

Post Short Duration High Yield Fund

Deliver Reliable Risk-Adjusted Returns Through A Market Cycle

Q1 2022

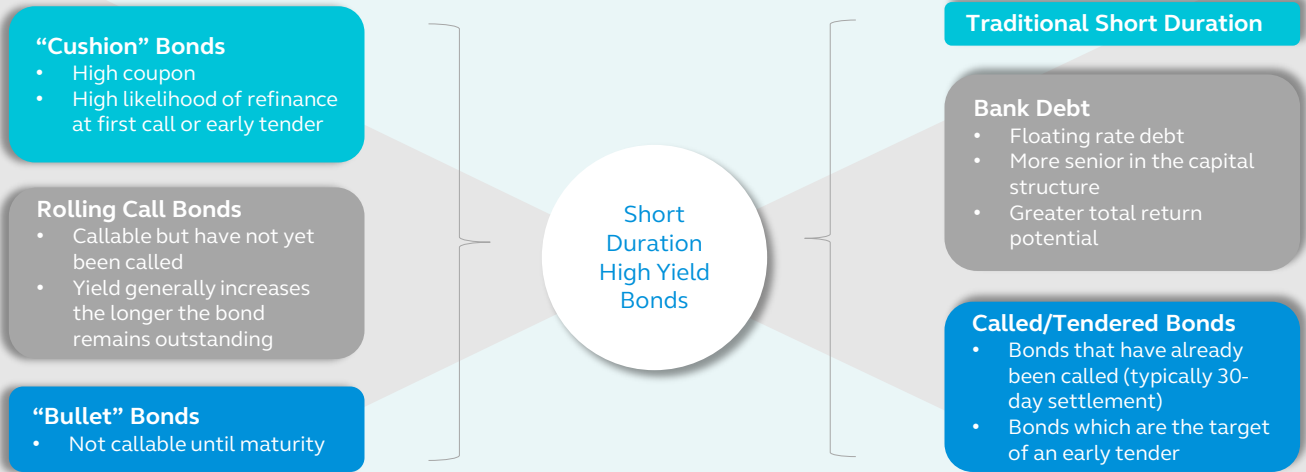
Important Notes

1. The Sub-Fund seeks to achieve the investment objective by investing primarily (i.e. at least 70% of its net asset value (“NAV”)) in a portfolio of global short-term, high yield corporate debt securities with an average duration of approximately 12-24 months.
 2. The information in this document contains general information only on investment matters. It does not take account of any investor’s investment objectives, particular needs or financial situation and should not be construed as specific investment advice, an opinion or recommendation or be relied on in any way as a guarantee, promise, forecast or guarantee of future events regarding a particular investment or the markets in general. All expressions of opinion and predictions in this document are subject to change without notice. Any reference to a specific investment or security does not constitute a recommendation to buy, sell, or hold such investment or security, nor an indication that Principal Global Investors or its affiliates has recommended a specific security for any client account.
 3. Investment involves risk. There is no assurance on investment returns and you may not get back the amount originally invested.
 4. The investment decision is yours but you should not invest in this Fund unless the intermediary who sells it to you has advised you that it is suitable for you and explained how it is consistent with your investment objectives.
 5. You should not invest solely in reliance on this marketing material alone. You should read the Summary Prospectus and the relevant Supplement(s) before investing including the Special Investment Considerations and Risks section of the Summary Prospectus.
 6. Past performance is not necessarily indicative or a guarantee of future performance and should not be relied upon as a significant basis for an investment decision. Dividend is not guaranteed.
- Target Yield refers to D2 Class Income Plus Units Q3 Target Yield, which is for reference only and subject to review every quarter and not guaranteed. Positive distribution yield does not imply positive return. Dividend is not guaranteed.



> What is Short Duration High Yield?

- The strategy invests in short duration high yield bonds, which have **lower credit, market, and duration risk** than longer duration bonds. This can **reduce sensitivity to market sell-offs and interest rate moves**.
- The following is a summary of different types of short-term investments that can be utilized in a short duration high yield strategy:



> Merits of Short Duration High Yield?

1. Offer The Potential For Attractive Risk-Adjusted Returns¹

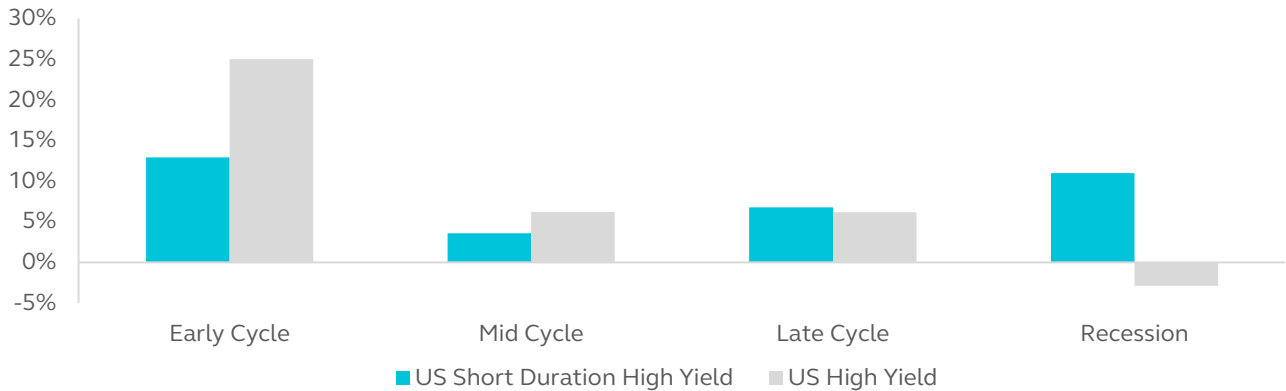
- Compared with high yield and investment grade bonds, US short duration high yield bonds provide investors with the highest yield-to-duration ratio.
- Yield-to-duration ratio measures how much yield investors are receiving for every unit of duration risk they are accepting.

		Yield* %	Duration	Yield-to-Duration Ratio
Global	High Yield	6.49	4.79	1.35
	Investment Grade	2.15	7.38	0.29
Europe	High Yield	2.99	6.76	0.44
	Investment Grade	1.22	7.85	0.16
US	High Yield	5.93	4.21	1.41
	Investment Grade	2.82	7.13	0.40
	Short Duration High Yield	3.38	0.45	7.51



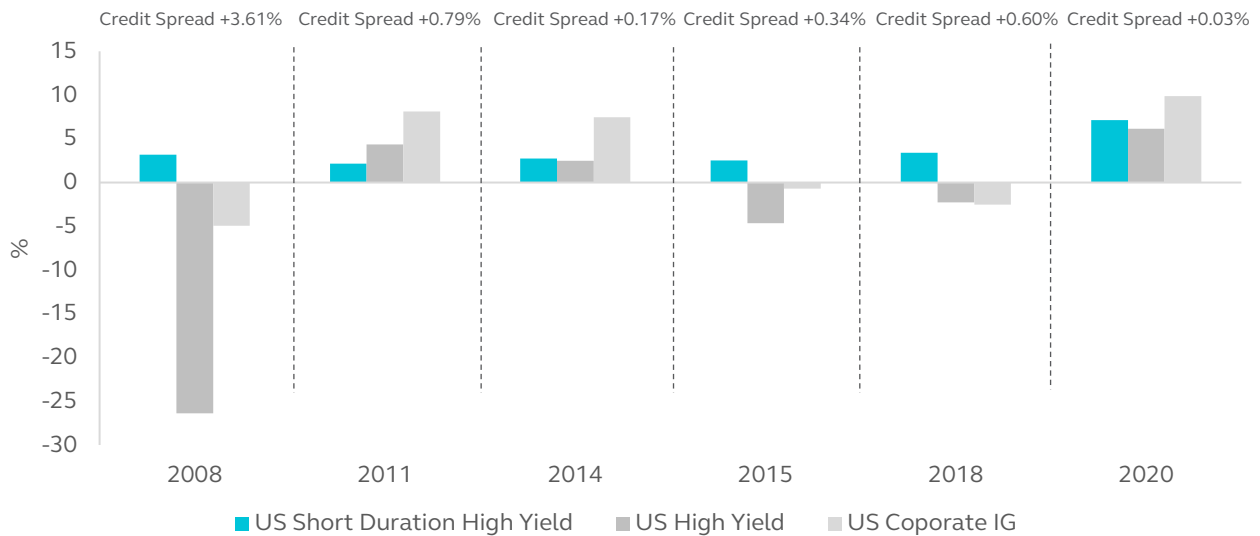
2. Deliver Consistent Positive Return Over The Full Cycle Especially When Risks Increase²

- Short duration bonds and loans provide positive returns in different economic cycles. US Short Duration High Yield bonds have smaller drawdowns relative to long duration high yield.



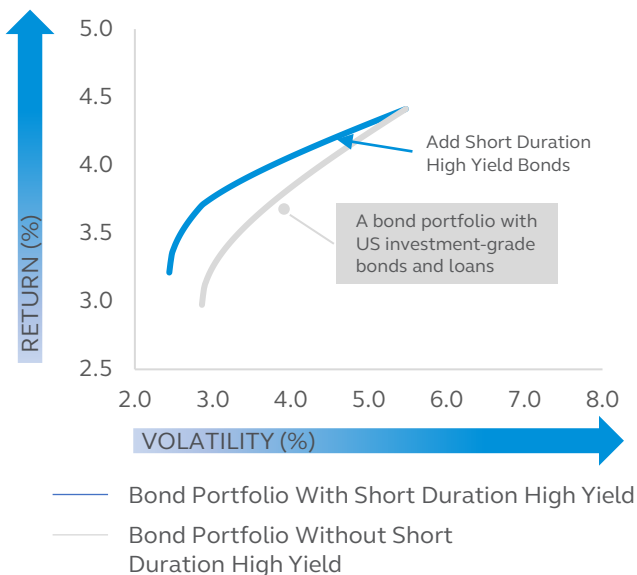
3. Outperform When Spreads Widen³

- US short duration high yield bonds are likely to outperform the broader high yield market and have positive returns when volatility increases and credit spreads widen.



4. Enhance Risk / Return Profile⁴

- Adding short duration high yield bonds to a bond portfolio could help increase returns and reduce risks.



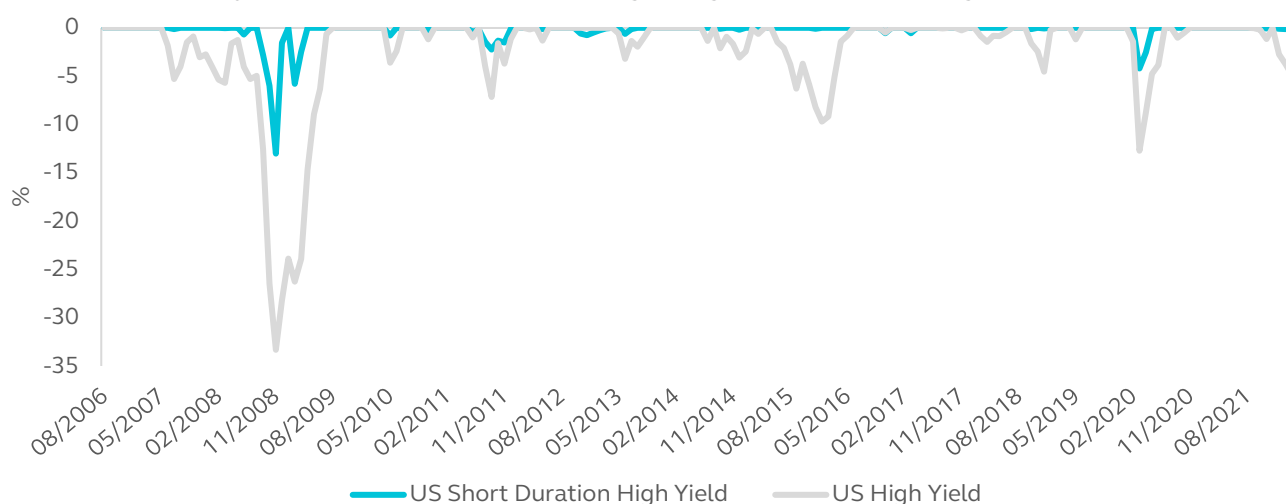
5. Diversification⁵

- Short Duration high yield bonds historically have had a low correlation to other fixed-income and equity products in various market conditions, as shown in the table below.

10-Year Correlation	US Short Duration High Yield	S&P 500	Global Government Bond	Global Corporate IG Bond	Global High Yield Bond
US Short Duration High Yield ⁶	1.00	0.47	-0.03	0.30	0.70
S&P 500	0.47	1.00	-0.12	0.07	0.50
Global Government Bond ⁶	-0.03	-0.12	1.00	0.82	0.27
Global Corporate IG Bond ⁶	0.30	0.07	0.82	1.00	0.60
Global High Yield Bond ⁶	0.70	0.50	0.27	0.60	1.00

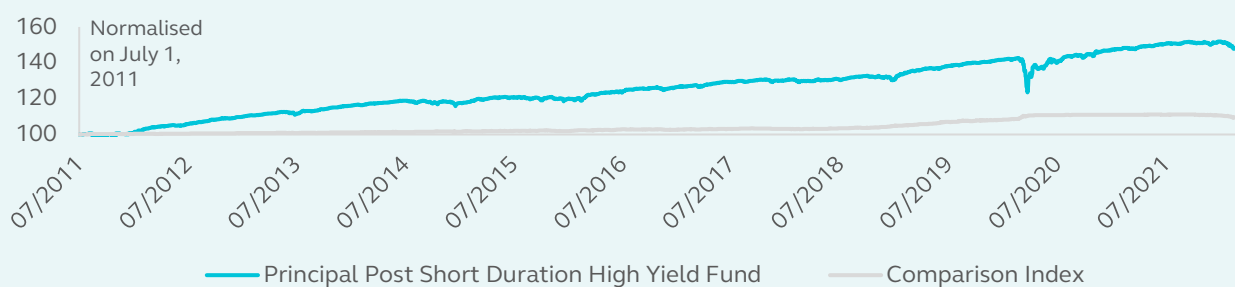
6. Advantage of a Smaller Maximum Drawdown ⁷

- Shorter duration high yield is less sensitive to interest rate risk relative to longer duration high yield. It delivers returns with lower volatility and helps investors reach their long term goals while experiencing a smoother pattern of returns.



> Why Post Short Duration High Yield Fund?

1. Consistency of Long-term Performance ⁸



Annualized Return (%) ⁸	1 year	3 years	5 years	Since Launch
Post Short Duration High Yield Fund (I Acc USD)*	-0.21	2.91	3.06	3.72
Peers Group Average*	-0.60	2.60	2.54	2.89
Excess Return	0.39	0.31	0.52	0.83
Peers Quartile Rank	2	2	2	2
Post Short Duration High Yield Fund (D2 Income Plus)	-0.95			

Calendar Year Performance (%) ⁸	2021	2020	2019	2018	2017	2016
Post Short Duration High Yield Fund (I Acc USD)	3.01	4.02	8.37	0.36	2.98	5.43
Post Short Duration High Yield Fund (D2 Income Plus)	2.22			N/A		

Performance for I Class Accumulation Units is for reference only

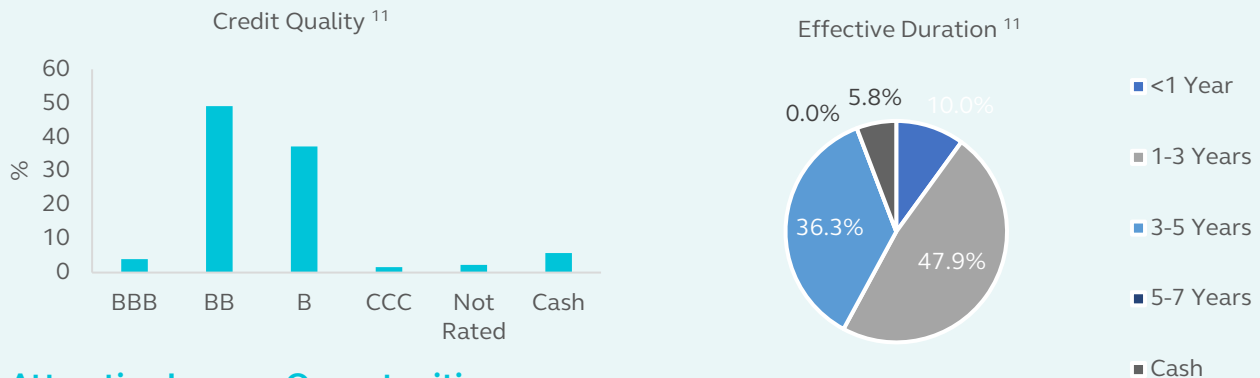
2. Proven Downside Protection ⁹

- Post has never experienced a default in the history of the strategy, including during the global financial crisis. In comparison, the latest market default rate for the asset class was 0.6%*.

Sharpe Ratio	2021	2020	2019	2018	2017	2016
Post Short Duration High Yield Fund (I Acc USD)	2.20	0.56	2.56	-0.93	1.79	3.32
Comparison Index	-1.20	1.87	1.38	-0.54	-1.44	0.72

3. One of the Top-Performing Funds with attractive risk adjusted returns

- The Short Duration High Yield Strategy primarily invests in **short-term, lower volatility, high yield debt** with an effective duration of approximately 1-2 years and an overall average quality rating of B to BB-.
- Therefore, the fund is one of the strategies with **lower volatility and draw downs** relative to the peer group ¹⁰.



4. Attractive Income Opportunities

- Distribution Record – Average distribution yield for the past 5 years is 3.1% ¹².

Record Year	2022*	2021	2020	2019	2018	2017
Distribution Yield	2.90	2.84	3.31	3.43	3.23	2.93

5. Experienced Portfolio Management Team ¹³

- Founded in 1992, Post is a leading multi-strategy, value-oriented asset manager specializing in global high yield securities and senior loans, with \$17.5 billion of assets under management.

Jeffrey Stroll	David Kim	Schuyler Hewes	Dan Ross	Iris Shin	James Wolf
Chief Investment Officer, Post Board Member	Deputy Chief Investment Officer, Post Board Member	Managing Director, Portfolio Manager	Managing Director, Portfolio Manager	Managing Director, Portfolio Manager	Managing Director, Portfolio Manager
19 years of experience	19 years of experience	24 years of experience	24 years of experience	18 years of experience	35 years of experience

> Fund Facts

Investment Objective	The Sub-Fund aims to provide a high rate of return with low volatility relative to typical high yield investments by investing in high yield securities with short duration.	
Fund Domicile	Ireland	
Performance Comparator	The Fund is managed without reference to a particular benchmark. Figures in relation to the Bloomberg U.S. Government 1-2 Year Index (the "Index") are provided for comparison only.	
Base Currency	USD	
Fund Size¹⁴	USD 600.3m	
Share Class	D2 Class Income Plus Units (USD)	D2 Class Income Plus Units (HKD)
Management Fee	0.70% pa	0.70% pa
Marketing and Distribution Fees	0.60% pa	0.60% pa
Minimum Investment	USD 1,000	USD 1,000
Launch Date	02 June 2020	02 June 2020
ISIN Code	IE00BJLTX659	IE00BJLTX766
Bloomberg Code	PGLD2PU ID	PGLD2PH ID
Distribution Policy¹⁴	Monthly	Monthly
Target Yield¹⁴	5.0%	5.0%

1. Source: Bloomberg, as of 31 March 2022. The performance of Global High Yield, Global Investment Grade, Europe High Yield, Europe Investment Grade, US High Yield, US Investment Grade and US Short Duration High Yield represent for Bloomberg Global High Yield Total Return Index Value Unhedged Index, Bloomberg Global-Aggregate Total Return Index Value Unhedged Index, Bloomberg Pan-European High Yield Total Return Index Value Unhedged Index, Bloomberg Pan-European Aggregate Total Return Index Value Unhedged Index, ICE BofA US High Yield Index, ICE BofA US Corporate & Government Index and ICE BofA 0-1 Year US High Yield Index.
*Yield refers to yield to worst. The yield to worst is the lowest potential yield that can be received on a bond without the issuer actually defaulting.
2. Source: Bloomberg, NBER, as of 31 March 2022. ICE BofA 0-1 Year US High Yield Index represents for US Short Duration High Yield. ICE BofA US High Yield Index represents for US High Yield. Average of annualized monthly returns grouped by phase. Early cycle—ISM Manufacturing PMI accelerating (7/2009–2/2011); Mid cycle—ISM Manufacturing PMI stable (3/2011–8/2018); Late cycle—ISM Manufacturing PMI decelerating (5/2006–11/2007). Recessions as reported by NBER (12/2007–6/2009).
3. Source: Bloomberg, as of 31 March 2022. ICE BofA 0-1 Year US High Yield Index represents for US Short Duration High Yield. ICE BofA US High Yield Index represents for US High Yield. Bloomberg US Agg Corporate Avg option-adjusted spread (OAS) represents for Credit Spread. OAS is the measurement of the spread of a fixed-income security rate and the risk-free rate of return, which is adjusted to take into account an embedded option. Credit Spread changes are calculated based on the difference between the OAS at the end of the stated year and the OAS at the end of the year before state year.
4. Source: Bloomberg, Principal Global Investors (PGI), as of 31 March 2022. Data goes from 3/2012 – 3/2022. The portfolio with short duration high yield consists of (1) the ICE BofAML U.S. Cash Pay High Yield BB-B Rated 1-5 Year Index, which is a subset of the ICE BofAML U.S. Cash Pay High Yield Index including all securities with a remaining term to final maturity less than 5 years and rated BB through B inclusive. (2) The Bloomberg U.S. Aggregate Bond Index, which is a broad-based benchmark that measures the investment-grade, U.S. dollar-denominated, fixed-rate taxable bond market, including Treasuries, government-related and corporate securities, mortgage-backed securities (agency fixed-rate and hybrid adjustable-rate mortgage pass-throughs), asset-backed securities, and commercial mortgage-backed securities. (3) Floating rate loans are represented by the S&P/LSTA Leveraged Loan Index, which is a broad index designed to reflect the performance of U.S. dollar facilities in the leveraged loan market.
5. Source: Bloomberg, as of 31 March 2022. Correlation is a statistic that measures the degree to which two securities move in relation to each other. A perfect positive correlation means that the correlation coefficient is exactly 1. This implies that as one security moves, either up or down, the other security moves in lockstep, in the same direction. A perfect negative correlation means that two assets move in opposite directions, while a zero correlation implies no linear relationship.
6. The performance of US Short Duration High Yield, Global Government Bond, Global Corporate IG Bond and Global High Yield Bond represents ICE BofA 0-1 Year US High Yield Index, the FTSE World Government Bond Index, Bloomberg Global Aggregate Corp Total Return Index Value Unhedged USD and Bloomberg Global High Yield Total Return Index Value Unhedged Index, respectively.
7. Source: Bloomberg, © Morningstar 2022, as of 31 March 2022. ICE BofA 0-1 Year US High Yield Index represents for US Short Duration High Yield. Bloomberg US Corporate High Yield Total Return represents for US High Yield.
8. Source: © Morningstar 2022, Principal Global Investors (PGI), as of 31 March 2022. *The annualized performance data of Post Short Duration High Yield Fund (I Acc USD Class) is provided by PGI. The performance data of the peer group average is extracted from Morningstar. Principal Post Short Duration High Yield Fund refers to I Accumulation USD class of the fund, NAV to NAV, gross income re-invested in USD. The inception date of the fund is July 1, 2011. The fund is managed without reference to a particular benchmark. Figures in relation to the Bloomberg US Government 1-2 Year Index (the "Comparison Index") are provided for comparison only. Past performance is not indicative of future performance.
9. Source: Post Advisory Group, Moody's, © Morningstar 2021, as of 31 December 2021. Sharpe ratio calculates the excess performance with respect to the risk free rate (as USTreas T-bill Auction Ave 3 mon), per unit of volatility over the time frame.
* Source: Post Advisory Group, as of 31 December 2021. Latest market default rate for the asset class refers to 12 months rolling default rate of BAML 0-5 Year US High Yield Constrained Index (HUCD).
10. Source: © Morningstar 2022, as of 31 March 2022. Peers refer to all global high yield funds authorized in Hong Kong.
11. Source: Post Advisory Group, as of 31 March 2022.
12. Source: PGI, Bloomberg, as of 31 March 2022. Calculation: Annualized yield = $[(1 + \text{distribution per unit} / \text{Ex-Dividend Price})^{\text{distribution frequency}} - 1]$, the annualized dividend yield is calculated based on the latest dividend distribution with dividend reinvested, and may be higher or lower than the actual annual dividend yield. Positive distribution yield does not imply positive return. For funds offering classes with a distribution feature, dividend rate is not guaranteed. Distributions may be paid from capital.
Distribution policy: Quarterly dividend distribution, but the policy is subject to the complete and absolute decision of the fund manager and there is no guarantee that a particular dividend policy will continue. The distribution yield here refers to Post Short Duration High Yield Fund (A Income USD Class). Distribution yield for A Income USD Class is for reference only.
*2022 average annualized dividend rate is based on the distributions in January with dividend reinvested, and may be different from the actual 2022 dividend yield.
13. Source: Post Advisory Group, as of 31 March 2022.
14. Source: Post Advisory Group, as of 31 March 2022. For funds offering classes with a distribution feature, dividend rate is not guaranteed. Distributions may be paid from capital. Target Yield refers to D2 Class Income Plus Units Q4 Target Yield, which is for reference only and subject to review every quarter and not guaranteed. Positive distribution yield does not imply positive return. Dividend is not guaranteed.

Source of data: All fund data is as of 31 March 2022 and all figures shown in this document are in U.S. dollars unless stated otherwise. All assets under management figures shown in this document are gross figures, before fees, transaction costs and other expenses and may include leverage, unless otherwise noted. Assets under management may include model-only assets managed by the firm, where the firm has no control as to whether investment recommendations are accepted, or the firm does not have trading authority over the assets.

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