



28 December 2012

**THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.
IF IN DOUBT, PLEASE SEEK PROFESSIONAL ADVICE.**

Dear Unitholder,

**Re: Principal Global Selection Fund Series (信安環球精選基金系列) (the “Fund”)
- Termination of Principal Asia Pacific High Income Bond Fund**

Thank you for your continual support to Principal Asia Pacific High Income Bond Fund (the “**Sub-Fund**”), a sub-fund of the Fund.

We, the Manager of the Fund, would like to inform you that we have decided to terminate the Sub-Fund with effect from 28 March 2013 (“**Effective Date**”). The Sub-Fund will no longer be available for sale to the public from the date of this notice.

We have taken into consideration the following reasons before we came to this decision. As of 14 December 2012, the aggregate net asset value of the Sub-Fund is US\$4,397,290 and it is not expected to grow in the near future. Pursuant to Clause 26.03(a) of the Trust Deed and Explanatory Memorandum of the Fund, the Manager is permitted to terminate a sub-fund if the net asset value of that sub-fund is less than US\$13,000,000. Since the aggregate net asset value of the Sub-Fund is less than the optimum fund size, it is difficult to achieve the investment objectives of the Sub-Fund. In this regard, the Manager considers that termination of the Sub-Fund is in the best interest of the Unitholders.

Action Required

As a unitholder of the Sub-Fund, you may:

1. transfer your investments to another sub-fund of Principal Global Selection Fund Series or our other fund series (i.e. Principal Life Style Fund, Principal Prosperity Series or Principal Global Investors Funds) free of charge at any time from now up to 4:00 pm (Hong Kong time) on the Effective Date*.
2. place a redemption request with us in accordance with the procedures set out on p.10 under the “REDEMPTION OF UNITS” section of the Explanatory Memorandum of the Fund from now up to 4:00 pm (Hong Kong time) on 27 March 2013*.
3. take no action, in which case your investment will be automatically redeemed at a price calculated by reference to the net asset value per unit of that class of the Sub-Fund on the Effective Date in accordance with the “CALCULATION OF NET ASSET VALUE AND ISSUE AND REDEMPTION PRICES” section on p.12 of the Explanatory Memorandum. Redemption proceeds will be paid (normally within one week and in any event not later than one month) to you by US dollar cheque drawn in Hong Kong and sent by post to your last known address.

* Unitholders should note that different distributors may have different cut-off times in respect of receiving redemption request. Unitholders are advised to contact the relevant distributors to obtain further information and should check with the relevant distributors on their cut-off time in respect of receiving redemption request.



Cost of Termination

The costs and expenses involved in the termination of the Sub-Fund will be borne by us. None of such costs or expenses will be charged to the Fund or to the Unitholders. There are no unamortized preliminary expenses outstanding in respect to the Sub-Fund. As at 14 December 2012, the total expense ratio of the Sub-Fund was 1.6%. Such ratio is derived based on all the fees incurred by the Sub-Fund during the year divided by the average net asset value of the Sub-Fund.

Taxation

The Sub-Fund is not expected to be subject to Hong Kong tax. No tax will be payable by Unitholders in Hong Kong in respect of any capital gains arising on a sale, redemption or other disposal of units, except that Hong Kong profits tax may arise where such transactions form part of a trade, profession or business carried on in Hong Kong. If you have any concerns about your tax position, you should seek professional financial advice.

The Manager accepts responsibility for the accuracy of the contents of this letter.

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The Explanatory Memorandum of the Fund will be updated by way of an addendum after the Effective Date to reflect the above change. Unitholders may request for a copy of the Explanatory Memorandum, the first to third Addenda and the Key Fact Statements of the sub-funds of the Fund which are available to the public (collectively the "Fund Documents") through our customer service hotline at (852) 2117 8383 or obtain a copy from our website at www.principal.com.hk. The website has not been reviewed by the Securities and Futures Commission.

A copy of the latest Trust Deed, Fund Documents and the latest accounts and reports of the Fund will also be available for inspection free of charge at our office at Unit 1001-3, Central Plaza, 18 Harbour Road, Wanchai, Hong Kong during normal office hours.

If you have any enquiries, please contact the above customer service hotline.

Yours faithfully,

For and on behalf of

Principal Asset Management Company (Asia) Limited

Ringo Sinn
Director

2012 年 12 月 28 日

此乃重要文件，請即閱讀。如閣下有任何疑問，應諮詢專業意見。

致各單位持有人：

有關：信安環球精選基金系列（「本基金」）
- 終止信安亞太高收入債券基金

感謝閣下一直以來對信安亞太高收入債券基金（「子基金」），本基金的子基金，給予的支持。

我們，為本基金的基金經理，茲通知閣下，我們已決定由 2013 年 3 月 28 日（「生效日期」）起終止子基金。由本文件刊發日起，子基金將不再向公眾作出銷售。

我們乃根據以下理由而作出上述的決定。截至 2012 年 12 月 14 日，子基金的累計資產淨值為 4,397,290 美元並預料其短期內難以有所增長。根據集成信託契據條款 26.03(a)及本基金的基金說明書，若子基金的資產淨值少於 13,000,000 美元，基金經理可終止子基金。由於子基金的累計資產淨值少於理想中的基金規模，因而較難達到子基金的投資目標。因此，基金經理考慮到終止子基金是符合單位持有人的利益。

所須行動

作為子基金的單位持有人，閣下可以：

1. 由現在直至生效日期的下午四時（香港時間）之前的任何時候，免費轉換閣下的投資到信安環球精選基金系列的另一子基金或本公司的其他基金系列（即：信安豐裕人生基金、信安豐盛投資系列或信安環球投資基金）*。
2. 由現在直至 2013 年 3 月 27 日的下午四時（香港時間）之前的任何時候，按基金說明書第 10 頁「單位的贖回」部份所載的程序，提交贖回申請*。
3. 不採取任何行動，在此情況下閣下的投資將被自動贖回，贖回價將參照生效日期當日按基金說明書第 12 頁「資產淨值以及發行價及贖回價的計算」部份計算。贖回所得款項將以香港發出的美元支票支付予閣下（通常於一周內及於任何情形之下不多於一個月），並郵寄到閣下最後申報的住址。

* 單位持有人應注意不同分銷商就贖回要求或有不同的截止時間。單位持有人應聯絡有關分銷商以便獲得進一步資料並應向有關分銷商查詢其贖回要求的截止時間。

終止費用

終止子基金所涉及的費用及開支將由本公司承擔。該等費用或開支不會對本基金或單位持有人收取。子基金沒有未清繳的未攤銷開辦費用。截至 2012 年 12 月 14 日，子基金的總支出比例為 1.6%。該比例的計算基礎是以子基金在全年內所招致的所有收費除以子基金的平均資產淨值。

稅務

預期子基金毋需繳納香港稅項。單位持有人在香港將毋需就收入分派或因單位的銷售、贖回或其他處置所產生的任何資本收益繳納任何稅項，但是該等交易構成在香港進行的交易、專業或業務時，則可能須繳納香港利得稅。如閣下對閣下的稅務狀況有任何疑慮，閣下應諮詢專業財務意見。

經理人對本信件所載資料的準確性承擔責任。

基金的基金說明書將於生效日期後以附件形式作出更新以便反映上述的更改。單位持有人可致電本公司的客戶服務熱線(852) 2117 8383 或透過我們的網站 www.principal.com.hk 獲取基金說明書以及其第一號至第三號附件及基金中向公眾作出銷售的子基金的产品資料概要（統稱「基金文件」）的副本。該網站未經證券及期貨事務監察委員會審閱。

基金的最新信託契約、基金文件及最近賬目及報告亦已備存於本公司辦事處，歡迎於辦公時間內親臨香港灣仔港灣道18號中環廣場10樓1001-3室免費查閱。

如閣下有任何疑問，請致電上述的客戶服務熱線。

冼百明
董事代表
信安資金管理（亞洲）有限公司 謹啓