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Principal Asset Management℠

Principal Blue Chip Fund

Third quarter 2026

Fund overview

The Fund invests for the long-term in high-quality companies led by owner-operators. The Fund uses a highly active approach to U.S. large-cap equities that aims for long-term outperformance with less risk.

Ticker

Class I: PBCKX Class C: PBLCX
Class A: PBLAX Class R6: PGBHX

Portfolio management

K. William Nolin, CFA
37 years of experience

Tom Rozycki, CFA
26 years of experience

Fund information

	Fund	Index
Fund AUM	$6.4B	—
Number of holdings	36	371
Operating margin	40.9%	32.9%
Active share	54.2%	—
Market Cap[1]	$2,021.7B	$2,295.9B
Sharpe ratio (5-year)	0.2	0.6
Turnover[2]	28.2%	—

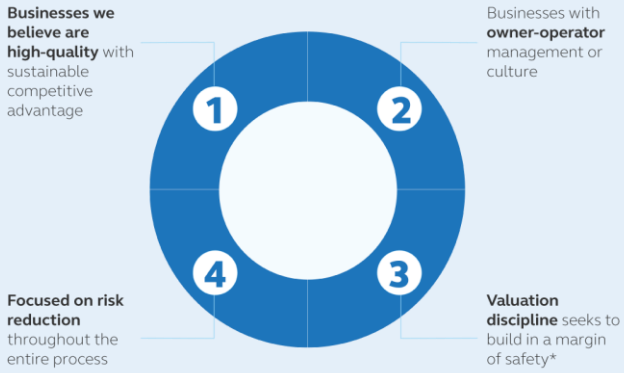
Source: FactSet
[1] Weighted average
[2] Turnover is calculated semi-annually; reflects most recent available calculation.
Active share: Measures how much different portfolio weights in securities are from benchmark weights. The higher the active share, the more the portfolio differs from the benchmark. **Sharpe ratio:** Measures how an investment balances risks and rewards. The higher the Sharpe ratio, the better the investment's historical risk-adjusted performance.

Reported FactSet data is subject to revision over time, which may result in slight differences among data points reported during the same period.

A highly active approach that focuses on owner-operators

- A wide latitude to depart from index weights results in higher active share and more concentrated top holdings than peers.
- Aligned incentives: Owner-operators tend to be passionate and cost conscious. We believe they have longer-term outlooks and are better capital allocators.
- An experienced team with a history of delivering excess risk-adjusted returns over market cycles.

Investing in high-quality companies led by owner-operators



The investment strategy may not perform as intended, and you may experience a gain or a loss. *Margin of safety is a term used for when the market price of a stock is significantly below its intrinsic value. Investing involves risk, including possible loss of principal.

Why allocate to a portfolio:

- **Long-term U.S. equity holding**: Strategy aims to outperform large-cap indexes through market cycles with less risk.
- **Complementary to indices**: The highly active approach complements passive core equity holdings because companies with large inside ownership (the owner-operators the team emphasizes) are underrepresented in indices.[3]

[3] Most major indexes are float-adjusted to reflect the portion of each company's shares available for trading. Given owner-operator stakes are tightly held (not available in the open market), companies with significant ownership by such insiders tend to be most impacted by float adjustment.

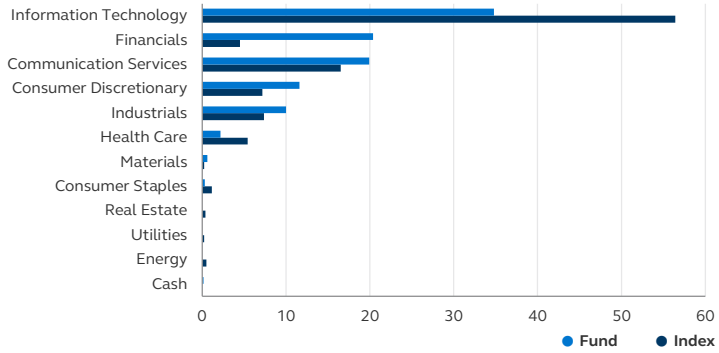
Past performance does not guarantee future results. Asset allocation and diversification do not ensure a profit or protect against a loss.

Top 10 holdings[4]

	% of net assets
NVIDIA Corp	13.3
Microsoft Corp	9.7
Amazon.com Inc	8.0
Brookfield Corp	7.2
Meta Platforms Inc	5.9
Alphabet Inc - C Shares	5.1
Alphabet Inc - A Shares	5.0
TransDigm Group Inc	4.9
Broadcom Inc	4.9
Mastercard Inc	4.3
Total	**68.3**

[4] The holdings listed do not constitute a recommendation to purchase or sell a particular security. Cash and/or derivative positions that are not part of the core investment strategy will not be reflected in the top holdings list.

Sector allocation (%)[5]



[5] Source: FactSet. Fund holdings and allocations shown are unaudited and may not be representative of current or future investments. Percentages may not add up to 100% due to rounding and/or inclusion or exclusion of cash.

Performance, rankings, & ratings

	Average annual total returns (%)								
	3-month	Year-to-date	1-year	3-year	5-year	10-year	Since inception (06/14/2012)	Expense ratio[11] (net/gross)	Expense limit expiration date
Class I[6]	4.03	-0.48	-2.33	15.82	6.22	14.72	14.83	0.66/0.69	12/30/2026
Russell 1000® Growth Index[7,8]	0.92	6.30	7.50	24.26	13.66	18.16	17.15	–	–
Morningstar Category Average	1.13	10.11	10.93	23.55	10.78	15.91	–	–	–
Morningstar rankings and ratings	**3-month**	**Year-to-date**	**1-year**	**3-year**	**5-year**	**10-year**	**Overall**		
Category and number of funds in category: Large Growth	1075	1058	1049	965	914	744	965		
Class I percentile rankings[9]	–	–	95	92	89	71	–		
Class I ratings[10]	–	–	–	★	★★	★★★	★★		

Calendar year returns (%)	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Class I[6]	8.87	28.86	2.96	38.79	34.78	25.14	-30.74	39.85	21.52	9.13
Russell 1000® Growth Index[7,8]	7.08	30.21	-1.51	36.39	38.49	27.60	-29.14	42.68	33.36	18.56
Morningstar Category Average	3.23	27.67	-2.09	31.90	35.86	20.45	-29.91	36.74	28.96	16.10

Morningstar percentile rankings are based on total returns. Morningstar ratings are based on risk-adjusted returns.

Returns represent past performance and do not guarantee future results. Share price, principal value, and return will vary and you may have a gain or loss when shares are sold. Current performance may be lower or higher than quoted. For the most recent month-end performance, visit www.PrincipalAM.com/mutual.

[6] Performance assumes reinvestment of all dividends and capital gains.

[7] Russell 1000® Growth Index is a market-capitalization weighted index of those firms in the Russell 1000® with higher price-to-book ratios and higher forecasted growth values.

[8] Index performance information reflects no deduction for fees, expenses, or taxes. Indices are unmanaged and individuals cannot invest directly in an index.

[9] Morningstar percentile rankings are based on total returns and do not reflect the inclusion of sales charges. If sales charges were reflected, rankings could be lower.

[10] The Morningstar Rating™ for funds, or "star rating," is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. Morningstar ratings do not reflect the inclusion of sales charges. If sales charges were reflected, ratings could be lower.

[11] The net expense ratio reflects contractual expense limits, if any, which may lower net expenses and cause the gross and net expense ratios to differ. In such cases a date is listed through which expense limits are expected to apply; however, Principal Funds and the investment adviser may mutually agree to terminate the expense limits prior to the end of the period. Returns displayed are based on net total investment expense.

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Returns shown for periods of less than one year are not annualized.

Class I shares are available only to eligible investors, including various institutional investors and investors in certain mutual fund wrap or asset allocation programs. See the prospectus for eligibility requirements.

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

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