

Principal Funds, Inc. 2022 Tax Reporting Supplement

The enclosed information is provided to assist shareholders in preparing their 2022 tax returns. The information contained herein should not be deemed to be tax advice. Due to the many differences in state and local regulations, shareholders should consult their tax advisors regarding this information. If you have questions concerning the information we have furnished, please call us at 1-800-222-5852.

Government Obligations Percentage

A portion of the dividends paid by the following funds during 2022 was derived from investments in obligations of the U.S. government or its agencies. Some of these dividends may be exempt from state and local taxes depending on the tax laws of your individual state or local taxing authority. Some states treat income from federal agency obligations differently than income from direct federal obligations. Please consult your tax advisor to determine which, if any, of the obligations listed below may be exempt from your state income tax.

Fund	Direct Federal Obligations	Indirect Federal Obligations	Repurchase Agreements
Bond Market Index Fund	35.69%	21.73%	3.87%
Capital Securities Fund	0.01%	0.05%	0.08%
Core Fixed Income Fund	14.65%	22.71%	0.70%
Core Plus Bond Fund	12.36%	19.58%	0.96%
Diversified Income Fund	0.53%	0.34%	0.50%
Diversified International Fund	0.12%	0.84%	1.25%
Diversified Real Asset Fund	14.78%	0.21%	0.31%
Edge MidCap Fund	0.05%	0.40%	0.58%
Equity Income Fund	0.05%	0.42%	0.62%
Finisterre Emerging Markets Total Return Bond Fund	0.05%	0.39%	0.57%
Global Emerging Markets Fund	0.11%	0.78%	1.16%
Global Multi-Strategy Fund	0.75%	1.54%	2.28%
Global Real Estate Securities Fund	0.03%	0.26%	0.38%
Global Sustainable Listed Infrastructure Fund	0.17%	1.07%	1.59%
Government & High Quality Bond Fund	5.23%	89.43%	0.44%
Government Money Market Fund	5.50%	37.18%	55.21%
High Income Fund	0.16%	0.14%	0.21%
High Yield Fund	0.37%	0.24%	0.35%
Inflation Protection Fund	98.29%	0.07%	0.11%
International Equity Index Fund	0.00%	0.03%	0.05%
International Fund I	0.02%	0.18%	0.27%
International Small Company Fund	0.04%	0.29%	0.43%
LargeCap S&P 500 Index Fund	0.07%	0.54%	0.80%
LargeCap Value Fund III	0.11%	0.69%	1.02%
MidCap S&P 400 Index Fund	0.11%	0.71%	1.06%
MidCap Value Fund I	0.08%	0.60%	0.88%
Money Market Fund	1.55%	0.30%	4.20%
Origin Emerging Markets Fund	0.03%	0.21%	0.32%
Overseas Fund	0.03%	0.28%	0.41%
Principal Capital Appreciation Fund	0.13%	0.86%	1.27%
Principal Diversified Select Real Asset Fund	0.29%	0.13%	0.35%
Principal LifeTime 2010 Fund	21.04%	8.74%	0.49%
Principal LifeTime 2015 Fund	20.54%	8.59%	0.50%
Principal LifeTime 2020 Fund	19.65%	8.63%	0.52%
Principal LifeTime 2025 Fund	16.89%	7.53%	0.48%
Principal LifeTime 2030 Fund	6.31%	9.90%	0.57%
Principal LifeTime 2035 Fund	5.43%	8.60%	0.64%
Principal LifeTime 2040 Fund	3.67%	5.93%	0.66%
Principal LifeTime 2045 Fund	1.97%	3.36%	0.69%
Principal LifeTime 2050 Fund	0.89%	1.74%	0.71%
Principal LifeTime 2055 Fund	0.86%	1.70%	0.70%
Principal LifeTime 2060 Fund	0.82%	1.63%	0.69%
Principal LifeTime 2065 Fund	0.81%	1.62%	0.70%
Principal LifeTime Hybrid 2015 Fund	27.69%	5.70%	1.30%
Principal LifeTime Hybrid 2020 Fund	24.06%	5.24%	1.23%
Principal LifeTime Hybrid 2025 Fund	22.86%	5.27%	1.28%
Principal LifeTime Hybrid 2030 Fund	11.14%	7.04%	1.65%
Principal LifeTime Hybrid 2035 Fund	8.84%	5.72%	1.51%
Principal LifeTime Hybrid 2040 Fund	5.54%	3.77%	1.26%
Principal LifeTime Hybrid 2045 Fund	3.03%	2.32%	1.08%
Principal LifeTime Hybrid 2050 Fund	1.34%	1.31%	0.94%
Principal LifeTime Hybrid 2055 Fund	1.35%	1.31%	0.94%
Principal LifeTime Hybrid 2060 Fund	1.35%	1.32%	0.94%
Principal LifeTime Hybrid 2065 Fund	1.32%	1.29%	0.92%
Principal LifeTime Hybrid Income Fund	27.80%	5.70%	1.30%
Principal LifeTime Strategic Income Fund	21.00%	8.71%	0.49%
Real Estate Securities Fund	0.03%	0.27%	0.40%
SAM Balanced Portfolio	11.49%	8.15%	0.98%
SAM Conservative Balanced Portfolio	14.49%	11.19%	1.05%
SAM Conservative Growth Portfolio	7.09%	4.63%	1.04%
SAM Flexible Income Portfolio	16.32%	12.65%	0.96%
SAM Strategic Growth Portfolio	2.87%	1.39%	1.15%
Short-Term Income Fund	7.26%	0.33%	0.49%
SmallCap Fund	0.09%	0.64%	0.94%
SmallCap S&P 600 Index Fund	0.11%	0.77%	1.16%
SmallCap Value Fund II	0.08%	0.61%	0.90%
Small-MidCap Dividend Income Fund	0.03%	0.20%	0.29%
Spectrum Preferred and Capital Securities Income Fund	0.00%	0.04%	0.06%

Alternative Minimum Tax

The percentage of 2022 exempt interest dividends subject to the Federal Alternative Minimum Tax is summarized below. Please consult with your tax advisor to determine if you are subject to AMT.

<u>Fund</u>	<u>AMT</u>
California Municipal Fund	21.72%
Opportunistic Municipal Fund	33.45%
Tax-Exempt Bond Fund	25.97%

Qualified Dividend Income & Dividends Received Deduction

Qualified Dividend Income ("QDI") received and distributed by a fund is eligible to be taxed at lower rates. QDI is generally distributed from domestic corporations and certain qualified foreign corporations that meet certain holding requirements. The ordinary dividends that may qualify for the lower tax rates are shown in Box 1b of Form 1099-DIV. Shareholders must meet the holding period requirement to qualify for the lower ordinary dividend tax rates. To be eligible to treat all or a portion of the fund's dividend as qualified, a shareholder must have held the fund's shares for at least 61 days during the 121-day period surrounding the ex-dividend date. For additional information, see IRS Publication 550 at www.irs.gov.

Dividends Received Deduction ("DRD"). For corporate shareholders, the percentage of ordinary income distributions (dividend income and short-term gains, if any) for 2022 that qualifies for the DRD are as follows:

<u>Fund</u>	<u>QDI</u>	<u>DRD</u>	<u>Fund</u>	<u>QDI</u>	<u>DRD</u>
Blue Chip Fund	0.00%	0.00%	Principal LifeTime 2015 Fund	17.33%	10.36%
Bond Market Index Fund	0.00%	0.00%	Principal LifeTime 2020 Fund	21.51%	12.91%
California Municipal Fund	0.00%	0.00%	Principal LifeTime 2025 Fund	24.50%	14.59%
Capital Securities Fund	66.90%	37.28%	Principal LifeTime 2030 Fund	32.31%	19.84%
Core Fixed Income Fund	1.24%	1.21%	Principal LifeTime 2035 Fund	46.80%	28.45%
Core Plus Bond Fund	3.14%	2.07%	Principal LifeTime 2040 Fund	61.96%	37.62%
Diversified Income Fund	13.84%	9.01%	Principal LifeTime 2045 Fund	76.20%	46.00%
Diversified International Fund	100.00%	0.13%	Principal LifeTime 2050 Fund	87.50%	52.85%
Diversified Real Asset Fund	25.51%	8.74%	Principal LifeTime 2055 Fund	86.09%	51.68%
Edge MidCap Fund	100.00%	100.00%	Principal LifeTime 2060 Fund	83.63%	50.09%
Equity Income Fund	100.00%	100.00%	Principal LifeTime 2065 Fund	87.02%	51.71%
Finistere Emerging Markets Total Return Bond Fund	2.28%	0.00%	Principal LifeTime Hybrid 2015 Fund	24.58%	17.42%
Global Emerging Markets Fund	81.63%	0.11%	Principal LifeTime Hybrid 2020 Fund	27.56%	19.70%
Global Multi-Strategy Fund	16.37%	10.18%	Principal LifeTime Hybrid 2025 Fund	34.86%	25.03%
Global Real Estate Securities Fund	100.00%	3.29%	Principal LifeTime Hybrid 2030 Fund	47.02%	34.86%
Global Sustainable Listed Infrastructure Fund	68.74%	29.98%	Principal LifeTime Hybrid 2035 Fund	60.37%	44.79%
Government & High Quality Bond Fund	0.00%	0.00%	Principal LifeTime Hybrid 2040 Fund	73.33%	54.35%
Government Money Market Fund	0.00%	0.00%	Principal LifeTime Hybrid 2045 Fund	85.51%	63.40%
High Income Fund	0.09%	0.00%	Principal LifeTime Hybrid 2050 Fund	91.47%	67.86%
High Yield Fund	1.86%	0.99%	Principal LifeTime Hybrid 2055 Fund	91.45%	67.78%
Inflation Protection Fund	0.00%	0.00%	Principal LifeTime Hybrid 2060 Fund	91.44%	67.71%
International Equity Index Fund	100.00%	0.00%	Principal LifeTime Hybrid 2065 Fund	91.80%	68.04%
International Fund I	74.85%	0.00%	Principal LifeTime Hybrid Income Fund	22.25%	15.73%
International Small Company Fund	100.00%	0.00%	Principal LifeTime Strategic Income Fund	15.85%	9.44%
LargeCap Growth Fund I	0.00%	0.00%	Real Estate Securities Fund	12.61%	3.23%
LargeCap S&P 500 Index Fund	100.00%	100.00%	SAM Balanced Portfolio	52.01%	33.80%
LargeCap Value Fund III	100.00%	100.00%	SAM Conservative Balanced Portfolio	33.77%	21.19%
MidCap Fund	0.00%	0.00%	SAM Conservative Growth Portfolio	84.89%	58.36%
MidCap Growth Fund	0.00%	0.00%	SAM Flexible Income Portfolio	26.21%	16.89%
MidCap Growth Fund III	0.00%	0.00%	SAM Strategic Growth Portfolio	100.00%	88.20%
MidCap S&P 400 Index Fund	96.48%	89.02%	Short-Term Income Fund	0.00%	0.00%
MidCap Value Fund I	100.00%	100.00%	SmallCap Fund	100.00%	100.00%
Money Market Fund	0.00%	0.00%	SmallCap Growth Fund I	0.00%	0.00%
Opportunistic Municipal Fund	0.00%	0.00%	SmallCap S&P 600 Index Fund	93.61%	87.38%
Origin Emerging Markets Fund	61.75%	0.00%	SmallCap Value Fund II	63.75%	59.42%
Overseas Fund	100.00%	0.00%	Small-MidCap Dividend Income Fund	93.55%	89.76%
Principal Capital Appreciation Fund	100.00%	100.00%	Small-MidCap Growth Fund	0.00%	0.00%
Principal Diversified Select Real Asset Fund	100.00%	100.00%	Spectrum Preferred and Capital Securities Incc	78.77%	41.17%
Principal LifeTime 2010 Fund	15.90%	9.50%	Tax-Exempt Bond Fund	0.00%	0.00%

Foreign Tax

Foreign source income is the income earned by a fund from investments in foreign securities. Many countries impose a tax on income earned by investors beyond their borders. These taxes are paid by the fund. The following funds have elected to pass-through to shareholders the foreign taxes paid. Accordingly, this permits a shareholder to either take a federal income tax credit or a deduction from gross income. The amount of foreign tax credit that is utilized by a shareholder may be limited due to general credit limitation rules as well as a reduction in foreign source income associated with qualified dividend income. The percentage of the foreign source income that is qualified dividend income is shown in the Qualified Dividends table of this Tax Reporting Supplement. Refer to the IRS Form 1116 instructions for additional information regarding foreign tax credits. Please consult with your tax advisor to determine whether it is more beneficial for you to take the credit or deduction.

The information below summarizes the portion of ordinary income distributions that was derived from foreign sources with regard to the applicable fund.

<u>Fund</u>	<u>Distribution Ex- Date</u>	<u>Foreign Source Income</u>	<u>Foreign Taxes Per Share</u>
Finisterre Emerging Markets Total Return Bond Fund	01/26/2022	64.54%	\$ 0.0000
Finisterre Emerging Markets Total Return Bond Fund	02/23/2022	64.54%	\$ 0.0000
Finisterre Emerging Markets Total Return Bond Fund	03/28/2022	64.54%	\$ 0.0000
Finisterre Emerging Markets Total Return Bond Fund	04/26/2022	64.54%	\$ 0.0000
Finisterre Emerging Markets Total Return Bond Fund	05/25/2022	64.54%	\$ 0.0000
Finisterre Emerging Markets Total Return Bond Fund	06/27/2022	64.54%	\$ 0.0000
Finisterre Emerging Markets Total Return Bond Fund	07/26/2022	64.54%	\$ 0.0000
Finisterre Emerging Markets Total Return Bond Fund	08/26/2022	64.54%	\$ 0.0001
Finisterre Emerging Markets Total Return Bond Fund	09/27/2022	64.54%	\$ 0.0000
Finisterre Emerging Markets Total Return Bond Fund	10/26/2022	64.54%	\$ 0.0001
Finisterre Emerging Markets Total Return Bond Fund	11/23/2022	64.54%	\$ 0.0000
Finisterre Emerging Markets Total Return Bond Fund	12/28/2022	64.54%	\$ 0.0000
Global Emerging Markets Fund	12/28/2022	100.00%	\$ 0.0603
International Equity Index Fund	12/28/2022	100.00%	\$ 0.0075
International Fund I	12/28/2022	92.68%	\$ 0.0116
International Small Company Fund	12/28/2022	100.00%	\$ 0.0203
Origin Emerging Markets Fund	12/28/2022	100.00%	\$ 0.0561
Overseas Fund	12/28/2022	100.00%	\$ 0.0048
Principal LifeTime 2010 Fund	12/30/2022	4.07%	\$ 0.0011
Principal LifeTime 2015 Fund	12/30/2022	4.54%	\$ 0.0009
Principal LifeTime 2020 Fund	12/30/2022	5.73%	\$ 0.0015
Principal LifeTime 2025 Fund	12/30/2022	6.71%	\$ 0.0016
Principal LifeTime 2030 Fund	12/30/2022	9.45%	\$ 0.0023
Principal LifeTime 2035 Fund	12/30/2022	13.85%	\$ 0.0024
Principal LifeTime 2040 Fund	12/30/2022	18.19%	\$ 0.0035
Principal LifeTime 2045 Fund	12/30/2022	22.61%	\$ 0.0033
Principal LifeTime 2050 Fund	12/30/2022	25.78%	\$ 0.0042
Principal LifeTime 2055 Fund	12/30/2022	25.81%	\$ 0.0039
Principal LifeTime 2060 Fund	12/30/2022	25.46%	\$ 0.0042
Principal LifeTime 2065 Fund	12/30/2022	26.16%	\$ 0.0034
Principal LifeTime Hybrid 2015 Fund	12/30/2022	2.07%	\$ 0.0008
Principal LifeTime Hybrid 2020 Fund	12/30/2022	2.25%	\$ 0.0009
Principal LifeTime Hybrid 2025 Fund	12/30/2022	2.90%	\$ 0.0012
Principal LifeTime Hybrid 2030 Fund	12/30/2022	4.17%	\$ 0.0014
Principal LifeTime Hybrid 2035 Fund	12/30/2022	5.14%	\$ 0.0016
Principal LifeTime Hybrid 2040 Fund	12/30/2022	6.38%	\$ 0.0020
Principal LifeTime Hybrid 2045 Fund	12/30/2022	7.37%	\$ 0.0022
Principal LifeTime Hybrid 2050 Fund	12/30/2022	7.88%	\$ 0.0024
Principal LifeTime Hybrid 2055 Fund	12/30/2022	7.91%	\$ 0.0025
Principal LifeTime Hybrid 2060 Fund	12/30/2022	7.99%	\$ 0.0026
Principal LifeTime Hybrid 2065 Fund	12/30/2022	7.66%	\$ 0.0023
Principal LifeTime Hybrid Income Fund	12/30/2022	1.79%	\$ 0.0006
Principal LifeTime Strategic Income Fund	12/30/2022	4.09%	\$ 0.0011
SAM Balanced Portfolio	12/30/2022	11.98%	\$ 0.0034
SAM Conservative Balanced Portfolio	12/30/2022	9.67%	\$ 0.0017
SAM Conservative Growth Portfolio	12/30/2022	15.89%	\$ 0.0051
SAM Flexible Income Portfolio	12/30/2022	4.80%	\$ 0.0005
SAM Strategic Growth Portfolio	12/30/2022	25.69%	\$ 0.0081

Reallocation of Principal Funds, Inc. Distributions: Return of Capital Redesignation

Principal Funds, Inc. - SAM Flexible Income Portfolio and Principal Funds, Inc. - Diversified Income Fund have been redesignated as non-taxable return of capital. Your Form 1099-DIV reports the proper amount of "nondividend distribution" for income tax purposes.

If a return of capital was reported to you, an adjustment to the basis of your shares will be necessary. Please consult your tax advisor for further information.

Tax-Exempt Income by State

A portion of the dividends you received in 2022 may be exempt from state and local taxes, depending on the tax laws of your individual state or local taxing authority. For this purpose, a percentage breakdown of income by state or U.S. possession for 2022 is provided below. For shareholders residing in the state of California, payments of exempt interest-dividends on federally tax-exempt non-California municipal bonds are being reported to the California Franchise Tax Board (FTB) as required under Revenue & Taxation Code (R&TC) Section 18639.

State	California Municipal Fund	Opportunistic Municipal Fund	Tax-Exempt Bond Fund	State	California Municipal Fund	Opportunistic Municipal Fund	Tax-Exempt Bond Fund
Alabama	0.00%	2.55%	4.25%	Nebraska	0.00%	0.00%	0.13%
Alaska	0.00%	0.26%	0.00%	Nevada	0.00%	1.29%	1.55%
Arizona	0.00%	4.58%	1.38%	New Hampshire	0.00%	1.40%	2.32%
Arkansas	0.00%	0.96%	0.08%	New Jersey	0.00%	4.21%	6.81%
California	95.32%	3.73%	7.00%	New Mexico	0.00%	0.00%	0.06%
Colorado	0.00%	5.64%	3.53%	New York	0.00%	7.50%	6.64%
Connecticut	0.00%	1.88%	1.40%	North Carolina	0.00%	0.00%	1.45%
Delaware	0.00%	0.01%	0.00%	North Dakota	0.00%	0.00%	0.00%
District of Columbia	0.00%	0.89%	1.80%	Northern Mariana Islands	0.00%	0.00%	0.00%
Florida	0.00%	6.98%	5.50%	Ohio	0.00%	3.35%	2.77%
Georgia	0.00%	1.80%	2.18%	Oklahoma	0.00%	1.43%	0.22%
Guam	1.87%	0.32%	0.00%	Oregon	0.00%	0.00%	0.23%
Hawaii	0.00%	0.00%	0.00%	Pennsylvania	0.00%	3.25%	5.01%
Idaho	0.00%	0.00%	0.00%	Puerto Rico	1.70%	1.05%	1.49%
Illinois	0.00%	11.16%	12.36%	Rhode Island	0.00%	0.00%	0.00%
Indiana	0.00%	0.56%	0.63%	South Carolina	0.00%	3.30%	1.88%
Iowa	0.00%	0.59%	0.00%	South Dakota	0.00%	0.43%	0.37%
Kansas	0.00%	0.00%	0.00%	Tennessee	0.00%	2.16%	1.85%
Kentucky	0.00%	0.55%	1.39%	Texas	0.00%	5.84%	9.37%
Louisiana	0.00%	5.66%	2.97%	Virgin Islands	1.11%	0.53%	0.00%
Maine	0.00%	3.17%	0.34%	Utah	0.00%	0.74%	1.55%
Maryland	0.00%	0.55%	0.28%	Vermont	0.00%	0.87%	0.00%
Massachusetts	0.00%	0.35%	1.04%	Virginia	0.00%	0.79%	2.25%
Michigan	0.00%	2.50%	2.14%	Washington	0.00%	0.51%	1.28%
Minnesota	0.00%	0.00%	0.00%	West Virginia	0.00%	0.00%	0.22%
Mississippi	0.00%	0.19%	0.35%	Wisconsin	0.00%	3.38%	1.68%
Missouri	0.00%	0.84%	0.82%	Wyoming	0.00%	0.00%	0.00%
Montana	0.00%	2.24%	1.32%	Other	0.00%	0.01%	0.11%

Section 163(j) Interest Dividends

The funds below intend to pass through the maximum amount allowable as Section 163(j) Interest Dividends as defined in Proposed Treasury Regulation §1.163(j)-1(b). The 163(j) percentage of ordinary income distributions are as follows:

	<u>163(j) Interest Dividends</u>
Bond Market Index Fund	99.02%
Capital Securities Fund	30.08%
Core Fixed Income Fund	98.31%
Core Plus Bond Fund	100.00%
Diversified Income Fund	89.33%
Diversified International Fund	2.24%
Diversified Real Asset Fund	21.90%
Edge MidCap Fund	0.93%
Equity Income Fund	1.11%
Finisterre Emerging Markets Total Return Bond Fund	89.26%
Global Emerging Markets Fund	2.09%
Global Multi-Strategy Fund	35.96%
Global Sustainable Listed Infrastructure Fund	2.85%
Government & High Quality Bond Fund	100.00%
Government Money Market Fund	97.24%
High Income Fund	97.63%
High Yield Fund	96.92%
Inflation Protection Fund	98.81%
International Equity Index Fund	0.03%
International Fund I	0.46%
International Small Company Fund	0.70%
LargeCap S&P 500 Index Fund	1.48%
LargeCap Value Fund III	1.83%
MidCap S&P 400 Index Fund	1.98%
MidCap Value Fund I	1.60%
Money Market Fund	98.93%
Origin Emerging Markets Fund	0.54%
Overseas Fund	0.65%
Principal Capital Appreciation Fund	2.29%
Principal Diversified Select Real Asset Fund	3.31%
Principal LifeTime 2010 Fund	80.44%
Principal LifeTime 2015 Fund	78.65%
Principal LifeTime 2020 Fund	74.50%
Principal LifeTime 2025 Fund	61.56%
Principal LifeTime 2030 Fund	56.24%
Principal LifeTime 2035 Fund	50.51%
Principal LifeTime 2040 Fund	36.16%
Principal LifeTime 2045 Fund	20.95%
Principal LifeTime 2050 Fund	10.70%
Principal LifeTime 2055 Fund	10.50%
Principal LifeTime 2060 Fund	10.26%
Principal LifeTime 2065 Fund	10.14%
Principal LifeTime Hybrid 2015 Fund	70.91%
Principal LifeTime Hybrid 2020 Fund	63.11%
Principal LifeTime Hybrid 2025 Fund	56.84%
Principal LifeTime Hybrid 2030 Fund	46.87%
Principal LifeTime Hybrid 2035 Fund	39.24%
Principal LifeTime Hybrid 2040 Fund	26.31%
Principal LifeTime Hybrid 2045 Fund	15.85%
Principal LifeTime Hybrid 2050 Fund	8.25%
Principal LifeTime Hybrid 2055 Fund	8.23%
Principal LifeTime Hybrid 2060 Fund	8.25%
Principal LifeTime Hybrid 2065 Fund	8.06%
Principal LifeTime Hybrid Income Fund	74.11%
Principal LifeTime Strategic Income Fund	80.17%
SAM Balanced Portfolio	51.10%
SAM Conservative Balanced Portfolio	67.19%
SAM Conservative Growth Portfolio	29.53%
SAM Flexible Income Portfolio	76.44%
SAM Strategic Growth Portfolio	7.33%
Short-Term Income Fund	100.00%
SmallCap Fund	1.65%
SmallCap S&P 600 Index Fund	2.20%
SmallCap Value Fund II	1.62%
Small-MidCap Dividend Income Fund	0.52%
Spectrum Preferred and Capital Securities Income Fund	23.31%

Section 199A Dividends

Non-corporate Fund shareholders of Principal Real Estate Securities Fund and Principal Global Real Estate Securities Fund meeting certain holding period requirements may be able to deduct up to 20 percent of qualified REIT dividends passed through and reported to the shareholders by the Fund as Section 199A dividends.

	<u>199A</u>
Global Real Estate Securities Fund	0.00%
Real Estate Securities Fund	87.39%

Long-Term Capital Gain Distributions

Certain funds distributed long-term capital gain dividends during the calendar year ended December 31, 2022. Unless otherwise designated, long-term capital gain dividends are subject to a maximum tax rate of 20-percent, 15-percent, or 0-percent, depending on the shareholder's taxable income. To the extent necessary to distribute such capital gains, certain funds may also utilize, and hereby designate, earnings and profits distributed to shareholders on redemptions of shares as part of the Dividends Paid Deduction. Please consult your tax advisor if you have any questions.

The latest tax reporting supplement is available on Principal's Tax Center website.
Website: <https://www.principal.com/tax-center>