities which comply with Shariah principles in respect of financial instruments. The Sukuk in which the Fund may invest comprises of:

- (i) zero-coupon Sukuk and coupon bearing Sukuk;

- (ii) debentures;
- (iii) up to 20% of the Fund's Net Asset Value in convertible Sukuk which will not be preferred, but will not invest in contingent convertible bonds.

A proportion of the net assets of the Fund (subject to a maximum of 10% of its Net Asset Value) may be invested in Shariah-compliant UCITS eligible collective investment schemes (being collective investment schemes which operate according to the requirements of Shariah law for example other sub-funds of the Unit Trust), including exchange traded funds, the constituents of which may comprise the instruments described above and therefore is an alternative means through which the Fund may gain exposure to these types of instruments. The Fund will only invest in alternative investment funds per the Central Bank's Guidance in relation to UCITS Acceptable Investments in Other Investment Funds.

The Fund will hold at least 2% of its Net Asset Value in ancillary Shariah-compliant liquid assets, that is cash, money market instruments and a range of instruments that can be readily converted to cash (including U.S. treasury bills and government bonds which may be fixed or floating rate but shall not embed FDI or leverage, commercial paper, short term money market deposits and certificates of deposit). The Fund will only invest in ancillary liquid assets where they are issued by entities which operate according to the requirements of Shariah law. However, no more than 20% of the Net Asset Value of the Fund may be held in aggregate in ancillary Shariah-compliant liquid assets with a single body registered in the EEA, reduced to 10% for non-EEA registered bodies.

The Fund's investments will (other than permitted unlisted investments) be listed/traded on the exchanges and markets listed in Appendix E to the Prospectus provided that such exchanges and markets are either an ordinary or associate member of the International Organization of Securities Commission (IOSCO), further details of which are set out in [www.iosco.org](http://www.iosco.org).

Investors' attention is drawn to the information set out in the Prospectus under the headings **General Information** and **Special Investment Considerations and Risks**.

### 1.3 **How the Fund References an Index or Benchmark**

The Fund is actively managed and aims to provide a positive return over a rolling 3-year period.

The Fund is managed without reference to a benchmark and the performance of the Fund is not intended to be compared directly with any specific publicly available benchmark. The Sub-Investment Manager maintains full discretion to select investments for the Fund in line with the above investment policies. The MSCI AC Asia Pacific ex Japan Islamic Index is referenced in order to help identify Shariah-compliant securities, with the Dow Jones Sukuk Total Return Index being referenced in order to help identify Shariah-compliant fixed income securities (Sukuk).

### 1.4 **Profile of a Typical Investor**

Investment in the Fund is suitable for investors seeking a return consisting of income and, over the medium to long term, capital growth and who are prepared to accept a medium degree of volatility of net asset value.

All investors should be able to afford to set aside the invested capital for the medium to long term. The Fund is suitable as an investment in a well-diversified portfolio.

## 2 Investment Restrictions and Shariah Investment Guidelines

The general investment restrictions set out in **Appendix A** of the Prospectus shall apply and the following investment restrictions shall apply to the Fund.

- (a) The Fund's investments in Shariah compliant equities, Sukuk, warrants and money market instruments, as provided for in the investment policy, issued by any single issuer must not exceed 10% of the Fund's Net Asset Value;

The Fund's investments in Shariah compliant equities, Sukuk and warrants, as provided for in the investment policy must not exceed 10% of the securities issued by any single issuer;

- (b) The Fund's investment in Shariah-compliant money market instruments must not exceed 10% of the instruments issued by any single issuer;

***Note:** This limit may be disregarded if the Shariah-compliant money market instrument does not have pre-determined issued size.*

- (c) The value of the Fund's OTC Shariah-compliant derivative transaction with any single counter-party must not exceed 5% of the Fund's Net Asset Value and the Fund's exposure from derivatives position should not exceed the Fund's Net Asset Value at all times;

The Fund's investments in Shariah-compliant collective investment schemes must not exceed 25% of the overall number of issued units/shares in any one Shariah-compliant collective investment scheme;

- (d) In the case of cross-investment by the Fund in another sub-fund of the Unit Trust the following additional restrictions apply:

(i) The investment shall not be made in a sub-fund which itself holds units in any other sub-fund within the Unit Trust;

(ii) The rate of the annual investment management fee which investors in the Fund are charged in respect of that portion of the Fund's assets invested in the Units of the other sub-funds of the Unit Trust (the **Receiving Funds**) (whether such fee is paid directly at the Fund level, indirectly at the level of the Receiving Funds or a combination of both) shall not exceed the rate of the maximum annual investment management fee which investors in the Fund may be charged in respect of the balance of the Fund's assets, such that there shall be no double charging of the annual investment management fee to the Fund as a result of its investments in the Receiving Fund.

- 2.2 The general investment restrictions set out in Appendix G of the Prospectus shall apply to the Fund. The following also constitute the Shariah investment guidelines in respect of the Fund:

**Equities** - The Fund may invest directly in securities which are Shariah-compliant listed under the list of Shariah-compliant securities included in the MSCI AC Asia Pacific ex Japan Islamic Index universe and other universes or service providers deemed Shariah compliant by the Shariah Adviser. The MSCI AC Asia Pacific ex Japan Islamic Index may be referred to as part of the stock selection process as it reflects Shariah compliant equities and is designed to measure the performance of the large and mid-cap segments across certain developed markets -- excluding Japan -- and certain emerging

market countries in the Asia market. Further information MSCI AC Asia Pacific ex Japan Islamic Index on is available at [www.msci.com](http://www.msci.com). The Dow Jones Sukuk Total Return Index may also be referred to as part of the selection process for Sukuk as it is designed to track the performance of global Islamic fixed income securities. Further information on Dow Jones Sukuk Total Return Index is available at [www.spindices.com](http://www.spindices.com). For the avoidance of doubt the Shariah Adviser has no discretionary input in respect of security selection. Securities which are not listed on the list of Shariah-compliant securities approved by the indices shall comply with the following Dow Jones Islamic Methodology guidelines which have been reviewed by the Shariah Adviser:

- (i) Investment is not allowed in companies which are directly active in, or derive more than 5% of their revenue (cumulatively) from the manufacture and/or sale and/or distribution of the following goods and services:
  - (A) Alcohol (brewers, distillers & vintners, packagers, transporters, sellers and resellers);
  - (B) Tobacco and electronic cigarettes;
  - (C) Recreational cannabis products;
  - (D) Pork-related products (food products, food retailers & wholesalers, hotels, restaurants & bars);
  - (E) Conventional financial services (banking, insurance, investment services, insurance brokers, mortgage finance, etc.);
  - (F) Weapons and defence (defence industries, manufacturers of weapons, contractors, suppliers of spyware and offensive components and systems);
  - (G) Entertainment (hotels, casinos/gambling, cinema, pornography, music, etc.).
- (ii) Investment in companies which meet the following criteria is not allowed:
  - A. Total debt divided by trailing 24-month average market capitalization is equal or more than 33% where “total debt” equals short term debt plus long term debt;
  - b) **Sukuk** - The Fund shall only invest in Sukuk as endorsed by other Shariah scholar(s) or Shariah boards with the Shariah Adviser’s prior review of the relevant documents e.g. principal terms and conditions and Shariah pronouncements and/or as listed in the Dow Jones Sukuk Total Return Index with the Shariah Adviser’s prior review. The Dow Jones Sukuk Total Return Index may be referred to as part of the selection process for Sukuk as it is designed to track the performance of global Islamic fixed income securities. Further information on Dow Jones Sukuk Total Return Index is available at [www.spindices.com](http://www.spindices.com).
  - c) **Islamic money market instruments** - The Fund shall only invest in money market instruments which are endorsed by other Shariah scholar(s) or Shariah boards with the Shariah Adviser’s prior review of the relevant documents e.g. principal terms and conditions and Shariah pronouncements.
  - d) **Islamic deposits** - Bank deposits shall be placed in accounts issued by licensed Islamic financial institutions or non-interest bearing accounts. The Fund is also

prohibited from investing in interest-bearing deposits and recognising any interest income.

- e) **Islamic Collective investment schemes** - The Fund shall only invest in UCITS eligible collective investment schemes which are endorsed by other Shariah scholar(s) or Shariah boards with the Shariah Adviser's prior review of the relevant documents e.g. principal terms and conditions and Shariah pronouncements.
- f) **Islamic FDI** - The Fund shall only invest in Islamic FDI which are endorsed by other Shariah scholar(s) or Shariah boards with the Shariah Adviser's prior review of the relevant documents e.g. principal terms and conditions and Shariah pronouncements.

The general investment restrictions set out in Appendix G of the Prospectus shall also apply to the Fund.

### **3 Borrowing**

In accordance with the general provisions set out under the heading General Information – Borrowings of the Prospectus, the Fund may borrow up to 10% of its net assets on a temporary basis.

### **4 Efficient Portfolio Management**

The Fund may enter into Islamic forward foreign exchange contracts and Islamic profit rate swaps and futures for efficient portfolio management purposes as further outlined below in accordance with the investment restrictions, conditions and limits laid down by the Central Bank.

#### **4.1 Islamic Forward Foreign Exchange Contracts**

The Base Currency of the Fund is USD and exposure to currencies other than USD may, at the Sub-Investment Manager's discretion, be fully or partially hedged back to USD through the use of Shariah-compliant currency forwards. The Fund may enter into such transactions for efficient portfolio management to change the currency profile of the Fund without changing the profile of the invested assets. These are non-standardized, negotiated, over the counter contract between two parties to buy or sell currency at a specified future time at a price agreed upon today.

Such forwards may also be non-deliverable and structured so as to be cash settled, usually on a thinly traded currency or non-convertible currency.

#### **4.2 Islamic Profit rate swaps (IPRS)**

An IPRS is individually negotiated and traded over the counter. It involves the exchange by the Fund with another party of their respective commitments to receive certain cash flows for a specified period of time. One stream of future cash flows is exchanged for another, based on a specified principal amount. It is generally an exchange by the Fund of fixed rate cash flows for floating rate cash flows. The Fund therefore obtains floating rate interest exposure.

These are used to manage interest rate risk. Swap agreements are subject to liquidity risk, meaning that the Fund may be unable to sell a swap contract to a third party at a favourable price. The Fund bears the risk of loss of the amount expected to be received under a swap agreement in the event of the default or bankruptcy of a counterparty.



#### 4.3 **Futures**

Traded on a regulated exchange, a future is a standardised agreement between two parties to transact in an instrument at a specific price or rate at a future date. The Fund may invest in Shariah-compliant index futures for efficient portfolio management purposes.

Any financial indices which the Fund has exposure to through the use of FDI for efficient portfolio management shall be UCITS eligible financial indices which meet with the requirements of the Central Bank. Insofar as it is practical and permitted, more specific information on any such indices will be set out in the annual and semi-annual accounts

The Manager employs a risk-management process in respect of the Fund which enables it to accurately measure, monitor and manage the various risks associated with FDIs. The Fund may only utilise the FDIs listed in its risk management process. The Sub-Investment Manager uses a risk management technique known as the commitment approach to calculate the Fund's global exposure to ensure that the Fund's use of FDI is within the limits specified by the Central Bank. On request, supplementary information will be provided to Unitholders relating to the risk management methods employed including the quantitative limits that are applied and any recent developments in the risk and yield characteristics of the main categories of investment.

The Fund's global exposure and leverage (as prescribed by the Central Bank) relating to FDI will not exceed 100% of the Fund's Net Asset Value. Simple leverage is calculated as being global exposure divided by the Fund's Net Asset Value.

Any investment in Financial Derivative Instruments is subject to the Shariah Adviser's prior review.

Further information is set out in the Prospectus under the headings **General Information** and **Special Investment Considerations and Risks**.

### 5 **Income From Capital**

Investors who subscribe into Income Units should note that the Directors may, in their absolute discretion, declare a portion of the unit class capital as dividend. It should be noted that this could result in the erosion of capital of those Income Units. Distributions out of capital may have different tax consequences to distributions of income and it is recommended that Unitholders seek appropriate advice in this regard. In relation to investment in Income Units, special consideration should also be given to the specific risk factors for this Unit class under the heading "Distribution Policy" below.

### 6 **Shariah Investment Manager**

The Manager has appointed Principal Islamic Asset Management Sdn Bhd to act as investment manager to the Fund (the "**Shariah Investment Manager**"). The Shariah Investment Manager was appointed pursuant to an Investment Management Agreement. This agreement may be terminated by either party on giving three months' written notice to the other although, in certain circumstances, the agreement may be terminated forthwith by notice in writing by either party to the other.

The Shariah Investment Manager is regulated in Malaysia by the Securities Commission Malaysia. The Shariah Investment Manager has been cleared by the Central Bank to act as Shariah Investment Manager to Irish authorised collective investment schemes.

## 7 Sub-Investment Manager

The Shariah Investment Manager has appointed Principal Asset Management (S) Pte Ltd to act as a sub-investment manager to the Fund (the "**Sub-Investment Manager**"). The Sub-Investment Manager was appointed pursuant to a Sub-Investment Managers Agreement. This agreement may be terminated by either party on giving not less than three months' written notice to the other although, in certain circumstances, the agreement may be terminated forthwith by notice in writing by either party to the other.

The Sub-Investment Manager is regulated by the Monetary Authority of Singapore (MAS) and holds a Capital Markets Services License for fund management issued by MAS. The Sub-Investment Manager has its office at 50 Raffles Place, #22-03A&B Singapore Land Tower, Singapore 048623.

## 8 Risk Factors

The general risk factors set out under the heading **Special Investment Considerations and Risks** of the Prospectus apply to the Fund.

In addition the further risk considerations in respect of FDI and Securities Financing Transactions Risks including Credit Risk, Counterparty Risk, Collateral Risk and Liquidity Risk; Settlement Risk, Convertible Bonds Risk, High Yield and Distressed Securities Risk, Interest Rate Risk, Distribution Risk - Income Plus Units and Sukuk Investment Risk are also applicable and investors' attention is drawn to the relevant information pertaining to these set out in the Prospectus.

## 9 Distribution Policy

The general distribution policy set out under the heading **Distribution Policy** of the Prospectus applies to the Fund.

Dividends on the Units described as "Income Units" will be declared and paid annually within 30 days of the end of the Fund's financial year.

Such dividends may be paid in cash in which case they will be paid by telegraphic transfer to the nominated account of the Unitholder at its risk and expense.

Investors should note the Manager may, in its absolute discretion, limit fluctuations in the level of distributions in the relevant period from one interim distribution period to another so that holders of Income Units receive smoothed income dividends of roughly equal levels with the balance being paid up in the final distribution (if any).

To that end, the Manager may, in its absolute discretion, reduce or forego the distribution payable at the end of the Fund's financial year and/or pay such distribution out of the capital of the Income Units. It should be noted that if a distribution is made out of capital, this could result in the erosion of capital in those Income Units.

For Income Unit classes, the Manager shall also be entitled to declare dividends out of the Fund's capital instead of income in order to provide greater flexibility in the payment of dividends attributable to those classes.

It is not the intention of the Manager and the Directors to declare a dividend in respect of the Units described as "Accumulation Units". Any distributable amounts attributable to such Accumulation Units will remain in the Fund's assets and be reflected in the Net Asset Value of the Accumulation Units.

## 10 Key Information for Buying and Selling

### Base Currency

US dollars

### Initial Issue Price in respect of any unlaunched classes of Units

US\$10 per Unit (or 10 units of the relevant currency for all classes denominated in currencies other than US dollars) or other values as determined by the Manager.

### Initial Offer Period in respect of any unlaunched classes of Units

From 9.00 a.m. on 21 March 2024 to 5.30 p.m. on 20 September 2024 as may be shortened or extended by the Manager and in accordance with the requirements of the Central Bank.

### Business Day

Any day other than Saturday or Sunday on which banks are open for business in Ireland.

### Dealing Day

Any Business Day and/or such other day or days as the Manager may with prior notification to the Holders determine provided that there shall be at least one per fortnight.

### Valuation Point

10.00am (Irish time) on the relevant Dealing Day unless otherwise specified by the Manager and the Directors and notified in advance to Unitholders.

### Dealing Deadline

10.00am (Irish time) on the relevant Dealing Day or such other time, provided it is before the relevant Valuation Point, as the Directors may determine and notify Unitholders in advance.

The Directors may agree to accept specific applications after the Dealing Deadline, but before the relevant Valuation Point, at their discretion in exceptional circumstances.

### Settlement Date

In the case of subscription(s), cleared funds must be received on or before 3 Business Days after the relevant Dealing Day. In the case of redemption(s), payments of redemption proceeds will generally be settled on the third Business Day following the relevant Dealing Day (T+3), but in any event within ten Business Days from the relevant Dealing Day (T+10). Payment will only be made to an account in the name of the registered Unitholder. No payments to third parties will be made.

## 11 Charges and Expenses

### 11.1 Investment and Management Charges:

Units	Minimum Initial Subscription	Current Preliminary Charge(%)	Annual Management Fee (% per annum)	Annual Trustee Fee (% per annum)
-------	------------------------------	-------------------------------	-------------------------------------	----------------------------------

A	1,000	5.00	1.50	Not more than 0.0220
B	1,000	See details below	1.50	Not more than 0.0220
R	1,000	0.00	0.80	Not more than 0.0220
I	1,000,000	0.00	1.00	Not more than 0.0220

- 11.2 The Annual Management Fee payable to the Shariah Investment Manager will accrue and be calculated on each Valuation Day and be payable monthly in arrears. The Shariah Investment Manager will also be entitled to be reimbursed out of the assets of the Fund for all its own reasonable out of pocket costs and expenses. The Shariah Investment Manager will pay the fees of the Sub-Investment Manager from its Annual Management Fee.
- 11.3 The Manager reserves the right to charge up to 5.00% of the amount of the initial investment in the A Class Units. No initial charge is payable in respect of the R Class Units or the I Class Units.
- 11.4 In respect of the B Class Units, the Manager, in consultation with the Directors, will apply an initial charge on a contingent deferred basis (i.e. apply a contingent deferred sales charge) upon Unitholders redemption / exchange within 36 months of their subscription of Units.

The amount of the contingent deferred sales charge levy payable for B Class Units will depend on the length of time between the date the Units were purchased and their redemption / exchange at the rates set out in the table below:

Unit Classes	Number of months from the relevant initial subscription date			
	12 months or less	Over 12 months and less than 24 months	24 months and less than 36 months	36 months and over
B Class Units to be redeemed / exchanged	5.00% of the NAV at the time of purchase	3.00% of the NAV at the time of purchase	1.50% of the NAV at the time of purchase	0%

- 11.5 The costs of establishing the Fund will be paid by Principal Asset Management.

Further details of charges and expenses payable out of the assets of the Fund are set out in the Prospectus under the heading **Charges and Expenses**.

## 12 Other Information

- 12.1 The Manager has the sole right to appoint the Shariah Adviser(s) for the Fund without approval from Unitholders.
- 12.2 The following classes of Units in the Fund are available for issue:

Unit Classes	Class Currency
--------------	----------------

Base Currency	US Dollar
A Class Accumulation	Hedged: N/A Unhedged: USD, EUR, GBP, SGD
A Class Income	Hedged: N/A Unhedged: USD, EUR, GBP, SGD
B Class Accumulation	Hedged: N/A Unhedged: USD
B Class Income	Hedged: N/A Unhedged: USD
I Class Accumulation	Hedged: N/A Unhedged: USD, EUR, GBP, SGD
I Class Income	Hedged: N/A Unhedged: USD, EUR, GBP, SGD
R Class Accumulation	Hedged: N/A Unhedged: GBP
R Class Income	Hedged: N/A Unhedged: GBP