

Registered number: 08137639

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

WEDNESDAY



ABCIMXUØ

A15

14/09/2022

#50

COMPANIES HOUSE

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD
--

COMPANY INFORMATION

Directors	Kaushika Soni Deanna Dawnette Strable-Soethout Patrick Gregory Halter (appointed 1 January 2021)
Company secretary	Principal Corporate Secretarial Services LTD*
Registered number	08137639
Registered office	1 Wood Street London EC2V 7JB
Independent auditors	Ernst & Young LLP 25 Churchill Place London E14 5EY
Bankers	Bank of America 2 King Edward Street London EC1A 1HQ

*Registered office address - 1 Wood Street, London, England, EC2V 7JB.

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

CONTENTS

	Page
Strategic Report	1
Directors' Report	2 - 3
Directors' Responsibilities Statement	4
Independent Auditors' Report	5 - 8
Balance Sheet	9
Statement of Changes in Equity	10
Notes to the Financial Statements	11 - 17

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

**STRATEGIC REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021**

Introduction

The directors present their strategic report of Principal International Latin America Ltd. (the "Company") for the year ended 31 December 2021.

Business review

The profit for the year after taxation amounted to \$NIL (2020 - \$NIL).

Total shareholders' funds at 31 December 2021 were \$1,258,416,887 (2020 - \$1,258,416,887) as shown on the balance sheet on page 9.

During the year, the directors reviewed the carrying value of the investments held, and there was no indication of impairment (2020 - none).

Principal risks and uncertainties

Principal risks to the business are the underlying performance of the UK Holding Companies. The possible poor investment performance and a general downturn in the debt, equity and currency markets could lead to a decline in entity valuation. This could lead to an impairment of the historical cost of the investments.

This report was approved by the board and signed on its behalf.

Shika Soni

Shika Soni (Sep 7, 2022 09:06 GMT+1)

.....
Kaushika Soni
Director

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021**

The directors present their report and the financial statements for the year ended 31 December 2021.

Principal activity

The Company's principal activity is to serve as a holding company.

Directors

The directors who served during the year were:

Kaushika Soni
Deanna Dawnette Strable-Soethout
Patrick Gregory Halter (appointed 1 January 2021)

There have been no other appointments or resignations during the year or subsequently since the balance sheet date to the date of this report.

Future developments

The Company intends to continue to serve as a holding company. As a holding company there may be additional capital movement and investment requirements in future periods.

Engagement with employees

The Company had no employees in the year.

Going Concern

The Company's business activities, together with the factors likely to affect its future development, performance and position are set out within the Strategic Report. The going concern assessment made by management and the factors considered are discussed in note 3 of the audited financial statements. The Company continues to perform as anticipated and there is a reasonable expectation that the Company will continue in operational existence for at least 12 months from the date of this report. The financial position of the Company and its liquidity position are reflected on the balance sheet (page 9).

COVID-19 Uncertainty

The coronavirus ("COVID-19") outbreak since early 2020 has brought additional uncertainties in the Company's operating environment. It has impacted the operation of businesses in some industries and the overall market economic environment. Management's analysis of the impact is discussed in more detail in note 3 of the audited financial statements.

Disclosure of information to auditors

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Post balance sheet events

There have been no significant events affecting the Company since the year end.

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021**

Auditors

Under section 487(2) of the Companies Act 2006, Ernst & Young LLP will be deemed to have been reappointed as auditors 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier.

This report was approved by the board and signed on its behalf.

Shika Soni

Shika Soni (Sep 7, 2022 09:06 GMT+1)

.....
Kaushika Soni
Director

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

**DIRECTORS' RESPONSIBILITIES STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2021**

The directors are responsible for preparing the Strategic Report, the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 101 'Reduced Disclosure Framework'. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

Opinion

We have audited the financial statements of PRINCIPAL INTERNATIONAL LATIN AMERICA LTD for the year ended December 31, 2021 which comprise the Balance Sheet, the Statement of Changes in Equity and the related notes 1 to 13, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including FRS 101 "Reduced Disclosure Framework (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the Company's affairs as at 31 December 2021;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report below. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of 12 months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the Company's ability to continue as a going concern.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our Auditor's Report thereon. The directors are responsible for the other information.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

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 course of the audit or

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD
--

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic report and Directors' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or Directors' Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page 4, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors 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 directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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 ISAs (UK) 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

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

expected to influence the economic decisions of users taken on the basis of these financial statements.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect irregularities, including fraud. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the Company and determined that the most significant are those that relate to the reporting framework (FRS 101, the Companies Act 2006), and the relevant direct and indirect tax compliance regulation in the United Kingdom.
- We understood how the Company is complying with those frameworks by making enquiries of management and corroborated our understanding by reviewing minutes of directors' meetings, policy and procedures manuals and by seeking representation from those charged with governance. Where applicable, we also reviewed correspondence with relevant authorities.
- We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur by considering the risk of management override and by designating the recoverability of investments as a significant and fraud risk. We performed journal entry testing by specific risk criteria, with a focus on manual journals and journals indicating large or unusual transactions based on our understanding of the Company's business. Our procedures also involved gaining an understanding of processes and controls surrounding the impairment review of investments, reviewing the impairment analysis prepared by management, challenging the reasonableness of key assumptions used by management and their appropriateness in accordance with FRS101, and obtaining evidence for the significant inputs to the valuation.
- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved enquiries of management and those charged with governance and review of directors' meeting minutes.

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

Use of our report

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Ernst & Young LLP

Mitul Shah (Senior statutory auditor)
for and on behalf of Ernst & Young LLP, Statutory Auditor
London
8 September 2022

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD
REGISTERED NUMBER: 08137639

BALANCE SHEET
AS AT 31 DECEMBER 2021

	Note	2021 \$	2020 \$
Fixed assets			
Investments	7	1,258,416,887	1,258,416,887
		<u>1,258,416,887</u>	<u>1,258,416,887</u>
Total assets less current liabilities		1,258,416,887	1,258,416,887
Net assets		<u>1,258,416,887</u>	<u>1,258,416,887</u>
Capital and reserves			
Share capital	8	23	23
Share premium	9	1,257,352,565	1,257,352,565
Retained earnings		1,064,299	1,064,299
Total shareholders' funds		<u>1,258,416,887</u>	<u>1,258,416,887</u>

The financial statements were approved and authorised for issue by the board on 5 September 2022 and were signed on its behalf by:

Shika Soni
Shika Soni (Sep 7, 2022 09:06 GMT+1)

.....
Kaushika Soni
Director

The notes on pages 11 to 17 form part of these financial statements.

There was no movement in the profit and loss account during the year hence no Income Statement is presented.

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2021

	Share Capital	Share Premium	Retained Earnings	Total Equity
	\$	\$	\$	\$
At 1 January 2020	21	1,220,508,846	1,064,299	1,221,573,166
Shares issued during the year	2	36,843,719	-	36,843,721
At 1 January 2021	23	1,257,352,565	1,064,299	1,258,416,887
At 31 December 2021	23	1,257,352,565	1,064,299	1,258,416,887

The notes on pages 11 to 17 form part of these financial statements.

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

1. General information

Statement of Compliance with FRS 101

These financial statements were prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework (FRS 101) and in accordance with applicable accounting standards.

FRS 101 sets out a reduced disclosure framework for a 'qualifying entity' as defined in FRS 101 which addresses the financial reporting requirements and disclosure exemptions in the individual financial statements of qualifying entities that otherwise apply the recognition, measurement and disclosure requirements of UK-adopted international accounting standards ('UK-IAS').

The Company is a qualifying entity for the purposes of FRS 101. Note 12 gives details of the Company's parent and from where its publicly available consolidated financial statements prepared in accordance with U.S. Generally Accepted Accounting Principles (US GAAP) may be obtained.

The Company has taken advantage of the exemption under s401 of the Companies Act 2006 not to prepare group accounts as it is a wholly owned subsidiary of Principal Financial Group, Inc. ("PFG").

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies, going concern basis and in accordance with Financial Reporting Standard 101 'Reduced Disclosure Framework' and the Companies Act 2006.

The Company's financial statements are presented in USD and all values are rounded to the nearest dollar except when otherwise indicated.

The preparation of financial statements in compliance with FRS 101 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies (see note 3).

Management believes that the estimates utilised in preparing its financial statements are reasonable and prudent. Actual results could differ from these estimates.

2.2 Financial reporting standard 101 - reduced disclosure exemptions

The Company has taken advantage of the following disclosure exemptions under FRS 101:

- the requirements of IFRS 7 Financial Instruments: Disclosures
- the requirements of paragraphs 91-99 of IFRS 13 Fair Value Measurement
- the requirements of IAS 7 Statement of Cash Flows
- the requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors
- the requirements of paragraph 17 and 18A of IAS 24 Related Party Disclosures
- the requirements in IAS 24 Related Party Disclosures to disclose related party transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by such a member

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

2. Accounting policies (continued)

2.3 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is USD. The functional currency of the Company is USD, as the majority of the transactions are denominated in USD.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

2.4 Investments in subsidiaries

Investments in subsidiaries are measured at cost less accumulated impairment and included within fixed asset investments.

Determining whether the asset is impaired requires a comparison between the amount the asset is carried at and its recoverable amount which is the higher of fair value less costs of disposal and value in use.

3. Judgements in applying accounting policies and key sources of estimation uncertainty

The Company's financial statements are influenced by accounting policies, assumptions, estimates and management's judgement, which necessarily have to be made in the course of preparation of the financial statements.

The Company determines estimates and assumptions that affect the reported amounts of assets and liabilities for the next financial period. All estimates and assumptions required in conformity with FRS 101 are best estimates undertaken in accordance with the applicable standard.

Estimates and judgements are evaluated on a continuous basis, and are based on past experience and other factors, including expectations with regard to future events. The application of accounting policies and management's judgements for certain items are especially critical for the Company's results and financial situation due to their materiality.

The following are key judgments made by the directors:

Going concern

The impact of COVID-19 has been considered by management in the going concern assessment. There were minimal disruptions to operations during the year. The Company has no employees and is supported by employees of other Principal Financial Group ("PFG", "the Group") entities. The Company was still able to operate effectively with staff working remotely. Employees have been able to slowly return to the office whilst observing recommended safety guidelines.

Whilst it is difficult to foresee future impact from the ongoing pandemic management believe that the

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

3. Judgements in applying accounting policies (continued)

Company, given the very limited extent of its operational activities and associated expenditure is well placed to manage its affairs. Therefore, we believe that the Company is well placed to manage its business risks and has a reasonable expectation that the Company has adequate resources to continue in operational existence for at least 12 months from the date these financial statements are approved. Therefore, it continues to adopt the going concern basis in preparing the financial statements of the Company.

The following are the Company's key sources of estimation uncertainty.

Fair value of investments

When the fair value of the investments recorded on the balance sheet cannot be derived from active market, their fair value is determined using a variety of valuation techniques that can include the use of mathematical models. The inputs to these models are taken from observable markets where possible, but where this is not feasible estimation is required in establishing fair values.

Impairment of non-current assets

Determining whether a non-current asset is impaired requires an estimation of the "value in use" and/or the "fair value less costs to sell" of the cash-generating units ("CGUs") to which the non-current asset has been allocated. The value in use calculation requires an estimate of the future cash flows expected to arise from the CGU and a suitable discount rate in order to calculate present value. The key assumptions for these value in use calculations are those regarding discount rates, growth rates and expected changes to selling prices and direct costs. The directors estimate discount rates using pre-tax rates that reflect current market assessments of the time value of money and the risks specific to the individual CGU.

4. Operating profit

During the year, the directors reviewed the carrying value of the investments held, and there was no indication of impairment (2020 - none).

5. Auditors' remuneration

The audit fees of \$12,992 (2020 - \$12,695) were borne by Principal Financial Services II (UK) Ltd., a group company.

6. Directors' remuneration

The directors are remunerated for their services to the group as a whole and do not receive any payments for qualifying services to the Company. Two of the directors' salaries are paid by Principal Life Insurance Company, a group company. One of the directors' salary is paid by Principal Global Investors (Europe) Ltd, a group company. Principal Global Investors (Europe) Ltd and Principal Life Insurance Company are wholly owned subsidiaries of the Company's ultimate parent, Principal Financial Group, Inc.

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

7. Investments in subsidiary undertakings

	Investments in subsidiary companies \$
Cost or valuation	
At 1 January 2021	1,258,416,887
At 31 December 2021	<u>1,258,416,887</u>

On 31 December 2021, the Company reviewed the carrying value of its investments and there was no indication of impairment (2020 - none).

8. Share capital

	2021 \$	2020 \$
Authorised, allotted, called up and fully paid		
23 (2020 - 23) Ordinary shares of \$1.00 each	<u>23</u>	<u>23</u>

9. Reserves

Share premium account

Share premium includes the value of the consideration above nominal on issue of the Company's called up share capital, comprising \$1 ordinary shares.

During the previous year, the Company's immediate parent company Principal Financial Services Latin America Ltd. contributed \$36,843,721 to the Company, resulting in an issuance of two shares of nominal value \$1 each and an aggregate share premium of \$36,843,719.

10. Related party transactions

The Company has taken advantage of the exemption under paragraph 8(k) of FRS 101 not to disclose transactions with entities within the PFG Group as its results are included within the consolidated financial statements of PFG.

11. Post balance sheet events

There have been no significant events affecting the Company since the balance sheet date.

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

12. Immediate Parent, Ultimate Parent Undertaking and Controlling Party

The Company's immediate parent undertaking is Principal Financial Services Latin America Ltd., a company incorporated in the United Kingdom.

The Company's ultimate parent company and controlling party is Principal Financial Group, Inc., a company incorporated in the United States of America. Electronic copies of the Consolidated Financial Statements of PFG, in which the company is consolidated, are available at www.principal.com/investor.

13. Subsidiary Undertaking

The Company owns directly (*) or indirectly investments in the following subsidiaries:

Name	Place of Incorporation	Principal Activity	Registered office	Class of shares	Holding
Principal International South America I Ltd (*)	United Kingdom	Holding Company	1 Wood Street, London EC2V 7JB	Ordinary	100 %
Claritas Administração de Recursos Ltda.	Brazil	Mutual funds and asset management company	Avenida Brigadeiro Faria Lima, 4221, 4th Floor, Itaim, Sao Paulo - SP, Brazil, CEP, Brazil 04538-133	Quotas	26 %
Principal International South America II Ltd	United Kingdom	Holding Company	1 Wood Street, London EC2V 7JB	Ordinary	100 %
Principal International Mexico, LLC	Delaware	Holding Company	711 High Street, Des Moines, IA 50392	N/a	100 %
Principal Financial Group, S.A. de C.V., Grupo Financiero	Mexico	Holding Company	Calle Lago Zurich número 245 piso 19, Colonia Ampliación Granada, Alcaldía Miguel Hidalgo, Código Postal, Ciudad de Mexico, 11529 Mexico	Fixed Series A, Variable Series B, Fixed Series F Class I, Variable Series F Class II	100 %
Principal Mexico Servicios, S.A. de C.V.	Mexico	Employer of Mexico administration employees	Calzada del Valle, 114 Oriente Colonia del ValleSan Pedro Garza Garcia, 66220, Mexico	Fixed Series A, Variable Series B	100 %

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

Principal Seguros, S.A. de C.V., Principal Grupo Financiero	Mexico	Life Insurance Corporation	Calzada del Valle No. 112 Ote, Colonia del Valle, C.P.San Pedro Garza Garcia, Nuevo Leon, 66220, Mexico	Fixed Capital Class I/Series E, Fixed Capital Class I/Series M, Variable Capital Class II/Series E, Series E & M	100 %
Principal Afore, S.A. de C.V., Principal Grupo Financiero	Mexico	Pension Company	Calzada del Valle No. 112 Ote, Colonia del Valle, C.P.San Pedro Garza Garcia, Nuevo Leon, 66220, Mexico	Series F Class I, Series F Class II	100 %
Principal Fondos De Inversion, S.A. de C.V., Operadora de Fondos de Inversion, Principal Grupo Financiero	Mexico	Mutual Fund Company	Calzada del Valle No. 112 Ote, Colonia del Valle, C.P.San Pedro Garza Garcia, Nuevo Leon, 66220, Mexico	Fixed Series A, Variable Series B	100 %
Principal International South America II Ltd, Agencia en Chile	Chile	Holding Company	Apoquindo 3600, Piso 8Las Condes, Santiago, Chile	N/a	100 %
Principal Holding Company Chile S.A.	Chile	Holding Company	Apoquindo 3600, Piso 8Las Condes, Santiago, Chile	Common	100 %
Principal Chile Limitada	Chile	Holding Company	Apoquindo 3600, floor 6th, Las Condes, Santiago, Chile	N/a	100 %
Administradora de Fondos de Pensiones Cuprum S.A.	Chile	Holding Company	Apoquindo 3600, floor 6th, Las Condes, Santiago, Chile	Common	97 %
Inversiones Cuprum Internacional S.A.	Chile	Pension Services Company	Apoquindo 3600, floor 6th, Las Condes, Santiago, Chile	Common	100 %
Principal International de Chile S.A.	Chile	Holding Company Provides corporate services for the companies of Principal Chile	Apoquindo 3600, Piso 15Las Condes, Santiago, 755-0108, Chile	Common	100 %
Principal Servicios Corporativos Chile Ltda.	Chile			N/a	100 %

PRINCIPAL INTERNATIONAL LATIN AMERICA LTD
--

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

Principal Compania de Seguros de Vida Chile S.A.	Chile	Life Insurance and Annuity Company Corporation organized for the administration of various funds	Apoquindo 3600, Piso 11Las Condes, Santiago, Chile	Common	100 %
Principal Administradora General de Fondos S.A.	Chile		Apoquindo 3600, Piso 10Las Condes, Santiago, Chile	Common	100 %
Principal Ahorro e Inversiones S.A.	Chile	Investment Advisor	Apoquindo 3600, Piso 11Las Condes, Santiago, Chile	Common	100 %
Principal Servicios de Administracion S.A.	Chile	Holding Company	Apoquindo 3600, Piso 8Las Condes, Santiago, Chile	Common	100 %
Hipotecaria Security Principal, S.A.	Chile	Mortgage Loan Company	El Golf 150, Piso 2Las Condes, Santiago, Chile	Common	49 %