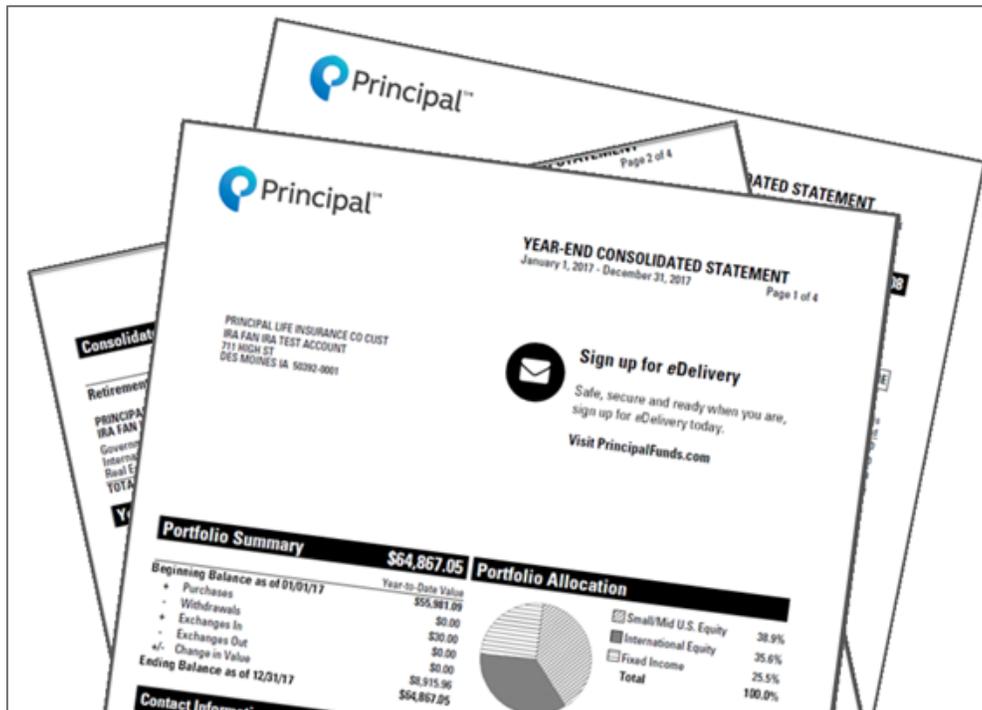


How to Read Your Statement

Your Principal Funds Account Statement is an important reference whether you're a new or established investor. It is an essential document for personal information and for discussions with your financial professional.



Let's walk through a hypothetical statement and highlight the value of each section beginning with the Portfolio Summary.

Portfolio Summary

Portfolio Summary		\$64,867.05	Portfolio Al
		<u>Year-to-Date Value</u>	
Beginning Balance as of 01/01/17		\$55,981.09	
+ Purchases		\$0.00	
- Withdrawals		\$30.00	
+ Exchanges In		\$0.00	
- Exchanges Out		\$0.00	
+/- Change in Value		\$8,915.96	
Ending Balance as of 12/31/17		\$64,867.05	
Contact Information			
Your Advisor		On the Internet	
PRINCIPAL SECURITIES INC		Sign in to your account at	

Balances are shown for the beginning of the statement period. Purchases and withdrawals, changes in market value, and the ending balance for the period are also displayed.

Portfolio Allocation

To the right of the Portfolio Summary is the Portfolio Allocation. At the end of the statement period, if you have more than one investment, a pie chart will be included. You will see the assets in the allocation and their total weight in the overall portfolio.

\$64,867.05		Portfolio Allocation	
	<u>Year-to-Date Value</u>		
	\$55,981.09		
	\$0.00		
	\$30.00		
	\$0.00		
	\$0.00		
	\$8,915.96		
	\$64,867.05		
		<ul style="list-style-type: none"> Small/Mid U.S. Equity 38.9% International Equity 35.6% Fixed Income 25.5% Total 100.0% 	
On the Internet		By Mail	
Sign in to your account at		Principal Funds	
PrincipalFunds.com		P.F. 0001	

Contact Information

Right below the Summary is important contact information for your financial professional and for Principal Funds, in one spot.

+/- Change in Value	\$8,915.96	
Ending Balance as of 12/31/17	\$64,867.05	
Contact Information		
Your Advisor PRINCIPAL SECURITIES INC HOUSE ACCOUNT - GENERAL 711 HIGH ST DES MOINES IA 50392-0001 (888) 774-6267	On the Internet Sign in to your account at PrincipalFunds.com for 24/7 account information. Investor Services 800-222-5852 M-F 7 a.m. to 7 p.m. Central Time	By Mail Principal Funds PO Box 8024 Boston, MA 02266-8024
News from Principal Funds		

News from Principal Funds

Important useful news and information from Principal Funds can be found at the bottom of the first page.

PRINCIPAL SECURITIES INC HOUSE ACCOUNT - GENERAL 711 HIGH ST DES MOINES IA 50392-0001 (888) 774-6267	PrincipalFunds.com for 24/7 account information. Investor Services 800-222-5852 M-F 7 a.m. to 7 p.m. Central Time	Principal Funds PO Box 8024 Boston, MA 02266-8024
News from Principal Funds		
Happy New Year from Principal Funds! Did you know that our Tax Center can provide answers to your tax-related questions on your Principal Funds Account? Visit our website at principalfunds.com/taxcenter for more information.		

Consolidated Portfolio Summary

Your consolidated portfolio summary includes the investments held in a Principal Funds account. It will appear on your quarterly and your year-end statement. This may include your Principal Funds retirement and/or non-retirement accounts under your name. Information here includes: any mutual funds held, your account numbers, the number of shares in each fund, and the market value of the investment at the beginning and at the end of the summary period.

Consolidated Portfolio Summary for the following Principal Fund(s)								
	Fund Code Account Number	Market Value Beginning 01/01/17	Additions/ Withdrawals	+/- Change in Market Value	Market Value Ending 12/31/17			
Retirement Account(s)								
PRINCIPAL LIFE INSURANCE CO CUST IRA FAN IRA TEST ACCOUNT								
Government & High Quality Bond (A)	4197-0000000200	\$16,323.24	\$0.00	\$220.59	\$16,543.83			
International Emerging Markets (A)	4107-0000000200	\$16,420.04	\$0.00	\$6,687.90	\$23,107.94			
Real Estate Securities (A)	4187-0000000200	\$23,237.81	-\$30.00	\$2,007.47	\$25,215.28			
TOTAL		\$55,981.09	-\$30.00	\$8,915.96	\$64,867.05			
Year-to-Date Dividend and Capital Gain Summary for the following Principal Fund(s)								
	Fund Code	Tax-Exempt	+	Dividend and Short-Term	+	Long-Term	=	Total

Year-to-Date Dividend and Capital Gains

PRINCIPAL LIFE INSURANCE CO CUST IRA FAN IRA TEST ACCOUNT								
Government & High Quality Bond (A)	4197-0000000200	\$16,323.24	\$0.00	\$220.59	\$16,543.83			
International Emerging Markets (A)	4107-0000000200	\$16,420.04	\$0.00	\$6,687.90	\$23,107.94			
Real Estate Securities (A)	4187-0000000200	\$23,237.81	-\$30.00	\$2,007.47	\$25,215.28			
TOTAL		\$55,981.09	-\$30.00	\$8,915.96	\$64,867.05			
Year-to-Date Dividend and Capital Gain Summary for the following Principal Fund(s)								
	Fund Code Account number	Tax-Exempt Dividend	+	Dividend and Short-Term Capital Gains	+	Long-Term Capital Gains	=	Total Distribution
Retirement Account(s)								
PRINCIPAL LIFE INSURANCE CO CUST IRA FAN IRA TEST ACCOUNT								
Government & High Quality Bond (A)	4197-0000000200	\$0.00		\$535.76		\$0.00		\$535.76
International Emerging Markets (A)	4107-0000000200	\$0.00		\$203.65		\$0.00		\$203.65
Real Estate Securities (A)	4187-0000000200	\$0.00		\$279.49		\$521.95		\$801.44
TOTAL		\$0.00		\$1,018.90		\$521.95		\$1,540.85

Year-to-Date dividend and capital gains are summarized here for the Principal Funds you own. This section will appear on your year-end statement. Any tax-exempt dividends, short-term and long-term capital gains, and total distributions are shown. For a full breakdown of reported dividend information, please refer to your 1099-Div.

Retirement Account(s) Contribution Summary

IRA FAN IRA TEST ACCOUNT					
Government & High Quality Bond (A)	4197-000000200	\$0.00	\$535.76	\$0.00	\$535.76
International Emerging Markets (A)	4107-000000200	\$0.00	\$203.65	\$0.00	\$203.65
Real Estate Securities (A)	4187-000000200	\$0.00	\$279.49	\$521.95	\$801.44
TOTAL		\$0.00	\$1,018.90	\$521.95	\$1,540.85

Retirement Account(s) Contribution Summary for the following Principal Fund(s)					
	Fund Code Account Number	Prior Year Contributions	Current Year Contributions	Transfer of Assets	Rollover Contributions
PRINCIPAL LIFE INSURANCE CO CUST					
IRA FAN IRA TEST ACCOUNT					
Money Market (A)	4199-000000200	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL		\$0.00	\$0.00	\$0.00	\$0.00
PRINCIPAL LIFE INSURANCE CO CUST					
IRA FAN IRA TEST ACCOUNT					
Money Market (A)	4199-0000002002	\$1.00	\$0.00	\$0.00	\$0.00
TOTAL		\$1.00	\$0.00	\$0.00	\$0.00

If you've made retirement account contributions by calendar year end, a summary of your total prior year and current year contributions and any transfers and rollovers are included in the statement.

Uncashed Checks

If you have any uncashed checks on your account, issued at least 30 days prior to the statement end-date, those checks are noted. If you have questions or concerns about uncashed checks that are listed, please contact a Client Relations Specialist at 800-222-5852. They are available Monday through Friday, 7:00 am to 7:00 pm, Central Time.

Principal Capital Appreciation (A)	4198-000000200	\$0.00	\$433.69	\$0.00	\$0.00
Real Estate Securities (A)	4187-000000200	\$0.00	\$650.51	\$0.00	\$0.00
SmallCap (A)	4188-000000200	\$0.00	\$433.69	\$0.00	\$0.00
TOTAL		\$0.00	\$4,336.68	\$0.00	\$0.00

Uncashed Checks on Your Account for the following Principal Fund(s)					
The check(s) below were uncashed as-of the ending date of this statement. If the check(s) has recently been cashed, please disregard this message. If you received this check(s) please deposit it at your earliest convenience as checks issued more than 180 days ago are void. If you have any questions regarding your uncashed checks, please call Principal Funds at 800-222-5852.					
Fund Name	Fund Code	Account Number	Check Number	Issue Date	Check Amount
High Yield (C)	4478	000000200	10000	11/30/17	\$15.56

Activity Detail

Detailed activity for your Principal Funds account is shown in this section. The account value displays the combined ending balance of all mutual funds within the account.

Activity Detail for account 0000000200						Account Value: \$9.08
Account Registration PRINCIPAL LIFE INSURANCE CO CUST IRA FAN IRA TEST ACCOUNT						
Money Market (A)		Fund #: 4199	Symbol: PCSXX	Asset Class: SHORT-TERM FIXED INCOME		
Transactions						
Date	Description	Amount	Share Price	Sales Charge	Shares	Total Shares Owned
	BEGINNING BALANCE	\$11.08	\$1.00			11.080
05/15/17	TRANSFER TO 2002	-\$1.00	\$1.00		-1.000	10.080
05/15/17	FIDUCIARY EXCHANGE	-\$1.00	\$1.00		-1.000	9.080
	ENDING BALANCE	\$9.08	\$1.00			9.080
The 7-day current yield for the Principal Money Market Fund (A) as of 12-29-2017 was 0.85%. If you have any questions, contact your Investment Representative or Principal Funds at 800-222-5852.						

For each fund held, you will find the mutual fund's name and symbol, the asset class of the investment, the share price, and any transaction information, including beginning and ending balances.

For non-retirement accounts, the statement will also show cost basis information within the Activity Detail section.

Activity Detail for account 0000000200						Account Value: \$23,348.62
Account Registration FAN TEST ACCOUNT						
Equity Income (C)		Fund #: 4404	Symbol: PEUCX	Asset Class: LARGE U.S. EQUITY		
Cost Basis Calculation Method:		Cost Basis as of 12/31/2017				
ACST - Average Cost			Average Cost per share	Total Cost Basis	Total Shares	
		Covered	\$27.97	\$4,626.57	165.408	
Transactions						
Date	Description	Amount	Share Price	Sales Charge	Shares	Total Shares Owned
	BEGINNING BALANCE	\$0.00	\$27.10			0.000
02/08/17	SHS PURCHASED-CUM DISC	\$4,362.87	\$27.83		156.769	156.769

If you have questions about your statement or any Principal Funds investment, please contact your financial professional or Principal Funds Customer Service at 800-222-5852 Monday through Friday between the hours of 7:00 am to 7:00 pm, Central Time.

Carefully consider a fund's objectives, risks, charges, and expenses. Contact your financial professional or visit principalfunds.com for a prospectus, or summary prospectus if available, containing this and other information. Please read it carefully before investing.

Investing involves risk, including possible loss of principal.

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