

27 February 2013

Dear Investor,

Notification of changes to the Principal Global Strategic Income Fund.

Principal Global Investors (Australia) Limited (“the Manager”), in its capacity as the Responsible Entity of the Principal Global Strategic Income Fund has decided to implement two changes as part of a recent review of the Fund which covered the Fund’s name and asset allocation.

This letter summarises the changes being made to the Fund effective immediately. A new Product Disclosure Statement (“PDS”) for the Fund containing the changes described below was issued on the 26th February 2013.

The Manager considers that these changes are positive and are in the best interests of unit holders.

Summary of Changes to the Fund

- Name change

The name of the Principal Global Strategic Income Fund has been changed to the Principal Global Credit Opportunities Fund, to better reflect the investment philosophy of the Fund. This became effective on 25th February 2013.

- Asset allocation ranges

Currently the Fund invests in a diversified mix of fixed income assets across a number of sectors, including Global Investment Grade Credit, Global High Yield, Emerging Market Debt, Securitised Assets and Government Debt.

The Fund will continue to invest in these fixed income sectors. As a result of a recent review of the Fund the maximum investment allocation to the Securitised Assets sector (only) will be increased from 15% to 25%. This will permit the portfolio managers more flexibility to invest in mortgage derivatives. The increased allocation is not directed to increasing the allocation to less liquid commercial mortgage-backed securities or non-agency mortgages.

New Investment Ranges

Sectors	Ranges	
	Min. %	Max. %
Global Investment Grade Credit	0%	100%
Global High Yield	0%	50%
Emerging Market Debt	0%	50%
Securitised Assets	0%	25%
Government Debt	0%	100%
Cash	0%	25%

Previous Investment Ranges

Sectors	Ranges	
	Min. %	Max. %
Global Investment Grade Credit	0%	100%
Global High Yield	0%	50%
Emerging Market Debt	0%	50%
Securitised Assets	0%	15%
Government Debt	0%	100%
Cash	0%	25%

Should you have questions regarding the changes, please do not hesitate to contact us on 02 8226 9000 or contact your financial advisor or IDPS provider.

Yours sincerely



Grant Forster
CEO

Principal Global Investors (Australia) Limited