

Annual Report and Audited Financial Statements

PRINCIPAL LIFE STYLE FUND

31 December 2025

PRINCIPAL LIFE STYLE FUND

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PRINCIPAL LIFE STYLE FUND

MANAGEMENT AND ADMINISTRATION

Manager

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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.

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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 2025.

Global

Market review

U.S. stocks have outperformed global counterparts, buoyed by superior free cash flow, earnings growth, and higher valuation multiples. However, 2025 brought a normalization of this exceptionalism and leads to the question, is there staying power for international equity leadership? The answer appears to be yes, as international fiscal policy initiatives coupled with structural changes are broadening out and increasing earnings and cash flow growth.

U.S. earnings growth and valuation multiples reached extraordinary levels, largely led by mega-cap companies, and concentration risk in the U.S. has never been more prevalent. As we head into 2026, there is a resounding case for diversification, not diworsification, to international equities and a more normal allocation to the U.S.

A decade of strong earnings growth has led the United States to be at its largest weighting in the MSCI World Index in over 30 years at >70%. Notably, 5 stocks make up a quarter of the index highlighting the efficiency of the US market and reduced opportunity for differentiated alpha. It is no longer just an innovation and earnings growth story in the U.S. as "America First" policies have prompted other nations to focus on internal development in pursuit of economic growth.

This shift is fostering a more conducive environment for local businesses. A prime example is Germany's renewed commitment to invest in physical and digital infrastructure to stimulate short-term economic growth and enhance Berlin's long-term competitiveness. Let's not forget defense spending which isn't in isolation to Germany as global counterparts, led by NATO countries, are ratcheting up this initiative to be at least 2% of GDP.

Structural change opportunities like these are driving earnings growth higher internationally and have hit an inflection point to keep pace with the U.S. Broadening earnings growth of double-digits lays the foundation for international equity leadership to stay.

Furthermore, the earnings growth of ACWI ex. US is similar to ex. Mag 7. Therefore, international stocks are a better diversifier than the S&P 493 for those looking to reduce Mag 7, because they offer a comparable growth rate while trading at a valuation multiple approximately 30% lower.

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MANAGER'S REPORT (continued)

Asia

Market review

2025 was marked by a series of consequential developments, including President Trump's return to the Oval Office, the release of a powerful open-source AI model by Chinese startup DeepSeek, and the surprise announcement of "Liberation Day" in April, which introduced higher-than-expected reciprocal tariffs on major trading partners. This triggered multiple rounds of retaliation from China, pushing U.S. tariffs on Chinese goods to 145%. Market sentiment later stabilized after President Trump announced a 90-day pause on reciprocal tariffs for non-retaliating countries, followed by a trade truce with China. Geopolitical tensions also intensified in the Middle East and there were no signs of ceasefire in Ukraine during the year.

Although markets experienced bouts of volatility—driven primarily by trade policy uncertainty and concerns over the scale and sustainability of AI-related investment—risk appetite remained broadly constructive, and market drawdowns were short-lived. Against this backdrop, Asian markets surged by more than 30% in HKD terms, as measured by FTSE MPF Asia Pacific ex Japan Index. The best performing markets were South Korea, Taiwan ROC and China while ASEAN lagged. The Information Technology sector led Asia's market performance, supported by continued hyperscalers capex in AI despite concerns over stretched valuations. Optimism around AI spending was bolstered by Oracle's September guidance, which forecast an eightfold increase in cloud infrastructure revenue from US\$18 billion in FY26 to US\$144 billion by 2030, alongside its US\$300 billion compute agreement with OpenAI. This supported stronger investor sentiment and fund flows into Asia's AI-related sectors.

The dollar saw broad-based weakness against international currencies. Using the U.S. Dollar Index (USD against a basket of international currencies), the greenback lost 9.4% during the year. Asian currencies appreciated against the USD generally, with the Malaysian Ringgit faring the best, rising 10.1%, followed by the Thai Baht which appreciated by 9.1%. However, Indonesian Rupiah, Philippines Peso and Indian Rupee depreciated against the USD.

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MANAGER'S REPORT (continued)

Asia (continued)

Market review (continued)

Macro conditions across the region were mixed towards the end of the year. India was hit by higher-than-expected US tariffs of 50%. But Modi announced a long-overdue reform of the goods-and-services tax to be implemented by late Oct, which meant that taxes from everything from shoes to cars would likely fall. This could help mitigate some of the impact. Korea and Taiwan benefited from resilient external demand, as exports remained robust exceeding expectations and driven primarily by technology shipments. In China, domestic demand remained subdued, with disappointing retail sales and investment, while housing market weakness persisted. Nevertheless, China's PMI in December beat expectations, finishing the year above 50. Contrary to expectations of the negative impact of tariffs, net exports strength continued into 4Q25 as the first 11 months trade surplus exceeded the US\$1tr mark. China's Fourth Plenum sets the tone for the 15th Five-Year Plan, focusing on tech self-reliance (AI, semiconductors), domestic demand, and improving livelihood via employment creation and housing stability. At the end of the year, trade-in subsidies program for consumer durables and further relaxation of property restrictions in Beijing were announced. Policy rates eased in Indonesia, and India, while central bank kept policy rates unchanged in Taiwan and Australia in the fourth quarter.

For and on behalf of

Principal Asset Management Company (Asia) Limited



Hong Kong
24 April 2026

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT

Performance Table

Investment record as at 31 December 2025

	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	10.9924	-	-	-	-	-	807,443,669
Principal Asian Equity Fund	81.9953	58.8754	31.2980	10.0000	-	-	5,019,504,738
Principal China Equity Fund	21.3867	15.4824	15.9946	-	8.5649	-	4,034,264,524
Principal European Equity Fund	32.2813	-	26.1929	13.3118	-	-	5,757,213,442
Principal Hong Kong Bond Fund	14.4750	12.8005	-	-	8.9703	-	3,736,509,045
Principal Hong Kong Dollar Savings Fund	16.1622	14.0575	-	-	-	-	2,967,542,232
Principal Hong Kong Equity Fund	51.0129	38.0937	39.2596	13.3368	9.6692	12.5877	6,789,801,867
Principal International Bond Fund	18.5235	11.8548	13.5675	-	-	-	6,272,147,662
Principal International Equity Fund	71.9647	51.2743	-	10.0000	-	-	3,478,609,317
Principal Pension Bond Fund	21.9300	-	9.0996	-	-	-	1,063,451,064
Principal U.S. Equity Fund	87.7068	44.6963	-	-	-	-	10,970,785,724

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.

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued) Performance Table (continued)

Performance record for the year ended 31 December 2025

	Fund expense ratio (%) [#]	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)*
Principal Asian Bond Fund				
Pension Class	0.03248	11.0097	10.0460	8.87
Principal Asian Equity Fund				
Pension Class	0.04737	83.0503	60.5791	22.20
Retail Class	-	59.7658	43.9439	20.50
Investment Class	1.14733	31.7562	23.3094	20.86
I6 Class	0.00000	10.0000	10.0000	0.00
Principal China Equity Fund				
Pension Class	0.03507	22.6021	15.1675	32.25
Retail Class	-	16.4317	11.1621	30.01
Investment Class	1.23521	16.9537	11.4755	30.67
R6 Class	-	9.2096	6.3832	25.76
Principal European Equity Fund				
Pension Class	0.01618	32.3351	24.0047	31.82
Investment Class	1.21592	26.2374	19.6497	30.25
I6 Class	0.00000	13.3118	13.3118	0.00
Principal Hong Kong Bond Fund				
Pension Class	0.01207	14.4750	13.4623	7.21
Retail Class	-	12.8005	12.0111	6.24
R6 Class	-	9.1180	8.7780	1.84
Principal Hong Kong Dollar Savings Fund				
Pension Class	0.01573	16.1622	15.3828	5.15
Retail Class	-	14.0575	13.4608	4.50
Principal Hong Kong Equity Fund				
Pension Class	0.03391	53.6988	35.0433	36.90
Retail Class	-	40.1733	26.5252	34.99
Investment Class	1.23583	41.3920	27.2834	35.26
I6 Class	0.00000	13.3368	13.3368	0.00
R6 Class	-	10.2629	6.9255	31.22
R2 Class	-	13.2836	8.8070	34.32
Principal International Bond Fund				
Pension Class	0.01484	18.6577	16.6793	9.20
Retail Class	-	11.9824	10.7988	7.90
Investment Class	1.01487	13.7055	12.3351	8.12
Principal International Equity Fund				
Pension Class	0.02297	72.2763	51.6555	23.65
Retail Class	-	51.4983	37.1830	21.93
I6 Class	0.00000	10.0000	10.0000	0.00
Principal Pension Bond Fund				
Pension Class	0.01660	21.9604	20.2180	7.92
Investment Class	0.00000	9.0996	9.0996	0.00
Principal US Equity Fund				
Pension Class	0.00250	88.7604	63.9368	17.32
Retail Class	-	45.2454	32.9183	15.69

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.

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued) Performance Table (continued)

Performance record for the year ended 31 December 2024

	Fund expense ratio (%) [#]	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)*
Principal Asian Bond Fund				
Pension Class	0.04662	10.3503	9.6197	3.61
Principal Asian Equity Fund				
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
Principal China Equity Fund				
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
Principal European Equity Fund				
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
Principal Hong Kong Bond Fund				
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)
Principal Hong Kong Dollar Savings Fund				
Pension Class	0.02065	15.3706	14.6654	4.79
Retail Class	-	13.4560	12.8923	4.32
Principal Hong Kong Equity Fund				
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
Principal International Bond Fund				
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)
Principal International Equity Fund				
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
Principal Pension Bond Fund				
Pension Class	0.03546	20.6942	19.3814	3.68
Investment Class	0.00000	9.0996	9.0996	0.00
Principal US Equity Fund				
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.

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(for newly launched Sub-fund/ class)

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PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued) Performance Table (continued)

Performance record for the year ended 31 December 2023

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)*
Principal Asian Bond Fund			
Pension Class	9.7591	9.0693	7.38
Principal Asian Equity Fund			
Pension Class	62.6832	54.3864	6.36
Retail Class	46.8902	40.2620	4.80
Investment Class	24.7090	21.2636	5.13
I6 Class	10.0000	10.0000	0.00
Principal China Equity Fund			
Pension Class	18.4491	12.9837	(14.45)
Retail Class	14.0385	9.7295	(16.03)
Investment Class	14.2903	9.9491	(15.56)
R6 Class	8.5686	5.7435	(19.12)
Principal European Equity Fund			
Pension Class	23.3309	19.8341	18.63
Investment Class	19.3929	16.5467	17.14
I6 Class	13.3118	13.3118	0.00
Principal Hong Kong Bond Fund			
Pension Class	12.9661	12.1046	7.47
Retail Class	11.6533	10.9023	6.70
R6 Class	8.9195	8.4443	2.47
Principal Hong Kong Dollar Savings Fund			
Pension Class	14.6670	13.9670	5.09
Retail Class	12.8945	12.2886	4.61
Principal Hong Kong Equity Fund			
Pension Class	41.8700	30.6989	(11.49)
Retail Class	32.5781	23.5860	(12.83)
Investment Class	33.3734	24.2070	(12.63)
I6 Class	13.3368	13.3368	0.00
R6 Class	9.1915	6.4211	(16.14)
R2 Class	10.8570	7.8722	(13.62)
Principal International Bond Fund			
Pension Class	17.4959	15.7770	7.17
Retail Class	11.4705	10.3670	5.86
Investment Class	13.0752	11.8129	6.08
Principal International Equity Fund			
Pension Class	51.9372	41.1509	25.53
Retail Class	38.0601	30.3078	23.70
I6 Class	10.0000	10.0000	0.00
Principal Pension Bond Fund			
Pension Class	19.6519	18.3301	7.29
Investment Class**	9.3466	8.9467	1.43
Principal U.S. Equity Fund			
Pension Class	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)

** 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 (%)*
Principal Asian Bond Fund			
Pension Class	10.1685	8.6441	(10.81)
Principal Asian Equity Fund			
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
Principal China Equity Fund			
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)
Principal European Equity Fund			
Pension Class	24.9433	16.9791	(20.95)
Investment Class	21.2504	14.3347	(21.90)
I6 Class	13.3118	13.3118	0.00
Principal Hong Kong Bond Fund			
Pension Class	13.1045	11.6741	(8.04)
Retail Class	11.9458	10.5810	(8.69)
R6 Class	9.6127	8.4103	(10.44)
Principal Hong Kong Dollar Savings Fund			
Pension Class	13.9910	13.8130	(0.24)
Retail Class	12.4109	12.2083	(0.69)
Principal Hong Kong Equity Fund			
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)
Principal International Bond Fund			
Pension Class	19.0605	15.4848	(15.08)
Retail Class	12.8022	10.2994	(16.10)
Investment Class	14.5333	11.7120	(15.93)
Principal International Equity Fund			
Pension Class	52.3552	38.3819	(20.75)
Retail Class	39.4767	28.6384	(21.86)
I6 Class	10.0000	10.0000	0.00
Principal Pension Bond Fund			
Pension Class	20.0297	17.6143	(9.11)
Investment Class	9.9338	8.6668	(10.01)
Principal U.S. Equity Fund			
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)

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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 (%)*
Principal Asian Bond Fund			
Pension Class	10.2668	9.9077	0.76
Principal Asian Equity Fund			
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
Principal China Equity Fund			
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)
Principal European Equity Fund			
Pension Class	25.0838	20.1052	21.41
Investment Class	21.4049	17.3182	19.98
I6 Class	13.3118	13.3118	0.00
Principal Hong Kong Bond Fund			
Pension Class	13.3011	12.9138	(0.17)
Retail Class	12.1641	11.8352	(0.88)
R6 Class	9.9500	9.6027	(3.21)
Principal Hong Kong Dollar Savings Fund			
Pension Class	13.9922	13.9193	0.53
Retail Class	12.4325	12.4005	0.07
Principal Hong Kong Equity Fund			
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)
Principal International Bond Fund			
Pension Class	19.9733	19.0203	(4.13)
Retail Class	13.5777	12.7923	(5.28)
Investment Class	15.3830	14.5189	(5.09)
Principal International Equity Fund			
Pension Class	52.5679	43.0627	19.92
Retail Class	39.7126	32.8924	18.26
I6 Class	10.0000	10.0000	0.00
Principal Pension Bond Fund			
Pension Class	20.3371	19.7317	(0.58)
Investment Class**	10.1290	9.9086	(0.31)
Principal U.S. Equity Fund			
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 (%)*
Principal Asian Bond Fund			
Pension Class **	10.0977	9.8883	0.98
Principal Asian Equity Fund			
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
Principal China Equity Fund			
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
Principal European Equity Fund			
Pension Class	20.4892	11.9015	17.19
Investment Class	17.6675	10.3547	15.79
I6 Class	13.3118	13.3118	0.00
Principal Hong Kong Bond Fund			
Pension Class	13.1430	12.2306	7.40
Retail Class	12.0667	11.3081	6.64
R6 Class	10.0563	9.5444	4.12
Principal Hong Kong Dollar Savings Fund			
Pension Class	13.9174	13.5894	2.42
Retail Class	12.4036	12.1665	1.95
Principal Hong Kong Equity Fund			
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
Principal International Bond Fund			
Pension Class	19.9654	17.9219	8.01
Retail Class	13.5741	12.2978	6.73
Investment Class	15.3786	13.9131	6.93
Principal International Equity Fund			
Pension Class	43.4613	24.3091	18.48
Retail Class	33.2350	18.7851	16.83
I6 Class	10.0000	10.0000	0.00
Principal Pension Bond Fund			
Pension Class	20.2145	17.2030	7.49
Principal U.S. Equity Fund			
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.

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(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 (%)*
Principal Asian Equity Fund			
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
Principal China Equity Fund			
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
Principal European Equity Fund			
Pension Class	17.5011	13.6739	25.65
Investment Class	15.2741	12.0733	24.17
I6 Class	13.3118	13.3118	0.00
Principal Hong Kong Bond Fund			
Pension Class	12.4117	11.7604	4.07
Retail Class	11.5021	10.9468	3.34
R6 Class	9.8362	9.4850	0.66
Principal Hong Kong Dollar Savings Fund			
Pension Class	13.5880	13.2705	2.42
Retail Class	12.1656	11.9352	1.96
Principal Hong Kong Equity Fund			
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
Principal International Bond Fund			
Pension Class	18.8276	17.2653	7.52
Retail Class	13.0089	12.0277	6.17
Investment Class	14.6989	13.5660	6.45
Principal International Equity Fund			
Pension Class	36.7588	29.8621	21.20
Retail Class	28.5110	23.4791	19.53
I6 Class	10.0000	10.0000	0.00
Principal Pension Bond Fund			
Pension Class	18.8855	17.1789	9.50
Principal U.S. Equity Fund			
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.

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(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 (%)*
Principal Asian Equity Fund			
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
Principal China Equity Fund			
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)
Principal European Equity Fund			
Pension Class	17.2819	13.4822	(13.42)
Investment Class	15.4335	11.9068	(14.47)
I6 Class	14.2251	12.7961	0.86
Principal Hong Kong Bond Fund			
Pension Class	11.7590	11.3913	1.78
Retail Class	10.9492	10.6528	1.06
R6 Class	9.6513	9.3121	(1.64)
Principal Hong Kong Dollar Savings Fund			
Pension Class	13.2667	13.0182	1.94
Retail Class	11.9321	11.7607	1.48
Principal Hong Kong Equity Fund			
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)
Principal International Bond Fund			
Pension Class	17.5619	16.9036	(0.96)
Retail Class	12.3411	11.7826	(2.14)
Investment Class	13.8986	13.2952	(1.95)
Principal International Equity Fund			
Pension Class	37.2375	29.0219	(12.59)
Retail Class	29.6681	22.8235	(13.82)
I6 Class	10.0000	10.0000	0.00
Principal Pension Bond Fund			
Pension Class	17.3514	16.9776	(1.12)
Principal U.S. Equity Fund			
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.

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(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 (%)*
Principal Asian Equity Fund			
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
Principal China Equity Fund			
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
Principal European Equity Fund			
Pension Class	16.0467	12.4050	29.43
Investment Class	14.3435	11.2184	27.90
I6 Class	13.2184	10.3185	28.15
Principal Hong Kong Bond Fund			
Pension Class	11.7051	11.1868	3.34
Retail Class	10.9998	10.5634	2.61
R6 Class	9.9112	9.6272	0.24
Principal Hong Kong Dollar Savings Fund			
Pension Class	13.0183	12.8261	1.49
Retail Class	11.7629	11.6402	1.03
Principal Hong Kong Equity Fund			
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
Principal International Bond Fund			
Pension Class	17.4624	15.9408	8.36
Retail Class	12.3621	11.3965	6.87
Investment Class	13.9038	12.7779	7.29
Principal International Equity Fund			
Pension Class	34.7316	27.9495	24.63
Retail Class	27.7010	22.6002	22.91
I6 Class	10.0000	10.0000	0.00
Principal Pension Bond Fund			
Pension Class	17.4007	16.5378	5.02
Principal U.S. Equity Fund			
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.

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(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 (%)*
Principal Asian Equity Fund			
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
Principal China Equity Fund			
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)
Principal European Equity Fund			
Pension Class	12.9602	11.1366	(4.00)
Investment Class	11.8026	10.1345	(5.14)
I6 Class	10.8433	9.3118	2.99
Principal Hong Kong Bond Fund			
Pension Class	11.5685	11.0583	(0.08)
Retail Class	10.9537	10.5118	(0.78)
R6 Class	10.0996	9.6392	(3.10)
Principal Hong Kong Dollar Savings Fund			
Pension Class	12.8396	12.6558	1.12
Retail Class	11.6518	11.5361	0.65
Principal Hong Kong Equity Fund			
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)
Principal International Bond Fund			
Pension Class	16.9941	15.6431	2.50
Retail Class	12.1999	11.3296	1.16
Investment Class	13.6744	12.6645	1.48
Principal International Equity Fund			
Pension Class	28.1664	24.1612	2.84
Retail Class	22.7941	19.7828	1.40
I6 Class	10.0000	10.0000	0.00
Principal Pension Bond Fund			
Pension Class	16.9161	16.0247	3.36
Principal U.S. Equity Fund			
Pension Class	28.0476	23.0338	6.55
Retail Class	16.2513	13.5186	4.98

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PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)
Portfolio Statement as at 31 December 2025

Principal Asian Bond Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments			
<i>Non-certificates of deposit</i>			
<i>Denominated in Euro Dollar</i>			
CITIGROUP INC 4.296% 23JUL2036	250,000	2,304,732	0.29
<i>Denominated in Indian Rupee</i>			
ASIAN DEVELOPMENT BANK 6.2% 6OCT2026	35,000,000	3,014,611	0.37
<i>Denominated in Renminbi</i>			
PSA TREASURY PTE LTD 2.7% 3JUN2035	6,000,000	6,707,481	0.83
TEMASEK FINANCIAL I LTD 2.55% 30JUL2055	3,000,000	3,127,928	0.39
		9,835,409	1.22
<i>Denominated in Singapore Dollar</i>			
MANULIFE FINANCIAL CORP 4.275% 19JUN2034	1,000,000	6,418,659	0.79
PRUDENTIAL FUNDING ASIA PLC 3.8% 22MAY2035	500,000	3,278,322	0.41
SWISS RE SUBORDINATED FINANCE PLC 3.75% 26MAR2031	1,000,000	6,291,634	0.78
		15,988,615	1.98
<i>Denominated in United States Dollar</i>			
AAC TECHNOLOGIES HOLDINGS INC 2.625% 2JUN2026	300,000	2,316,402	0.29
ADANI PORTS & SPECIAL ECONOMIC ZONE LTD 3.1% 2FEB2031	300,000	2,069,529	0.26
AIA GROUP LTD 4.5% 16MAR2046	300,000	2,092,489	0.26
AIA GROUP LTD 5.375% 5APR2034	1,150,000	9,252,807	1.15
AIRPORT AUTHORITY 3.25% 12JAN2052	260,000	1,521,582	0.19
AIRPORT AUTHORITY 4.875% 15JUL2030	700,000	5,659,694	0.70
ALIBABA GROUP HOLDING LTD 2.125% 9FEB2031	1,000,000	7,066,759	0.88
ALIBABA GROUP HOLDING LTD 3.15% 9FEB2051	600,000	3,170,814	0.39
ALIBABA GROUP HOLDING LTD 5.25% 26MAY2035	950,000	7,700,225	0.95
ALIBABA GROUP HOLDING LTD 5.625% 26NOV2054	300,000	2,358,249	0.29
AMBANK M BHD 5.252% 23JAN2030	1,000,000	8,013,151	0.99
BAIDU INC 2.375% 9OCT2030	600,000	4,309,160	0.53
BANGKOK BANK PCL/HONG KONG 5.082% 26NOV2035	1,000,000	7,776,984	0.96

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal Asian Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
BANGKOK BANK PCL/HONG KONG 5.5% 21SEP2033	650,000	5,230,797	0.65
BANK NEGARA INDONESIA PERSERO TBK PT 5.28% 5APR2029	550,000	4,389,478	0.54
BCEG HONGKONG CO LTD 2.22% 2JUL2026	500,000	3,846,629	0.48
BDO UNIBANK INC 4.375% 3DEC2030	750,000	5,859,003	0.73
BOC AVIATION USA CORP 4.625% 4SEP2031	650,000	5,131,601	0.64
BOC AVIATION USA CORP 5% 17JAN2029	400,000	3,184,825	0.39
CDBL FUNDING 1 4.75% 27MAY2030	700,000	5,538,999	0.69
CFAMC II CO LTD 4.625% 3JUN2026	600,000	4,670,097	0.58
CHINA CINDA 2020 I MANAGEMENT LTD 5.375% 23JUL2027	750,000	5,923,449	0.73
CHINA CINDA 2020 I MANAGEMENT LTD 5.75% 28MAY2029	400,000	3,236,313	0.40
CHINA GOVERNMENT INTERNATIONAL BOND 3.75% 13NOV2030	700,000	5,502,930	0.68
CHINA GREAT WALL INTERNATIONAL HOLDINGS VI LTD 5.25% 23APR2028	600,000	4,762,057	0.59
CHINA OVERSEAS FINANCE CAYMAN VI LTD 6.45% 11JUN2034	300,000	2,553,819	0.32
CHINA OVERSEAS FINANCE CAYMAN VIII LTD 3.05% 27NOV2029	375,000	2,762,913	0.34
CHINA PING AN INSURANCE OVERSEAS HOLDINGS LTD 5% 8OCT2035	1,000,000	7,793,022	0.96
CIKARANG LISTRINDO TBK PT 5.65% 12MAR2035	650,000	5,132,770	0.64
CK HUTCHISON INTERNATIONAL 24 LTD 5.375% 26APR2029	400,000	3,223,366	0.40
CK HUTCHISON INTERNATIONAL 24 LTD 5.5% 26APR2034	800,000	6,501,969	0.81
CK HUTCHISON INTERNATIONAL 25 LTD 4.25% 26SEP2030	1,250,000	9,711,670	1.20
CNAC HK FINBRIDGE CO LTD 3% 22SEP2030	650,000	4,754,349	0.59
DAH SING BANK LTD 7.375% 15NOV2033	600,000	4,967,189	0.62
DBS GROUP HOLDINGS LTD 1.822% 10MAR2031	600,000	4,636,542	0.57
ENN ENERGY HOLDINGS LTD 4.625% 17MAY2027	600,000	4,689,295	0.58
EXPORT-IMPORT BANK OF INDIA 2.25% 13JAN2031	1,200,000	8,422,015	1.04

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal Asian Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
EXPORT-IMPORT BANK OF INDIA 3.875% 1FEB2028	500,000	3,867,891	0.48
EXPORT-IMPORT BANK OF KOREA 3.75% 22SEP2030	500,000	3,851,290	0.48
EXPORT-IMPORT BANK OF KOREA 5% 11JAN2028	600,000	4,784,719	0.59
EXPORT-IMPORT BANK OF KOREA 5.125% 11JAN2033	800,000	6,534,698	0.81
FAR EAST HORIZON LTD 6.625% 16APR2027	750,000	5,966,934	0.74
FREEPORT INDONESIA PT 5.315% 14APR2032	700,000	5,554,930	0.69
FUBON LIFE SINGAPORE PTE LTD 5.45% 10DEC2035	450,000	3,574,445	0.44
FWD GROUP HOLDINGS LTD 5.252% 22SEP2030	750,000	5,868,621	0.73
FWD GROUP HOLDINGS LTD 5.836% 22SEP2035	500,000	3,936,235	0.49
GS CALTEX CORP 4.25% 28OCT2030	850,000	6,544,628	0.81
HONG KONG MORTGAGE CORP LTD/THE 4.125% 18OCT2027	500,000	3,916,927	0.48
HONGKONG ELECTRIC FINANCE LTD 1.875% 27AUG2030	750,000	5,277,120	0.65
HSBC HOLDINGS PLC 4.619% 6NOV2031	650,000	5,074,872	0.63
HYUNDAI CAPITAL AMERICA 4.5% 18SEP2030	500,000	3,892,102	0.48
HYUNDAI CAPITAL AMERICA 5% 7JAN2028	500,000	3,951,060	0.49
HYUNDAI CAPITAL AMERICA 5.3% 8JAN2029	450,000	3,593,158	0.44
ICBCIL FINANCE CO LTD 1.75% 2AUG2026	500,000	3,840,937	0.48
INDOFOOD CBP SUKSES MAKMUR TBK PT 3.541% 27APR2032	500,000	3,622,740	0.45
INDONESIA ASAHAN ALUMINIUM PT / MINERAL INDUSTRI INDONESIA PERSERO PT 5.45% 15MAY2030	500,000	4,017,018	0.50
INDONESIA GOVERNMENT INTERNATIONAL BOND 4.2% 15OCT2050	1,100,000	7,050,009	0.87
INDONESIA GOVERNMENT INTERNATIONAL BOND 4.4% 10MAR2029	500,000	3,912,646	0.48
INDONESIA GOVERNMENT INTERNATIONAL BOND 4.75% 10SEP2034	1,400,000	10,878,141	1.35
INDONESIA GOVERNMENT INTERNATIONAL BOND 4.9% 16APR2036	1,000,000	7,768,826	0.96
INDONESIA GOVERNMENT INTERNATIONAL BOND 5.15% 10SEP2054	1,925,000	14,557,645	1.80
INDONESIA GOVERNMENT INTERNATIONAL BOND 5.6% 15JAN2035	1,850,000	15,212,199	1.88
INDUSTRIAL BANK OF KOREA 4.375% 24JUN2030	500,000	3,949,232	0.49
JOY TREASURE ASSETS HOLDINGS INC 4.3% 4DEC2028	750,000	5,826,222	0.72

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal Asian Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
KHAZANAH CAPITAL LTD 4.759% 5SEP2034	500,000	3,939,437	0.49
KOOKMIN BANK 4.625% 8MAY2030	400,000	3,185,319	0.39
KOREA DEVELOPMENT BANK/THE 5.625% 23OCT2033	700,000	5,898,557	0.73
KOREA ELECTRIC POWER CORP 4.125% 12NOV2030	1,000,000	7,757,449	0.96
KOREA ELECTRIC POWER CORP 4.75% 13FEB2028	600,000	4,741,376	0.59
KOREA GAS CORP 5% 8JUL2029	700,000	5,617,799	0.70
KOREA HOUSING FINANCE CORP 5.125% 21JAN2030	500,000	4,044,791	0.50
KOREA INTERNATIONAL BOND 3.625% 29OCT2030	900,000	6,947,925	0.86
KOREA INTERNATIONAL BOND 3.875% 20SEP2048	400,000	2,604,432	0.32
KOREA NATIONAL OIL CORP 4.875% 3APR2028	750,000	5,951,781	0.74
KYUSHU ELECTRIC POWER CO INC 5.246% 9SEP2035	900,000	7,101,710	0.88
LG CHEM LTD 2.375% 7JUL2031	800,000	5,543,440	0.69
LG ENERGY SOLUTION LTD 5.25% 2APR2028	400,000	3,171,582	0.39
MEITUAN 4.5% 5MAY2031	750,000	5,775,049	0.71
MEITUAN 5.125% 5NOV2035	550,000	4,234,142	0.52
MIDEA INVESTMENT DEVELOPMENT CO LTD 2.88% 24FEB2027	450,000	3,458,517	0.43
MINEJESA CAPITAL BV 4.625% 10AUG2030	773,140	5,985,284	0.74
MOTHERSON GLOBAL INVESTMENTS BV 5.625% 11JUL2029	450,000	3,573,707	0.44
MTR CORP LTD 4.875% 1APR2035	600,000	4,894,961	0.61
MTR CORP LTD 5.25% 1APR2055	450,000	3,536,170	0.44
NANSHAN LIFE PTE LTD 5.875% 17MAR2041	300,000	2,348,269	0.29
NANYANG COMMERCIAL BANK LTD 6% 6AUG2034	400,000	3,224,256	0.40
ORACLE CORP 6% 3AUG2055	300,000	2,059,018	0.25
OVERSEA-CHINESE BANKING CORP LTD 4.55% 8SEP2035	850,000	6,590,130	0.82
PERTAMINA HULU ENERGI PT 5.25% 21MAY2030	400,000	3,173,905	0.39
PERTAMINA PERSERO PT 2.3% 9FEB2031	500,000	3,455,932	0.43
PERTAMINA PERSERO PT 4.7% 30JUL2049	1,250,000	8,223,955	1.02
PERUSAHAAN PERSEROAN PERSERO PT PERUSAHAAN LISTRIK NEGARA 4% 30JUN2050	700,000	4,026,276	0.50
PETRONAS CAPITAL LTD 2.48% 28JAN2032	750,000	5,238,154	0.65
PETRONAS CAPITAL LTD 4.55% 21APR2050	450,000	3,085,565	0.38
PETRONAS CAPITAL LTD 5.34% 3APR2035	850,000	6,880,383	0.85
PETRONAS CAPITAL LTD 5.848% 3APR2055	850,000	6,921,467	0.86

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal Asian Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
PHILIPPINE GOVERNMENT INTERNATIONAL BOND 2.457% 5MAY2030	500,000	3,626,758	0.45
PHILIPPINE GOVERNMENT INTERNATIONAL BOND 3.2% 6JUL2046	1,000,000	5,593,859	0.69
PHILIPPINE GOVERNMENT INTERNATIONAL BOND 4.75% 5MAR2035	800,000	6,250,196	0.77
PHILIPPINE GOVERNMENT INTERNATIONAL BOND 5.175% 5SEP2049	525,000	3,906,307	0.48
PHILIPPINE GOVERNMENT INTERNATIONAL BOND 5.9% 4FEB2050	1,100,000	8,958,244	1.11
PLDT INC 2.5% 23JAN2031	400,000	2,839,730	0.35
POSCO HOLDINGS INC 5.125% 7MAY2030	750,000	5,958,711	0.74
PRUDENTIAL FUNDING ASIA PLC 2.95% 3NOV2033	700,000	5,235,501	0.65
PSA TREASURY PTE LTD 2.25% 30APR2030	1,000,000	7,237,316	0.90
PT TOWER BERSAMA INFRASTRUCTURE TBK 2.8% 2MAY2027	450,000	3,417,933	0.42
PTTEP TREASURY CENTER CO LTD 2.587% 10JUN2027	500,000	3,803,207	0.47
REC LTD 2.25% 1SEP2026	600,000	4,609,339	0.57
RELIANCE INDUSTRIES LTD 2.875% 12JAN2032	400,000	2,840,725	0.35
RLGH FINANCE BERMUDA LTD 6.75% 2JUL2035	450,000	3,717,565	0.46
SANDS CHINA LTD 5.4% 8AUG2028	1,200,000	9,509,185	1.18
SANTOS FINANCE LTD 5.25% 13MAR2029	750,000	5,915,366	0.73
SANTOS FINANCE LTD 5.75% 13NOV2035	300,000	2,322,076	0.29
SHINHAN BANK CO LTD 4.5% 12APR2028	411,000	3,241,198	0.40
SHINHAN FINANCIAL GROUP CO LTD 4.5% 30JUL2030	750,000	5,860,247	0.73
SINOPEC GROUP OVERSEAS DEVELOPMENT 2018 LTD 2.7% 13MAY2030	1,000,000	7,439,946	0.92
SINOPEC GROUP OVERSEAS DEVELOPMENT 2018 LTD 3.68% 8AUG2049	1,300,000	8,319,411	1.03
SK HYNIX INC 6.375% 17JAN2028	500,000	4,063,238	0.50
STANDARD CHARTERED PLC 5.244% 13MAY2031	500,000	4,007,879	0.50
STATE BANK OF INDIA/LONDON 5.125% 25NOV2029	850,000	6,777,746	0.84
STATE GRID OVERSEAS INVESTMENT BVI LTD 3.5% 4MAY2027	1,500,000	11,638,570	1.44
STATE GRID OVERSEAS INVESTMENT BVI LTD 4% 4MAY2047	950,000	6,502,345	0.81
SUMITOMO MITSUI FINANCIAL GROUP INC 4.66% 8JUL2031	700,000	5,501,322	0.68

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal Asian Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
SUMITOMO MITSUI FINANCIAL GROUP INC 5.464% 13JAN2026	600,000	4,672,100	0.58
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 2.75% 13MAY2030	716,000	5,231,338	0.65
SUNNY EXPRESS ENTERPRISES CORP 3.125% 23APR2030	600,000	4,503,347	0.56
SWIRE PACIFIC MTN FINANCING HK LTD 4.625% 28AUG2032	750,000	5,965,298	0.74
TATA CAPITAL LTD 5.389% 21JUL2028	600,000	4,770,102	0.59
TEMASEK FINANCIAL I LTD 1.625% 2AUG2031	500,000	3,435,864	0.43
TEMASEK FINANCIAL I LTD 2.25% 6APR2051	1,350,000	6,413,153	0.79
TENCENT HOLDINGS LTD 2.39% 3JUN2030	1,750,000	12,732,328	1.58
TENCENT HOLDINGS LTD 3.575% 11APR2026	500,000	3,885,994	0.48
TENCENT HOLDINGS LTD 3.84% 22APR2051	825,000	5,080,717	0.63
THAIOIL TREASURY CENTER CO LTD 2.5% 18JUN2030	300,000	2,121,774	0.26
TONGYANG LIFE INSURANCE CO LTD 6.25% 7MAY2035	750,000	6,057,470	0.75
TSMC ARIZONA CORP 4.125% 22APR2029	750,000	5,857,510	0.73
UNITED STATES TREASURY NOTE/BOND 3.375% 31DEC2027	1,500,000	11,652,438	1.44
UNITED STATES TREASURY NOTE/BOND 4.75% 15AUG2055	325,000	2,486,948	0.31
VARANASI AURANGABAD NH-2 TOLLWAY PVT LTD 5.9% 28FEB2034	648,375	5,250,636	0.65
WHARF REIC FINANCE BVI LTD 2.875% 7MAY2030	469,000	3,432,257	0.42
WOODSIDE FINANCE LTD 5.4% 19MAY2030	1,000,000	7,992,396	0.99
XIAOMI BEST TIME INTERNATIONAL LTD 3.375% 29APR2030	600,000	4,490,553	0.56
		<u>750,875,068</u>	<u>92.99</u>
Total non-certificates of deposit		<u>782,018,435</u>	<u>96.85</u>
Total listed/quoted debt instruments		<u>782,018,435</u>	<u>96.85</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Forward contracts					
<i>Denominated in United States Dollar</i>					
Buy CNH Sell USD FWD Rate 0.143405	ANZ Bank SYD	15.01.2026	6,690,754	70,689	0.01
Buy CNY Sell USD FWD Rate 0.143204	ANZ Bank SYD	15.01.2026	3,230,050	25,706	0.00
Buy EUR Sell USD FWD Rate 1.177209	ANZ Bank SYD	19.02.2026	4,570,662	32,959	0.01
Buy SGD Sell USD FWD Rate 0.780532	ANZ Bank SYD	27.01.2026	3,026,242	18,394	0.00
Buy USD Sell CNH FWD Rate 0.143405	ANZ Bank SYD	15.01.2026	13,180,449	(213,651)	(0.03)
Buy USD Sell CNH FWD Rate 0.143405	ANZ Bank SYD	15.01.2026	2,917,269	(40,601)	0.00
Buy USD Sell CNY FWD Rate 0.143204	ANZ Bank SYD	15.01.2026	3,294,085	(49,761)	(0.01)
Buy USD Sell EUR FWD Rate 1.177209	ANZ Bank SYD	19.02.2026	6,749,227	(76,878)	(0.01)
Buy USD Sell SGD FWD Rate 0.780532	ANZ Bank SYD	27.02.2026	18,111,258	(114,112)	(0.01)
Total forward contracts				<u>(347,255)</u>	<u>(0.04)</u>
Total investments				781,671,180	96.81
Other net assets				<u>25,772,489</u>	<u>3.19</u>
Total net asset value				<u>807,443,669</u>	<u>100.00</u>
Total cost of investments				<u>768,884,073</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 2025 (continued)

Principal Asian Equity Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed shares			
<i>Australia</i>			
ALS LTD	345,870	39,566,465	0.79
ANZ GROUP HOLDINGS LTD	290,057	54,710,545	1.09
ARISTOCRAT LEISURE LTD	85,873	25,931,827	0.52
BHP GROUP LTD	356,395	84,149,261	1.68
CHALLENGER LTD	682,823	33,350,361	0.66
COMMONWEALTH BANK OF AUSTRAL	43,361	36,138,196	0.72
GENERATION DEVELOPMENT GROUP	1,441,548	44,070,418	0.88
ORICA LTD	634,182	79,921,820	1.59
RIO TINTO LTD	54,414	41,466,620	0.82
		439,305,513	8.75
<i>China</i>			
CONTEMPORARY AMPEREX TECHN-A	246,147	100,807,301	2.01
LUXSHARE PRECISIONIndustr-A	396,400	25,067,851	0.50
NAURA TECHNOLOGY GROUP CO-A	197,475	101,093,750	2.01
		226,968,902	4.52
<i>Hong Kong</i>			
AIA GROUP LTD	1,931,600	154,334,840	3.07
ALIBABA GROUP HOLDING LTD	1,445,524	206,420,827	4.11
CHINA CONSTRUCTION BANK-H	10,528,000	80,960,320	1.61
CHINA LIFE INSURANCE CO-H	4,649,000	127,289,620	2.54
CHINA OVERSEAS LAND & INVEST	2,017,500	24,714,375	0.49
DAMAI ENTERTAINMENT HOLDINGS	49,420,000	46,949,000	0.94
GALAXY ENTERTAINMENT GROUP L	2,666,000	102,161,120	2.04
NETEASE INC	117,400	25,194,040	0.50
PRADA S.P.A.	1,074,500	48,352,500	0.96
TENCENT HOLDINGS LTD	682,200	408,637,800	8.14
TRIP.COM GROUP LTD	114,050	63,183,700	1.26
WUXI BIOLOGICS CAYMAN INC	1,317,500	41,422,200	0.82
XIAOMI CORP-CLASS B	927,600	36,454,680	0.73

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal Asian Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed shares (continued)			
<i>Hong Kong (continued)</i>			
YUM CHINA HOLDINGS INC	139,900	51,567,140	1.03
ZIJIN MINING GROUP CO LTD-H	1,674,000	59,694,840	1.19
		<u>1,477,337,002</u>	<u>29.43</u>
<i>India</i>			
ADANI PORTS AND SPECIAL ECON	687,547	87,513,349	1.74
APOLLO HOSPITALS ENTERPRISE	160,023	97,593,958	1.95
BHARAT ELECTRONICS LTD	2,497,291	86,418,814	1.72
HDFC BANK LIMITED	2,546,179	218,556,584	4.36
RELIANCE INDUSTRIES LIMITED	1,433,083	194,892,578	3.88
		<u>684,975,283</u>	<u>13.65</u>
<i>Indonesia</i>			
BANK MANDIRI PERSERO TBK PT	35,352,300	84,158,214	1.68
<i>Singapore</i>			
CITY DEVELOPMENTS LTD	1,170,300	56,665,777	1.13
SATS LTD	3,002,000	69,226,013	1.38
SINGAPORE TECH ENGINEERING	344,600	17,561,476	0.35
ULTRAGREEN.AI LTD	2,222,200	26,117,687	0.52
		<u>169,570,953</u>	<u>3.38</u>
<i>South Korea</i>			
HANWHA AEROSPACE CO LTD	12,220	62,130,885	1.24
HD HYUNDAI ELECTRIC CO LTD	18,998	79,450,302	1.58
HUGEL INC	18,762	23,366,667	0.47
KB FINANCIAL GROUP INC	93,988	63,326,513	1.26
KT&G CORP	96,232	73,885,684	1.47
LG CHEM LTD	11,731	21,106,974	0.42

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal Asian Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed shares (continued)			
<i>South Korea (continued)</i>			
SAMSUNG ELECTRONICS CO LTD	460,506	298,332,925	5.94
SK HYNIX INC	33,516	117,890,791	2.35
		<u>739,490,741</u>	<u>14.73</u>
<i>Taiwan</i>			
AIRTAC INTERNATIONAL GROUP	339,000	78,097,893	1.55
ASPEED TECHNOLOGY INC	38,000	68,340,301	1.36
DELTA ELECTRONICS INC	366,000	87,310,011	1.74
E INK HOLDINGS INC	805,000	39,483,691	0.79
HON HAI PRECISION INDUSTRY	1,320,000	75,370,524	1.50
MEDIATEK INC	111,000	39,320,197	0.78
NAN YA PLASTICS CORP	3,195,000	47,645,735	0.95
TAIWAN SEMICONDUCTOR MANUFAC	1,312,000	503,758,288	10.04
		<u>939,326,640</u>	<u>18.71</u>
<i>Thailand</i>			
CENTRAL PATTANA PCL-NVDR	1,818,000	24,815,406	0.49
<i>United States</i>			
ICICI BANK LTD-SPON ADR	326,295	75,683,515	1.51
Total listed shares		<u>4,861,632,169</u>	<u>96.85</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal Asian Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Delisted Shares			
<i>Hong Kong</i>			
PEACE MARK HOLDINGS LTD	2,010,000	-	-
Total delisted shares		-	-
Total investments		4,861,632,169	96.85
Other net assets		157,872,569	3.15
Total net asset value		5,019,504,738	100.00
Total cost of investments		3,899,594,644	

* 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 2025 (continued)

Principal China Equity Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed shares			
<i>China</i>			
ADVANCED MICRO-FABRICATION-A	53,314	16,213,698	0.40
AGRICULTURAL BANK OF CHINA-A	3,263,100	27,945,727	0.69
ANHUI YINGLIU ELECTROMECHA-A	856,200	39,861,672	0.99
AUTEL INTELLIGENT TECHNOLO-A	503,383	20,657,139	0.51
BANK OF CHINA LTD-A	3,254,300	20,793,903	0.52
BEONE MEDICINES LTD-A	18,970	5,681,947	0.14
BESTECHNIC SHANGHAI CO LTD-A	62,104	15,716,449	0.39
CHINA CONSTRUCTION BANK-A	3,181,300	32,921,257	0.82
CHINA MERCHANTS BANK-A	84,490	3,966,534	0.10
CHINA PACIFIC INSURANCE GR-A	491,500	22,970,212	0.57
CHINA YANGTZE POWER CO LTD-A	537,000	16,281,983	0.40
CHONGQING BAIYA SANITARY P-A	675,262	16,445,563	0.41
CITIC SECURITIES CO-A	193,961	6,209,711	0.15
CONTEMPORARY AMPEREX TECHN-A	81,480	33,369,405	0.83
DO-FLUORIDE NEW MATERIALS -A	62,200	2,352,025	0.06
DONGGUAN YUTONG OPTICAL TE-A	1,040,900	34,717,563	0.86
EAST MONEY INFORMATION CO-A	477,700	12,347,882	0.31
FOXCONN INDUSTRIAL INTERNE-A	90,794	6,282,359	0.16
GOERTEK INC -A	774,690	24,819,178	0.62
GUANGZHOU TINCI MATERIALS -A	99,000	5,114,714	0.13
HENAN PINGGAO ELECTRIC CO-A	965,000	18,670,270	0.46
HUALI INDUSTRIAL GROUP CO -A	140,200	7,849,863	0.19
HUATAI SECURITIES CO LTD-A	681,083	17,916,443	0.44
IND & COMM BK OF CHINA-A	2,527,355	22,349,265	0.55
JIANGSU HENGRUI PHARMACEUT-A	226,260	15,030,007	0.37
JIANGSU YUYUE MEDICAL EQU-A	222,990	9,501,370	0.24
KWEICHOW MOUTAI CO LTD-A	31,924	49,026,605	1.22
L&K ENGINEERING SUZHOU CO-A	53,300	5,676,157	0.14
LB GROUP CO LTD-A	309,500	6,757,673	0.17
LENS TECHNOLOGY CO LTD-A	480,100	16,205,705	0.40
LUXSHARE PRECISION INDUSTR-A	221,889	14,031,989	0.35
MUYUAN FOODS CO LTD-A	150,300	8,477,379	0.21
NAURA TECHNOLOGY GROUP CO-A	46,905	24,012,165	0.60
NINGBO TUOPU GROUP CO LTD-A	60,800	5,232,776	0.13
OMNIVISION INTEGRATED CIRCUI	184,400	25,888,713	0.64
POLY DEVELOPMENTS AND HOLD-A	1,088,300	7,402,907	0.18
QINGDAO TGOOD ELECTRIC-A	399,609	11,443,374	0.28
QINGHAI SALT LAKE INDUSTRY-A	71,900	2,257,799	0.06

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal China Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed shares (continued)			
<i>China (continued)</i>			
ROCKCHIP ELECTRONICS CO L-A	50,700	10,079,393	0.25
S F HOLDING CO LTD-A	155,900	6,661,859	0.17
SANY HEAVY INDUSTRY CO LTD-A	1,250,654	29,468,667	0.73
SHANGHAI BOCHU ELECTRONIC-A	75,602	11,456,306	0.28
SHANJIN INTERNATIONAL GOLD-A	369,800	10,033,047	0.25
SHANXI XINGHUACUN FEN WINE-A	56,700	10,856,183	0.27
SHENZHEN MINDRAY BIO-MEDIC-A	38,000	8,070,276	0.20
SHENZHEN YUTO PACKAGING TE-A	786,600	25,007,770	0.62
SHUANGLIN CO LTD-A	160,600	7,095,513	0.18
WULIANGYE YIBIN CO LTD-A	60,600	7,159,067	0.18
YANTAI CHINA PET FOODS CO-A	113,885	6,573,318	0.16
YANTAI JEREH OILFIELD-A	53,100	4,194,069	0.10
YUNNAN ALUMINIUM CO LTD-A	775,194	28,388,168	0.70
ZHEJIANG CHINA COMMODITIES-A	751,400	13,364,592	0.33
ZHEJIANG SHUANGHUAN DRIVEL-A	354,604	18,747,243	0.46
ZIJIN MINING GROUP CO LTD-A	654,500	25,157,921	0.62
		<u>854,712,773</u>	<u>21.19</u>
<i>Hong Kong</i>			
3SBIO INC	1,453,500	35,145,630	0.87
AGRICULTURAL BANK OF CHINA-H	7,356,000	42,517,680	1.05
AIA GROUP LTD	512,400	40,940,760	1.02
ALIBABA GROUP HOLDING LTD	2,592,300	370,180,440	9.18
ANTA SPORTS PRODUCTS LTD	391,000	31,495,050	0.78
BANK OF CHINA LTD-H	23,001,000	102,584,460	2.54
BEONE MEDICINES LTD-H	362,000	64,906,600	1.61
BOC HONG KONG HOLDINGS LTD	1,238,500	48,821,670	1.21
BYD CO LTD-H	623,000	59,403,050	1.47
CHINA CONSTRUCTION BANK-H	22,564,620	173,521,928	4.30
CHINA HONGQIAO GROUP LTD	2,828,000	92,249,360	2.29
CHINA LONGYUAN POWER GROUP-H	617,000	4,096,880	0.10
CHINA MERCHANTS BANK-H	472,500	24,948,000	0.62
CHINA PACIFIC INSURANCE GR-H	1,176,200	41,402,240	1.03
CHINA RESOURCES LAND LTD	1,090,000	29,648,000	0.74
CHINA TOWER CORP LTD-H	2,082,500	24,073,700	0.60
CSPC PHARMACEUTICAL GROUP LT	1,850,000	15,595,500	0.39
CSTONE PHARMACEUTICALS	960,000	5,059,200	0.13
ENN ENERGY HOLDINGS LTD	359,100	24,849,720	0.62
FAR EAST HORIZON LTD	725,000	5,829,000	0.14

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal China Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed shares (continued)			
<i>Hong Kong (continued)</i>			
GCL TECHNOLOGY HOLDINGS LTD	13,044,000	13,826,640	0.34
GEELY AUTOMOBILE HOLDINGS LT	1,777,000	31,808,300	0.79
HAIDILAO INTERNATIONAL HOLDI	757,000	10,787,250	0.27
HAIER SMART HOME CO LTD-H	1,315,200	31,933,056	0.79
HARBIN ELECTRIC CO LTD-H	1,031,000	17,145,530	0.42
HBM HOLDINGS LTD	2,728,000	33,172,480	0.82
HENDERSON LAND DEVELOPMENT	303,000	8,526,420	0.21
HONG KONG EXCHANGES & CLEAR	48,900	19,931,640	0.49
HUA HONG SEMICONDUCTOR LTD-H	60,000	4,458,000	0.11
HUADIAN POWER INTL CORP-H	1,275,000	5,189,250	0.13
HUATAI SECURITIES CO LTD-H	1,020,000	19,196,400	0.48
IND & COMM BK OF CHINA-H	10,315,000	64,881,350	1.61
JD LOGISTICS INC	1,302,100	14,869,982	0.37
JD.COM INC-CLASS A	263,850	29,445,660	0.73
KINGBOARD HOLDINGS LTD	734,500	21,564,920	0.53
KINGBOARD LAMINATES HLDG LTD	1,193,000	15,735,670	0.39
LAOPU GOLD CO L-H	6,000	3,708,000	0.09
LENOVO GROUP LTD	898,000	8,315,480	0.21
LI NING CO LTD	685,000	12,788,950	0.32
MEDLIVE TECHNOLOGY CO LTD	560,000	5,432,000	0.13
MEITUAN-CLASS B	445,750	46,045,975	1.14
MINTH GROUP LTD	842,000	26,708,240	0.66
NETEASE INC	371,900	79,809,740	1.98
NONGFU SPRING CO LTD-H	320,800	15,026,272	0.37
PACIFIC BASIN SHIPPING LTD	2,473,000	5,762,090	0.14
PEOPLE'S INSURANCE CO GROU-H	5,984,000	40,392,000	1.00
PETROCHINA CO LTD-H	6,246,000	52,341,480	1.30
PICC PROPERTY & CASUALTY-H	1,766,000	28,891,760	0.72
PING AN INSURANCE GROUP CO-H	1,649,000	107,432,350	2.66
POP MART INTERNATIONAL GROUP	129,400	24,288,380	0.60
SAMSONITE GROUP SA	546,000	10,865,400	0.27
SANDS CHINA LTD	354,800	6,954,080	0.17
SHANGHAI FUDAN MICROELECT-H	313,000	14,185,160	0.35
SIMCERE PHARMACEUTICAL GROUP	911,000	10,904,670	0.27
SUN HUNG KAI PROPERTIES	79,000	7,481,300	0.19
TENCENT HOLDINGS LTD	629,700	377,190,300	9.35
TENCENT MUSIC ENT - CLASS A	168,700	11,640,300	0.29
TRIP.COM GROUP LTD	165,450	91,659,300	2.27
WEICHAJ POWER CO LTD-H	1,919,000	36,173,150	0.90
WH GROUP LTD	372,000	3,225,240	0.08
XIAOMI CORP-CLASS B	3,603,400	141,613,620	3.51

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal China Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed shares (continued)			
<i>Hong Kong (continued)</i>			
XPENG INC - CLASS A SHARES	746,888	59,265,563	1.47
YUM CHINA HOLDINGS INC	71,700	26,428,620	0.66
ZHONGSHENG GROUP HOLDINGS	1,329,500	15,448,790	0.38
ZIJIN MINING GROUP CO LTD-H	2,772,000	98,849,520	2.45
ZOOMLION HEAVY INDUSTRY-H	2,722,800	21,101,700	0.52
ZTO EXPRESS CAYMAN INC	289,350	46,961,505	1.16
		<u>3,016,632,351</u>	<u>74.78</u>
<i>United States</i>			
H WORLD GROUP LTD-ADR	39,268	14,380,468	0.36
LEXINFINTech HOLDINGS L-ADR	339,525	8,641,599	0.21
TUYA INC	328,691	5,398,149	0.13
VIPSHOP HOLDINGS LTD - ADR	187,995	25,885,034	0.64
YUM CHINA HOLDINGS INC	29,341	10,902,647	0.27
		<u>65,207,897</u>	<u>1.61</u>
Total listed shares		<u>3,936,553,021</u>	<u>97.58</u>
Delisted Shares			
<i>Hong Kong</i>			
NEW HORIZON HEALTH LTD	884,500	-	-
Total delisted shares		-	-
Total investments		3,936,553,021	97.58
Other net assets		<u>97,711,503</u>	<u>2.42</u>
Total net asset value		<u>4,034,264,524</u>	<u>100.00</u>
Total cost of investments		<u>3,189,722,151</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 2025 (continued)

Principal European Equity Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed shares			
<i>Austria</i>			
ERSTE GROUP BANK AG	206,461	194,205,957	3.37
<i>Belgium</i>			
ARGENX SE	12,354	80,949,606	1.41
<i>Denmark</i>			
ZEALAND PHARMA A/S	20,413	11,652,291	0.20
<i>France</i>			
ABIVAX SA	16,408	18,058,899	0.31
AIR LIQUIDE SA	42,321	61,999,788	1.08
AIRBUS SE	99,870	181,128,113	3.15
AXA SA	132,235	49,512,575	0.86
DANONE	99,059	69,526,632	1.21
DASSAULT SYSTEMES SE	249,606	54,396,432	0.94
ELIS SA	168,258	37,314,331	0.65
GAZTRANSPORT ET TECHNIGA SA	60,860	87,123,006	1.51
HERMES INTERNATIONAL	2,383	46,225,175	0.80
L'OREAL	20,798	69,698,460	1.21
REXEL SA	207,073	63,583,236	1.10
SANOFI	190,568	144,101,880	2.50
SOCIETE GENERALE SA	133,422	83,814,613	1.46
SPIE SA	80,617	36,301,969	0.63
TECHNIP ENERGIES NV	59,095	17,545,910	0.31
THALES SA	26,647	55,976,726	0.97
		1,076,307,745	18.69
<i>Germany</i>			
DAIMLER TRUCK HOLDING AG	141,691	48,338,486	0.84
DEUTSCHE TELEKOM AG-REG	771,722	195,129,172	3.39
HANNOVER RUECK SE	51,981	126,491,641	2.20
NEMETSCHEK SE	52,214	44,293,917	0.77
SCOUT24 SE	58,992	46,268,940	0.80
		460,522,156	8.00

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal European Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed shares (continued)			
<i>Greece</i>			
JUMBO SA	197,305	50,321,252	0.87
NATIONAL BANK OF GREECE	1,240,055	147,364,694	2.56
PIRAEUS BANK SA	998,908	62,038,341	1.08
		<u>259,724,287</u>	<u>4.51</u>
<i>Ireland</i>			
AIB GROUP PLC	2,045,736	172,046,785	2.99
RYANAIR HOLDINGS PLC	218,884	59,126,292	1.03
		<u>231,173,077</u>	<u>4.02</u>
<i>Italy</i>			
FINECOBANK SPA	259,432	52,648,459	0.91
UNICREDIT SPA	244,238	158,340,170	2.75
		<u>210,988,629</u>	<u>3.66</u>
<i>Netherlands</i>			
ASML HOLDING NV	35,935	302,673,921	5.26
ASR NEDERLAND NV	206,996	114,706,236	1.99
CVC CAPITAL PARTNERS PLC	107,751	14,085,313	0.24
UNIVERSAL MUSIC GROUP NV	342,674	69,635,350	1.21
		<u>501,100,820</u>	<u>8.70</u>
<i>Portugal</i>			
JERONIMO MARTINS	116,124	21,506,541	0.37

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal European Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed shares (continued)			
<i>Spain</i>			
IBERDROLA SA	465,817	78,627,378	1.37
INDUSTRIA DE DISEÑO TEXTIL	158,336	81,546,562	1.42
		<u>160,173,940</u>	<u>2.79</u>
<i>Sweden</i>			
ATLAS COPCO AB-A SHS	436,193	61,153,010	1.06
SWEDBANK AB - A SHARES	197,148	53,448,183	0.93
		<u>114,601,193</u>	<u>1.99</u>
<i>Switzerland</i>			
ABB LTD-REG	110,774	64,449,368	1.12
ALCON INC	68,354	42,495,489	0.74
CIE FINANCIERE RICHEMO-A REG	56,298	95,161,234	1.65
ROCHE HOLDING AG-GENUSSCHEIN	24,126	77,792,248	1.35
		<u>279,898,339</u>	<u>4.86</u>
<i>United Kingdom</i>			
3I GROUP PLC	159,883	54,617,574	0.95
ANTOFAGASTA PLC	368,725	126,577,654	2.20
ASHTED GROUP PLC	133,769	71,227,037	1.24
ASTRAZENECA PLC	159,043	229,610,565	3.99
BAE SYSTEMS PLC	642,242	115,245,125	2.00
BRITISH AMERICAN TOBACCO PLC	224,449	99,020,530	1.72
COMPASS GROUP PLC	115,478	28,579,838	0.50
CRH PLC	158,967	154,842,339	2.69
DIPLOMA PLC	53,693	29,764,369	0.52
ENTAIN PLC	1,414,047	113,486,892	1.97
HALEON PLC	3,287,807	129,008,682	2.24
HALMA PLC	98,852	36,614,772	0.64
HOWDEN JOINERY GROUP PLC	322,019	28,065,888	0.49
ICG PLC	98,739	21,232,552	0.37
INTERCONTINENTAL HOTELS GROUP PLC	54,067	59,207,539	1.03
NATWEST GROUP PLC	1,861,116	126,999,158	2.20
ROLLS-ROYCE HOLDINGS PLC	552,953	66,573,149	1.16

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal European Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed shares (continued)			
<i>United Kingdom (continued)</i>			
SAGE GROUP PLC/THE	458,170	51,947,918	0.90
SHELL PLC	453,696	130,145,320	2.26
SMITH & NEPHEW PLC	974,200	126,315,655	2.19
SSE PLC	142,683	32,549,364	0.57
UNILEVER PLC	52,427	26,672,249	0.46
WEIR GROUP PLC/THE	189,603	56,492,805	0.98
		<u>1,914,796,974</u>	<u>33.27</u>
<i>United States</i>			
ASCENDIS PHARMA A/S - ADR	16,520	27,419,108	0.48
ICON PLC	62,268	88,315,223	1.53
SPOTIFY TECHNOLOGY SA	11,810	53,380,645	0.93
		<u>169,114,976</u>	<u>2.94</u>
Total listed shares		<u>5,686,716,531</u>	<u>98.78</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Forward contracts					
<i>Hong Kong</i>					
Buy EUR Sell HKD FWD Rate 9.146381	State Street Bank	12.02.2026	27,035,628	403,515	0.01
Buy EUR Sell HKD FWD Rate 9.146381	Royal Bank of Canada	12.02.2026	3,937,774	(4,830)	0.00
Buy GBP Sell HKD FWD Rate 10.452782	Royal Bank of Canada	12.02.2026	19,018,414	461,958	0.01
Buy HKD Sell CHF FWD Rate 9.855709	ANZ Bank SYD	12.02.2026	18,365,388	(160,914)	0.00
Buy HKD Sell CHF FWD Rate 9.855709	ANZ Bank SYD	12.02.2026	75,817,339	(215,705)	0.00
Buy HKD Sell DKK FWD Rate 1.225194	ANZ Bank SYD	12.02.2026	4,767,634	(54,629)	0.00
Buy HKD Sell EUR FWD Rate 9.146381	State Street Bank	12.02.2026	27,367,062	(323,890)	(0.01)
Buy HKD Sell EUR FWD Rate 9.146381	State Street Bank	12.02.2026	291,329,264	(3,447,889)	(0.06)
Buy HKD Sell EUR FWD Rate 9.146381	ANZ Bank SYD	12.02.2026	25,650,240	40,351	0.00
Buy HKD Sell EUR FWD Rate 9.146381	ANZ Bank SYD	12.02.2026	392,820,758	(4,710,183)	(0.08)
Buy HKD Sell EUR FWD Rate 9.146381	Royal Bank of Canada	12.02.2026	373,370,912	(4,433,099)	(0.08)
Buy HKD Sell EUR FWD Rate 9.146381	Royal Bank of Canada	12.02.2026	7,718,631	(55,762)	0.00
Buy HKD Sell GBP FWD Rate 10.452782	State Street Bank	12.02.2026	325,209,641	(8,494,924)	(0.15)
Buy HKD Sell GBP FWD Rate 10.452782	Royal Bank of Canada	12.02.2026	3,982,448	10,407	0.00

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Forward contracts (continued)					
<i>Hong Kong (continued)</i>					
Buy HKD Sell GBP FWD Rate 10.452782	Royal Bank of Canada	12.02.2026	10,581,817	(80,146)	0.00
Buy HKD Sell GBP FWD Rate 10.452782	Royal Bank of Canada	12.02.2026	307,246,859	(8,044,247)	(0.14)
Buy HKD Sell GBP FWD Rate 10.452782	Royal Bank of Canada	12.02.2026	9,224,245	(183,547)	0.00
Buy HKD Sell SEK FWD Rate 1.183456	ANZ Bank SYD	12.02.2026	43,268,940	<u>(1,017,704)</u>	<u>(0.02)</u>
Total forward contracts				<u>(30,311,238)</u>	<u>(0.52)</u>
Total investments				5,656,405,293	98.26
Other net assets				<u>100,808,149</u>	<u>1.74</u>
Total net asset value				<u><u>5,757,213,442</u></u>	<u><u>100.00</u></u>
Total cost of investments				<u><u>4,341,180,177</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 2025 (continued)

Principal Hong Kong Bond Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments			
<i>Certificates of deposit</i>			
<i>Denominated in Hong Kong Dollar</i>			
CHINA DEVELOPMENT BANK/HONG KONG CD 4.47% 14JAN2026	50,000,000	50,018,245	1.34
DZ BANK AG DEUTSCHE ZENTRAL- GENOSSENSCHAFTSBANK/HONG KONG CD 3.6% 4DEC2026	17,000,000	17,140,153	0.46
SUMITOMO MITSUI BANKING CORP/HONG KONG CD 4.2% 30MAR2026	22,000,000	22,089,527	0.59
SUMITOMO MITSUI BANKING CORP/HONG KONG CD 4.3% 5APR2028	30,000,000	30,665,316	0.82
Total certificates of deposit		119,913,241	3.21
<i>Non-certificates of deposit</i>			
<i>Denominated in Hong Kong Dollar</i>			
AIA GROUP LTD 3.477% 9NOV2027	45,000,000	45,467,572	1.22
AIA GROUP LTD 3.68% 16JAN2031	20,000,000	20,554,800	0.55
AIA GROUP LTD 3.78% 10SEP2029	50,000,000	51,519,510	1.38
AIRPORT AUTHORITY 4.1% 14JAN2030	45,000,000	47,025,000	1.26
AIRPORT AUTHORITY 4.25% 14JAN2035	20,000,000	21,634,142	0.58
AIRPORT AUTHORITY 4.5% 14JAN2055	10,000,000	10,629,180	0.28
ASIAN DEVELOPMENT BANK 3.685% 26FEB2030	10,000,000	10,222,609	0.27
ASIAN INFRASTRUCTURE INVESTMENT BANK/THE 3.847% 26FEB2028	15,000,000	15,305,992	0.41
AUSNET SERVICES HOLDINGS PTY LTD 3.21% 28FEB2028	30,000,000	29,886,789	0.80
BANCO SANTANDER SA 4.705% 24MAY2028	30,000,000	30,951,360	0.83
BANK OF CHINA LTD/HONG KONG 2.85% 11DEC2027	20,000,000	19,946,198	0.53
BMW FINANCE NV 3.59% 4OCT2029	20,000,000	20,186,806	0.54
BOC AVIATION LTD 3.6% 11FEB2026	36,000,000	36,020,840	0.96
BP CAPITAL MARKETS PLC 4.17% 19MAY2035	30,000,000	30,130,998	0.81
CANADIAN IMPERIAL BANK OF COMMERCE 4.43% 16JUL2027	19,000,000	19,344,172	0.52
CANADIAN IMPERIAL BANK OF COMMERCE 4.7013% 25APR2028	19,000,000	19,597,567	0.52
CAPITALAND ASCENDAS REIT 3.08% 17FEB2032	15,000,000	14,494,245	0.39

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Hong Kong Dollar (continued)</i>			
CAPITALAND ASCENDAS REIT 3.57% 20MAR2029	20,000,000	20,130,678	0.54
CITIGROUP INC 1.56% 1JUN2027	27,000,000	26,343,833	0.72
CK PROPERTY FINANCE MTN LTD 3.57% 5SEP2028	18,000,000	18,204,494	0.49
CLP POWER HONG KONG FINANCING LTD 3.22% 20MAR2030	76,000,000	76,016,918	2.03
CMT MTN PTE LTD 2.53% 1FEB2033	32,000,000	29,212,691	0.78
COMMONWEALTH BANK OF AUSTRALIA 4.16% 15JAN2029	20,000,000	20,552,878	0.55
COMMONWEALTH BANK OF AUSTRALIA 4.22% 4MAR2035	24,000,000	24,808,248	0.66
CORP ANDINA DE FOMENTO 2.89% 18MAR2026	31,000,000	30,974,580	0.83
DBS GROUP HOLDINGS LTD 3.25% 19NOV2030	30,000,000	29,755,281	0.80
EXPORT-IMPORT BANK OF KOREA 4.17% 13FEB2035	20,000,000	20,575,974	0.55
GOLDMAN SACHS INTERNATIONAL 4.17% 21MAR2028	20,000,000	20,266,782	0.54
GPT RE LTD 5.4% 19OCT2033	10,000,000	11,025,185	0.30
HKCG FINANCE LTD 2.3% 17JUN2026	21,000,000	20,947,815	0.56
HKCG FINANCE LTD 3.25% 11MAY2030	31,000,000	31,003,494	0.83
HKCG FINANCE LTD 4.5% 13MAY2027	15,000,000	15,302,823	0.41
HKCG FINANCE LTD 4.85% 8AUG2039	10,000,000	10,814,331	0.29
HKCG FINANCE LTD 5% 12JAN2050	15,000,000	16,061,463	0.43
HONG KONG CYBERPORT MANAGEMENT CO LTD 3.2% 19AUG2035	50,000,000	49,374,180	1.32
HONG KONG GOVERNMENT BOND 2.48% 28FEB2029	20,000,000	20,070,266	0.54
HONG KONG GOVERNMENT BOND PROGRAMME 1.89% 2MAR2032	105,000,000	99,894,375	2.67
HONG KONG GOVERNMENT BOND PROGRAMME 2.02% 7MAR2034	44,500,000	41,665,426	1.12
HONG KONG GOVERNMENT BOND PROGRAMME 2.13% 16JUL2030	15,000,000	14,724,591	0.39
HONG KONG GOVERNMENT BOND PROGRAMME 3.3% 26MAY2042	10,000,000	9,615,658	0.26
HONG KONG GOVERNMENT INFRASTRUCTURE BOND PROGRAMME 2.7% 15MAY2030	10,000,000	10,039,192	0.27
HONG KONG GOVERNMENT INFRASTRUCTURE BOND PROGRAMME 3.17% 24JUL2035	40,000,000	40,296,108	1.08

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Hong Kong Dollar (continued)</i>			
HONG KONG GOVERNMENT INFRASTRUCTURE BOND PROGRAMME 3.23% 5DEC2029	30,000,000	30,773,898	0.82
HONG KONG GOVERNMENT INFRASTRUCTURE BOND PROGRAMME 3.84% 16JAN2035	10,000,000	10,650,386	0.29
HONG KONG MORTGAGE CORP LTD/THE 2.85% 14AUG2030	35,000,000	34,836,200	0.93
HONG KONG MORTGAGE CORP LTD/THE 2.98% 2APR2049	30,000,000	25,701,636	0.69
HONG KONG MORTGAGE CORP LTD/THE 3.2% 16OCT2028	25,000,000	25,240,625	0.68
HONG KONG MORTGAGE CORP LTD/THE 3.45% 17OCT2029	25,000,000	25,414,400	0.68
HONG KONG MORTGAGE CORP LTD/THE 3.55% 17OCT2026	15,000,000	15,072,630	0.40
HONG KONG MORTGAGE CORP LTD/THE 3.88% 25NOV2055	20,000,000	19,929,026	0.53
HONG KONG MORTGAGE CORP LTD/THE 4.1% 28FEB2029	25,000,000	25,861,300	0.69
HONG KONG MORTGAGE CORP LTD/THE 4.2% 28FEB2034	10,000,000	10,647,000	0.28
HONGKONG ELECTRIC FINANCE LTD 3.4% 16JUL2027	22,000,000	22,149,246	0.59
HONGKONG ELECTRIC FINANCE LTD 3.84% 27JUN2029	21,000,000	21,348,329	0.57
HONGKONG ELECTRIC FINANCE LTD 3.95% 10MAY2030	25,000,000	25,763,537	0.69
HONGKONG LAND NOTES CO LTD/THE 3.83% 5NOV2028	15,000,000	15,284,570	0.41
HONGKONG LAND NOTES CO LTD/THE 4.68% 28MAY2034	20,000,000	21,003,534	0.56
HSBC HOLDINGS PLC 1.55% 3JUN2027	95,000,000	93,935,288	2.51
INTERNATIONAL BANK FOR RECONSTRUCTION & DEVELOPMENT 3.012% 5SEP2030	85,000,000	85,419,951	2.29
JPMORGAN CHASE BANK NA 4.05% 24MAR2028	20,000,000	20,286,414	0.54
JPMORGAN CHASE FINANCIAL CO LLC 4.28% 27JAN2028	25,000,000	25,468,728	0.68
KOREA DEVELOPMENT BANK/SINGAPORE 2.9% 15JUL2027	25,000,000	24,963,485	0.67
KOREA DEVELOPMENT BANK/THE 2.965% 30JUL2028	20,000,000	19,947,800	0.53
KOREA DEVELOPMENT BANK/THE 4.01% 26FEB2027	20,000,000	20,239,552	0.54
KOREA EXPRESSWAY CORP 3.25% 24NOV2028	50,000,000	50,196,260	1.34

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Hong Kong Dollar (continued)</i>			
KOREA HYDRO & NUCLEAR POWER CO LTD 4.1% 5MAR2028	30,000,000	30,581,193	0.82
KOREA HYDRO & NUCLEAR POWER CO LTD 5.16% 6OCT2032	27,000,000	29,130,813	0.78
KOREA NATIONAL OIL CORP 3.313% 18JUN2028	30,000,000	30,078,270	0.80
KOREA RAILROAD CORP 3.36% 30MAR2028	40,000,000	40,195,940	1.08
KOREA WATER RESOURCES CORP 3.13% 11SEP2028	30,000,000	29,989,212	0.80
KREDITANSTALT FUER WIEDERAUFBAU 2.796% 18SEP2028	20,000,000	19,972,440	0.53
LINK FINANCE CAYMAN 2009 LTD/THE 2.18% 27OCT2038	22,500,000	18,005,537	0.48
LINK FINANCE CAYMAN 2009 LTD/THE 3.5% 22MAY2031	20,000,000	19,897,800	0.53
LINK FINANCE CAYMAN 2009 LTD/THE 3.55% 28JUN2027	40,000,000	40,346,964	1.08
LLOYDS BANK CORPORATE MARKETS PLC 3.3% 26AUG2029	25,000,000	24,873,575	0.67
MERCEDES-BENZ FINANCE CANADA INC 4.16% 22NOV2027	15,000,000	15,187,635	0.41
METROPOLITAN LIFE GLOBAL FUNDING I 1.8% 14JAN2027	30,000,000	29,674,974	0.79
MITSUBISHI CORP FINANCE PLC 4.06% 14FEB2028	20,000,000	20,308,022	0.54
MTR CORP CI LTD 2.83% 6SEP2047	39,000,000	32,625,555	0.87
MTR CORP CI LTD 3% 9NOV2045	10,000,000	8,850,054	0.24
MTR CORP LTD 2.98% 17JUL2047	10,000,000	8,455,400	0.23
MTR CORP LTD 4.2% 30APR2031	20,000,000	21,219,000	0.57
NATIONAL AUSTRALIA BANK LTD 2.4% 18JUN2026	24,000,000	23,949,552	0.64
NATIONAL AUSTRALIA BANK LTD 3.185% 16MAR2028	20,000,000	19,991,628	0.54
NORDIC INVESTMENT BANK 2.8425% 31OCT2030	15,000,000	14,873,586	0.40
PACIFIC LIFE GLOBAL FUNDING II 3.4% 3MAY2027	25,000,000	25,098,250	0.67
PSA TREASURY PTE LTD 2.6597% 25FEB2031	15,000,000	14,412,540	0.39
PSA TREASURY PTE LTD 3.96% 20MAY2032	70,000,000	71,412,397	1.91
ROYAL BANK OF CANADA 4.8% 23JUN2026	15,000,000	15,119,553	0.40
ROYAL BANK OF CANADA 4.885% 7JUL2026	15,000,000	15,134,926	0.41
SGSP AUSTRALIA ASSETS PTY LTD 4.32% 25MAR2035	10,000,000	10,041,914	0.27
SNB FUNDING LTD 3.4% 11DEC2028	20,000,000	20,033,590	0.54
STANDARD CHARTERED PLC 3.41% 14AUG2029	28,000,000	28,048,334	0.75
STANDARD CHARTERED PLC 4.25% 5MAR2029	70,000,000	71,308,454	1.91
STATE GRID OVERSEAS INVESTMENT BVI LTD 2.85% 17APR2029	26,000,000	25,654,928	0.69
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 3.38% 18JAN2029	41,000,000	41,234,200	1.10

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Hong Kong Dollar (continued)</i>			
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 3.88% 22NOV2028	50,000,000	51,030,660	1.37
SWIRE PACIFIC MTN FINANCING HK LTD 2.35% 25JAN2031	25,000,000	23,591,500	0.63
SWIRE PACIFIC MTN FINANCING HK LTD 2.55% 2MAR2027	15,000,000	14,946,669	0.40
SWIRE PROPERTIES MTN FINANCING LTD 3% 7APR2027	21,000,000	20,983,372	0.56
SWIRE PROPERTIES MTN FINANCING LTD 3.5% 21MAY2030	20,000,000	20,019,850	0.54
TORONTO-DOMINION BANK/THE 3.41% 16JUN2028	40,000,000	40,116,196	1.07
TRUSTEE FOR GENERAL PROPERTY TRUST/THE 3.5% 23MAR2031	16,000,000	15,869,066	0.42
UBS AG/LONDON 3.85% 29APR2027	20,000,000	20,220,812	0.54
URBAN RENEWAL AUTHORITY 3.45% 27AUG2029	40,000,000	40,955,136	1.10
URBAN RENEWAL AUTHORITY 3.5% 13MAR2032	45,000,000	46,112,315	1.23
URBAN RENEWAL AUTHORITY 3.55% 27AUG2034	20,000,000	20,650,684	0.55
VICINITY CENTRES TRUST 3.63% 17MAY2028	30,000,000	30,118,917	0.81
VICTORIA POWER NETWORKS FINANCE PTY LTD 2.1% 16MAY2031	33,000,000	30,151,790	0.81
VICTORIA POWER NETWORKS FINANCE PTY LTD 3.29% 24FEB2027	30,000,000	30,024,996	0.80
WELLS FARGO BANK NA 3.9% 28APR2028	20,000,000	20,262,830	0.54
WELLS FARGO BANK NA 3.9% 29APR2028	10,000,000	10,131,623	0.27
WELLS FARGO BANK NA 4.12% 22APR2030	21,000,000	21,522,751	0.58
WHARF REIC FINANCE BVI LTD 3.3% 17APR2028	20,000,000	20,067,570	0.54
		<u>3,113,211,812</u>	<u>83.32</u>
<i>Denominated in Renminbi</i>			
PSA TREASURY PTE LTD 2.7% 3JUN2035	11,000,000	12,297,048	0.33
TEMASEK FINANCIAL I LTD 2.55% 30JUL2055	10,000,000	10,426,425	0.28
		<u>22,723,473</u>	<u>0.61</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in United States Dollar</i>			
AIA GROUP LTD 4.95% 4APR2033	2,250,000	18,071,871	0.48
AIRPORT AUTHORITY 4.875% 15JUL2030	3,200,000	25,872,889	0.69
AIRPORT AUTHORITY 5.125% 15JAN2035	1,500,000	12,396,237	0.33
BANGKOK BANK PCL/HONG KONG 5.082% 26NOV2035	3,000,000	23,330,953	0.63
CDBL FUNDING 1 4.75% 27MAY2030	2,000,000	15,825,712	0.42
CHINA GOVERNMENT INTERNATIONAL BOND 3.75% 13NOV2030	1,500,000	11,791,994	0.32
CK HUTCHISON INTERNATIONAL 25 LTD 4.25% 26SEP2030	4,000,000	31,077,343	0.83
CLIFFORD CAPITAL CREDIT SOLUTIONS PTE LTD 4.781% 14JAN2030	3,660,000	29,390,844	0.79
HONG KONG MORTGAGE CORP LTD/THE 4.125% 18OCT2027	2,000,000	15,667,707	0.42
HONGKONG ELECTRIC FINANCE LTD 1.875% 27AUG2030	2,550,000	17,942,208	0.48
HSBC HOLDINGS PLC 4.619% 6NOV2031	2,000,000	15,614,992	0.42
KOREA ELECTRIC POWER CORP 4.125% 12NOV2030	2,250,000	17,454,261	0.47
KOREA INTERNATIONAL BOND 3.625% 29OCT2030	1,500,000	11,579,874	0.31
MEITUAN 4.5% 5MAY2031	2,000,000	15,400,130	0.41
PRUDENTIAL FUNDING ASIA PLC 2.95% 3NOV2033	3,500,000	26,177,505	0.70
SHINHAN FINANCIAL GROUP CO LTD 4.5% 30JUL2030	2,000,000	15,627,326	0.42
SWIRE PACIFIC MTN FINANCING HK LTD 4.625% 28AUG2032	3,250,000	25,849,622	0.69
SWIRE PACIFIC MTN FINANCING HK LTD 5.125% 5JUL2029	1,500,000	12,120,599	0.32
UNITED OVERSEAS BANK LTD 4.401% 2APR2028	3,000,000	23,667,350	0.63
UNITED STATES TREASURY NOTE/BOND 3.375% 30NOV2027	2,400,000	18,644,631	0.50
		<u>383,504,048</u>	<u>10.26</u>
Total non-certificates of deposit		<u>3,519,439,333</u>	<u>94.19</u>
Total listed/quoted debt instruments		<u>3,639,352,574</u>	<u>97.40</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Total investments		3,639,352,574	97.40
Other net assets		<u>97,156,471</u>	<u>2.60</u>
Total net asset value		<u>3,736,509,045</u>	<u>100.00</u>
Total cost of investments		<u>3,640,062,098</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 2025 (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>
Listed/quoted debt instruments			
<i>Non-certificates of deposit</i>			
<i>Denominated in Hong Kong Dollar</i>			
AIA GROUP LTD 3.477% 9NOV2027	63,000,000	63,654,602	2.14
AUSNET SERVICES HOLDINGS PTY LTD 3.084% 16MAR2026	33,000,000	32,986,503	1.11
AUSNET SERVICES HOLDINGS PTY LTD 3.2% 20AUG2027	5,000,000	4,990,789	0.17
AUSNET SERVICES HOLDINGS PTY LTD 3.21% 28FEB2028	20,000,000	19,924,526	0.67
BANCO SANTANDER SA 4.705% 24MAY2028	60,000,000	61,902,720	2.09
CANADIAN IMPERIAL BANK OF COMMERCE 4.43% 16JUL2027	25,000,000	25,452,857	0.86
CAPITALAND ASCENDAS REIT 3% 4FEB2026	15,000,000	15,001,021	0.51
CITIGROUP GLOBAL MARKETS HOLDINGS INC/UNITED STATES 4% 28MAR2028	30,000,000	30,407,871	1.02
CITIGROUP GLOBAL MARKETS HOLDINGS INC/UNITED STATES 4.5% 28MAR2026	15,000,000	15,038,660	0.51
CITIGROUP GLOBAL MARKETS HOLDINGS INC/UNITED STATES 4.53% 27FEB2027	20,000,000	20,279,782	0.68
CITIGROUP INC 1.56% 1JUN2027	35,000,000	34,149,412	1.15
CITIGROUP INC 3.5% 17JUN2028	30,000,000	29,926,857	1.01
EXPORT-IMPORT BANK OF KOREA 3.93% 20AUG2026	15,000,000	15,063,620	0.51
EXPORT-IMPORT BANK OF KOREA 3.98% 25FEB2027	30,000,000	30,352,902	1.02
GOLDMAN SACHS INTERNATIONAL 3.93% 10MAR2027	42,000,000	42,254,730	1.42
GOLDMAN SACHS INTERNATIONAL 4.17% 21MAR2028	83,000,000	84,107,145	2.83
HKCG FINANCE LTD 4.5% 13MAY2027	60,000,000	61,211,292	2.06
HONG KONG MORTGAGE CORP LTD/THE 3.55% 17OCT2026	58,000,000	58,280,836	1.96
HONG KONG MORTGAGE CORP LTD/THE 4.4% 17APR2026	25,000,000	25,103,745	0.85
HONGKONG LAND NOTES CO LTD/THE 3.75% 25NOV2026	38,000,000	38,253,167	1.29
HSBC BANK PLC 4.43% 23JAN2026	35,000,000	35,026,569	1.18
HSBC BANK PLC 4.6% 19FEB2026	40,000,000	40,084,352	1.35
HSBC HOLDINGS PLC 1.55% 3JUN2027	55,000,000	54,383,587	1.83
HYUNDAI CAPITAL SERVICES INC 3.44% 12JUN2028	30,000,000	30,007,893	1.01
HYUNDAI CAPITAL SERVICES INC 4.72% 2APR2027	70,000,000	71,060,087	2.39
JPMORGAN CHASE BANK NA 3.54% 22MAY2028	30,000,000	30,139,155	1.02
JPMORGAN CHASE BANK NA 4.05% 24MAR2028	30,000,000	30,429,621	1.03

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Hong Kong Dollar (continued)</i>			
JPMORGAN CHASE BANK NA 4.55% 6FEB2027	100,000,000	101,640,570	3.43
KOREA DEVELOPMENT BANK/SINGAPORE 2.9% 15JUL2027	28,000,000	27,959,103	0.94
KOREA DEVELOPMENT BANK/THE 2.965% 30JUL2028	30,000,000	29,921,700	1.01
KOREA DEVELOPMENT BANK/THE 4.62% 11SEP2026	19,000,000	19,215,266	0.65
KOREA EXPRESSWAY CORP 3.25% 24NOV2028	50,000,000	50,196,260	1.69
KOREA HYDRO & NUCLEAR POWER CO LTD 4.1% 5MAR2028	55,000,000	56,065,521	1.89
KOREA NATIONAL OIL CORP 3.313% 18JUN2028	55,000,000	55,143,495	1.86
KOREA RAILROAD CORP 3.36% 30MAR2028	43,000,000	43,210,636	1.46
KOREA WATER RESOURCES CORP 3.13% 11SEP2028	55,000,000	54,980,222	1.85
LINK FINANCE CAYMAN 2009 LTD/THE 2.5% 8AUG2026	126,000,000	125,719,070	4.24
MERCEDES-BENZ FINANCE CANADA INC 4.16% 22NOV2027	60,000,000	60,750,540	2.05
NATIONAL AUSTRALIA BANK LTD 2.7% 28JUL2026	20,000,000	19,976,492	0.67
NATIONAL AUSTRALIA BANK LTD 4.3% 12JUL2026	15,000,000	15,104,221	0.51
NEW DEVELOPMENT BANK/THE 4.1% 22MAY2026	15,000,000	15,076,998	0.51
PACIFIC LIFE GLOBAL FUNDING II 3.4% 3MAY2027	57,000,000	57,224,010	1.93
QNB FINANCE LTD 4.517% 21FEB2027	20,000,000	20,267,942	0.68
ROYAL BANK OF CANADA 5.17% 9MAR2028	16,000,000	16,644,554	0.56
SGSP AUSTRALIA ASSETS PTY LTD 1.44% 4JAN2027	33,000,000	32,421,342	1.09
SGSP AUSTRALIA ASSETS PTY LTD 3.33% 21MAY2027	13,000,000	12,998,250	0.44
SNB FUNDING LTD 3.4% 11DEC2028	20,000,000	20,033,590	0.68
STANDARD CHARTERED BANK 3.92% 7NOV2027	40,000,000	40,664,428	1.37
STANDARD CHARTERED PLC 4.7% 21MAR2027	75,000,000	75,277,523	2.54
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 2.28% 25AUG2026	52,500,000	52,276,691	1.76
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 3.92% 22JUN2026	15,000,000	15,065,571	0.51
TORONTO-DOMINION BANK/THE 3.41% 16JUN2028	85,000,000	85,246,917	2.87
TOTALENERGIES CAPITAL INTERNATIONAL SA 3.088% 14SEP2026	13,000,000	12,987,467	0.44
TOYOTA MOTOR FINANCE NETHERLANDS BV 4.59% 23FEB2027	124,000,000	126,068,407	4.25
TOYOTA MOTOR FINANCE NETHERLANDS BV 4.77% 28MAY2026	38,000,000	38,280,337	1.29
UBS AG/LONDON 3.85% 29APR2027	30,000,000	30,331,218	1.02

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Hong Kong Dollar (continued)</i>			
UBS AG/LONDON 4.6% 25APR2026	33,000,000	33,157,410	1.12
UBS AG/LONDON 4.7% 10MAY2026	45,000,000	45,256,374	1.52
WELLS FARGO BANK NA 3.9% 28APR2028	70,000,000	70,919,905	2.39
WHARF REIC FINANCE BVI LTD 3.07% 22JAN2028	20,000,000	19,969,432	0.67
WHARF REIC FINANCE BVI LTD 3.1% 26JAN2028	20,000,000	19,980,848	0.67
		<u>2,499,506,611</u>	<u>84.23</u>
<i>Denominated in United States Dollar</i>			
BOC AVIATION USA CORP 4.75% 14JAN2028	4,000,000	31,576,827	1.06
HONG KONG MORTGAGE CORP LTD/THE 4.125% 18OCT2027	2,000,000	15,667,707	0.53
HYUNDAI CAPITAL AMERICA 5% 7JAN2028	2,000,000	15,804,241	0.53
HYUNDAI CAPITAL SERVICES INC 5.125% 5FEB2027	5,201,000	40,879,091	1.38
KOREA ELECTRIC POWER CORP 4.875% 31JAN2027	5,200,000	40,863,343	1.38
KOREA ELECTRIC POWER CORP 5.375% 31JUL2026	4,300,000	33,721,231	1.13
KOREA NATIONAL OIL CORP 4.875% 3APR2027	8,700,000	68,452,716	2.31
KOREA NATIONAL OIL CORP 5.25% 14NOV2026	4,000,000	31,459,467	1.06
KOREA SOUTHERN POWER CO LTD 5.375% 21SEP2026	6,000,000	47,111,851	1.59
UNITED OVERSEAS BANK LTD 4.401% 2APR2028	3,000,000	23,667,350	0.80
		<u>349,203,824</u>	<u>11.77</u>
Total non-certificates of deposit		<u>2,848,710,435</u>	<u>96.00</u>
Total listed/quoted debt instruments		<u>2,848,710,435</u>	<u>96.00</u>
Total investments		2,848,710,435	96.00
Other net assets		<u>118,831,797</u>	<u>4.00</u>
Total net asset value		<u>2,967,542,232</u>	<u>100.00</u>
Total cost of investments		<u>2,822,167,641</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 2025 (continued)

Principal Hong Kong Equity Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed shares			
<i>China</i>			
HUATAI SECURITIES CO LTD-A	950,852	25,012,936	0.37
LUXSHARE PRECISION INDUSTR-A	160,449	10,146,599	0.15
NAURA TECHNOLOGY GROUP CO-A	62,780	32,139,084	0.47
QINGDAO TGOOD ELECTRIC-A	427,551	12,243,533	0.18
YUNNAN ALUMINIUM CO LTD-A	834,833	30,572,191	0.45
ZHEJIANG CHINA COMMODITIES-A	1,243,268	22,113,081	0.33
ZHEJIANG SHUANGHUAN DRIVEL-A	823,600	43,542,174	0.64
HENAN PINGGAO ELECTRIC CO-A	727,300	14,071,386	0.21
YANTAI JEREH OILFIELD-A	217,000	17,139,604	0.25
SANY HEAVY INDUSTRY CO LTD-A	1,014,200	23,897,194	0.35
AUTEL INTELLIGENT TECHNOLO-A	331,948	13,622,026	0.20
L&K ENGINEERING SUZHOU CO-A	251,600	26,794,017	0.39
MUYUAN FOODS CO LTD-A	243,180	13,716,095	0.20
LENS TECHNOLOGY CO LTD-A	1,189,580	40,154,099	0.59
CONTEMPORARY AMPEREX TECHN-A	95,584	39,145,572	0.58
JIANGSU YUYUE MEDICAL EQU-A	429,373	18,295,133	0.27
		<u>382,604,724</u>	<u>5.63</u>
<i>Hong Kong</i>			
3SBIO INC	2,447,000	59,168,460	0.87
AGRICULTURAL BANK OF CHINA-H	12,430,000	71,845,400	1.06
AIA GROUP LTD	4,158,600	332,272,140	4.89
ALIBABA GROUP HOLDING LTD	4,391,600	627,120,480	9.24
ANTA SPORTS PRODUCTS LTD	550,400	44,334,720	0.65
BANK OF CHINA LTD-H	31,731,000	141,520,260	2.08
BOC HONG KONG HOLDINGS LTD	2,726,500	107,478,630	1.58
BYD CO LTD-H	1,002,000	95,540,700	1.41
CHINA CONSTRUCTION BANK-H	35,747,570	274,898,813	4.05
CHINA MERCHANTS BANK-H	402,000	21,225,600	0.31
CHINA PACIFIC INSURANCE GR-H	1,344,800	47,336,960	0.70
CHINA RESOURCES LAND LTD	1,785,500	48,565,600	0.72
CHINA TOWER CORP LTD-H	3,453,500	39,922,460	0.59
CLP HOLDINGS LTD	449,000	31,250,400	0.46
ENN ENERGY HOLDINGS LTD	333,000	23,043,600	0.34
FAR EAST HORIZON LTD	727,000	5,845,080	0.09
GEELY AUTOMOBILE HOLDINGS LT	2,482,000	44,427,800	0.65
HONG KONG EXCHANGES & CLEAR	447,500	182,401,000	2.69
HSBC HOLDINGS PLC	4,893,200	598,927,680	8.82

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed shares (continued)			
<i>Hong Kong (continued)</i>			
HUATAI SECURITIES CO LTD-H	2,373,400	44,667,388	0.66
IND & COMM BK OF CHINA-H	16,749,000	105,351,210	1.55
JD LOGISTICS INC	1,166,800	13,324,856	0.20
JD.COM INC-CLASS A	345,300	38,535,480	0.57
KERRY PROPERTIES LTD	1,144,500	23,210,460	0.34
LENOVO GROUP LTD	3,272,000	30,298,720	0.45
MEITUAN-CLASS B	757,233	78,222,169	1.15
NETEASE INC	611,200	131,163,520	1.93
PEOPLE'S INSURANCE CO GROU-H	7,800,000	52,650,000	0.78
PETROCHINA CO LTD-H	10,336,000	86,615,680	1.28
PICC PROPERTY & CASUALTY-H	2,440,000	39,918,400	0.59
PING AN INSURANCE GROUP CO-H	2,470,500	160,953,075	2.37
POP MART INTERNATIONAL GROUP	213,200	40,017,640	0.59
SIMCERE PHARMACEUTICAL GROUP	1,500,000	17,955,000	0.26
SUN HUNG KAI PROPERTIES	1,034,859	98,001,147	1.44
TENCENT HOLDINGS LTD	1,054,035	631,366,965	9.30
TRIP.COM GROUP LTD	254,500	140,993,000	2.08
XIAOMI CORP-CLASS B	5,715,200	224,607,360	3.31
XPENG INC - CLASS A SHARES	1,068,763	84,806,344	1.25
YUM CHINA HOLDINGS INC	153,211	56,581,480	0.83
ZIJIN MINING GROUP CO LTD-H	3,856,000	137,504,960	2.03
SHANGHAI FUDAN MICROELECT-H	385,000	17,448,200	0.26
CHINA LONGYUAN POWER GROUP-H	921,000	6,115,440	0.09
SAMSONITE GROUP SA	927,600	18,459,240	0.27
HAIDILAO INTERNATIONAL HOLDI	1,286,000	18,325,500	0.27
NONGFU SPRING CO LTD-H	389,400	18,239,496	0.27
MEDLIVE TECHNOLOGY CO LTD	921,500	8,938,550	0.13
HBM HOLDINGS LTD	3,511,000	42,693,760	0.63
HUADIAN POWER INTL CORP-H	1,709,000	6,955,630	0.10
WEICHAI POWER CO LTD-H	5,596,000	105,484,600	1.55
PACIFIC BASIN SHIPPING LTD	3,668,000	8,546,440	0.13
GALAXY ENTERTAINMENT GROUP L	413,000	15,826,160	0.23
HENDERSON LAND DEVELOPMENT	1,329,000	37,398,060	0.55
CHINA HONGQIAO GROUP LTD	4,793,500	156,363,970	2.30

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed shares (continued)			
<i>Hong Kong (continued)</i>			
HARBIN ELECTRIC CO LTD-H	2,341,000	38,930,830	0.57
CSTONE PHARMACEUTICALS	1,629,500	8,587,465	0.13
WH GROUP LTD	4,112,000	35,651,040	0.53
CSPC PHARMACEUTICAL GROUP LT	3,066,000	25,846,380	0.38
KINGBOARD HOLDINGS LTD	1,236,500	36,303,640	0.53
HUA HONG SEMICONDUCTOR LTD-H	85,000	6,315,500	0.09
ZTO EXPRESS CAYMAN INC	424,050	68,823,315	1.01
HAIER SMART HOME CO LTD-H	2,193,200	53,250,896	0.78
LI NING CO LTD	1,157,500	21,610,525	0.32
LAOPU GOLD CO L-H	10,200	6,303,600	0.09
MINTH GROUP LTD	1,382,000	43,837,040	0.65
KINGBOARD LAMINATES HLDG LTD	1,981,000	26,129,390	0.38
BEONE MEDICINES LTD-H	594,700	106,629,710	1.57
POWER ASSETS HOLDINGS LTD	800,500	44,147,575	0.65
GCL TECHNOLOGY HOLDINGS LTD	29,017,000	30,758,020	0.45
SANDS CHINA LTD	1,263,600	24,766,560	0.37
ZHONGSHENG GROUP HOLDINGS	2,096,000	24,355,520	0.36
ZOOMLION HEAVY INDUSTRY-H	5,732,800	44,429,200	0.65
		<u>6,141,341,889</u>	<u>90.45</u>
<i>Philippines</i>			
MAYNILAD WATER SERVICES INC	7,272	<u>16,259</u>	<u>0.00</u>
<i>Singapore</i>			
JARDINE MATHESON HOLDINGS	67,700	<u>36,037,602</u>	<u>0.53</u>
<i>United States</i>			
TENCENT MUSIC ENTERTAINM-ADR	145,853	19,900,862	0.29
VIPSHOP HOLDINGS LTD - ADR	309,076	42,556,679	0.63
TUYA INC	786,832	12,922,278	0.19
LEXINFINTech HOLDINGS L-ADR	573,219	14,589,585	0.22
H WORLD GROUP LTD-ADR	61,667	<u>22,583,282</u>	<u>0.33</u>
		<u>112,552,686</u>	<u>1.66</u>
Total listed shares		<u>6,672,553,160</u>	<u>98.27</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Delisted Shares			
<i>Hong Kong</i>			
MOULIN GLOBAL EYECARE HOLDINGS	514,000	-	-
NEW HORIZON HEALTH LTD	2,282,000	-	-
Total delisted shares		-	-
Total investments		6,672,553,160	98.27
Other net assets		117,248,707	1.73
Total net asset value		6,789,801,867	100.00
Total cost of investments		5,208,313,921	

* 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 2025 (continued)

Principal International Bond Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments			
<i>Non-certificates of deposit</i>			
<i>Denominated in Australian Dollar</i>			
ASIAN DEVELOPMENT BANK 4.35% 17JAN2029	5,000,000	25,880,229	0.41
AUSTRALIA GOVERNMENT BOND 0.5% 21SEP2026	100,000	506,637	0.01
AUSTRALIA GOVERNMENT BOND 1.75% 21JUN2051	2,000,000	5,307,727	0.08
AUSTRALIA GOVERNMENT BOND 2.75% 21MAY2041	500,000	1,972,465	0.03
AUSTRALIA GOVERNMENT BOND 3% 21NOV2033	100,000	464,641	0.01
AUSTRALIA GOVERNMENT BOND 3.75% 21MAY2034	200,000	974,097	0.02
AUSTRALIA GOVERNMENT BOND 4.25% 21APR2026	100,000	519,635	0.01
CLIFFORD CAPITAL CREDIT SOLUTIONS PTE LTD 4.753% 31AUG2028	2,000,000	10,432,958	0.17
EXPORT FINANCE & INSURANCE CORP 1.465% 18AUG2031	9,000,000	39,144,303	0.62
KOREA HOUSING FINANCE CORP 4.496% 18JUN2030	8,000,000	40,592,846	0.65
KREDITANSTALT FUER WIEDERAUFBAU 4.2% 8FEB2029	2,000,000	10,309,841	0.16
		<u>136,105,379</u>	<u>2.17</u>
<i>Denominated in British Pound</i>			
BAT INTERNATIONAL FINANCE PLC 6% 24NOV2034	1,500,000	16,372,148	0.26
UNITED KINGDOM GILT 0.125% 30JAN2026	100,000	1,044,605	0.02
UNITED KINGDOM GILT 1.75% 22JAN2049	500,000	2,843,505	0.05
UNITED KINGDOM GILT 4% 22OCT2031	500,000	5,210,809	0.08
UNITED KINGDOM GILT 4.125% 22JUL2029	100,000	1,056,224	0.02
UNITED KINGDOM GILT 4.25% 7DEC2046	500,000	4,644,384	0.07
UNITED KINGDOM GILT 4.375% 31JUL2054	5,000,000	45,889,858	0.73
UNITED KINGDOM GILT 4.5% 7MAR2035	20,000,000	209,734,289	3.34
		<u>286,795,822</u>	<u>4.57</u>
<i>Denominated in Canadian Dollar</i>			
CANADIAN GOVERNMENT BOND 1.75% 1DEC2053	4,500,000	16,400,224	0.26
CANADIAN GOVERNMENT BOND 2.75% 1SEP2030	3,500,000	19,687,095	0.31
CANADIAN GOVERNMENT BOND 3.25% 1DEC2034	4,000,000	22,541,011	0.36
CANADIAN GOVERNMENT BOND 3.25% 1NOV2026	100,000	571,893	0.01
CANADIAN GOVERNMENT BOND 3.5% 1MAR2028	500,000	2,890,183	0.05
CANADIAN GOVERNMENT BOND 4% 1JUN2041	9,000,000	53,205,808	0.85
CITY OF WINNIPEG CANADA 5.9% 2FEB2029	125,000	769,700	0.01

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Canadian Dollar (continued)</i>			
PROVINCE OF BRITISH COLUMBIA CANADA 5.7% 18JUN2029	275,000	1,703,367	0.03
PROVINCE OF ONTARIO CANADA 2.9% 2DEC2046	2,600,000	11,472,628	0.18
PROVINCE OF QUEBEC CANADA 3.5% 1DEC2045	750,000	3,634,977	0.06
		<u>132,876,886</u>	<u>2.12</u>
<i>Denominated in Czech Koruna</i>			
CZECH REPUBLIC GOVERNMENT BOND 4.9% 14APR2034	50,000,000	19,440,170	0.31
<i>Denominated in Danish Krone</i>			
DENMARK GOVERNMENT BOND 0.5% 15NOV2027	6,250,000	7,465,163	0.12
DENMARK GOVERNMENT BOND 4.5% 15NOV2039	500,000	719,897	0.01
		<u>8,185,060</u>	<u>0.13</u>
<i>Denominated in Euro</i>			
AIB GROUP PLC 4.625% 23JUL2029	5,000,000	47,648,345	0.76
AIB GROUP PLC 5.25% 23OCT2031	3,000,000	29,823,187	0.48
AT&T INC 3.15% 4SEP2036	1,000,000	8,481,027	0.13
BANCO SANTANDER SA 3.5% 17FEB2035	4,000,000	35,950,580	0.57
BANK OF AMERICA CORP 1.776% 4MAY2027	2,000,000	18,240,162	0.29
BUNDES OBLIGATION 2.1% 12APR2029	100,000	909,105	0.01
BUNDESREPUBLIK DEUTSCHLAND BUNDESANLEIHE 0.5% 15FEB2026	100,000	912,392	0.01
BUNDESREPUBLIK DEUTSCHLAND BUNDESANLEIHE 1% 15MAY2038	100,000	719,489	0.01
BUNDESREPUBLIK DEUTSCHLAND BUNDESANLEIHE 2.6% 15AUG2035	200,000	1,789,486	0.03
BUNDESREPUBLIK DEUTSCHLAND BUNDESANLEIHE 2.9% 15AUG2056	2,700,000	22,012,405	0.35
FINLAND GOVERNMENT BOND 3% 15SEP2034	500,000	4,546,484	0.07
FRENCH REPUBLIC GOVERNMENT BOND OAT 0% 25NOV2029	200,000	1,652,624	0.03
FRENCH REPUBLIC GOVERNMENT BOND OAT 2% 25NOV2032	9,000,000	76,551,121	1.22

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Euro (continued)</i>			
FRENCH REPUBLIC GOVERNMENT BOND OAT 3.2% 25MAY2035	9,000,000	80,382,714	1.28
FRENCH REPUBLIC GOVERNMENT BOND OAT 3.25% 25MAY2055	2,500,000	18,399,476	0.29
IRELAND GOVERNMENT BOND 2% 18FEB2045	150,000	1,080,916	0.02
IRELAND GOVERNMENT BOND 3.15% 18OCT2055	500,000	4,071,578	0.06
ITALY BUONI POLIENNALI DEL TESORO 0% 1APR2026	27,000,000	245,632,044	3.92
ITALY BUONI POLIENNALI DEL TESORO 0.6% 1AUG2031	7,000,000	56,508,544	0.90
ITALY BUONI POLIENNALI DEL TESORO 2.55% 25FEB2027	200,000	1,836,551	0.03
ITALY BUONI POLIENNALI DEL TESORO 3.25% 1SEP2046	500,000	4,018,732	0.06
ITALY BUONI POLIENNALI DEL TESORO 4.3% 1OCT2054	6,500,000	58,973,755	0.94
ITALY BUONI POLIENNALI DEL TESORO 4.35% 1NOV2033	500,000	4,923,015	0.08
KINGDOM OF BELGIUM GOVERNMENT BOND 0.35% 22JUN2032	500,000	3,882,070	0.06
KINGDOM OF BELGIUM GOVERNMENT BOND 0.4% 22JUN2040	200,000	1,141,690	0.02
KINGDOM OF BELGIUM GOVERNMENT BOND 1.4% 22JUN2053	100,000	492,549	0.01
KINGDOM OF BELGIUM GOVERNMENT BOND 2.85% 22OCT2034	200,000	1,770,258	0.03
NETHERLANDS GOVERNMENT BOND 2.5% 15JUL2035	9,000,000	79,130,825	1.26
NIPPON LIFE INSURANCE CO 4.114% 23JAN2055	3,500,000	31,748,918	0.51
NIPPON LIFE INSURANCE CO 4.165% 2SEP2055	2,850,000	25,732,223	0.41
PORTUGAL OBRIGACOES DO TESOURO OT 3% 15JUN2035	7,000,000	63,240,984	1.01
PORTUGAL OBRIGACOES DO TESOURO OT 3.625% 12JUN2054	3,500,000	29,911,530	0.48
REPUBLIC OF AUSTRIA GOVERNMENT BOND 0% 20OCT2040	300,000	1,639,934	0.03
REPUBLIC OF AUSTRIA GOVERNMENT BOND 0.9% 20FEB2032	200,000	1,636,654	0.03
SIEMENS FINANCIERINGSMAATSCHAPPIJ NV 2.625% 27MAY2029	5,000,000	45,748,500	0.73
SIEMENS FINANCIERINGSMAATSCHAPPIJ NV 3.125% 27MAY2033	4,000,000	36,387,955	0.58
SIEMENS FINANCIERINGSMAATSCHAPPIJ NV 3.625% 27MAY2036	3,000,000	27,419,821	0.44
SOUTHERN POWER CO 1.85% 20JUN2026	2,000,000	18,231,641	0.29

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Euro (continued)</i>			
SPAIN GOVERNMENT BOND 0.1% 30APR2031	21,000,000	167,559,114	2.67
SPAIN GOVERNMENT BOND 1.2% 31OCT2040	200,000	1,314,490	0.02
SPAIN GOVERNMENT BOND 1.9% 31OCT2052	200,000	1,193,491	0.02
SPAIN GOVERNMENT BOND 3.2% 31OCT2035	9,000,000	81,733,866	1.30
SPAIN GOVERNMENT BOND 3.45% 31OCT2034	7,000,000	65,293,056	1.04
SPAIN GOVERNMENT BOND 3.9% 30JUL2039	3,500,000	32,977,960	0.53
SPAIN GOVERNMENT BOND 4% 31OCT2054	3,500,000	31,339,419	0.50
TEMASEK FINANCIAL I LTD 3.5% 15FEB2033	5,000,000	46,574,804	0.74
		<u>1,521,165,484</u>	<u>24.25</u>
<i>Denominated in Hungarian Forint</i>			
HUNGARY GOVERNMENT BOND 3.25% 22OCT2031	100,000,000	2,022,690	0.03
HUNGARY GOVERNMENT BOND 4.75% 24NOV2032	200,000,000	4,285,554	0.07
HUNGARY GOVERNMENT BOND 7% 24OCT2035	200,000,000	4,823,831	0.08
		<u>11,132,075</u>	<u>0.18</u>
<i>Denominated in Indian Rupee</i>			
EUROPEAN BANK FOR RECONSTRUCTION & DEVELOPMENT 6.3% 26OCT2027	100,000,000	8,653,047	0.14
INTERNATIONAL BANK FOR RECONSTRUCTION & DEVELOPMENT 6.75% 13JUL2029	50,000,000	4,336,536	0.07
		<u>12,989,583</u>	<u>0.21</u>
<i>Denominated in Israeli New Shekel</i>			
ISRAEL GOVERNMENT BOND - FIXED 1% 31MAR2030	25,000,000	54,647,973	0.87
<i>Denominated in Japanese Yen</i>			
BARCLAYS PLC 0.654% 9JUN2027	700,000,000	34,607,101	0.55
BERKSHIRE HATHAWAY INC 0.955% 27NOV2026	1,000,000,000	49,563,271	0.79
BERKSHIRE HATHAWAY INC 0.974% 23APR2027	1,970,000,000	97,298,216	1.55
BERKSHIRE HATHAWAY INC 1.135% 20APR2028	500,000,000	24,517,065	0.39
BNP PARIBAS SA 1.087% 2MAR2027	200,000,000	9,828,000	0.16
CREDIT AGRICOLE SA 0.839% 9JUN2027	400,000,000	19,613,565	0.31
HSBC HOLDINGS PLC 1.207% 25SEP2026	200,000,000	9,908,231	0.16

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Japanese Yen</i>			
INDONESIA GOVERNMENT INTERNATIONAL BOND 0.74% 26MAY2026	400,000,000	19,817,704	0.32
JAPAN GOVERNMENT FORTY YEAR BOND 0.5% 20MAR2059	1,400,000,000	30,519,229	0.49
JAPAN GOVERNMENT FORTY YEAR BOND 0.8% 20MAR2058	900,000,000	22,671,477	0.36
JAPAN GOVERNMENT TEN YEAR BOND 1.2% 20DEC2034	450,000,000	20,937,899	0.33
JAPAN GOVERNMENT TEN YEAR BOND 1.7% 20SEP2035	900,000,000	43,355,529	0.69
JAPAN GOVERNMENT THIRTY YEAR BOND 0.4% 20SEP2049	1,100,000,000	29,389,779	0.47
JAPAN GOVERNMENT THIRTY YEAR BOND 1.6% 20DEC2052	900,000,000	30,679,273	0.49
JAPAN GOVERNMENT TWENTY YEAR BOND 0.3% 20SEP2039	900,000,000	33,421,535	0.53
JAPAN GOVERNMENT TWENTY YEAR BOND 1.1% 20SEP2042	700,000,000	27,175,670	0.43
JAPAN GOVERNMENT TWENTY YEAR BOND 1.4% 20SEP2034	50,000,000	2,374,898	0.04
JAPAN GOVERNMENT TWO YEAR BOND 0.2% 1MAR2026	50,000,000	2,481,214	0.04
JAPAN GOVERNMENT TWO YEAR BOND 0.6% 1JAN2027	150,000,000	7,426,213	0.12
JAPAN GOVERNMENT TWO YEAR BOND 0.8% 1JUN2027	150,000,000	7,424,872	0.12
METLIFE INC 1.415% 7MAR2031	1,000,000,000	47,649,233	0.76
REPUBLIC OF KOREA 0.475% 14SEP2026	500,000,000	24,750,086	0.39
		<u>595,410,060</u>	<u>9.49</u>
<i>Denominated in Malaysian Ringgit</i>			
MALAYSIA GOVERNMENT BOND 3.828% 5JUL2034	10,000,000	19,640,972	0.31
MALAYSIA GOVERNMENT BOND 3.885% 15AUG2029	45,000,000	88,286,398	1.41
MALAYSIA GOVERNMENT BOND 3.917% 15JUL2055	10,000,000	18,905,965	0.30
MALAYSIA GOVERNMENT BOND 4.498% 15APR2030	20,000,000	40,231,491	0.64
		<u>167,064,826</u>	<u>2.66</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Mexican Dollar</i>			
MEXICAN BONOS 7% 3SEP2026	50,000	2,159,334	0.03
MEXICAN BONOS 7.5% 26MAY2033	50,000	2,013,184	0.03
MEXICAN BONOS 7.75% 23NOV2034	450,000	18,067,809	0.29
MEXICAN BONOS 7.75% 29MAY2031	700,000	29,193,081	0.47
MEXICAN BONOS 8% 31JUL2053	700,000	25,829,369	0.41
MEXICAN BONOS 8.5% 1MAR2029	1,000,000	43,664,186	0.70
MEXICAN BONOS 8.5% 28FEB2030	500,000	21,700,272	0.35
		<u>142,627,235</u>	<u>2.28</u>
<i>Denominated in New Zealand Dollar</i>			
NEW ZEALAND GOVERNMENT BOND 1.5% 15MAY2031	3,500,000	13,858,479	0.22
NEW ZEALAND GOVERNMENT BOND 2.75% 15APR2037	1,500,000	5,613,464	0.09
NEW ZEALAND GOVERNMENT BOND 4.25% 15MAY2034	3,500,000	15,610,421	0.25
NEW ZEALAND GOVERNMENT BOND 4.5% 15APR2027	100,000	457,538	0.01
NEW ZEALAND GOVERNMENT BOND 5% 15MAY2054	500,000	2,183,147	0.03
		<u>37,723,049</u>	<u>0.60</u>
<i>Denominated in Norwegian Krone</i>			
NORWAY GOVERNMENT BOND 1.5% 19FEB2026	45,000,000	34,600,298	0.55
NORWAY GOVERNMENT BOND 1.75% 17FEB2027	35,000,000	26,360,760	0.42
NORWAY GOVERNMENT BOND 2.125% 18MAY2032	90,000,000	62,206,931	0.99
NORWAY GOVERNMENT BOND 3% 15AUG2033	75,000,000	53,884,883	0.86
NORWAY GOVERNMENT BOND 3.625% 13APR2034	35,000,000	26,119,986	0.42
NORWAY GOVERNMENT BOND 3.75% 12JUN2035	35,000,000	26,156,307	0.42
		<u>229,329,165</u>	<u>3.66</u>
<i>Denominated in Polish Zloty</i>			
REPUBLIC OF POLAND GOVERNMENT BOND 1.75% 25APR2032	1,000,000	1,823,509	0.03
REPUBLIC OF POLAND GOVERNMENT BOND 6% 25OCT2033	5,000,000	11,571,640	0.18
REPUBLIC OF POLAND GOVERNMENT BOND 7.5% 25JUL2028	1,000,000	2,350,799	0.04
		<u>15,745,948</u>	<u>0.25</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in Renminbi</i>			
CHINA GOVERNMENT BOND 1.65% 15MAY2035	65,000,000	71,043,387	1.13
CHINA GOVERNMENT BOND 1.91% 15JUL2029	60,000,000	67,751,252	1.08
CHINA GOVERNMENT BOND 1.92% 15JAN2055	21,000,000	21,525,648	0.34
CHINA GOVERNMENT BOND 2.4% 15JUL2028	130,000,000	148,516,844	2.37
CHINA GOVERNMENT BOND 2.6% 1SEP2032	140,000,000	164,265,726	2.62
		<u>473,102,857</u>	<u>7.54</u>
<i>Denominated in Rupiah</i>			
INDONESIA TREASURY BOND 6.625% 15FEB2034	5,000,000,000	2,409,776	0.04
INDONESIA TREASURY BOND 6.875% 15APR2029	5,000,000,000	2,431,767	0.04
		<u>4,841,543</u>	<u>0.08</u>
<i>Denominated in Singapore Dollar</i>			
BANCO SANTANDER SA 3.6% 23OCT2030	1,000,000	6,327,779	0.10
MANULIFE FINANCIAL CORP 4.275% 19JUN2034	1,000,000	6,418,659	0.10
SINGAPORE GOVERNMENT BOND 2.25% 1AUG2036	200,000	1,213,329	0.02
SINGAPORE GOVERNMENT BOND 3.375% 1SEP2033	100,000	660,767	0.01
		<u>14,620,534</u>	<u>0.23</u>
<i>Denominated in Swedish Krona</i>			
SWEDEN GOVERNMENT BOND 1% 12NOV2026	90,000,000	75,349,997	1.20
<i>Denominated in United States Dollar</i>			
AIB GROUP PLC 5.32% 15MAY2031	7,000,000	56,225,053	0.90
ARCH CAPITAL FINANCE LLC 4.011% 15DEC2026	590,000	4,591,681	0.07
ARCH CAPITAL FINANCE LLC 5.031% 15DEC2046	115,000	833,769	0.01
AT&T INC 4.5% 9MAR2048	3,000,000	19,279,591	0.31
ATLAS WAREHOUSE LENDING CO LP 4.95% 15NOV2030	5,000,000	39,046,808	0.62
BANK OF AMERICA CORP 3.974% 7FEB2030	1,115,000	8,629,730	0.14
BANK OF AMERICA CORP 4.25% 22OCT2026	670,000	5,227,195	0.08

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
BANK OF AMERICA CORP 4.271% 23JUL2029	555,000	4,339,639	0.07
BANK OF AMERICA CORP 5.819% 15SEP2029	1,500,000	12,178,255	0.19
BANK OF IRELAND GROUP PLC 5.601% 20MAR2030	500,000	4,041,954	0.06
BAT CAPITAL CORP 7.079% 2AUG2043	3,000,000	26,227,675	0.42
BOSTON SCIENTIFIC CORP 4.7% 1MAR2049	66,000	460,703	0.01
BROADCOM INC 3.137% 15NOV2035	4,500,000	30,163,661	0.48
BROADCOM INC 3.469% 15APR2034	7,000,000	49,681,279	0.79
CAIXABANK SA 6.037% 15JUN2035	1,500,000	12,443,368	0.20
CAIXABANK SA 6.684% 13SEP2027	4,200,000	33,256,983	0.53
CAIXABANK SA 6.84% 13SEP2034	500,000	4,340,370	0.07
CF INDUSTRIES INC 4.95% 1JUN2043	1,567,000	10,921,054	0.17
CF INDUSTRIES INC 5.3% 26NOV2035	5,000,000	38,782,624	0.62
CF INDUSTRIES INC 5.375% 15MAR2044	1,500,000	10,935,829	0.18
CITADEL SECURITIES GLOBAL HOLDINGS LLC 6.2% 18JUN2035	5,000,000	40,966,163	0.65
CMS ENERGY CORP 3% 15MAY2026	155,000	1,202,169	0.02
CMS ENERGY CORP 4.875% 1MAR2044	375,000	2,607,656	0.04
DTE ENERGY CO 3.4% 15JUN2029	355,000	2,686,738	0.04
ELI LILLY & CO 3.375% 15MAR2029	43,000	329,671	0.01
GOLDMAN SACHS GROUP INC/THE 5.33% 23JUL2035	1,500,000	11,995,819	0.19
HUNTINGTON BANCSHARES INC/OH 5.709% 2FEB2035	3,500,000	28,457,034	0.45
HYUNDAI CAPITAL AMERICA 5.15% 27MAR2030	3,500,000	27,907,966	0.45
KEYCORP 6.401% 6MAR2035	5,000,000	42,271,973	0.67
LAM RESEARCH CORP 4.875% 15MAR2049	290,000	2,064,198	0.03
MARKEL GROUP INC 5% 5APR2046	1,410,000	9,861,469	0.16
MARS INC 5.2% 1MAR2035	7,000,000	56,000,743	0.89
MARS INC 5.65% 1MAY2045	9,000,000	70,612,915	1.13
MARVELL TECHNOLOGY INC 5.95% 15SEP2033	1,500,000	12,482,943	0.20
MEIJI YASUDA LIFE INSURANCE CO 5.8% 11SEP2054	2,500,000	19,806,347	0.32
META PLATFORMS INC 4.875% 15NOV2035	7,000,000	54,411,452	0.87
META PLATFORMS INC 5.625% 15NOV2055	10,000,000	74,703,718	1.19
MICRON TECHNOLOGY INC 5.65% 1NOV2032	3,000,000	24,544,711	0.39
MICRON TECHNOLOGY INC 5.8% 15JAN2035	1,000,000	8,202,515	0.13
MICRON TECHNOLOGY INC 6.05% 1NOV2035	2,500,000	20,760,549	0.33
MIZUHO FINANCIAL GROUP INC 5.579% 26MAY2035	500,000	4,074,055	0.07
MORGAN STANLEY 5.597% 24MAR2051	225,000	1,751,282	0.03

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal International Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments (continued)			
<i>Non-certificates of deposit (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
MORGAN STANLEY 6.627% 1NOV2034	5,000,000	43,516,269	0.69
NIPPON LIFE INSURANCE CO 6.25% 13SEP2053	1,500,000	12,357,088	0.20
ORACLE CORP 5.875% 26SEP2045	10,000,000	70,294,592	1.12
ORACLE CORP 6% 3AUG2055	14,000,000	96,087,528	1.53
PNC FINANCIAL SERVICES GROUP INC/THE 5.222% 29JAN2031	500,000	4,026,703	0.06
PROVINCE OF QUEBEC CANADA 1.35% 28MAY2030	8,300,000	58,036,851	0.93
PRUDENTIAL FUNDING ASIA PLC 2.95% 3NOV2033	6,300,000	47,119,509	0.75
TRUIST FINANCIAL CORP 5.435% 24JAN2030	5,000,000	40,292,510	0.64
UBS GROUP AG 1.364% 30JAN2027	5,218,000	40,522,951	0.65
UNITED STATES TREASURY INFLATION INDEXED BONDS 1.375% 15FEB2044	139,698	910,054	0.02
UNITED STATES TREASURY INFLATION INDEXED BONDS 1.875% 15JUL2035	101,395	787,094	0.01
UNITED STATES TREASURY NOTE/BOND 0.875% 30SEP2026	100,000	762,991	0.01
UNITED STATES TREASURY NOTE/BOND 1.375% 15AUG2050	9,000,000	34,442,875	0.55
UNITED STATES TREASURY NOTE/BOND 3% 15NOV2044	21,000,000	126,408,205	2.02
UNITED STATES TREASURY NOTE/BOND 3.25% 30JUN2029	100,000	769,471	0.01
UNITED STATES TREASURY NOTE/BOND 3.625% 30SEP2030	36,000,000	279,122,187	4.45
UNITED STATES TREASURY NOTE/BOND 3.875% 31AUG2032	28,000,000	217,367,456	3.47
UNITED STATES TREASURY NOTE/BOND 4.25% 15AUG2035	28,000,000	219,504,269	3.50
UNITED STATES TREASURY NOTE/BOND 4.625% 15FEB2055	100,000	749,739	0.01
ZOETIS INC 4.45% 20AUG2048	115,000	767,300	0.01
		<u>2,183,154,949</u>	<u>34.81</u>
Total non-certificates of deposit		<u>6,122,308,595</u>	<u>97.61</u>
Total listed/quoted debt instruments		<u>6,122,308,595</u>	<u>97.61</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Forward contracts					
<i>Denominated in United States Dollar</i>					
Buy GBP Sell USD FWD Rate 1.344806	Royal Bank of Canada	12.03.2026	94,222,701	220,382	0.00
Buy USD Sell NOK FWD Rate 0.09912	Royal Bank of Canada	12.03.2026	54,295,436	290,495	0.01
Buy USD Sell SEK FWD Rate 0.10888	Royal Bank of Canada	12.03.2026	59,567,908	244,313	0.00
Buy NZD Sell USD FWD Rate 0.576601	ANZ Bank SYD	12.03.2026	31,331,289	(396,865)	(0.01)
Buy USD Sell GBP FWD Rate 1.344806	ANZ Bank SYD	12.03.2026	93,455,988	(749,757)	(0.01)
Buy USD Sell ILS FWD Rate 0.313841	Barclays Bank Dub	12.03.2026	43,516,866	(453,058)	(0.01)
Buy USD Sell MXN FWD Rate 0.055232	Standard Chartered Bank	12.03.2026	114,428,250	(1,655,719)	(0.02)
Buy USD Sell NZD FWD Rate 0.576601	Barclays Bank Dub	12.03.2026	31,387,228	(28,489)	0.00
Total forward contracts				<u>(2,528,698)</u>	<u>(0.04)</u>
Total investments				6,119,779,897	97.57
Other net assets				<u>152,367,765</u>	<u>2.43</u>
Total net asset value				<u>6,272,147,662</u>	<u>100.00</u>
Total cost of investments				<u>6,124,862,764</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 2025 (continued)

Principal International Equity Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed shares			
<i>Belgium</i>			
ARGENX SE	3,745	24,539,119	0.71
<i>Canada</i>			
ARC RESOURCES LTD	185,000	27,049,892	0.78
BROOKFIELD CORP	191,700	68,598,890	1.97
CANADIAN NATURAL RESOURCES	120,500	31,809,964	0.91
TECK RESOURCES LTD-CLS B	103,000	38,431,317	1.10
		165,890,063	4.76
<i>France</i>			
AIRBUS SE	38,567	69,946,610	2.01
REXEL SA	203,000	62,332,592	1.79
SANOFI	45,842	34,664,363	1.00
		166,943,565	4.80
<i>Germany</i>			
DEUTSCHE TELEKOM AG-REG	184,051	46,537,120	1.34
<i>Hong Kong</i>			
AIA GROUP LTD	875,800	69,976,420	2.01
SAMSONITE GROUP SA	3,565,800	70,959,420	2.04
		140,935,840	4.05
<i>Ireland</i>			
AIB GROUP PLC	583,817	49,099,120	1.41
KERRY GROUP PLC-A	47,931	34,175,922	0.98
		83,275,042	2.39

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal International Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed shares (continued)			
<i>Japan</i>			
FUJITSU LIMITED	197,400	42,434,172	1.22
RENESAS ELECTRONICS CORP	340,700	36,204,863	1.04
SOMPO HOLDINGS INC	145,000	38,420,660	1.10
		<u>117,059,695</u>	<u>3.36</u>
<i>Netherlands</i>			
ASML HOLDING NV	9,116	76,782,398	2.21
UNIVERSAL MUSIC GROUP NV	250,806	50,966,702	1.46
		<u>127,749,100</u>	<u>3.67</u>
<i>Taiwan</i>			
TAIWAN SEMICONDUCTOR MANUFAC	208,000	79,864,119	2.30
<i>United Kingdom</i>			
ASHTREAD GROUP PLC	66,500	35,408,786	1.02
ASTRAZENECA PLC	35,211	50,834,162	1.46
BAE SYSTEMS PLC	262,050	47,022,750	1.35
BRITISH AMERICAN TOBACCO PLC	55,000	24,264,439	0.70
ENTAIN PLC	542,597	43,547,101	1.25
HALEON PLC	1,893,188	74,285,896	2.14
		<u>275,363,134</u>	<u>7.92</u>
<i>United States</i>			
ALPHABET INC-CL A	80,141	195,242,207	5.61
AMAZON.COM INC	79,475	142,783,685	4.11
AMERICAN EXPRESS CO	17,159	49,409,404	1.42
ASCENDIS PHARMA A/S - ADR	13,587	22,551,055	0.65
BANK OF AMERICA CORP	145,389	62,239,895	1.79
BELLRING BRANDS INC	87,537	18,212,318	0.52
CONOCOPHILLIPS	49,178	35,831,725	1.03

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal International Equity Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed shares (continued)			
<i>United States (continued)</i>			
CORE & MAIN INC-CLASS A	115,000	46,518,443	1.34
CRH PLC	46,721	45,383,849	1.31
CROWN CASTLE INC	67,320	46,566,533	1.34
DEXCOM INC	85,061	43,941,706	1.26
ELECTRONIC ARTS INC	38,400	61,071,414	1.76
GOLDMAN SACHS GROUP INC	9,561	65,413,413	1.88
GRAPHIC PACKAGING HOLDING CO	211,231	24,760,376	0.71
ICON PLC	33,243	47,148,824	1.36
KKR & CO INC	60,035	59,569,120	1.71
LINDE PLC	12,339	40,950,724	1.18
MEDTRONIC PLC	48,000	35,888,758	1.03
MICROSOFT CORP	49,976	188,122,334	5.41
MONSTER BEVERAGE CORP	54,400	32,463,772	0.93
MORNINGSTAR INC	33,950	57,424,088	1.65
MOTOROLA SOLUTIONS INC	27,408	81,773,660	2.35
NEXTERA ENERGY INC	128,460	80,269,377	2.31
NVIDIA CORP	166,123	241,147,750	6.93
ROCKWELL AUTOMATION INC	18,286	55,375,935	1.59
ROPER TECHNOLOGIES INC	21,156	73,298,491	2.11
SYNOPSYS INC	18,172	66,437,976	1.91
THERMO FISHER SCIENTIFIC INC	12,668	57,134,527	1.64
TRANE TECHNOLOGIES PLC	16,025	48,545,109	1.40
VISA INC-CLASS A SHARES	22,985	62,743,288	1.80
WESTERN DIGITAL CORP	27,000	36,203,289	1.04
WILLIAMS COS INC	71,500	33,452,408	0.96
YUM CHINA HOLDINGS INC	146,362	54,385,780	1.56
		<u>2,212,261,233</u>	<u>63.60</u>
Total listed shares		<u>3,440,418,030</u>	<u>98.90</u>
Total investments		3,440,418,030	98.90
Other net assets		<u>38,191,287</u>	<u>1.10</u>
Total net asset value		<u><u>3,478,609,317</u></u>	<u><u>100.00</u></u>
Total cost of investments		<u><u>2,789,820,609</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 2025 (continued)

Principal Pension Bond Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments			
<i>Fixed coupon rate debt instruments</i>			
<i>Denominated in United States Dollar</i>			
ABBVIE INC 3.2% 21NOV2029	1,600,000	12,077,192	1.14
ADANI PORTS & SPECIAL ECONOMIC ZONE LTD 4% 30JUL2027	300,000	2,292,783	0.22
AERCAP IRELAND CAPITAL DAC / AERCAP GLOBAL AVIATION TRUST 3% 29OCT2028	1,000,000	7,546,009	0.71
AES CORP/THE 5.45% 1JUN2028	320,000	2,547,165	0.24
AIRCASTLE LTD / AIRCASTLE IRELAND DAC 5.25% 15MAR2030	800,000	6,356,763	0.60
AIRCASTLE LTD / AIRCASTLE IRELAND DAC 5.75% 1OCT2031	775,000	6,287,401	0.59
AIRCASTLE LTD 5.95% 15FEB2029	180,000	1,458,036	0.14
ALIBABA GROUP HOLDING LTD 5.25% 26MAY2035	200,000	1,621,100	0.15
ALLIANT ENERGY FINANCE LLC 5.95% 30MAR2029	500,000	4,067,734	0.38
AMERICA MOVIL SAB DE CV 3.625% 22APR2029	200,000	1,524,038	0.14
AMERICAN INTERNATIONAL GROUP INC 5.45% 7MAY2035	325,000	2,635,155	0.25
ANTOFAGASTA PLC 5.625% 9SEP2035	500,000	4,006,554	0.38
AON CORP / AON GLOBAL HOLDINGS PLC 2.6% 2DEC2031	1,600,000	11,254,189	1.06
ARTHUR J GALLAGHER & CO 5.15% 15FEB2035	195,000	1,533,665	0.14
AS MILEAGE PLAN IP LTD 5.021% 20OCT2029	1,415,000	11,090,086	1.04
AS MILEAGE PLAN IP LTD 5.308% 20OCT2031	500,000	3,926,830	0.37
AT&T INC 1.65% 1FEB2028	1,950,000	14,467,891	1.36
AT&T INC 4.3% 15FEB2030	911,000	7,099,721	0.67
ATLAS WAREHOUSE LENDING CO LP 4.95% 15NOV2030	1,000,000	7,809,362	0.73
BANCO SANTANDER SA 5.365% 15JUL2028	1,200,000	9,520,174	0.90
BARCLAYS PLC 4.836% 9MAY2028	635,000	4,984,744	0.47
BAT CAPITAL CORP 2.259% 25MAR2028	2,250,000	16,852,099	1.58
BAT CAPITAL CORP 3.557% 15AUG2027	500,000	3,861,814	0.36
BAT CAPITAL CORP 5.35% 15AUG2032	750,000	6,065,262	0.57
BBVA MEXICO SA INSTITUCION DE BANCA MULTIPLE GRUPO FINANCIERO BBVA MEXICO/TX 5.25% 10SEP2029	200,000	1,593,904	0.15
BECTON DICKINSON & CO 3.7% 6JUN2027	1,970,000	15,269,403	1.44
BOEING CO/THE 3.25% 1FEB2035	1,000,000	6,815,110	0.64
BOEING CO/THE 5.15% 1MAY2030	2,710,000	21,673,549	2.04
BROADCOM INC 3.419% 15APR2033	2,002,000	14,424,223	1.36
BROADCOM INC 5.05% 12JUL2029	275,000	2,203,770	0.21
BROADCOM INC 5.15% 15NOV2031	275,000	2,220,619	0.21

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal Pension Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments (continued)			
<i>Fixed coupon rate debt instruments (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
CHARTER COMMUNICATIONS OPERATING LLC / CHARTER COMMUNICATIONS OPERATING CAPITAL 6.1% 1JUN2029	890,000	7,229,888	0.68
CITADEL SECURITIES GLOBAL HOLDINGS LLC 5.5% 18JUN2030	2,950,000	23,564,212	2.22
COCA-COLA FEMSA SAB DE CV 2.75% 22JAN2030	300,000	2,210,550	0.21
COREBRIDGE FINANCIAL INC 5.75% 15JAN2034	250,000	2,034,394	0.19
CORP FINANCIERA DE DESARROLLO SA 5.5% 6MAY2030	300,000	2,410,260	0.23
COSTAR GROUP INC 2.8% 15JUL2030	705,000	5,029,622	0.47
CSL FINANCE PLC 3.85% 27APR2027	750,000	5,831,069	0.55
DELTA AIR LINES INC / SKYMILES IP LTD 4.75% 20OCT2028	1,000,000	7,830,763	0.74
DIAMONDBACK ENERGY INC 5.2% 18APR2027	750,000	5,921,994	0.56
DP WORLD LTD/UNITED ARAB EMIRATES 6.85% 2JUL2037	280,000	2,460,417	0.23
DT MIDSTREAM INC 4.125% 15JUN2029	2,200,000	16,897,944	1.59
DTE ENERGY CO 5.2% 1APR2030	1,000,000	8,030,829	0.76
EL PUERTO DE LIVERPOOL SAB DE CV 6.255% 22JAN2032	200,000	1,662,979	0.16
ENERGY TRANSFER LP 3.75% 15MAY2030	875,000	6,627,814	0.62
EOG RESOURCES INC 4.4% 15JAN2031	750,000	5,860,332	0.55
EQUITABLE AMERICA GLOBAL FUNDING 4.65% 9JUN2028	600,000	4,717,351	0.44
FORD MOTOR CREDIT CO LLC 2.9% 16FEB2028	2,000,000	14,989,325	1.41
FORD MOTOR CREDIT CO LLC 5.125% 5NOV2026	1,000,000	7,825,784	0.74
FORD MOTOR CREDIT CO LLC 6.05% 5MAR2031	750,000	6,002,584	0.56
GLENCORE FUNDING LLC 5.371% 4APR2029	1,250,000	10,040,942	0.94
HEWLETT PACKARD ENTERPRISE CO 4.55% 15OCT2029	2,025,000	15,852,125	1.49
HEWLETT PACKARD ENTERPRISE CO 5% 15OCT2034	1,025,000	7,907,988	0.74
HUNTINGTON INGALLS INDUSTRIES INC 5.353% 15JAN2030	420,000	3,378,632	0.32
INTERNATIONAL FLAVORS & FRAGRANCES INC 1.832% 15OCT2027	1,250,000	9,334,466	0.88
JBS USA HOLDING LUX SARL/ JBS USA FOOD CO/ JBS LUX CO SARL 3% 2FEB2029	500,000	3,747,156	0.35
JBS USA HOLDING LUX SARL/ JBS USA FOOD CO/ JBS LUX CO SARL 3.625% 15JAN2032	1,700,000	12,382,084	1.16
JBS USA LUX SARL / JBS USA FOOD CO / JBS USA FOODS GROUP 5.95% 20APR2035	1,195,000	9,780,185	0.92
KAZMUNAYGAS NATIONAL CO JSC 5.375% 24APR2030	300,000	2,383,005	0.22
KEYBANK NA/CLEVELAND OH 5% 26JAN2033	1,500,000	11,792,187	1.11

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal Pension Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments (continued)			
<i>Fixed coupon rate debt instruments (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
MARS INC 4.8% 1MAR2030	1,250,000	9,943,050	0.93
MARS INC 5.2% 1MAR2035	1,650,000	13,200,175	1.24
MARSH & MCLENNAN COS INC 4.65% 15MAR2030	400,000	3,175,813	0.30
MARVELL TECHNOLOGY INC 2.45% 15APR2028	550,000	4,122,776	0.39
MARVELL TECHNOLOGY INC 2.95% 15APR2031	375,000	2,703,353	0.25
MARVELL TECHNOLOGY INC 5.95% 15SEP2033	780,000	6,491,130	0.61
MDGH GMTN RSC LTD 3.75% 19APR2029	450,000	3,467,583	0.33
META PLATFORMS INC 4.2% 15NOV2030	765,000	5,966,956	0.56
META PLATFORMS INC 4.6% 15NOV2032	800,000	6,276,853	0.59
META PLATFORMS INC 4.875% 15NOV2035	280,000	2,176,458	0.20
METLIFE INC 5.3% 15DEC2034	145,000	1,173,695	0.11
MEXICO GOVERNMENT INTERNATIONAL BOND 5.375% 22MAR2033	200,000	1,542,689	0.14
MICRON TECHNOLOGY INC 5.8% 15JAN2035	645,000	5,290,622	0.50
MICRON TECHNOLOGY INC 5.875% 15SEP2033	650,000	5,372,935	0.51
NARRAGANSETT ELECTRIC CO/THE 3.919% 1AUG2028	500,000	3,884,028	0.36
NATIONAL AUSTRALIA BANK LTD 2.332% 21AUG2030	600,000	4,236,403	0.40
NUVEEN LLC 4% 1NOV2028	915,000	7,123,060	0.67
OCCIDENTAL PETROLEUM CORP 5.2% 1AUG2029	750,000	5,983,506	0.56
OCP SA 6.1% 30APR2030	575,000	4,675,475	0.44
ONEOK INC 4.25% 24SEP2027	1,000,000	7,809,086	0.73
ORACLE CORP 4.8% 26SEP2032	1,225,000	9,205,087	0.87
PARAMOUNT GLOBAL 4.2% 19MAY2032	400,000	2,812,983	0.26
PHILIP MORRIS INTERNATIONAL INC 4% 29OCT2030	1,750,000	13,497,449	1.27
PHILIP MORRIS INTERNATIONAL INC 4.625% 29OCT2035	500,000	3,807,223	0.36
PUBLIC SERVICE ENTERPRISE GROUP INC 2.45% 15NOV2031	800,000	5,568,801	0.52
QNB FINANCE LTD 4.875% 30JAN2029	200,000	1,583,452	0.15
RTX CORP 1.9% 1SEP2031	1,500,000	10,248,919	0.96
SANDS CHINA LTD 5.4% 8AUG2028	200,000	1,584,864	0.15
SAUDI ARABIAN OIL CO 4.75% 2JUN2030	250,000	1,971,275	0.19
SITIOS LATINOAMERICA SAB DE CV 5.375% 4APR2032	500,000	3,909,575	0.37
SMURFIT KAPPA TREASURY ULC 5.2% 15JAN2030	750,000	6,020,630	0.57
SOUTHERN CO/THE 5.2% 15JUN2033	600,000	4,798,189	0.45

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal Pension Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments (continued)			
<i>Fixed coupon rate debt instruments (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
SOUTHERN POWER CO 4.25% 1OCT2030	800,000	6,210,153	0.58
SURA ASSET MANAGEMENT SA 6.35% 13MAY2032	300,000	2,489,932	0.23
TENCENT HOLDINGS LTD 3.975% 11APR2029	250,000	1,943,627	0.18
T-MOBILE USA INC 2.875% 15FEB2031	1,065,000	7,693,994	0.72
T-MOBILE USA INC 3.875% 15APR2030	1,000,000	7,654,093	0.72
T-MOBILE USA INC 5.125% 15MAY2032	2,000,000	16,019,553	1.51
TRANS-ALLEGHENY INTERSTATE LINE CO 5% 15JAN2031	915,000	7,316,067	0.69
UNITEDHEALTH GROUP INC 4.95% 15JAN2032	535,000	4,268,525	0.40
VERIZON COMMUNICATIONS INC 2.355% 15MAR2032	1,610,000	11,043,314	1.04
VICI PROPERTIES LP / VICI NOTE CO INC 4.25% 1DEC2026	1,000,000	7,782,185	0.73
VMWARE LLC 1.8% 15AUG2028	560,000	4,121,773	0.39
VMWARE LLC 3.9% 21AUG2027	860,000	6,696,311	0.63
WEC ENERGY GROUP INC 2.2% 15DEC2028	1,150,000	8,501,650	0.80
WILLIS NORTH AMERICA INC 4.55% 15MAR2031	385,000	3,000,372	0.28
WINDFALL MINING GROUP INC / GROUPE MINIER			
WINDFALL INC 5.854% 13MAY2032	300,000	2,438,745	0.23
XCEL ENERGY INC 4.75% 21MAR2028	450,000	3,547,972	0.33
XCEL ENERGY INC 5.45% 15AUG2033	1,000,000	8,034,184	0.76
ZIONS BANCORP NA 4.704% 18AUG2028	750,000	5,837,613	0.55
ZOETIS INC 3.9% 20AUG2028	1,020,000	7,934,293	0.75
ZOETIS INC 5.6% 16NOV2032	500,000	4,132,570	0.39
Total fixed coupon rate debt instruments		735,114,245	69.13

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal Pension Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments (continued)			
<i>Floating coupon rate debt instruments</i>			
<i>Denominated in United States Dollar</i>			
AIB GROUP PLC 5.32% 15MAY2031	970,000	7,791,186	0.73
AIB GROUP PLC 5.871% 28MAR2035	650,000	5,339,315	0.50
BANK OF AMERICA CORP 2.551% 4FEB2028	1,600,000	12,249,882	1.15
BANK OF AMERICA CORP 2.884% 22OCT2030	675,000	4,999,576	0.47
BANK OF AMERICA CORP 4.571% 27APR2033	1,350,000	10,481,971	0.99
CAIXABANK SA 5.581% 3JUL2036	600,000	4,798,290	0.45
CHARLES SCHWAB CORP/THE 5.853% 19MAY2034	580,000	4,835,830	0.45
CITIGROUP INC 3.52% 27OCT2028	955,000	7,366,642	0.69
CITIGROUP INC 3.785% 17MAR2033	1,470,000	10,909,451	1.03
DANSKE BANK A/S 5.019% 4MAR2031	700,000	5,564,226	0.52
DEUTSCHE BANK AG/NEW YORK NY 4.95% 4AUG2031	1,295,000	10,181,526	0.96
DEUTSCHE BANK AG/NEW YORK NY 5.706% 8FEB2028	1,150,000	9,091,498	0.85
GOLDMAN SACHS GROUP INC/THE 4.939% 21OCT2036	750,000	5,795,131	0.55
GOLDMAN SACHS GROUP INC/THE 5.016% 23OCT2035	1,795,000	14,046,166	1.32
GOLDMAN SACHS GROUP INC/THE 5.218% 23APR2031	500,000	4,019,581	0.38
HSBC HOLDINGS PLC 5.24% 13MAY2031	1,730,000	13,873,135	1.30
HSBC HOLDINGS PLC 5.597% 17MAY2028	660,000	5,233,112	0.49
HSBC HOLDINGS PLC 5.741% 10SEP2036	250,000	2,003,062	0.19
HUNTINGTON BANCSHARES INC/OH 5.272% 15JAN2031	325,000	2,602,874	0.24
HUNTINGTON BANCSHARES INC/OH 5.709% 2FEB2035	1,450,000	11,789,343	1.11
HUNTINGTON NATIONAL BANK/THE 4.871% 12APR2028	750,000	5,885,791	0.55
JPMORGAN CHASE & CO 4.912% 25JUL2033	1,755,000	13,915,596	1.31
JPMORGAN CHASE & CO 5.012% 23JAN2030	1,050,000	8,374,534	0.79
JPMORGAN CHASE & CO 5.576% 23JUL2036	280,000	2,254,456	0.21
KEYCORP 5.121% 4APR2031	315,000	2,518,033	0.24
KEYCORP 6.401% 6MAR2035	240,000	2,029,055	0.19
MORGAN STANLEY 3.591% 22JUL2028	750,000	5,797,679	0.55
MORGAN STANLEY 5.32% 19JUL2035	3,605,000	28,884,495	2.72
MORGAN STANLEY 6.342% 18OCT2033	750,000	6,397,869	0.60
NATWEST GROUP PLC 5.115% 23MAY2031	200,000	1,597,956	0.15
PNC FINANCIAL SERVICES GROUP INC/THE 4.899% 13MAY2031	1,625,000	12,944,357	1.22
PNC FINANCIAL SERVICES GROUP INC/THE 5.676% 22JAN2035	1,605,000	13,168,712	1.24
PNC FINANCIAL SERVICES GROUP INC/THE 6.875% 20OCT2034	465,000	4,095,726	0.39
TRUIST FINANCIAL CORP 7.161% 30OCT2029	750,000	6,297,491	0.59

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (continued)

Principal Pension Bond Fund (continued)

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed/quoted debt instruments (continued)			
<i>Floating coupon rate debt instruments (continued)</i>			
<i>Denominated in United States Dollar (continued)</i>			
US BANCORP 5.046% 12FEB2031	400,000	3,197,929	0.30
US BANCORP 5.424% 12FEB2036	400,000	3,235,848	0.30
US BANCORP 5.678% 23JAN2035	1,085,000	8,917,198	0.84
WESTPAC BANKING CORP 4.11% 24JUL2034	500,000	3,829,248	0.36
Total floating coupon rate debt instruments		<u>286,313,770</u>	<u>26.92</u>
Total listed/quoted debt instruments		<u>1,021,428,015</u>	<u>96.05</u>
Total investments		1,021,428,015	96.05
Other net assets		<u>42,023,049</u>	<u>3.95</u>
Total net asset value		<u>1,063,451,064</u>	<u>100.00</u>
Total cost of investments		<u>1,006,155,375</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 2025 (continued)

Principal U.S. Equity Fund

<i>Investments</i>	<i>* Portfolio holdings</i>	<i>Fair value HK\$/HK\$ equivalent</i>	<i>% of NAV</i>
Listed shares			
<i>United Kingdom</i>			
CME GROUP INC	11,311	24,041,719	0.22
FIDELITY NATIONAL INFO SERV	4,007	2,072,785	0.02
		<u>26,114,504</u>	<u>0.24</u>
<i>United States</i>			
3M CO	8,213	10,234,527	0.09
ABBOTT LABORATORIES	49,229	48,007,826	0.44
ABBVIE INC	44,001	78,253,606	0.71
ACCENTURE PLC-CL A	11,991	25,040,944	0.23
ADOBE INC	12,741	34,708,334	0.32
ADVANCED MICRO DEVICES	37,634	62,732,609	0.57
AES CORP	21,606	2,411,560	0.02
AFLAC INC	5,402	4,636,461	0.04
AGILENT TECHNOLOGIES INC	2,099	2,223,051	0.02
AIR PRODUCTS & CHEMICALS INC	2,927	5,627,681	0.05
AIRBNB INC-CLASS A	4,798	5,068,491	0.05
AKAMAI TECHNOLOGIES INC	3,554	2,413,557	0.02
ALLEGION PLC	5,860	7,262,227	0.07
ALLIANT ENERGY CORP	16,773	8,487,221	0.08
ALLSTATE CORP	9,818	15,906,479	0.14
ALPHABET INC-CL A	143,088	348,595,811	3.18
ALPHABET INC-CL C	115,456	281,996,722	2.57
ALTRIA GROUP INC	51,233	22,993,180	0.21
AMAZON.COM INC	233,305	419,152,534	3.82
AMEREN CORPORATION	13,379	10,398,958	0.09
AMERICAN ELECTRIC POWER	19,213	17,243,951	0.16
AMERICAN EXPRESS CO	15,898	45,778,350	0.42
AMERICAN INTERNATIONAL GROUP	5,027	3,347,368	0.03
AMERICAN TOWER CORP	14,592	19,940,670	0.18
AMERICAN WATER WORKS CO INC	9,681	9,833,437	0.09
AMERIPRISE FINANCIAL INC	903	3,446,352	0.03
AMETEK INC	9,168	14,650,732	0.13
AMGEN INC	10,421	26,548,701	0.24
AMPHENOL CORP-CL A	35,294	37,124,397	0.34
ANALOG DEVICES INC	9,069	19,143,604	0.17
AON PLC-CLASS A	7,092	19,479,167	0.18
APOLLO GLOBAL MANAGEMENT INC	6,221	7,009,441	0.06
APPLE INC	354,019	749,111,556	6.83
APPLIED MATERIALS INC	22,114	44,234,196	0.40

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed shares (continued)			
<i>United States (continued)</i>			
APPROVIN CORP-CLASS A	7,707	40,420,704	0.37
APTIV PLC	13,280	7,865,028	0.07
ARCH CAPITAL GROUP LTD	3,097	2,312,198	0.02
ARCHER-DANIELS-MIDLAND CO	4,402	1,969,777	0.02
ARISTA NETWORKS INC	29,914	30,508,429	0.28
ARTHUR J GALLAGHER & CO	3,848	7,750,990	0.07
ASSURANT INC	1,291	2,420,179	0.02
AT&T INC	151,250	29,242,977	0.27
ATMOS ENERGY CORP	8,012	10,453,634	0.10
AUTODESK INC	7,275	16,761,543	0.15
AUTOMATIC DATA PROCESSING	7,478	14,972,065	0.14
AUTOZONE INC	570	15,046,701	0.14
AVALONBAY COMMUNITIES INC	1,398	1,972,893	0.02
AVERY DENNISON CORP	1,615	2,286,294	0.02
AXON ENTERPRISE INC	2,683	11,860,148	0.11
BAKER HUGHES CO	38,606	13,684,296	0.12
BALL CORP	5,392	2,223,077	0.02
BANK OF AMERICA CORP	176,387	75,509,897	0.69
BANK OF NEW YORK MELLON CORP	23,521	21,253,243	0.19
BECTON DICKINSON AND CO	3,247	4,904,732	0.04
BERKSHIRE HATHAWAY INC-CL B	43,719	171,045,054	1.56
BLACKROCK INC	4,103	34,182,033	0.31
BLACKSTONE INC	13,795	16,550,521	0.15
BLOCK INC	22,198	11,246,120	0.10
BOEING CO/THE	15,138	25,582,498	0.23
BOOKING HOLDINGS INC	621	25,885,255	0.24
BOSTON SCIENTIFIC CORP	29,804	22,119,223	0.20
BRISTOL-MYERS SQUIBB CO	34,759	14,593,277	0.13
BROADCOM INC	111,591	300,611,355	2.74
BROADRIDGE FINANCIAL SOLUTIO	5,528	9,602,371	0.09
BROWN & BROWN INC	2,928	1,816,369	0.02
BROWN-FORMAN CORP-CLASS B	28,594	5,799,946	0.05
C.H. ROBINSON WORLDWIDE INC	7,829	9,796,228	0.09
CADENCE DESIGN SYS INC	8,634	21,006,217	0.19
CAPITAL ONE FINANCIAL CORP	12,295	23,193,382	0.21
CARDINAL HEALTH INC	10,368	16,583,700	0.15
CARNIVAL CORP	46,987	11,169,182	0.10
CARRIER GLOBAL CORP	8,098	3,330,544	0.03
CATERPILLAR INC	12,677	56,525,861	0.51
CBOE GLOBAL MARKETS INC	5,417	10,582,960	0.10
CBRE GROUP INC - A	11,103	13,895,494	0.13

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed shares (continued)			
<i>United States (continued)</i>			
CENCORA INC	6,521	17,142,895	0.16
CENTERPOINT ENERGY INC	33,431	9,976,451	0.09
CHARTER COMMUNICATIONS INC-A	4,699	7,634,956	0.07
CHEVRON CORP	43,513	51,618,705	0.47
CHIPOTLE MEXICAN GRILL INC	15,094	4,346,910	0.04
CHUBB LTD	6,517	15,832,297	0.14
CHURCH & DWIGHT CO INC	2,938	1,917,474	0.02
CINCINNATI FINANCIAL CORP	1,745	2,218,245	0.02
CINTAS CORP	4,876	7,137,693	0.06
CISCO SYSTEMS INC	109,863	65,869,742	0.60
CITIGROUP INC	51,562	46,831,493	0.43
CITIZENS FINANCIAL GROUP	23,111	10,507,044	0.10
CLOROX COMPANY	2,147	1,684,987	0.02
CMS ENERGY CORP	3,850	2,095,554	0.02
COCA-COLA CO/THE	87,176	47,436,305	0.43
COGNIZANT TECH SOLUTIONS-A	3,855	2,490,446	0.02
COINBASE GLOBAL INC -CLASS A	3,111	5,475,856	0.05
COLGATE-PALMOLIVE CO	11,189	6,881,814	0.06
COMCAST CORP-CLASS A	68,557	15,949,693	0.15
CONOCOPHILLIPS	23,368	17,026,226	0.16
CONSOLIDATED EDISON INC	2,819	2,179,247	0.02
CONSTELLATION ENERGY	5,633	15,488,920	0.14
COPART INC	6,645	2,024,890	0.02
CORNING INC	10,233	6,974,022	0.06
CORPAY INC	864	2,023,736	0.02
CORTEVA INC	6,733	3,512,792	0.03
COSTAR GROUP INC	3,011	1,575,843	0.01
COSTCO WHOLESALE CORP	10,978	73,684,539	0.67
CROWDSTRIKE HOLDINGS INC - A	4,579	16,706,897	0.15
CROWN CASTLE INC	3,222	2,228,719	0.02
CSX CORP	64,601	18,227,280	0.17
CUMMINS INC	4,964	19,722,392	0.18
CVS HEALTH CORP	39,474	24,383,015	0.22
DANAHER CORP	11,578	20,629,652	0.19
DARDEN RESTAURANTS INC	6,041	8,652,637	0.08
DATADOG INC - CLASS A	2,698	2,855,772	0.03
DAVITA INC	2,078	1,837,540	0.02
DECKERS OUTDOOR CORP	2,255	1,819,593	0.02
DEERE & CO	4,645	16,832,372	0.15
DELL TECHNOLOGIES -C	2,090	2,047,753	0.02
DELTA AIR LINES INC	4,561	2,463,736	0.02
DEXCOM INC	3,560	1,839,062	0.02

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed shares (continued)			
<i>United States (continued)</i>			
DIGITAL REALTY TRUST INC	3,808	4,585,534	0.04
DOLLAR GENERAL CORP	11,700	12,090,950	0.11
DOLLAR TREE INC	11,584	11,091,073	0.10
DOMINION ENERGY INC	9,202	4,196,433	0.04
DOMINO'S PIZZA INC	2,361	7,659,830	0.07
DOORDASH INC - A	11,137	19,632,368	0.18
DOVER CORP	1,554	2,361,535	0.02
DR HORTON INC	2,679	3,003,311	0.03
DTE ENERGY COMPANY	2,004	2,011,846	0.02
DUKE ENERGY CORP	24,370	22,232,833	0.20
DUPONT DE NEMOURS INC	3,462	1,083,248	0.01
EATON CORP PLC	7,194	17,834,795	0.16
EBAY INC	18,567	12,587,356	0.11
ECOLAB INC	8,588	17,548,057	0.16
EDISON INTERNATIONAL	4,853	2,267,153	0.02
EDWARDS LIFESCIENCES CORP	23,202	15,395,522	0.14
ELECTRONIC ARTS INC	2,023	3,217,382	0.03
ELEVANCE HEALTH INC	3,271	8,924,936	0.08
ELI LILLY & CO	19,435	162,569,221	1.48
EMERSON ELECTRIC CO	18,491	19,101,672	0.17
ENTERGY CORP	4,278	3,077,715	0.03
EOG RESOURCES INC	7,621	6,228,984	0.06
EPAM SYSTEMS INC	5,656	9,019,523	0.08
EQT CORP	5,433	2,266,622	0.02
EQUIFAX INC	1,009	1,704,062	0.02
EQUINIX INC	1,479	8,819,872	0.08
ESSEX PROPERTY TRUST INC	1,010	2,057,153	0.02
EVERGY INC	15,006	8,466,768	0.08
EVERSOURCE ENERGY	19,477	10,207,169	0.09
EXELON CORP	8,530	2,894,080	0.03
EXPEDIA GROUP INC	5,922	13,058,850	0.12
EXPEDITORS INTL WASH INC	2,146	2,488,970	0.02
EXTRA SPACE STORAGE INC	1,873	1,898,410	0.02
EXXON MOBIL CORP	106,759	99,997,494	0.91
F5 INC	3,492	6,937,957	0.06
FACTSET RESEARCH SYSTEMS INC	804	1,815,989	0.02
FAIR ISAAC CORP	172	2,263,336	0.02
FASTENAL CO	41,899	13,087,221	0.12
FEDERAL REALTY INVS TRUST	2,698	2,116,787	0.02
FEDEX CORP	2,326	5,229,639	0.05
FIFTH THIRD BANCORP	5,902	2,150,366	0.02
FIRSTENERGY CORP	28,004	9,758,471	0.09

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed shares (continued)			
<i>United States (continued)</i>			
FISERV INC	8,189	4,281,351	0.04
FORD MOTOR CO	35,603	3,635,759	0.03
FORTINET INC	6,822	4,216,591	0.04
FOX CORP - CLASS A	16,415	9,335,866	0.08
FOX CORP - CLASS B	15,746	7,957,749	0.07
FRANKLIN RESOURCES INC	11,116	2,066,994	0.02
FREEPORT-MCMORAN INC	19,514	7,714,346	0.07
GARMIN LTD	6,577	10,384,306	0.09
GARTNER INC	1,066	2,093,219	0.02
GE HEALTHCARE TECHNOLOGY	19,642	12,539,496	0.11
GE VERNOVA INC	7,848	39,923,234	0.36
GEN DIGITAL INC	9,413	1,992,103	0.02
GENERAC HOLDINGS INC	5,133	5,448,346	0.05
GENERAL DYNAMICS CORP	8,178	21,429,559	0.20
GENERAL ELECTRIC	28,740	68,905,580	0.63
GENERAL MOTORS CO	11,532	7,299,223	0.07
GENUINE PARTS CO	1,919	1,836,595	0.02
GILEAD SCIENCES INC	35,899	34,295,969	0.31
GLOBAL PAYMENTS INC	13,601	8,193,820	0.07
GLOBE LIFE INC	6,710	7,304,503	0.07
GOLDMAN SACHS GROUP INC	8,488	58,072,278	0.53
HARTFORD INSURANCE GROUP INC	12,013	12,884,730	0.12
HASBRO INC	3,597	2,295,773	0.02
HCA HEALTHCARE INC	5,862	21,301,348	0.19
HENRY SCHEIN INC	3,956	2,327,222	0.02
HERSHEY CO/THE	7,117	10,080,806	0.09
HEWLETT PACKARD ENTERPRISE	10,950	2,047,207	0.02
HILTON WORLDWIDE HOLDINGS IN	8,404	18,789,737	0.17
HOME DEPOT INC	24,790	66,395,067	0.61
HONEYWELL INTERNATIONAL INC	12,258	18,613,551	0.17
HOWMET AEROSPACE INC	13,546	21,616,328	0.20
HUBBELL INC	620	2,143,171	0.02
HUMANA INC	999	1,991,593	0.02
HUNTINGTON BANCSHARES INC	72,834	9,835,767	0.09
HUNTINGTON INGALLS INDUSTRIE	3,431	9,081,627	0.08
IDEX CORP	1,645	2,278,317	0.02
IDEXX LABORATORIES INC	2,989	15,739,379	0.14
ILLINOIS TOOL WORKS	8,890	17,042,794	0.16
INCYTE CORP	11,744	9,028,502	0.08
INGERSOLL-RAND INC	3,408	2,101,402	0.02
INSULET CORP	3,881	8,586,248	0.08

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed shares (continued)			
<i>United States (continued)</i>			
INTEL CORP	79,513	22,837,004	0.21
INTERACTIVE BROKERS GRO-CL A	21,568	10,796,003	0.10
INTERCONTINENTAL EXCHANGE IN	17,834	22,481,803	0.20
INTL BUSINESS MACHINES CORP	25,925	59,771,354	0.54
INTUIT INC	7,681	39,602,793	0.36
INTUITIVE SURGICAL INC	7,120	31,386,810	0.29
INVESCO LTD	12,096	2,473,298	0.02
INVITATION HOMES INC	9,104	1,969,225	0.02
IQVIA HOLDINGS INC	1,422	2,494,867	0.02
IRON MOUNTAIN INC	2,687	1,734,837	0.02
JABIL INC	5,825	10,338,166	0.09
JACK HENRY & ASSOCIATES INC	5,960	8,465,179	0.08
JACOBS SOLUTIONS INC	1,825	1,881,578	0.02
JOHNSON & JOHNSON	59,993	96,636,373	0.88
JOHNSON CONTROLS INTERNATIONAL	22,115	20,612,804	0.19
JPMORGAN CHASE & CO	69,263	173,711,434	1.58
KENVUE INC	14,736	1,978,533	0.02
KEURIG DR PEPPER INC	9,961	2,171,654	0.02
KEYCORP	14,377	2,309,684	0.02
KEYSIGHT TECHNOLOGIES IN	1,558	2,464,021	0.02
KIMBERLY-CLARK CORP	2,587	2,031,511	0.02
KIMCO REALTY CORP	12,197	1,924,338	0.02
KINDER MORGAN INC	21,734	4,650,386	0.04
KKR & CO INC	11,544	11,454,417	0.10
KLA CORP	3,887	36,761,568	0.33
KROGER CO	24,983	12,149,551	0.11
L3HARRIS TECHNOLOGIES INC	6,960	15,903,603	0.14
LABCORP HOLDINGS INC	979	1,911,716	0.02
LAM RESEARCH CORP	36,320	48,391,989	0.44
LAS VEGAS SANDS CORP	5,133	2,600,520	0.02
LEIDOS HOLDINGS INC	6,777	9,515,873	0.09
LENNAR CORP-A	1,967	1,573,882	0.01
LENNOX INTERNATIONAL INC	488	1,844,400	0.02
LINDE PLC	9,806	32,544,193	0.30
LIVE NATION ENTERTAINMENT IN	7,863	8,721,230	0.08
LOCKHEED MARTIN CORP	3,629	13,661,888	0.12
LOEWS CORP	2,810	2,303,300	0.02
LOWE'S COS INC	10,939	20,533,241	0.19
LULULEMON ATHLETICA INC	6,761	10,935,836	0.10
M & T BANK CORP	7,201	11,292,741	0.10
MARATHON PETROLEUM CORP	3,710	4,696,228	0.04

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed shares (continued)			
<i>United States (continued)</i>			
MARKETAXESS HOLDINGS INC	1,479	2,086,512	0.02
MARRIOTT INTERNATIONAL -CL A	3,000	7,244,254	0.07
MARSH & MCLENNAN COS	8,410	12,143,988	0.11
MARTIN MARIETTA MATERIALS	2,522	12,222,799	0.11
MASTERCARD INC - A	20,218	89,837,495	0.82
MCCORMICK & CO-NON VTG SHRS	4,041	2,142,271	0.02
MCDONALD'S CORP	15,729	37,417,236	0.34
MCKESSON CORP	4,006	25,577,199	0.23
MEDTRONIC PLC	22,692	16,966,410	0.15
MERCK & CO. INC.	52,082	42,670,294	0.39
META PLATFORMS INC-CLASS A	53,480	274,769,906	2.50
METLIFE INC	5,007	3,076,446	0.03
METTLER-TOLEDO INTERNATIONAL	212	2,300,554	0.02
MICROCHIP TECHNOLOGY INC	4,050	2,008,655	0.02
MICRON TECHNOLOGY INC	22,957	50,998,680	0.46
MICROSOFT CORP	177,820	669,359,562	6.10
MILLROSE PROPERTIES	7,810	1,815,770	0.02
MOLINA HEALTHCARE INC	1,507	2,035,577	0.02
MONDELEZ INTERNATIONAL INC-A	20,458	8,571,605	0.08
MONOLITHIC POWER SYSTEMS INC	1,903	13,424,995	0.12
MONSTER BEVERAGE CORP	27,087	16,164,452	0.15
MOODY'S CORP	5,017	19,948,586	0.18
MORGAN STANLEY	34,061	47,065,617	0.43
MOSAIC CO/THE	7,902	1,481,660	0.01
MOTOROLA SOLUTIONS INC	5,458	16,284,320	0.15
MSCI INC	2,587	11,552,570	0.11
NASDAQ INC	17,207	13,008,678	0.12
NETAPP INC	10,361	8,636,250	0.08
NETFLIX INC	105,120	76,714,519	0.70
NEWMONT CORP	35,607	27,673,116	0.25
NEWS CORP - CLASS B	8,163	1,882,591	0.02
NEXTERA ENERGY INC	39,746	24,835,643	0.23
NIKE INC -CL B	19,274	9,557,715	0.09
NISOURCE INC	28,421	9,237,926	0.08
NORDSON CORP	1,184	2,215,720	0.02
NORFOLK SOUTHERN CORP	7,877	17,701,592	0.16
NORTHERN TRUST CORP	9,847	10,468,813	0.10
NORTHROP GRUMMAN CORP	4,451	19,754,545	0.18
NORWEGIAN CRUISE LINE HOLDIN	37,209	6,464,230	0.06
NRG ENERGY INC	1,662	2,059,955	0.02
NUCOR CORP	1,868	2,371,549	0.02

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed shares (continued)			
<i>United States (continued)</i>			
NVIDIA CORP	585,614	850,089,985	7.75
NXP SEMICONDUCTORS NV	2,968	5,014,392	0.05
OCCIDENTAL PETROLEUM CORP	5,679	1,817,605	0.02
ONEOK INC	5,721	3,272,909	0.03
ORACLE CORP	40,915	62,071,364	0.57
O'REILLY AUTOMOTIVE INC	27,359	19,423,044	0.18
OTIS WORLDWIDE CORP	2,999	2,038,985	0.02
P G & E CORP	17,893	2,238,070	0.02
PACCAR INC	6,145	5,237,817	0.05
PACKAGING CORP OF AMERICA	1,258	2,019,329	0.02
PALANTIR TECHNOLOGIES INC-A	57,679	79,799,826	0.73
PALO ALTO NETWORKS INC	12,652	18,139,421	0.17
PARAMOUNT SKYDANCE CL B	15,234	1,588,888	0.01
PARKER HANNIFIN CORP	4,014	27,461,300	0.25
PAYCHEX INC	2,574	2,247,494	0.02
PAYCOM SOFTWARE INC	4,282	5,311,297	0.05
PAYPAL HOLDINGS INC	33,041	15,013,844	0.14
PENTAIR PLC	10,041	8,138,964	0.07
PEPSICO INC	28,218	31,521,964	0.29
PFIZER INC	108,041	20,939,319	0.19
PHILIP MORRIS INTERNATIONAL	33,082	41,301,967	0.38
PHILLIPS 66	4,754	4,774,833	0.04
PINNACLE WEST CAPITAL	3,145	2,171,295	0.02
PNC FINANCIAL SERVICES GROUP	12,737	20,693,151	0.19
PPG INDUSTRIES INC	2,450	1,953,867	0.02
PPL CORP	36,931	10,066,577	0.09
PROCTER & GAMBLE CO/THE	57,856	64,535,624	0.59
PROGRESSIVE CORP	11,575	20,516,194	0.19
PROLOGIS INC	28,041	27,862,684	0.25
PRUDENTIAL FINANCIAL INC	2,616	2,298,420	0.02
PTC INC	6,243	8,465,274	0.08
PUBLIC SERVICE ENTERPRISE GP	3,755	2,346,930	0.02
PUBLIC STORAGE	1,425	2,878,239	0.03
PULTEGROUP INC	9,649	8,806,570	0.08
QNITY ELECTRONICS INC	1,731	1,100,089	0.01
QUALCOMM INC	22,268	29,646,874	0.27
QUANTA SERVICES INC	5,353	17,585,149	0.16
QUEST DIAGNOSTICS INC	1,487	2,008,446	0.02
RALPH LAUREN CORP	3,219	8,859,723	0.08
RAYMOND JAMES FINANCIAL INC	8,311	10,388,346	0.09
REALTY INCOME CORP	10,535	4,622,290	0.04

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed shares (continued)			
<i>United States (continued)</i>			
REGENERON PHARMACEUTICALS	1,314	7,894,309	0.07
REGIONS FINANCIAL CORP	46,231	9,751,629	0.09
REPUBLIC SERVICES INC	7,886	13,008,398	0.12
RESMED INC	6,007	11,261,985	0.10
ROBINHOOD MARKETS INC - A	24,223	21,323,827	0.19
ROCKWELL AUTOMATION INC	4,660	14,111,990	0.13
ROLLINS INC	18,799	8,782,241	0.08
ROPER TECHNOLOGIES INC	1,227	4,251,146	0.04
ROSS STORES INC	3,317	4,650,828	0.04
ROYAL CARIBBEAN CRUISES LTD	8,165	17,725,988	0.16
RTX CORP	27,959	39,911,273	0.36
S&P GLOBAL INC	6,294	25,601,325	0.23
SALESFORCE INC	20,170	41,589,037	0.38
SBA COMMUNICATIONS CORP	5,915	8,905,395	0.08
SCHWAB (CHARLES) CORP	48,782	37,935,269	0.35
SEAGATE TECHNOLOGY HOLDINGS	8,443	18,097,541	0.16
SEMPRA	7,544	5,184,272	0.05
SERVICENOW INC	21,075	25,128,850	0.23
SHERWIN-WILLIAMS CO/THE	3,637	9,172,826	0.08
SIMON PROPERTY GROUP INC	11,072	15,952,567	0.15
SLB LTD	17,002	5,079,016	0.05
SMITH (A.O.) CORP	3,625	1,887,030	0.02
SNAP-ON INC	3,264	8,754,675	0.08
SOLSTICE ADV MATERIALS INC	3,064	1,158,566	0.01
SOUTHERN CO/THE	34,015	23,086,685	0.21
STARBUCKS CORP	19,509	12,787,136	0.12
STATE STREET CORP	12,869	12,922,388	0.12
STERIS PLC	5,064	9,992,647	0.09
STRYKER CORP	10,063	27,528,994	0.25
SUPER MICRO COMPUTER INC	6,051	1,378,556	0.01
SYNCHRONY FINANCIAL	17,983	11,677,745	0.11
SYNOPSYS INC	2,887	10,555,054	0.10
SYSCO CORP	19,882	11,403,633	0.10
T ROWE PRICE GROUP INC	2,563	2,042,388	0.02
TAKE-TWO INTERACTIVE SOFTWARE	1,372	2,734,133	0.02
TAPESTRY INC	11,214	11,152,290	0.10
TARGA RESOURCES CORP	1,625	2,333,589	0.02
TARGET CORP	3,422	2,603,583	0.02
TE CONNECTIVITY PLC	10,292	18,225,308	0.17
TELEDYNE TECHNOLOGIES INC	2,361	9,385,598	0.09
TESLA INC	67,505	236,294,034	2.15

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed shares (continued)			
<i>United States (continued)</i>			
TEXAS INSTRUMENTS INC	17,840	24,090,394	0.22
THE CIGNA GROUP	4,113	8,811,079	0.08
THERMO FISHER SCIENTIFIC INC	7,758	34,989,711	0.32
TJX COMPANIES INC	31,942	38,190,576	0.35
TKO GROUP HOLDINGS INC	4,969	8,083,322	0.07
T-MOBILE US INC	14,384	22,731,908	0.21
TRACTOR SUPPLY COMPANY	24,113	9,386,047	0.09
TRADE DESK INC/THE -CLASS A	5,968	1,763,314	0.02
TRANE TECHNOLOGIES PLC	7,092	21,484,051	0.20
TRANSDIGM GROUP INC	830	8,591,230	0.08
TRAVELERS COS INC/THE	7,887	17,806,325	0.16
TRIMBLE INC	14,198	8,658,463	0.08
TRUIST FINANCIAL CORP	16,137	6,180,887	0.06
TYLER TECHNOLOGIES INC	505	1,784,325	0.02
UBER TECHNOLOGIES INC	60,769	38,648,435	0.35
ULTA BEAUTY INC	2,358	11,104,039	0.10
UNION PACIFIC CORP	11,197	20,159,951	0.18
UNITED AIRLINES HOLDINGS INC	2,548	2,217,653	0.02
UNITED PARCEL SERVICE-CL B	9,736	7,516,628	0.07
UNITED RENTALS INC	2,293	14,444,381	0.13
UNITEDHEALTH GROUP INC	24,830	63,798,433	0.58
UNIVERSAL HEALTH SERVICES-B	1,429	2,424,952	0.02
US BANCORP	50,255	20,872,271	0.19
VALERO ENERGY CORP	3,407	4,316,925	0.04
VENTAS INC	20,961	12,624,533	0.11
VERALTO CORP	12,215	9,486,622	0.09
VERISIGN INC	4,364	8,252,324	0.08
VERISK ANALYTICS INC	1,074	1,869,930	0.02
VERIZON COMMUNICATIONS INC	86,579	27,447,424	0.25
VERTEX PHARMACEUTICALS INC	4,505	15,896,906	0.14
VICI PROPERTIES INC	45,992	10,066,355	0.09
VISA INC-CLASS A SHARES	42,776	116,767,756	1.06
VISTRA CORP	3,885	4,878,438	0.04
VULCAN MATERIALS CO	5,456	12,112,365	0.11
WABTEC CORP	1,444	2,399,043	0.02
WALMART INC	107,660	93,358,349	0.85
WALT DISNEY CO/THE	52,045	46,087,313	0.42
WARNER BROS DISCOVERY INC	17,710	3,972,713	0.04
WASTE MANAGEMENT INC	5,649	9,660,420	0.09
WATERS CORP	878	2,595,723	0.02
WEC ENERGY GROUP INC	13,966	11,463,954	0.10

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Portfolio Statement as at 31 December 2025 (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>
Listed shares (continued)			
<i>United States (continued)</i>			
WELLS FARGO & CO	71,051	51,541,935	0.47
WELLTOWER INC	19,123	27,626,891	0.25
WEST PHARMACEUTICAL SERVICES	1,039	2,225,071	0.02
WESTERN DIGITAL CORP	3,706	4,969,237	0.05
WILLIAMS COS INC	17,696	8,279,354	0.08
WILLIAMS-SONOMA INC	6,258	8,698,960	0.08
WILLIS TOWERS WATSON PLC	813	2,079,375	0.02
WORKDAY INC-CLASS A	2,011	3,361,867	0.03
WR BERKLEY CORP	16,457	8,981,879	0.08
WW GRAINGER INC	373	2,929,518	0.03
WYNN RESORTS LTD	2,196	2,056,747	0.02
XCEL ENERGY INC	5,016	2,883,643	0.03
XYLEM INC	10,576	11,210,097	0.10
YUM! BRANDS INC	2,128	2,505,692	0.02
ZEBRA TECHNOLOGIES CORP-CL A	849	1,604,600	0.01
ZOETIS INC	15,280	14,963,998	0.14
		<u>10,813,089,761</u>	<u>98.56</u>
Total listed shares		<u>10,839,204,265</u>	<u>98.80</u>
Total investments		10,839,204,265	98.80
Other net assets		<u>131,581,459</u>	<u>1.20</u>
Total net asset value		<u>10,970,785,724</u>	<u>100.00</u>
Total cost of investments		<u>6,871,074,574</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)

Statement of movements in portfolio holdings

Principal Asian Bond Fund

	<i>% of net assets as at 31 December 2025</i>	<i>% of net assets as at 31 December 2024</i>
Listed/quoted debt instruments		
Non-certificates of deposit	96.85	96.96
Forward contracts (by currency)		
United States Dollar	<u>(0.04)</u>	<u>0.07</u>
	96.81	97.03
Other net assets	<u>3.19</u>	<u>2.97</u>
Total net assets	<u>100.00</u>	<u>100.00</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 2025</i>	<i>% of net assets as at 31 December 2024</i>
Listed shares (by country/by region)		
Australia	8.75	14.31
China	4.52	0.20
Hong Kong	29.43	29.50
India	13.65	17.66
Indonesia	1.68	1.67
Malaysia	-	1.08
Singapore	3.38	5.10
South Korea	14.73	7.97
Taiwan	18.71	15.97
Thailand	0.49	0.68
The Philippines	-	2.51
United States	1.51	0.70
	96.85	97.35
Other net assets	3.15	2.65
Total net assets	<u>100.00</u>	<u>100.00</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 2025</i>	<i>% of net assets as at 31 December 2024</i>
Listed shares (by industry sector)		
Consumer discretionary	25.11	29.16
Consumer staples	2.90	4.59
Energy	1.40	1.99
Financials	23.23	20.21
Health care	5.17	4.78
Industrials	7.11	8.35
Information technology	10.52	8.31
Materials	7.35	3.95
Real Estate	1.32	1.75
Telecommunication services	12.22	12.13
Utilities	1.25	2.34
	97.58	97.56
Other net assets	2.42	2.44
Total net assets	<u>100.00</u>	<u>100.00</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 2025</i>	<i>% of net assets as at 31 December 2024</i>
Listed shares (by country/by region)		
Austria	3.37	2.16
Belgium	1.41	0.50
Denmark	0.20	3.18
France	18.69	18.47
Germany	8.00	10.23
Greece	4.51	3.27
Ireland	4.02	2.08
Italy	3.66	2.67
Netherlands	8.70	8.89
Portugal	0.37	0.62
Spain	2.79	3.62
Sweden	1.99	3.52
Switzerland	4.86	4.13
United Kingdom	33.27	31.01
United States	<u>2.94</u>	<u>2.67</u>
	98.78	97.02
Forward contracts (by country/by region)		
Hong Kong	<u>(0.52)</u>	<u>0.54</u>
	98.26	97.56
Other net assets	<u>1.74</u>	<u>2.44</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 2025</i>	<i>% of net assets as at 31 December 2024</i>
Listed/quoted debt instruments		
Certificates of deposit	3.21	7.96
Non-certificates of deposit	<u>94.19</u>	<u>89.99</u>
	97.40	97.95
Other net assets	<u>2.60</u>	<u>2.05</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 2025</i>	<i>% of net assets as at 31 December 2024</i>
Listed/quoted debt instruments		
Certificates of deposit	-	1.71
Non-certificates of deposit	<u>96.00</u>	<u>92.80</u>
	96.00	94.51
Other net assets	<u>4.00</u>	<u>5.49</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 2025</i>	<i>% of net assets as at 31 December 2024</i>
Listed shares (by industry sector)		
Consumer discretionary	23.89	27.03
Communication services	12.11	-
Consumer staples	1.00	2.20
Energy	1.53	1.75
Financials	32.81	31.16
Health care	4.24	3.00
Industrials	6.35	6.60
Information technology	6.87	5.86
Materials	4.78	1.81
Real Estate	3.05	4.29
Telecommunication services	-	12.09
Utilities	1.64	2.34
	98.27	98.13
Other net assets	1.73	1.87
Total net assets	<u>100.00</u>	<u>100.00</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 2025</i>	<i>% of net assets as at 31 December 2024</i>
Listed/quoted debt instruments (by currency)		
Non-certificates of deposit (by currency)		
Australian Dollar	2.17	6.69
British Pound	4.57	8.29
Canadian Dollar	2.12	1.91
Czech Koruna	0.31	0.26
Danish Krone	0.13	0.20
Euro	24.25	14.27
Hungarian Forint	0.18	0.50
Israeli New Shekel	0.87	-
Indonesia Rupiah	-	2.94
Indian Rupee	0.21	4.15
Japanese Yen	9.49	10.38
Malaysian Ringgit	2.66	1.71
Mexican Dollar	2.28	5.87
New Zealand Dollar	0.60	3.54
Norwegian Krone	3.66	2.76
Polish Zloty	0.25	0.48
Renminbi	7.54	-
Rupiah	0.08	-
Romanian Leu	-	0.21
Singapore Dollar	0.23	0.63
Swedish Krona	1.20	-
United States Dollar	34.81	29.59
	97.61	94.38
Forward contracts (by currency)		
United States Dollar	(0.04)	0.43
	97.57	94.81
Other net assets	2.43	5.19
Total net assets	100.00	100.00

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 2025</i>	<i>% of net assets as at 31 December 2024</i>
Listed shares (by country/by region)		
Belgium	0.71	-
Canada	4.76	1.90
France	4.80	3.45
Germany	1.34	-
Hong Kong	4.05	4.47
Ireland	2.39	1.25
Japan	3.36	5.66
Netherlands	3.67	6.36
South Korea	-	1.37
Spain	-	1.16
Sweden	-	1.13
Taiwan	2.30	-
United Kingdom	7.92	4.47
United States	63.60	66.98
	98.90	98.20
Other net assets	1.10	1.80
Total net assets	100.00	100.00

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 2025</i>	<i>% of net assets as at 31 December 2024</i>
Listed/quoted debt instruments		
Fixed coupon rate debt instruments	69.13	67.49
Floating coupon rate debt instruments	<u>26.92</u>	<u>28.48</u>
	96.05	95.97
Other net assets	<u>3.95</u>	<u>4.03</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 2025</i>	<i>% of net assets as at 31 December 2024</i>
Listed shares (by industry sector)		
Consumer discretionary	10.53	10.80
Communication services	10.76	-
Consumer staples	4.43	5.15
Energy	2.10	2.69
Financials	14.24	14.12
Health care	9.25	9.08
Industrials	8.29	8.67
Information technology	33.97	31.19
Materials	1.29	1.70
Real Estate	1.62	2.30
Telecommunication services	-	9.11
Utilities	2.32	2.96
	98.80	97.77
Other net assets	1.20	2.23
Total net assets	<u>100.00</u>	<u>100.00</u>

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Investment income and performance

	Year ended 31 December 2025										
	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\$
Investment performance											
Net gains of investments – realised	37,707,608	784,071,608	579,628,695	32,510,541	133,493,006	139,877,790	2,444,789,767	213,149,551	726,574,629	49,618,821	520,906,356
Net gains of investments – unrealised	22,586,977	371,087,317	481,939,093	1,240,757,050	105,526,403	18,810,144	440,198,388	304,315,534	73,280,846	39,722,387	1,026,994,061
	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\$
Investment performance											
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	(6,801,757)	172,648,040	823,963,956	(340,457,186)	61,086,638	18,476,009	2,424,333,236	(327,008,614)	(380,452,166)	4,852,764	1,340,392,542
	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\$
Investment performance											
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	36,517,250	317,032,779	(76,750,969)	355,516,187	362,625,292	56,270,268	(516,096,569)	851,303,371	840,181,122	196,335,351	1,299,323,969

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Investment income and performance (continued)

	Year ended 31 December 2025										
	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\$
Income derived from investments											
Bank interest	48	1,921,994	3,826	1,170,654	-	648	19,872	1,468,208	568,272	257,274	447,536
Fixed deposit interest	-	-	-	-	-	1,496,200	-	-	-	-	-
Gross dividend income	-	127,544,354	109,007,461	154,295,202	-	-	290,641,313	-	60,921,632	-	124,138,675
Other income	86	31,213	-	16,154	215	-	19,752	860	100,208	74,218	68,868
	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\$
Income derived from investments											
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\$
Income derived from investments											
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

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
22,857,827	152,934	6,777,786	-	-	-

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
488,061,519	1,814,975	95,757,347	-	-	-

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
2,500,000,000	4,567,167	125,898,622	-	-	-

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. In the long term, the return of the Principal Hong Kong Bond Fund is expected to be comparable to the inflation rates in Hong Kong.

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 maximize 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.

Clarification of investment policy of certain Funds with Effective date on 2 January 2026

The manager published the notice on 28 November 2025, which announce the following change will take effect on 2 January 2026.

The investment policies of the Principal International Bond Fund, Principal International Equity Fund and Principal Hong Kong Bond Fund will be enhanced to clarify that each of the Sub-Funds will not invest more than 20% of its respective net asset value in Mainland China market.

PRINCIPAL LIFE STYLE FUND

INVESTMENT REPORT (continued)

Investment objectives and policies (continued)

Clarification of investment policy of certain Funds with Effective date on 2 January 2026 (continued)

The investment objectives and policies will be modified accordingly, as described below:

Principal International Bond Fund

The investment objective of the Principal International Bond Fund is to protect and maximize 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 will not invest more than 20% of its net asset value in Mainland China market (for example onshore debt 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 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 will not invest more than 20% of its net asset value in Mainland China market (for example China A-Shares and China B-Shares).

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)

Clarification of investment policy of certain Funds with Effective date on 2 January 2026 (continued)

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).

The Sub-Fund will not invest more than 20% of its net asset value in Mainland China market (for example onshore debt securities).

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. In the long term, the return of the Principal Hong Kong Bond Fund is expected to be comparable to 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

Hong Kong
24 April 2026

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

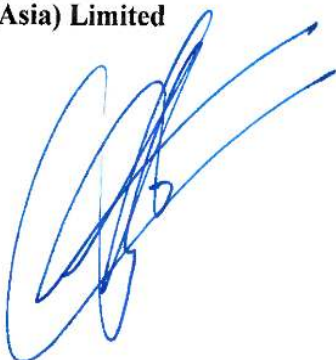
We hereby confirm that:

- (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 2025;
- (2) during the year ended 31 December 2025, 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 2025 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 2025; and
- (5) in our opinion, there are no material changes which have not been reported to the Authority during the year ended 31 December 2025.

We declare that, during the year ended 31 December 2025, 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
24 April 2026

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 110 to 185, which comprise the statements of net assets attributable to unitholders as at 31 December 2025, 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 2025 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 2025, and of their financial transactions and cash flows for the year then ended in accordance with HKFRS Accounting Standards as 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* as 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 HKFRS Accounting Standards as 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.

The engagement partner on the audit resulting in this independent auditor's report is WONG, Sui Yan (practising certificate number: P06306).



Certified Public Accountants
Hong Kong
24 April 2026

PRINCIPAL LIFE STYLE FUND

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Year ended 31 December 2025

		2025										
	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\$
Income												
		48	1,921,994	3,826	1,170,654	-	648	19,872	1,468,208	568,272	257,274	447,536
Bank interest income		-	-	-	-	-	1,496,200	-	-	-	-	-
Fixed deposit interest income		-	127,544,354	109,007,461	154,295,202	-	-	290,641,313	-	60,921,632	-	124,138,675
Gross dividend income		86	31,213	-	16,154	215	-	19,752	860	100,208	74,218	68,868
Other income		134	129,497,561	109,011,287	155,482,010	215	1,496,848	290,680,937	1,469,068	61,590,112	331,492	124,655,079
Expenses												
		(8,207)	(71,729)	(57,358)	(56,223)	(83,682)	(36,950)	(179,241)	(75,691)	(48,429)	(9,573)	(102,452)
Auditor's remuneration		(1,270)	-	-	(2,595)	(4,400)	(50)	(1,300)	-	-	-	-
Bank charges		-	-	-	-	-	-	(44,810)	-	-	-	-
Distribution fees		(21,350)	-	-	-	-	-	-	-	-	-	-
Formation costs	5	-	(474,574)	(9,433,744)	(58,769)	(8,269,194)	(801,620)	(9,936,031)	(4,372,522)	(3,399,182)	-	(11,780,248)
Investment management fees	14(a)	(47,213)	(40,984,758)	(16,519,223)	(7,649,723)	(38,284)	(22,825)	(50,686,715)	(3,847,166)	(5,761,190)	(55,908)	(38,154)
Investment transaction costs	6	(29,832)	(277,904)	(21,410)	(100,224)	(26,112)	(15,403)	(36,497)	(122,171)	(222,787)	(17,849)	(17,768)
Legal and other professional fees		(97,923)	(75,460)	(102,935)	(42,432)	(71,057)	(76,666)	(271,003)	(76,643)	(52,248)	(70,555)	(79,106)
Operating expenses		(74,193)	(2,348,233)	(1,262,194)	(658,877)	(294,365)	(369,333)	(2,577,380)	(681,250)	(572,897)	(83,776)	(59,390)
Sub-custodian fees		-	(88,678)	(1,637,262)	(11,754)	(2,327,163)	(370,775)	(1,844,472)	(1,092,869)	(566,530)	-	(1,963,375)
Trustee fees	14(b)	(279,988)	(44,321,336)	(29,034,126)	(8,580,597)	(11,114,257)	(1,693,622)	(65,577,449)	(10,268,312)	(10,623,263)	(237,661)	(14,040,493)
Gains/(losses) on investments and exchange difference												
		72,955,566	2,558,446,030	1,455,948,842	1,814,787,147	273,901,704	168,358,814	4,222,770,740	1,380,201,314	1,418,614,351	105,789,768	2,096,832,018
Gains on investments	3	(12,660,981)	(1,403,287,105)	(394,381,054)	(541,519,556)	(34,882,295)	(9,670,880)	(1,337,782,585)	(862,736,229)	(618,758,876)	(16,448,560)	(548,931,601)
Losses on investments	3	497,639	(20,082,835)	(2,396,484)	1,100,984	(807,542)	(341,349)	(3,136,733)	55,302,183	(870,308)	(493,750)	(1,145,162)
Exchange gain/(loss)		60,792,224	1,135,076,090	1,059,171,304	1,274,368,575	238,211,867	158,346,585	2,881,851,422	572,767,268	798,985,167	88,847,458	1,546,755,255
		60,512,370	1,220,252,315	1,139,148,465	1,421,269,988	227,097,825	158,149,811	3,106,954,910	563,968,024	849,952,016	88,941,289	1,657,369,841
Net income before tax		60,512,370	1,220,252,315	1,139,148,465	1,421,269,988	227,097,825	158,149,811	3,106,954,910	563,968,024	849,952,016	88,941,289	1,657,369,841
Taxation	9	(11,383)	(45,217,171)	(7,981,762)	(16,573,481)	-	-	(13,873,500)	(260,718)	(8,780,332)	15	(34,998,939)
		60,500,987	1,175,035,144	1,131,166,703	1,404,696,507	227,097,825	158,149,811	3,093,081,410	563,707,306	841,171,684	88,941,304	1,622,370,902
Net income for the year	12	60,500,987	1,175,035,144	1,131,166,703	1,404,696,507	227,097,825	158,149,811	3,093,081,410	563,707,306	841,171,684	88,941,304	1,622,370,902
Distributions to unitholders	12,13	-	-	(590,816)	-	(11,683,744)	-	(926,987)	-	-	-	-
		60,500,987	1,175,035,144	1,130,575,887	1,404,696,507	215,414,081	158,149,811	3,092,154,423	563,707,306	841,171,684	88,941,304	1,622,370,902
Increase in net assets attributable to unitholders		60,500,987	1,175,035,144	1,130,575,887	1,404,696,507	215,414,081	158,149,811	3,092,154,423	563,707,306	841,171,684	88,941,304	1,622,370,902

PRINCIPAL LIFE STYLE FUND

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

Year ended 31 December 2025

		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\$
Income												
		56	3,218,797	465	1,631,200	136	715	35,537	1,610,323	1,836,208	404,467	485,937
		-	-	-	-	-	7,062,501	-	-	-	-	-
		-	144,179,209	104,732,928	90,490,713	-	-	479,979,912	9	72,902,566	-	102,703,040
		381	2,373	-	20,507	307,419	192,698	-	-	3,274	130,859	18,793
		437	147,400,379	104,733,393	92,142,420	307,555	7,255,914	480,015,449	1,610,332	74,742,048	535,326	103,207,770
Expenses												
		(5,989)	(73,008)	(81,781)	(44,393)	(184,236)	(45,544)	(200,512)	(67,604)	(51,046)	(29,351)	(83,889)
		(1,662)	(392)	-	(4,729)	(2,085)	(2,680)	(3,131)	(410)	(413)	-	-
		-	-	-	-	-	-	(67,129)	-	-	-	-
	5	(34,179)	-	-	-	-	-	-	-	-	-	-
	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)
	6	(6,412)	(11,500,935)	(14,116,220)	(13,665,967)	-	-	(49,374,827)	(361,892)	(7,737,467)	-	(1,662,238)
		(148,736)	(415,337)	(21,411)	(42,718)	(26,112)	(15,402)	(36,498)	(108,240)	(273,192)	(17,850)	(17,769)
		(38,800)	(47,386)	(22,753)	(33,703)	(214,078)	(196,021)	(116,388)	(157,596)	(65,197)	(191,694)	(74,460)
		(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)
	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)
		(320,588)	(15,466,854)	(25,511,647)	(14,403,597)	(10,510,555)	(1,743,303)	(63,949,568)	(7,074,411)	(13,679,684)	(294,754)	(11,308,371)
Gains/(losses) on investments and exchange difference												
	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
	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)
		(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)
		23,277,183	477,637,121	545,649,543	(18,596,913)	121,034,829	141,688,272	1,599,072,888	(157,313,580)	541,244,685	29,833,889	1,476,598,195
Net income/(loss) before tax		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)
Net income/(loss) for the year		12	22,957,032	564,554,530	618,067,186	49,667,359	110,831,829	147,200,883	1,995,502,382	(162,834,462)	584,507,697	1,539,363,973
Distributions to unitholders		12,13	-	-	(649,413)	-	(9,651,115)	-	(1,492,513)	-	-	-
Increase/(decrease) in net assets attributable to unitholders			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	1,539,363,973

PRINCIPAL LIFE STYLE FUND

STATEMENT OF NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

31 December 2025

		2025										
	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\$
Assets												
Investments measured at fair value												

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


 Director

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


 Director


 Director

PRINCIPAL LIFE STYLE FUND

STATEMENT OF NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

31 December 2025

		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\$
Assets												
Investments measured at fair value												

PRINCIPAL LIFE STYLE FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

Year ended 31 December 2025

		2025										
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 US Equity Fund HK\$
Balance brought forward		685,737,225	6,246,487,786	3,832,347,812	4,238,244,574	3,057,213,440	3,093,768,979	12,931,784,190	6,489,947,927	4,241,946,471	855,790,869	10,447,173,218
Amounts received and receivable on issue of units		260,353,476	494,545,040	903,560,515	954,916,306	1,234,622,234	2,036,253,887	1,605,931,213	1,179,615,474	622,149,465	647,234,842	2,748,603,299
Amounts paid and payable on redemptions of units		(199,148,019)	(2,896,563,232)	(1,832,219,690)	(840,643,945)	(770,740,710)	(2,320,630,445)	(10,840,067,959)	(1,961,123,045)	(2,226,658,303)	(528,515,951)	(3,847,361,695)
Increase in net assets attributable to unitholders	12	<u>60,500,987</u>	<u>1,175,035,144</u>	<u>1,130,575,887</u>	<u>1,404,696,507</u>	<u>215,414,081</u>	<u>158,149,811</u>	<u>3,092,154,423</u>	<u>563,707,306</u>	<u>841,171,684</u>	<u>88,941,304</u>	<u>1,622,370,902</u>
Net assets carried forward		<u>807,443,669</u>	<u>5,019,504,738</u>	<u>4,034,264,524</u>	<u>5,757,213,442</u>	<u>3,736,509,045</u>	<u>2,967,542,232</u>	<u>6,789,801,867</u>	<u>6,272,147,662</u>	<u>3,478,609,317</u>	<u>1,063,451,064</u>	<u>10,970,785,724</u>
Units in issue												
At the beginning 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	-	-	-	-
Units issued												
- Pension class	10	24,361,838.8625	6,714,221.2459	44,476,145.7653	34,058,471.8286	62,282,185.2442	120,097,527.9622	31,652,401.2865	62,750,536.2363	9,750,541.7638	31,154,910.4281	30,255,220.9418
- Retail class	10	-	52,801.4150	1,154,244.6028	-	11,305,266.6796	10,298,365.0147	2,549,286.7101	113,992.0976	373,662.1064	-	9,188,354.2334
- Investment class	10	-	65,164.3114	2,740,573.7429	62,910.1838	-	-	1,997,908.2429	3,150,287.3730	-	-	-
- I6 class	10	-	-	-	-	-	-	-	-	-	-	-
- R6 class	10	-	-	23,388.9370	-	24,626,720.7316	-	230,021.3786	-	-	-	-
- R2 class	10	-	-	-	-	-	-	131,601.1468	-	-	-	-
Units redeemed												
- Pension class	10	(18,825,046.3343)	(38,476,631.5396)	(84,794,878.5889)	(28,723,316.9906)	(17,151,417.3798)	(136,871,111.5861)	(242,313,776.1647)	(99,802,284.8281)	(33,258,791.3851)	(24,776,950.9005)	(47,995,797.8751)
- Retail class	10	-	(141,396.9913)	(8,475,264.3053)	-	(33,359,260.8004)	(11,251,591.1454)	(4,901,050.6872)	(79,188.3960)	(1,738,455.9526)	-	(2,852,220.4602)
- Investment class	10	-	(169,954.5324)	(5,075,955.8449)	(128,029.7829)	-	-	(3,053,957.4616)	(12,216,972.2842)	-	-	-
- I6 class	10	-	-	-	-	-	-	-	-	-	-	-
- R6 class	10	-	-	(781,932.7640)	-	(12,458,015.0498)	-	(1,607,341.8224)	-	-	-	-
- R2 class	10	-	-	-	-	-	-	(667,540.3668)	-	-	-	-
At the end of the year												
- Pension class	10	73,454,248.9139	60,709,626.0645	150,281,703.7874	178,213,710.9919	184,530,721.5716	172,576,095.6348	114,367,037.8616	312,534,883.1174	44,508,213.6206	48,492,842.9202	111,392,558.0410
- Retail class	10	-	409,839.1937	13,233,897.5631	-	57,017,334.6116	12,684,889.2865	8,390,611.6001	61,646.4931	5,374,712.1539	-	26,867,865.8763
- Investment class	10	-	558,065.3476	37,441,403.8133	161,801.8767	-	-	15,263,048.6294	35,537,928.4002	-	-	-
- I6 class	10	-	-	-	-	-	-	-	-	-	-	-
- R6 class	10	-	-	1,924,073.0087	-	37,408,605.4953	-	2,983,804.6720	-	-	-	-
- R2 class	10	-	-	-	-	-	-	627,144.3161	-	-	-	-

PRINCIPAL LIFE STYLE FUND

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

Year ended 31 December 2025

		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 US Equity Fund HK\$
Balance brought forward		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
Net assets carried forward		685,737,225	6,246,487,786	3,832,347,812	4,238,244,574	3,057,213,440	3,093,768,979	12,931,784,190	6,489,947,927	4,241,946,471	855,790,869	10,447,173,218
Units in issue												
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 CASH FLOWS

Year ended 31 December 2025

	2025										
	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\$
Cash flows from operating activities											
Dividend received net of withholding tax	-	118,461,353	91,698,320	136,219,258	-	-	263,333,709	-	51,524,124	-	90,030,427
Interest received net of withholding tax	26,326,140	1,921,994	3,826	1,170,654	98,022,612	118,700,171	19,872	173,773,840	568,272	41,071,968	447,536
Other income received	86	31,213	-	16,154	215	-	19,752	860	100,208	74,218	82,306
Operating expenses paid	(257,620)	(44,322,917)	(28,949,371)	(8,588,124)	(10,923,429)	(1,657,037)	(65,208,923)	(10,366,391)	(10,616,403)	(263,452)	(14,324,402)
Capital gain tax paid	(6,060)	(36,034,363)	-	-	-	-	-	(111,394)	(4,904)	-	-
Exchange gain/(loss)	497,639	(20,082,835)	(2,396,484)	1,100,984	(807,542)	(341,349)	(3,136,733)	55,302,183	(870,308)	(493,750)	(1,145,162)
Net deposits with maturity over 3 months placed at banks	-	-	-	-	-	12,000,000	-	-	-	-	-
Net cash flows from operating activities	<u>26,560,185</u>	<u>19,974,445</u>	<u>60,356,291</u>	<u>129,918,926</u>	<u>86,291,856</u>	<u>128,701,785</u>	<u>195,027,677</u>	<u>218,599,098</u>	<u>40,700,989</u>	<u>40,388,984</u>	<u>75,090,705</u>
Cash flows from investing activities											
Purchase of investment securities	(953,218,225)	(9,270,075,643)	(3,717,494,043)	(1,912,514,969)	(3,457,202,162)	(1,832,023,211)	(7,577,206,362)	(30,746,245,133)	(2,865,442,211)	(1,164,813,737)	(2,068,718,402)
Proceeds from sale of investment securities	869,697,814	11,630,617,889	4,597,458,773	1,654,299,260	2,929,909,573	1,962,771,319	16,455,786,461	31,135,829,668	4,390,328,463	1,010,047,007	2,991,598,735
Net cash flows (used in)/from investing activities	<u>(83,520,411)</u>	<u>2,360,542,246</u>	<u>879,964,730</u>	<u>(258,215,709)</u>	<u>(527,292,589)</u>	<u>130,748,108</u>	<u>8,878,580,099</u>	<u>389,584,535</u>	<u>1,524,886,252</u>	<u>(154,766,730)</u>	<u>922,880,333</u>
Cash flows from financing activities											
Subscriptions received	257,411,623	496,099,986	907,221,650	955,224,436	1,234,270,457	2,045,884,738	1,603,703,736	1,187,663,358	625,794,425	646,526,717	2,771,522,401
Redemptions paid	(198,568,974)	(2,896,996,733)	(1,834,814,005)	(840,898,044)	(764,730,399)	(2,327,689,868)	(10,784,249,800)	(1,961,776,878)	(2,230,344,152)	(528,321,232)	(3,844,076,856)
Distribution paid	-	-	(565,109)	-	(12,482,289)	-	(945,811)	-	-	-	-
Net cash flows from/(used in) financing activities	<u>58,842,649</u>	<u>(2,400,896,747)</u>	<u>(928,157,464)</u>	<u>114,326,392</u>	<u>457,057,769</u>	<u>(281,805,130)</u>	<u>(9,181,491,875)</u>	<u>(774,113,520)</u>	<u>(1,604,549,727)</u>	<u>118,205,485</u>	<u>(1,072,554,455)</u>

PRINCIPAL LIFE STYLE FUND

STATEMENT OF CASH FLOWS (continued)

Year ended 31 December 2025

	2025 (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\$
Net increase/(decrease) in cash and cash equivalents	1,882,423	(20,380,056)	12,163,557	(13,970,391)	16,057,036	(22,355,237)	(107,884,099)	(165,929,887)	(38,962,486)	3,827,739	(74,583,417)
Cash and cash equivalents at beginning of year	12,041,167	165,087,057	78,935,805	102,917,288	28,543,403	65,224,628	230,388,390	258,202,544	78,522,485	27,197,557	217,779,266
Cash and cash equivalents at end of year	<u>13,923,590</u>	<u>144,707,001</u>	<u>91,099,362</u>	<u>88,946,897</u>	<u>44,600,439</u>	<u>42,869,391</u>	<u>122,504,291</u>	<u>92,272,657</u>	<u>39,559,999</u>	<u>31,025,296</u>	<u>143,195,849</u>
Analysis of balances of cash and cash equivalents:											
Cash at banks	13,923,590	144,707,001	91,099,362	88,946,897	44,600,439	62,869,391	122,504,291	92,272,657	39,559,999	31,025,296	143,195,849
Less: Bank deposits with maturity over 3 months	-	-	-	-	-	(20,000,000)	-	-	-	-	-
	<u>13,923,590</u>	<u>144,707,001</u>	<u>91,099,362</u>	<u>88,946,897</u>	<u>44,600,439</u>	<u>42,869,391</u>	<u>122,504,291</u>	<u>92,272,657</u>	<u>39,559,999</u>	<u>31,025,296</u>	<u>143,195,849</u>

PRINCIPAL LIFE STYLE FUND

STATEMENT OF CASH FLOWS (continued)

Year ended 31 December 2025

	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\$
Cash flows from operating activities											
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	-	-	-	-	-
Net cash flows from operating activities	<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>
Cash flows from investing activities											
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	956,479,888	3,320,609,374	3,853,537,234	2,387,171,584	3,247,904,686	2,850,923,732	12,071,944,227	41,313,757,385	4,361,264,091	416,458,268	1,685,191,189
Net cash flows from/(used in) investing activities	<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>
Cash flows from financing activities											
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)	-	-	-	-
Net cash flows (used in)/from financing activities	<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 2025

	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\$
Net increase/(decrease) in cash and cash equivalents	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
Cash and cash equivalents at beginning of year	<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>
Cash and cash equivalents at end of year	<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>
Analysis of balances of cash and cash equivalents:											
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

NOTES TO FINANCIAL STATEMENTS

31 December 2025

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 2025

2.1 BASIS OF PREPARATION

These financial statements have been prepared in accordance with HKFRS Accounting Standards (which include all Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ("HKASs") and Interpretations) as 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 HKFRS Accounting Standards 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 have adopted amendments to HKAS 21 *Lack of Exchangeability* for the first time for the current year's financial statements. The Sub-funds have not early adopted any other standard or amendment that has been issued but is not yet effective.

Amendments to HKAS 21 specify how an entity shall assess whether a currency is exchangeable into another currency and how it shall estimate a spot exchange rate at a measurement date when exchangeability is lacking. The amendments require disclosures of information that enable users of financial statements to understand the impact of a currency not being exchangeable. As the currencies that the Sub-funds had transacted in were exchangeable, the amendments did not have any impact on the Sub-funds' financial statements.

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

2.3 ISSUED BUT NOT YET EFFECTIVE HONG KONG FINANCIAL REPORTING STANDARDS

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

HKFRS 18	<i>Presentation and Disclosure in Financial Statements²</i>
HKFRS 19 and its amendments	<i>Subsidiaries without Public Accountability: Disclosures²</i>
Amendments to HKFRS 9 and HKFRS 7	<i>Amendments to the Classification and Measurement of Financial Instruments¹</i>
Amendments to HKFRS 9 and HKFRS 7	<i>Contracts Referencing Nature-dependent Electricity¹</i>
Amendments to HKFRS 10 and HKAS 28	<i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture³</i>
Amendments to HKAS 21	<i>Translation to a Hyperinflationary Presentation Currency²</i>
Annual Improvements to HKFRS Accounting Standards – Volume 11	<i>Amendments to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7¹</i>

¹ Effective for annual periods beginning on or after 1 January 2026

² Effective for annual/reporting periods beginning on or after 1 January 2027

³ No mandatory effective date yet determined but available for adoption

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

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

Further information about those HKFRS Accounting Standards 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 HKFRS Accounting Standards. HKFRS 18 and the consequential amendments to other HKFRS Accounting Standards 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 *Amendments to the Classification and Measurement of Financial Instruments* 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 2025

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. However, the amendments do not address how a lessee distinguishes between a lease modification as defined in HKFRS 16 and an extinguishment of a lease liability in accordance with HKFRS 9. 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 2025

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.

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

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.

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

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 2025

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 2025

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 2025

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 2025

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 2025

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 2025

3. GAINS AND LOSSES ON INVESTMENTS

	2025										
	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	46,526,348	1,545,631,076	751,726,379	410,041,268	157,948,043	140,560,178	2,961,211,243	935,935,634	923,794,594	62,883,537	629,117,189
Net change in unrealised gains	26,429,218	1,012,814,954	704,222,463	1,404,745,879	115,953,661	27,798,636	1,261,559,497	444,265,680	494,819,757	42,906,231	1,467,714,829
Total gains on investments	<u>72,955,566</u>	<u>2,558,446,030</u>	<u>1,455,948,842</u>	<u>1,814,787,147</u>	<u>273,901,704</u>	<u>168,358,814</u>	<u>4,222,770,740</u>	<u>1,380,201,314</u>	<u>1,418,614,351</u>	<u>105,789,768</u>	<u>2,096,832,018</u>
Realised losses	(8,818,740)	(761,559,468)	(172,097,684)	(377,530,727)	(24,455,037)	(682,388)	(516,421,476)	(722,786,083)	(197,219,965)	(13,264,716)	(108,210,833)
Net change in unrealised losses	(3,842,241)	(641,727,637)	(222,283,370)	(163,988,829)	(10,427,258)	(8,988,492)	(821,361,109)	(139,950,146)	(421,538,911)	(3,183,844)	(440,720,768)
Total losses on investments	<u>(12,660,981)</u>	<u>(1,403,287,105)</u>	<u>(394,381,054)</u>	<u>(541,519,556)</u>	<u>(34,882,295)</u>	<u>(9,670,880)</u>	<u>(1,337,782,585)</u>	<u>(862,736,229)</u>	<u>(618,758,876)</u>	<u>(16,448,560)</u>	<u>(548,931,601)</u>
	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>

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

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4. INVESTMENTS MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS

		2025										
		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) Equities		-	4,861,632,169	3,936,553,021	5,686,716,531	-	-	6,672,553,160	-	3,440,418,030	-	10,839,204,265
(b) Debt securities												
Listed/quoted debt instruments		782,018,435	-	-	-	3,519,439,333	2,848,710,435	-	6,122,308,595	-	1,021,428,015	-
Certificates of deposit		-	-	-	-	119,913,241	-	-	-	-	-	-
		782,018,435	-	-	-	3,639,352,574	2,848,710,435	-	6,122,308,595	-	1,021,428,015	-
		782,018,435	4,861,632,169	3,936,553,021	5,686,716,531	3,639,352,574	2,848,710,435	6,672,553,160	6,122,308,595	3,440,418,030	1,021,428,015	10,839,204,265
		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) 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
(b) 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

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

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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 Accounting Standards, 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 2025, there is no outstanding formation cost for the Sub-funds.

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

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7. INTEREST AND DIVIDEND RECEIVABLES

		2025										
		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		9,149,595	-	-	-	48,360,074	58,416,190	-	64,436,110	-	11,936,925	-
Dividend receivables		-	3,314,845	10,300,012	2,727,911	-	-	16,580,021	-	1,680,781	-	3,826,945
		<u>9,149,595</u>	<u>3,314,845</u>	<u>10,300,012</u>	<u>2,727,911</u>	<u>48,360,074</u>	<u>58,416,190</u>	<u>16,580,021</u>	<u>64,436,110</u>	<u>1,680,781</u>	<u>11,936,925</u>	<u>3,826,945</u>
		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>

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

8. CASH AT BANKS

		2025										
		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	-	-	-	-	-	-	20,000,000	-	-	-	-	-
Cash at banks	13,923,590	144,707,001	91,099,362	88,946,897	44,600,439	42,869,391	122,504,291	92,272,657	39,559,999	31,025,296	143,195,849	
	<u>13,923,590</u>	<u>144,707,001</u>	<u>91,099,362</u>	<u>88,946,897</u>	<u>44,600,439</u>	<u>62,869,391</u>	<u>122,504,291</u>	<u>92,272,657</u>	<u>39,559,999</u>	<u>31,025,296</u>	<u>143,195,849</u>	
		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	
	<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>	

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

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9. TAXATION

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

	2025										
	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	6,060	36,034,363	-	-	-	-	-	111,394	4,904	-	-
Overseas withholding tax	5,323	9,182,808	7,981,762	16,573,481	-	-	13,873,500	149,324	8,775,428	(15)	34,998,939
	<u>11,383</u>	<u>45,217,171</u>	<u>7,981,762</u>	<u>16,573,481</u>	<u>-</u>	<u>-</u>	<u>13,873,500</u>	<u>260,718</u>	<u>8,780,332</u>	<u>(15)</u>	<u>34,998,939</u>
	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
	<u>-</u>	<u>45,016,116</u>	<u>6,804,103</u>	<u>9,474,551</u>	<u>-</u>	<u>-</u>	<u>19,636,387</u>	<u>56,803</u>	<u>17,799,352</u>	<u>-</u>	<u>29,133,621</u>

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

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10. UNITS IN ISSUE

	2025										
	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
Pension Class											
Balance brought forward	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
Issued during the year	24,361,838.8625	6,714,221.2459	44,476,145.7653	34,058,471.8286	62,282,185.2442	120,097,527.9622	31,652,401.2865	62,750,536.2363	9,750,541.7638	31,154,910.4281	30,255,220.9418
Redeemed during the year	(18,825,046.3343)	(38,476,631.5396)	(84,794,878.5889)	(28,723,316.9906)	(17,151,417.3798)	(136,871,111.5861)	(242,313,776.1647)	(99,802,284.8281)	(33,258,791.3851)	(24,776,950.9005)	(47,995,797.8751)
Balance as at 31 December 2025	<u>73,454,248.9139</u>	<u>60,709,626.0645</u>	<u>150,281,703.7874</u>	<u>178,213,710.9919</u>	<u>184,530,721.5716</u>	<u>172,576,095.6348</u>	<u>114,367,037.8616</u>	<u>312,534,883.1174</u>	<u>44,508,213.6206</u>	<u>48,492,842.9202</u>	<u>111,392,558.0410</u>
Retail Class											
Balance brought forward	-	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
Issued during the year	-	52,801.4150	1,154,244.6028	-	11,305,266.6796	10,298,365.0147	2,549,286.7101	113,992.0976	373,662.1064	-	9,188,354.2334
Redeemed during the year	-	(141,396.9913)	(8,475,264.3053)	-	(33,359,260.8004)	(11,251,591.1454)	(4,901,050.6872)	(79,188.3960)	(1,738,455.9526)	-	(2,852,220.4602)
Balance as at 31 December 2025	<u>-</u>	<u>409,839.1937</u>	<u>13,233,897.5631</u>	<u>-</u>	<u>57,017,334.6116</u>	<u>12,684,889.2865</u>	<u>8,390,611.6001</u>	<u>61,646.4931</u>	<u>5,374,712.1539</u>	<u>-</u>	<u>26,867,865.8763</u>
Investment Class											
Balance brought forward	-	662,855.5686	39,776,785.9153	226,921.4758	-	-	16,319,097.8481	44,604,613.3114	-	-	-
Issued during the year	-	65,164.3114	2,740,573.7429	62,910.1838	-	-	1,997,908.2429	3,150,287.3730	-	-	-
Redeemed during the year	-	(169,954.5324)	(5,075,955.8449)	(128,029.7829)	-	-	(3,053,957.4616)	(12,216,972.2842)	-	-	-
Balance as at 31 December 2025	<u>-</u>	<u>558,065.3476</u>	<u>37,441,403.8133</u>	<u>161,801.8767</u>	<u>-</u>	<u>-</u>	<u>15,263,048.6294</u>	<u>35,537,928.4002</u>	<u>-</u>	<u>-</u>	<u>-</u>
I6 Class											
Balance brought forward	-	-	-	-	-	-	-	-	-	-	-
Issued during the year	-	-	-	-	-	-	-	-	-	-	-
Redeemed during the year	-	-	-	-	-	-	-	-	-	-	-
Balance as at 31 December 2025	<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

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10. UNITS IN ISSUE (continued)

	2025 (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
R6 Class											
Balance brought forward	-	-	2,682,616.8357	-	25,239,899.8135	-	4,361,125.1158	-	-	-	-
Issued during the year	-	-	23,388.9370	-	24,626,720.7316	-	230,021.3786	-	-	-	-
Redeemed during the year	-	-	(781,932.7640)	-	(12,458,015.0498)	-	(1,607,341.8224)	-	-	-	-
Balance as at 31 December 2025	-	-	1,924,073.0087	-	37,408,605.4953	-	2,983,804.6720	-	-	-	-
R2 Class											
Balance brought forward	-	-	-	-	-	-	1,163,083.5361	-	-	-	-
Issued during the year	-	-	-	-	-	-	131,601.1468	-	-	-	-
Redeemed during the year	-	-	-	-	-	-	(667,540.3668)	-	-	-	-
Balance as at 31 December 2025	-	-	-	-	-	-	627,144.3161	-	-	-	-
Net asset value per unit											
- Pension class	10.9924	81.9953	21.3867	32.2813	14.4750	16.1622	51.0129	18.5235	71.9647	21.9300	87.7068
- Retail class	-	58.8754	15.4824	-	12.8005	14.0575	38.0937	11.8548	51.2743	-	44.6963
- Investment class	-	31.2980	15.9946	26.1929	-	-	39.2596	13.5675	-	9.0996	-
- I6 class	-	10.0000	-	13.3118	-	-	13.3368	-	10.0000	-	-
- R6 class	-	-	8.5649	-	8.9703	-	9.6692	-	-	-	-
- R2 class	-	-	-	-	-	-	12.5877	-	-	-	-

PRINCIPAL LIFE STYLE FUND

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10. UNITS IN ISSUE (continued)

	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
Pension Class											
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>
Retail Class											
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>
Investment Class											
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>
I6 Class											
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 2025

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
R6 Class											
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	-	-	-	-
R2 Class											
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	-	-	-	-
Net asset value per unit											
- 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

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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 2025 and 2024 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 HKFRS Accounting Standards. The following reconciliation provides details of these differences for 2025 and 2024:

	2025										
	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 2025/ Dealing NAV as at 31 December 2025	<u>807,443,669</u>	<u>5,019,504,738</u>	<u>4,034,264,524</u>	<u>5,757,213,442</u>	<u>3,736,509,045</u>	<u>2,967,542,232</u>	<u>6,789,801,867</u>	<u>6,272,147,662</u>	<u>3,478,609,317</u>	<u>1,063,451,064</u>	<u>10,970,785,724</u>
	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>

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

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

	2025										
	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\$
Net income for the year before distribution to unitholders	<u>60,500,987</u>	<u>1,175,035,144</u>	<u>1,131,166,703</u>	<u>1,404,696,507</u>	<u>227,097,825</u>	<u>158,149,811</u>	<u>3,093,081,410</u>	<u>563,707,306</u>	<u>841,171,684</u>	<u>88,941,304</u>	<u>1,622,370,902</u>
Distributions to unitholders	-	-	(590,816)	-	(11,683,744)	-	(926,987)	-	-	-	-
Increase in net assets attributable to unitholders	<u>60,500,987</u>	<u>1,175,035,144</u>	<u>1,130,575,887</u>	<u>1,404,696,507</u>	<u>215,414,081</u>	<u>158,149,811</u>	<u>3,092,154,423</u>	<u>563,707,306</u>	<u>841,171,684</u>	<u>88,941,304</u>	<u>1,622,370,902</u>
	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\$
Net income/(loss) for the year before distribution to unitholders	<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)	-	-	-	-
Increase/(decrease) in net assets attributable to unitholders	<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>

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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 2025 and 2024 are as follows:

	2025								
	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			1,131,166,703			227,097,825			3,093,081,410
Distribution for Q1 2025 (paid at 08 April 2025)	2,326,106.8470	0.0302	(70,249)	20,097,741.5361	0.0848	(1,704,288)	4,065,122.3736	0.0534	(217,077)
*Distribution for April 2025 (paid at 09 May 2025)	2,326,683.4834	0.0240	(55,840)	18,795,547.5626	0.0329	(618,374)	4,066,858.0055	0.0200	(81,337)
*Distribution for May 2025 (paid at 06 June 2025)	2,327,156.8605	0.0250	(58,179)	23,064,811.5949	0.0332	(765,752)	4,067,435.9708	0.0211	(85,823)

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

13. DISTRIBUTION (continued)

	2025 (continued)								
	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\$
*Distribution for June 2025 (paid at 08 July 2025)	2,328,824.3376	0.0258	(60,084)	29,323,864.1151	0.0333	(976,485)	4,071,330.7158	0.0218	(88,755)
*Distribution for July 2025 (paid at 07 August 2025)	2,128,122.2865	0.0265	(56,395)	38,691,480.6676	0.0332	(1,284,557)	3,774,559.6453	0.0225	(84,928)
*Distribution for August 2025 (paid at 05 September 2025)	2,128,543.4174	0.0276	(58,748)	38,983,883.4162	0.0330	(1,286,468)	3,513,423.1936	0.0231	(81,160)
*Distribution for September 2025 (paid at 09 October 2025)	2,109,697.6233	0.0297	(62,658)	39,200,100.5744	0.0329	(1,289,683)	2,975,393.0042	0.0249	(74,087)
*Distribution for October 2025 (paid at 07 November 2025)	2,110,127.9357	0.0286	(60,350)	38,364,065.4453	0.0329	(1,262,178)	2,980,005.5944	0.0240	(71,520)
*Distribution for November 2025 (paid at 05 December 2025)	1,923,644.0566	0.0283	(54,439)	38,339,876.4586	0.0330	(1,265,216)	2,982,621.7688	0.0239	(71,285)
*Distribution for December 2025 (paid at 08 January 2026)	1,924,073.0087	0.0280	(53,874)	37,408,605.4953	0.0329	(1,230,743)	2,983,804.6720	0.0238	(71,015)
Transfer to capital			(1,130,575,887)			(215,414,081)			(3,092,154,423)
Undistributed profit/(loss) carried forward			-			-			-

*Effective from 24 April 2025, the distribution policy of R6 Class Units has been changed such that dividend will be paid on a monthly basis and will distribute a set level of net income determined by the Manager on a regular basis.

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13. DISTRIBUTION (continued)

	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

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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.

	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	**0.80%	N/A	0.80%	**0.80%	**0.80%
Principal Hong Kong Dollar Savings Fund	Nil	**0.50%	0.60%	0.80%	**0.50%	**0.50%
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%

** Effective 24 April 2025, the management fee for the Retail Class Units, R2 Class Units, and R6 Class Units of Principal Hong Kong Dollar Savings Fund has been increased from 0.25% to 0.50% and Principal Hong Kong Bond Fund has been increased from 0.50% to 0.80%.

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

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

14. RELATED PARTY TRANSACTIONS (continued)

- (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

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14. RELATED PARTY TRANSACTIONS (continued)

		2025									
	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	-	39,607	846,102	3,775	806,036	85,539	929,114	354,740	300,560	-	1,306,789
Trustee fee payable	-	7,378	149,056	755	201,302	34,214	173,282	88,651	50,093	-	217,798
	-	46,985	995,158	4,530	1,007,338	119,753	1,102,396	443,391	350,653	-	1,524,587
		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
	-	46,716	902,780	4,744	725,387	74,698	921,899	498,341	354,837	-	983,940

PRINCIPAL LIFE STYLE FUND

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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\$55,492,623,809 (2024: HK\$56,305,692,411) of business with the brokers on behalf of the Sub-funds and commission of HK\$21,524,402 (2024: HK\$18,666,285) 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 2025 (2024: Nil).

17. SECURITY LENDING ARRANGEMENTS

During the year ended 31 December 2025, the Sub-funds did not enter into any security lending arrangements (2024: Nil).

18. NEGOTIABILITY OF ASSETS

At 31 December 2025, there was no statutory or contractual requirement restricting the negotiability of the assets of the Sub-funds (2024: Nil).

19. COMMITMENTS

The Sub-funds had no commitments as at 31 December 2025 (2024: Nil).

20. CONTINGENT LIABILITIES

The Sub-funds had no contingent liabilities as at 31 December 2025 (2024: Nil).

PRINCIPAL LIFE STYLE FUND

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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

	2025			2024		
	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	782,018,435	-	782,018,435	664,909,796	-	664,909,796
Derivative financial instruments	147,748	-	147,748	468,703	-	468,703
Interest and dividend receivables	-	9,149,595	9,149,595	-	7,958,695	7,958,695
Amounts receivable on subscriptions	-	5,016,831	5,016,831	-	2,074,978	2,074,978
Cash at banks	-	13,923,590	13,923,590	-	12,041,167	12,041,167
	<u>782,166,183</u>	<u>28,090,016</u>	<u>810,256,199</u>	<u>665,378,499</u>	<u>22,074,840</u>	<u>687,453,339</u>

Financial liabilities

	2025			2024		
	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	495,003	-	495,003	-	-	-
Amounts payable on redemptions	-	2,261,010	2,261,010	-	1,681,965	1,681,965
Accrual and other payables	-	56,517	56,517	-	34,149	34,149
	<u>495,003</u>	<u>2,317,527</u>	<u>2,812,530</u>	<u>-</u>	<u>1,716,114</u>	<u>1,716,114</u>

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

21. FINANCIAL INSTRUMENTS BY CATEGORY (continued)

Principal Asian Equity Fund

Financial assets

	2025			2024		
	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	4,861,632,169	-	4,861,632,169	6,081,036,037	-	6,081,036,037
Interest and dividend receivables	-	3,314,845	3,314,845	-	3,414,652	3,414,652
Amounts receivable from brokers	-	37,548,663	37,548,663	-	-	-
Amounts receivable on subscriptions	-	4,557,629	4,557,629	-	6,112,575	6,112,575
Cash at banks	-	144,707,001	144,707,001	-	165,087,057	165,087,057
	<u>4,861,632,169</u>	<u>190,128,138</u>	<u>5,051,760,307</u>	<u>6,081,036,037</u>	<u>174,614,284</u>	<u>6,255,650,321</u>

Financial liabilities

	2025	2024
	At amortised cost HK\$	At amortised cost HK\$
Amounts payable to brokers	23,528,116	-
Amounts payable on redemptions	8,145,409	8,578,910
Accrual and other payables	582,044	583,625
	<u>32,255,569</u>	<u>9,162,535</u>

Principal China Equity Fund

Financial assets

	2025			2024		
	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	3,936,553,021	-	3,936,553,021	3,738,651,964	-	3,738,651,964
Interest and dividend receivables	-	10,300,012	10,300,012	-	972,633	972,633
Amounts receivable from brokers	-	-	-	-	16,297,999	16,297,999
Amounts receivable on subscriptions	-	5,560,174	5,560,174	-	9,221,309	9,221,309
Cash at banks	-	91,099,362	91,099,362	-	78,935,805	78,935,805
	<u>3,936,553,021</u>	<u>106,959,548</u>	<u>4,043,512,569</u>	<u>3,738,651,964</u>	<u>105,427,746</u>	<u>3,844,079,710</u>

Financial liabilities

	2025	2024
	At amortised cost HK\$	At amortised cost HK\$
Amounts payable on redemptions	7,618,294	10,212,609
Distribution payables	53,874	28,167
Accrual and other payables	1,575,877	1,491,122
	<u>9,248,045</u>	<u>11,731,898</u>

PRINCIPAL LIFE STYLE FUND

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21. FINANCIAL INSTRUMENTS BY CATEGORY (continued)

Principal European Equity Fund

Financial assets

	2025			2024		
	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	5,686,716,531	-	5,686,716,531	4,111,774,617	-	4,111,774,617
Derivative financial instruments	916,231	-	916,231	23,158,741	-	23,158,741
Interest and dividend receivables	-	2,727,911	2,727,911	-	1,225,448	1,225,448
Amounts receivable from brokers	-	18,749,404	18,749,404	-	1,334,781	1,334,781
Amounts receivable on subscriptions	-	273,595	273,595	-	581,725	581,725
Cash at banks	-	88,946,897	88,946,897	-	102,917,288	102,917,288
	<u>5,687,632,762</u>	<u>110,697,807</u>	<u>5,798,330,569</u>	<u>4,134,933,358</u>	<u>106,059,242</u>	<u>4,240,992,600</u>

Financial liabilities

	2025			2024		
	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	31,227,469	-	31,227,469	251,725	-	251,725
Amounts payable to brokers	-	9,585,161	9,585,161	-	1,930,178	1,930,178
Amounts payable on redemptions	-	57,401	57,401	-	311,500	311,500
Accrual and other payables	-	247,096	247,096	-	254,623	254,623
	<u>31,227,469</u>	<u>9,889,658</u>	<u>41,117,127</u>	<u>251,725</u>	<u>2,496,301</u>	<u>2,748,026</u>

Principal Hong Kong Bond Fund

Financial assets

	2025			2024		
	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	3,639,352,574	-	3,639,352,574	2,994,535,647	-	2,994,535,647
Interest and dividend receivables	-	48,360,074	48,360,074	-	39,455,350	39,455,350
Amounts receivable from brokers	-	14,567,735	14,567,735	-	-	-
Amounts receivable on subscriptions	-	1,189,257	1,189,257	-	837,480	837,480
Cash at banks	-	44,600,439	44,600,439	-	28,543,403	28,543,403
	<u>3,639,352,574</u>	<u>108,717,505</u>	<u>3,748,070,079</u>	<u>2,994,535,647</u>	<u>68,836,233</u>	<u>3,063,371,880</u>

Financial liabilities

	2025	2024
	At amortised cost HK\$	At amortised cost HK\$
Amounts payable on redemptions	7,887,269	1,876,958
Distribution payables	1,230,743	2,029,288
Accrual and other payables	<u>2,443,022</u>	<u>2,252,194</u>
	<u>11,561,034</u>	<u>6,158,440</u>

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

21. FINANCIAL INSTRUMENTS BY CATEGORY (continued)

Principal Hong Kong Dollar Savings Fund

Financial assets

	2025			2024		
	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	2,848,710,435	-	2,848,710,435	2,924,048,958	-	2,924,048,958
Interest and dividend receivables	-	58,416,190	58,416,190	-	72,341,164	72,341,164
Amounts receivable on subscriptions	-	6,926,720	6,926,720	-	16,557,571	16,557,571
Cash at banks	-	62,869,391	62,869,391	-	97,224,628	97,224,628
	<u>2,848,710,435</u>	<u>128,212,301</u>	<u>2,976,922,736</u>	<u>2,924,048,958</u>	<u>186,123,363</u>	<u>3,110,172,321</u>

Financial liabilities

	2025	2024
	At amortised cost HK\$	At amortised cost HK\$
Amounts payable on redemptions	8,732,095	15,791,518
Accrual and other payables	648,409	611,824
	<u>9,380,504</u>	<u>16,403,342</u>

Principal Hong Kong Equity Fund

Financial assets

	2025			2024		
	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	6,672,553,160	-	6,672,553,160	12,689,841,382	-	12,689,841,382
Interest and dividend receivables	-	16,580,021	16,580,021	-	3,145,917	3,145,917
Amounts receivable from brokers	-	39,228,901	39,228,901	-	15,532,623	15,532,623
Amounts receivable on subscriptions	-	13,905,970	13,905,970	-	11,678,493	11,678,493
Cash at banks	-	122,504,291	122,504,291	-	230,388,390	230,388,390
	<u>6,672,553,160</u>	<u>192,219,183</u>	<u>6,864,772,343</u>	<u>12,689,841,382</u>	<u>260,745,423</u>	<u>12,950,586,805</u>

Financial liabilities

	2025	2024
	At amortised cost HK\$	At amortised cost HK\$
Amounts payable on redemptions	72,755,374	16,937,215
Distribution payables	71,015	89,839
Accrual and other payables	2,144,087	1,775,561
	<u>74,970,476</u>	<u>18,802,615</u>

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21. FINANCIAL INSTRUMENTS BY CATEGORY (continued)

Principal International Bond Fund

Financial assets

	2025			2024		
	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	6,122,308,595	-	6,122,308,595	6,124,975,385	-	6,124,975,385
Derivative financial instruments	755,190	-	755,190	89,475,237	-	89,475,237
Interest and dividend receivables	-	64,436,110	64,436,110	-	75,746,305	75,746,305
Amounts receivable on subscriptions	-	3,797,174	3,797,174	-	11,845,058	11,845,058
Cash at banks	-	92,272,657	92,272,657	-	258,202,544	258,202,544
	<u>6,123,063,785</u>	<u>160,505,941</u>	<u>6,283,569,726</u>	<u>6,214,450,622</u>	<u>345,793,907</u>	<u>6,560,244,529</u>

Financial liabilities

	2025			2024		
	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	3,283,888	-	3,283,888	61,406,514	-	61,406,514
Amounts payable on redemptions	-	7,371,475	7,371,475	-	8,025,308	8,025,308
Accrual and other payables	-	766,701	766,701	-	864,780	864,780
	<u>3,283,888</u>	<u>8,138,176</u>	<u>11,422,064</u>	<u>61,406,514</u>	<u>8,890,088</u>	<u>70,296,602</u>

Principal International Equity Fund

Financial assets

	2025			2024		
	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	3,440,418,030	-	3,440,418,030	4,165,448,807	-	4,165,448,807
Interest and dividend receivables	-	1,680,781	1,680,781	-	1,058,701	1,058,701
Amounts receivable on subscriptions	-	5,542,573	5,542,573	-	9,187,533	9,187,533
Cash at banks	-	39,559,999	39,559,999	-	78,522,485	78,522,485
	<u>3,440,418,030</u>	<u>46,783,353</u>	<u>3,487,201,383</u>	<u>4,165,448,807</u>	<u>88,768,719</u>	<u>4,254,217,526</u>

Financial liabilities

	2025	2024
	At amortised cost HK\$	At amortised cost HK\$
Amounts payable on redemptions	7,768,650	11,454,499
Accrual and other payables	<u>823,416</u>	<u>816,556</u>
	<u>8,592,066</u>	<u>12,271,055</u>

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21. FINANCIAL INSTRUMENTS BY CATEGORY (continued)

Principal Pension Bond Fund

Financial asset

	2025			2024		
	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	1,021,428,015	-	1,021,428,015	821,298,567	-	821,298,567
Interest and dividend receivables	-	11,936,925	11,936,925	-	8,773,114	8,773,114
Amounts receivable on subscriptions	-	3,092,725	3,092,725	-	2,384,600	2,384,600
Cash at banks	-	31,025,296	31,025,296	-	27,197,557	27,197,557
	<u>1,021,428,015</u>	<u>46,054,946</u>	<u>1,067,482,961</u>	<u>821,298,567</u>	<u>38,355,271</u>	<u>859,653,838</u>

Financial liabilities

	2025	2024
	At amortised cost HK\$	At amortised cost HK\$
Amounts payable on redemptions	3,600,761	3,406,042
Accrual and other payables	<u>431,136</u>	<u>456,927</u>
	<u>4,031,897</u>	<u>3,862,969</u>

Principal U.S. Equity Fund

Financial assets

	2025			2024		
	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	10,839,204,265	-	10,839,204,265	10,214,184,181	-	10,214,184,181
Interest and dividend receivables	-	3,826,945	3,826,945	-	4,717,636	4,717,636
Rebate receivable	-	-	-	-	13,438	13,438
Amounts receivable on subscriptions	-	18,397,188	18,397,188	-	41,316,290	41,316,290
Cash at banks	-	143,195,849	143,195,849	-	217,779,266	217,779,266
	<u>10,839,204,265</u>	<u>165,419,982</u>	<u>11,004,624,247</u>	<u>10,214,184,181</u>	<u>263,826,630</u>	<u>10,478,010,811</u>

Financial liabilities

	2025	2024
	At amortised cost HK\$	At amortised cost HK\$
Amounts payable on redemptions	32,056,604	28,771,765
Accrual and other payables	<u>1,781,919</u>	<u>2,065,828</u>
	<u>33,838,523</u>	<u>30,837,593</u>

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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:

2025				
	Quoted price in active markets (Level 1) HK\$	Significant observable inputs (Level 2) HK\$	Significant unobservable inputs (Level 3) HK\$	Total HK\$
Assets				
Financial assets at fair value through profit or loss:				
- Investments at fair value through profit or loss	35,420,863,478	14,430,031,752	-	49,850,895,230
- Derivative financial instruments	-	1,819,169	-	1,819,169
	<u>35,420,863,478</u>	<u>14,431,850,921</u>	<u>-</u>	<u>49,852,714,399</u>
Liabilities				
Financial liabilities at fair value through profit or loss:				
- Derivative financial instruments	-	35,006,360	-	35,006,360
	<u>-</u>	<u>35,006,360</u>	<u>-</u>	<u>35,006,360</u>
2024				
	Quoted price in active markets (Level 1) HK\$	Significant observable inputs (Level 2) HK\$	Significant unobservable inputs (Level 3) HK\$	Total HK\$
Assets				
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>
Liabilities				
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>

PRINCIPAL LIFE STYLE FUND

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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

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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 2025

Currency	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	
	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	-	-	439,331,465	8.75	-	-	-	-	-	-	-	-
Brazilian Real	-	-	-	-	-	-	-	-	-	-	-	-
British Pound	-	-	75	0.00	-	-	1,264,020,135	21.96	-	-	-	-
Canadian Dollar	-	-	-	-	-	-	-	-	-	-	-	-
Chinese Yuan	276,986	0.03	228,919,853	4.56	864,429,638	21.43	-	-	23,038,123	0.62	-	-
Czech Koruna	-	-	-	-	-	-	-	-	-	-	-	-
Danish Krone	-	-	-	-	-	-	6,836,147	0.12	-	-	-	-
Euro	95,967	0.01	45,758	0.00	-	-	2,097,289,420	36.43	-	-	-	-
India Rupee	3,058,786	0.38	684,975,282	13.65	-	-	-	-	-	-	-	-
Indonesia Rupiah	-	-	84,158,214	1.68	-	-	-	-	-	-	-	-
Israeli New Sheqel	-	-	-	-	-	-	-	-	-	-	-	-
Japanese Yen	-	-	-	-	-	-	-	-	-	-	-	-
Malaysian Ringgit	-	-	-	-	-	-	-	-	-	-	-	-
Mexican Peso	-	-	-	-	-	-	-	-	-	-	-	-
New Zealand Dollar	-	-	22,379	0.00	-	-	-	-	-	-	-	-
Norwegian Kroner	-	-	-	-	-	-	3,861	0.00	-	-	-	-
Philippines Peso	-	-	661	0.00	-	-	-	-	-	-	-	-
Singapore Dollar	999,153	0.12	138,334,146	2.76	-	-	-	-	-	-	-	-
South African Rand	-	-	-	-	-	-	-	-	-	-	-	-
South Korean Won	-	-	739,490,741	14.73	-	-	-	-	-	-	-	-
Swedish Krona	-	-	-	-	-	-	70,318,772	1.22	-	-	-	-
Swiss Franc	-	-	-	-	-	-	185,388,043	3.22	-	-	-	-
Taiwan Dollar	-	-	940,611,652	18.74	-	-	-	-	-	-	-	-
Thai Baht	-	-	24,815,406	0.49	-	-	-	-	-	-	-	-
United States Dollar	794,658,597	98.42	223,873,836	4.46	65,251,417	1.62	229,809,475	3.99	388,252,901	10.39	354,747,259	11.95
Total value	799,089,489	98.96	3,504,579,468	69.82	929,681,055	23.05	3,853,665,853	66.94	411,291,024	11.01	354,747,259	11.95

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(a) Market risk (continued)

Currency risk (continued)

As at 31 December 2025 (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	-	-	138,622,319	2.21	25,952	0.00	-	-	-	-
Brazilian Real	-	-	-	-	-	-	-	-	-	-
British Pound	-	-	291,382,980	4.65	275,761,309	7.93	-	-	-	-
Canadian Dollar	-	-	135,949,511	2.17	166,523,976	4.79	-	-	-	-
Chinese Yuan	398,235,558	5.87	477,320,878	7.61	-	-	-	-	-	-
Czech Koruna	-	-	20,087,794	0.32	-	-	-	-	-	-
Danish Krone	-	-	8,196,260	0.13	7,396	0.00	-	-	-	-
Euro	-	-	1,544,630,951	24.63	449,089,652	12.91	-	-	-	-
Hungarian Forint	-	-	11,463,604	0.18	-	-	-	-	-	-
India Rupee	-	-	13,228,080	0.21	-	-	-	-	-	-
Indonesia Rupiah	-	-	4,933,755	0.08	-	-	-	-	-	-
Israeli New Sheqel	-	-	11,113,121	0.18	12,211	0.00	-	-	-	-
Japanese Yen	-	-	597,298,753	9.52	117,059,943	3.37	-	-	-	-
Malaysian Ringgit	-	-	169,334,111	2.70	-	-	-	-	-	-
Mexican Peso	-	-	31,597,449	0.50	2,165	0.00	-	-	-	-
New Zealand Dollar	-	-	38,012,433	0.61	-	-	-	-	-	-
Norwegian Kroner	-	-	179,380,057	2.86	-	-	-	-	-	-
Philippines Peso	16,259	0.00	-	-	661	0.00	-	-	-	-
Poland Zlotych	-	-	15,967,415	0.25	7	0.00	-	-	-	-
Romanian Leu	-	-	565,773	0.01	-	-	-	-	-	-
Singapore Dollar	30,262	0.00	14,861,365	0.24	30,262	0.00	-	-	-	-
South African Rand	-	-	-	-	-	-	-	-	-	-
South Korean Won	-	-	-	-	-	-	-	-	-	-
Swedish Krona	-	-	16,182,942	0.26	4,222	0.00	-	-	-	-
Swiss Franc	-	-	226,207	0.00	49,049	0.00	-	-	-	-
Taiwan Dollar	-	-	-	-	80,068,883	2.30	-	-	-	-
Thai Baht	-	-	-	-	-	-	-	-	-	-
United States Dollar	162,909,253	2.40	2,520,874,594	40.19	2,227,763,482	64.04	1,052,559,519	98.98	10,890,479,135	99.27
Total value	561,191,332	8.27	6,241,230,352	99.51	3,316,399,170	95.34	1,052,559,519	98.98	10,890,479,135	99.27

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(a) *Market risk (continued)*

Currency risk (continued)

As at 31 December 2024

Currency	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	
	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	675,500,473	98.51	170,540,385	2.73	83,314,615	2.17	165,746,748	3.91	351,057,156	11.48	410,979,279	13.28
Total value	681,067,132	99.31	4,364,217,624	69.86	976,488,538	25.48	2,803,028,402	66.14	351,229,070	11.49	410,979,279	13.28

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

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 2025

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(a) *Market risk (continued)*

Currency risk sensitivity analysis

At 31 December 2025, 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 2025</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%	-	21,966,573	-	-	-	-	-	6,931,116	1,298	-	-
Brazilian Real	5%	-	-	-	-	-	-	-	-	-	-	-
British Pound	5%	-	4	-	63,201,007	-	-	-	14,569,149	13,788,065	-	-
Canadian Dollar	5%	-	-	-	-	-	-	-	6,797,476	8,326,199	-	-
Chinese Yuan	5%	13,849	11,445,993	43,221,482	-	1,151,906	-	19,911,778	23,866,044	-	-	-
Czech Koruna	5%	-	-	-	-	-	-	-	1,004,390	-	-	-
Danish Krone	5%	-	-	-	341,807	-	-	-	409,813	370	-	-
Euro	5%	4,798	2,288	-	104,864,471	-	-	-	77,231,548	22,454,483	-	-
Hungarian Forint	5%	-	-	-	-	-	-	-	573,180	-	-	-
India Rupee	5%	152,939	34,248,764	-	-	-	-	-	661,404	-	-	-
Indonesia Rupiah	5%	-	4,207,911	-	-	-	-	-	246,688	-	-	-
Israeli New Sheqel	5%	-	-	-	-	-	-	-	555,656	611	-	-
Japanese Yen	5%	-	-	-	-	-	-	-	29,864,938	5,852,997	-	-
Malaysian Ringgit	5%	-	-	-	-	-	-	-	8,466,706	-	-	-
Mexican Peso	5%	-	-	-	-	-	-	-	1,579,872	108	-	-
New Zealand Dollar	5%	-	1,119	-	-	-	-	-	1,900,622	-	-	-
Norwegian Kroner	5%	-	-	-	193	-	-	-	8,969,003	-	-	-
Philippines Peso	5%	-	33	-	-	-	-	813	-	33	-	-
Poland Zlotych	5%	-	-	-	-	-	-	-	798,371	-	-	-
Romanian Leu	5%	-	-	-	-	-	-	-	28,289	-	-	-
Singapore Dollar	5%	49,958	6,916,707	-	-	-	-	1,513	743,068	1,513	-	-
South African Rand	5%	-	-	-	-	-	-	-	-	-	-	-
South Korean Won	5%	-	36,974,537	-	-	-	-	-	-	-	-	-
Swedish Krona	5%	-	-	-	3,515,939	-	-	-	809,147	211	-	-
Swiss Franc	5%	-	-	-	9,269,402	-	-	-	11,310	2,452	-	-
Taiwan Dollar	5%	-	47,030,583	-	-	-	-	-	-	4,003,444	-	-

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

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

Currency risk sensitivity analysis (continued)

		<i>As at 31 December 2025 (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%	-	1,240,770	-	-	-	-	-	-	-	-	-
Total		<u>221,544</u>	<u>164,035,282</u>	<u>43,221,482</u>	<u>181,192,819</u>	<u>1,151,906</u>	<u>-</u>	<u>19,914,104</u>	<u>186,017,790</u>	<u>54,431,784</u>	<u>-</u>	<u>-</u>
Increase in net assets value		<u>0.0274%</u>	<u>3.2680%</u>	<u>1.0714%</u>	<u>3.1472%</u>	<u>0.0308%</u>	<u>-</u>	<u>0.2933%</u>	<u>2.9658%</u>	<u>1.5648%</u>	<u>-</u>	<u>-</u>

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(a) *Market risk (continued)*

Currency risk sensitivity analysis (continued)

		<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 2025

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		278,333	209,683,863	44,658,696	131,864,083	8,596	-	29,664,607	166,721,403	56,766,626	-	-
Increase in net assets value		0.0406%	3.3568%	1.1653%	3.1113%	0.0003%	-	0.2294%	2.5689%	1.3382%	-	-

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

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 2025

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(a) *Market risk (continued)*

Interest rate risk (continued)

As at 31 December 2025

	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\$
Assets											
Cash at banks	13,923,590	144,707,001	91,099,362	88,946,897	44,600,439	42,869,391	122,504,291	92,272,657	39,559,999	31,025,296	143,195,849
Time deposit - 1 year or less	-	-	-	-	-	20,000,000	-	-	-	-	-
	<u>13,923,590</u>	<u>144,707,001</u>	<u>91,099,362</u>	<u>88,946,897</u>	<u>44,600,439</u>	<u>62,869,391</u>	<u>122,504,291</u>	<u>92,272,657</u>	<u>39,559,999</u>	<u>31,025,296</u>	<u>143,195,849</u>
Financial assets measured at fair value through profit or loss											
- 1 year or less	30,856,109	-	-	-	246,467,821	779,246,919	-	497,833,018	-	15,607,969	-
- over 1 year to 5 years	349,623,119	-	-	-	2,324,175,019	2,069,463,516	-	1,504,416,281	-	513,113,280	-
- over 5 years to 10 years	277,520,797	-	-	-	897,595,469	-	-	2,830,086,948	-	472,159,562	-
- over 10 years	124,018,410	-	-	-	171,114,265	-	-	1,289,972,348	-	20,547,204	-
- non-interest bearing investment	147,748	4,861,632,169	3,936,553,021	5,687,632,762	-	-	6,672,553,160	755,190	3,440,418,030	-	10,839,204,265
	<u>782,166,183</u>	<u>4,861,632,169</u>	<u>3,936,553,021</u>	<u>5,687,632,762</u>	<u>3,639,352,574</u>	<u>2,848,710,435</u>	<u>6,672,553,160</u>	<u>6,123,063,785</u>	<u>3,440,418,030</u>	<u>1,021,428,015</u>	<u>10,839,204,265</u>
Other non-interest-bearing assets	14,166,426	45,421,137	15,860,186	21,750,910	64,117,066	65,342,910	69,714,892	68,233,284	7,223,354	15,029,650	22,224,133
	<u>810,256,199</u>	<u>5,051,760,307</u>	<u>4,043,512,569</u>	<u>5,798,330,569</u>	<u>3,748,070,079</u>	<u>2,976,922,736</u>	<u>6,864,772,343</u>	<u>6,283,569,726</u>	<u>3,487,201,383</u>	<u>1,067,482,961</u>	<u>11,004,624,247</u>
Liabilities											
Non-interest-bearing liabilities	2,812,530	32,255,569	9,248,045	41,117,127	11,561,034	9,380,504	74,970,476	11,422,064	8,592,066	4,031,897	33,838,523
Net assets attributable to unitholders	<u>807,443,669</u>	<u>5,019,504,738</u>	<u>4,034,264,524</u>	<u>5,757,213,442</u>	<u>3,736,509,045</u>	<u>2,967,542,232</u>	<u>6,789,801,867</u>	<u>6,272,147,662</u>	<u>3,478,609,317</u>	<u>1,063,451,064</u>	<u>10,970,785,724</u>

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

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\$
Assets											
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	468,703	6,081,036,037	3,738,651,964	4,134,933,358	-	-	12,689,841,382	89,475,237	4,165,448,807	-	10,214,184,181
	<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	10,033,673	9,527,227	26,491,941	3,141,954	40,292,830	88,898,735	30,357,033	87,591,363	10,246,234	11,157,714	46,047,364
	<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>
Liabilities											
Non-interest-bearing liabilities	1,716,114	9,162,535	11,731,898	2,748,026	6,158,440	16,403,342	18,802,615	70,296,602	12,271,055	3,862,969	30,837,593
Net assets attributable to unitholders	<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 2025

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 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
As at 31 December 2025											
Increase 100 basis points in interest rate	(5.27)%	-	-	-	(3.70)%	(1.28)%	-	(6.32)%	-	(3.92)%	-
Decrease 100 basis points in interest rate	<u>5.85%</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3.98%</u>	<u>1.28%</u>	<u>-</u>	<u>7.22%</u>	<u>-</u>	<u>4.11%</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
As at 31 December 2024											
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>

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 2025

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 2024 was performed by applying the same percentage change in prices of all the underlying investments as at year end.

As at 31 December 2025

	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	782,018,435	4,861,632,169	3,936,553,021	5,686,716,531	3,639,352,574	2,848,710,435	6,672,553,160	6,122,308,595	3,440,418,030	1,021,428,015	10,839,204,265
% change in prices	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%
Change in NAV	78,201,844	486,163,217	393,655,302	568,671,653	363,935,257	284,871,044	667,255,316	612,230,860	344,041,803	102,142,802	1,083,920,427

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	66,490,980	608,103,604	373,865,196	411,177,462	299,453,565	292,404,896	1,268,984,138	612,497,539	416,544,881	82,129,857	1,021,418,418

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

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 2025

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	1.98	4.97	0.00	11.61	0.00
Aa1/AA+	4.37	11.82	1.31	14.19	0.00
Aa2/AA	7.77	11.64	22.46	4.77	1.00
Aa3/AA-	3.05	18.40	12.63	9.11	1.69
A1/A+	13.40	16.11	27.17	15.66	10.24
A2/A	9.27	12.76	15.54	5.38	9.49
A3/A-	11.22	16.65	14.94	17.17	19.04
Baa1/BBB+	9.19	1.84	1.95	4.28	18.24
Baa2/BBB	26.47	0.00	0.00	14.06	19.66
Baa3/BBB-	10.13	0.00	0.00	1.38	16.69
Certificate of deposits without credit rating	0.00	3.21	0.00	0.00	0.00
Total	96.85	97.40	96.00	97.61	96.05

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(b) Credit risk (continued)

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	96.96	97.95	94.51	94.38	95.97

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.

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

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 2025, the total of short-term trade receivables, other receivables and cash at banks was HK\$1,283,788,720 on which no loss allowance had been provided (31 December 2024: total of HK\$1,660,625,658 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 2025

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 2025

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\$
Issuer: Australia and New Zealand Banking Group Limited					
Principal Asian Bond Fund	Currency forward	January 2026	Buy CNH/ sell USD	6,690,754	70,689
Principal Asian Bond Fund	Currency forward	January 2026	Buy CNY/ sell USD	3,230,050	25,706
Principal Asian Bond Fund	Currency forward	January 2026	Buy EUR/ sell USD	4,570,662	32,959
Principal Asian Bond Fund	Currency forward	January 2026	Buy SGD/ sell USD	3,026,242	18,394
Principal Asian Bond Fund	Currency forward	January 2026	Buy USD/ sell CNH	13,180,449	(213,651)
Principal Asian Bond Fund	Currency forward	January 2026	Buy USD/ sell CNH	2,917,269	(40,601)
Principal Asian Bond Fund	Currency forward	January 2026	Buy USD/ sell CNY	3,294,085	(49,761)
Principal Asian Bond Fund	Currency forward	January 2026	Buy USD/ sell EUR	6,749,227	(76,878)
Principal Asian Bond Fund	Currency forward	January 2026	Buy USD/ sell SGD	18,111,258	(114,112)
Assets/(Liabilities)					<u>(347,255)</u>
Net asset values					807,443,669
% of Net asset values					(0.04)

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(d) Specific instruments (continued)

Derivatives (continued)

As at 31 December 2025 (continued)

Investment fund	Type of contract	Expiration	Underlying	Notional amount of contracts outstanding HK\$	Fair value HK\$
Issuer: Australia and New Zealand Banking Group Limited					
Principal European Equity Fund	Currency forward	February 2026	Buy HKD/ sell CHF	18,365,388	(160,914)
Principal European Equity Fund	Currency forward	February 2026	Buy HKD/ sell CHF	75,817,339	(215,705)
Principal European Equity Fund	Currency forward	February 2026	Buy HKD/ sell DKK	4,767,634	(54,629)
Principal European Equity Fund	Currency forward	February 2026	Buy HKD/ sell EUR	25,650,240	40,351
Principal European Equity Fund	Currency forward	February 2026	Buy HKD/ sell EUR	392,820,758	(4,710,183)
Principal European Equity Fund	Currency forward	February 2026	Buy HKD/ sell SEK	43,268,940	(1,017,704)
Issuer: Royal Bank of Canada					
Principal European Equity Fund	Currency forward	February 2026	Buy EUR/ sell HKD	3,937,774	(4,830)
Principal European Equity Fund	Currency forward	February 2026	Buy GBP/ sell HKD	19,018,414	461,958
Principal European Equity Fund	Currency forward	February 2026	Buy HKD/ sell EUR	373,370,912	(4,433,099)
Principal European Equity Fund	Currency forward	February 2026	Buy HKD/ sell EUR	7,718,631	(55,762)
Principal European Equity Fund	Currency forward	February 2026	Buy HKD/ sell GBP	10,581,817	(80,146)
Principal European Equity Fund	Currency forward	February 2026	Buy HKD/ sell GBP	3,982,448	10,407
Principal European Equity Fund	Currency forward	February 2026	Buy HKD/ sell GBP	307,246,859	(8,044,247)
Principal European Equity Fund	Currency forward	February 2026	Buy HKD/ sell GBP	9,224,245	(183,547)

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(d) *Specific instruments (continued)*

Derivatives (continued)

As at 31 December 2025 (continued)

Investment fund	Type of contract	Expiration	Underlying	Notional amount of contracts outstanding HK\$	Fair value HK\$
Issuer: State Street Bank and Trust Company					
Principal European Equity Fund	Currency forward	February 2026	Buy EUR/ sell HKD	27,035,628	403,515
Principal European Equity Fund	Currency forward	February 2026	Buy HKD/ sell EUR	27,367,062	(323,890)
Principal European Equity Fund	Currency forward	February 2026	Buy HKD/ sell EUR	291,329,264	(3,447,889)
Principal European Equity Fund	Currency forward	February 2026	Buy HKD/ sell GBP	325,209,641	(8,494,924)
Assets/(Liabilities)					<u>(30,311,238)</u>
Net asset values					5,757,213,442
% of Net asset values					(0.52)

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(d) Specific instruments (continued)

Derivatives (continued)

As at 31 December 2025 (continued)

Investment fund	Type of contract	Expiration	Underlying	Notional amount of contracts outstanding HK\$	Fair value HK\$
Issuer: Australia and New Zealand Banking Group Limited					
Principal International Bond Fund	Currency forward	March 2026	Buy NZD/ sell USD	31,331,289	(396,865)
Principal International Bond Fund	Currency forward	March 2026	Buy USD/ sell GBP	93,455,988	(749,757)
Issuer: Barclays Bank					
Principal International Bond Fund	Currency forward	March 2026	Buy USD/ sell ILS	43,516,866	(453,058)
Principal International Bond Fund	Currency forward	March 2026	Buy USD/ sell NZD	31,387,228	(28,489)
Issuer: Royal Bank of Canada					
Principal International Bond Fund	Currency forward	March 2026	Buy GBP/ sell USD	94,222,701	220,382
Principal International Bond Fund	Currency forward	March 2026	Buy USD/ sell NOK	54,295,436	290,495
Principal International Bond Fund	Currency forward	March 2026	Buy USD/ sell SEK	59,567,908	244,313
Issuer: Standard Chartered Bank					
Principal International Bond Fund	Currency forward	March 2026	Buy USD/ sell MXN	114,428,250	(1,655,719)
Assets/(liabilities)					<u>(2,528,698)</u>
Net asset values					6,272,147,662
% of Net asset values					(0.04)

PRINCIPAL LIFE STYLE FUND

NOTES TO FINANCIAL STATEMENTS

31 December 2025

23. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

(d) Specific instruments (continued)

Derivatives (continued)

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\$
Issuer: Australia and New Zealand Banking Group Limited					
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 2025

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\$
Issuer: Royal Bank of Canada					
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
Issuer: State Street Bank and Trust Company					
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 2025

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\$
Issuer: Australia and New Zealand Banking Group Limited					
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 USD/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
Issuer: Barclays Bank					
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 2025

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\$
Issuer: Barclays Bank (continued)					
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
Issuer: Royal Bank of Canada					
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 2025

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\$
Issuer: Royal Bank of Canada (continued)					
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
Issuer: Standard Chartered Bank					
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 2025

25. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the Trustee and Manager on 24 April 2026.

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 2025 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 unmodified auditor's report thereon dated 24 April 2026.

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.

Our 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 2025 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 2025, 30 June 2025, and 31 March 2025;
2. as at 31 December 2025, 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.

A handwritten signature in black ink, appearing to read 'Ernst & Young'.

Certified Public Accountants
Hong Kong
24 April 2026