

Principal Investment Grade Corporate Active ETF

Fourth quarter 2023

Fund overview

The Fund seeks to outperform its benchmark over a full market cycle, provide current income, and, as a secondary objective, capital appreciation by investing primarily in investment-grade corporate bonds.

Trading information

Symbol IG **CUSIP** 74255Y821

Exchange
NYSE Arca

Portfolio management

Darryl Trunnel, CFA
35 years of experience

Jon Curran, CFA
26 years of experience

Fund information

	Fund	Index
Net assets	\$73.1M	—
Number of holdings	127	7,756
Dividend frequency	Monthly	—
Average effective duration	7.0	7.1
Average yield to maturity ¹	5.2%	5.1%
Standard deviation (1-year)	9.7	9.8
Turnover ²	61.0%	—

Source: Aladdin® by BlackRock®, Principal Global Investors, and State Street

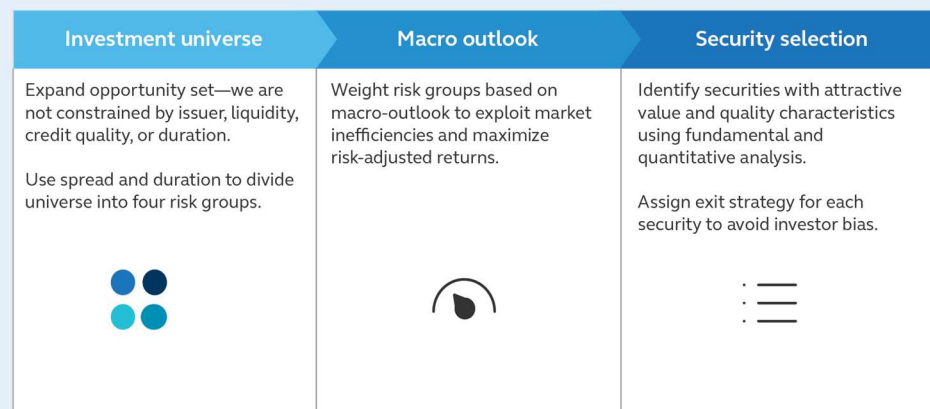
¹ Weighted average of the underlying securities in the portfolio.

² Turnover is calculated semi-annually; reflects most recent available calculation.

Low-cost, actively managed, investment-grade corporate exposure

- Alpha and risk mitigation potential for 19 basis points (expense ratio).
- Portfolio construction anchored in belief that investment grade corporate market is inefficient.
- Portfolio positioning driven by risk-based macro outlook.

Portfolio construction framework



Investment guidelines subject to change. There is no guarantee that the objective of the strategy will be achieved.

Why allocate to a portfolio:

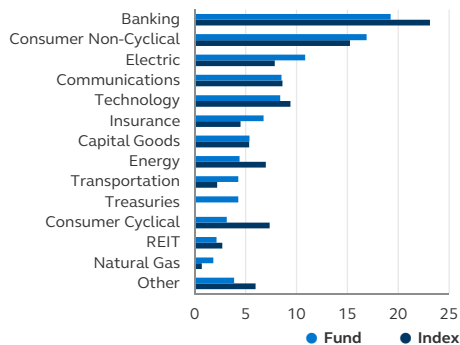
- Replace benchmark constrained products with an active ETF that has risk-based investment process.
- Complement or replace existing active products with a low-cost ETF.
- Complement or replace existing passive products with an ETF designed to offer alpha potential and risk management.

Top 5 holdings³

	% of net assets
JPMORGAN CHASE + CO SR UNSECURED 10/34 VAR	3.8
BANK OF AMERICA CORP SR UNSECURED 09/34 VAR	3.6
MORGAN STANLEY SR UNSECURED 11/34 VAR	3.5
US TREASURY N/B 11/33 4.5	2.8
WELLS FARGO + COMPANY SR UNSECURED 06/28 VAR	2.1
Total	15.8

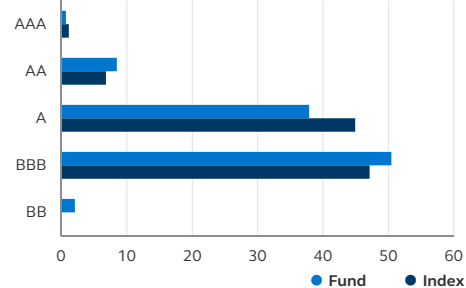
³ Source: State Street. The holdings listed do not constitute a recommendation to purchase or sell a particular security. Cash and/or derivative positions that are not part of the core investment strategy will not be reflected in the top holdings list.

Sector allocation (%)⁴



⁴ Source: Aladdin[®] by BlackRock[®]. 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.

Credit quality allocation (%)^{4,5}



⁵ Represents the middle rating of Moody's, S&P, and Fitch. When only two agencies rate a bond, the lower is used. When only one agency rates a bond, that rating is used. The ratings are an indication of an issuer's creditworthiness and typically range from AAA or Aaa (highest) to D (lowest). The NR category consists of rateable securities that have not been rated by a Nationally Recognized Statistical Rating Organization.

Performance

	Total returns (%)							Yields (%)		
	3-month	1-year	3-year	5-year	10-year	Since inception (04/18/2018)	Expense ratio ⁸ (net/gross)	Expense limit expiration date	30-Day SEC (Unsubsidized/subsidized) ⁹	Distribution yield ¹⁰
Net asset value (NAV) return	8.07	7.30	-4.06	2.53	—	1.97	0.19/0.19	—	4.98/4.98	4.71
Market price return	8.32	7.45	-4.01	2.51	—	2.02	—	—	—	—
Bloomberg U.S. Corporate Investment Grade Bond Index ^{6,7}	8.50	8.52	-3.29	2.63	—	2.31	—	—	—	—
Calendar year returns (%)			2019	2020	2021	2022	2023			
Net asset value (NAV) return			15.69	10.91	-0.94	-16.92	7.30			
Market price return			15.56	10.73	-0.93	-16.91	7.45			
Bloomberg U.S. Corporate Investment Grade Bond Index ^{6,7}			14.54	9.89	-1.04	-15.76	8.52			

Source: State Street and Principal Global Investors

Performance data quoted represents past performance. Past performance is no guarantee of future results and investment returns, and principal value of the Fund will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. Current performance may be higher or lower than the performance quoted. Visit www.PrincipalAM.com/ETF for current month-end performance.

⁶ The Bloomberg U.S. Corporate Investment Grade Bond Index measures the investment grade, fixed-rate, taxable corporate bond market. It includes U.S. dollar-denominated securities publicly issued by U.S. and non-U.S. industrial, utility, and financial issuers.

⁷ Index performance information reflects no deduction for fees, expenses, or taxes. Indices are unmanaged and individuals cannot invest directly in an index.

⁸ 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 Exchange-Traded 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.

⁹ 30-Day SEC yield represents net investment income earned by a fund over a 30-day period, stated as an annual percentage. Unsubsidized yield reflects the SEC yield when some fund expenses are not waived. Subsidized yield reflects a fund's yield when all expense waivers are included.

¹⁰ As of December 27, 2023. The distribution yield is calculated by annualizing actual dividends distributed for the dividend period (monthly, quarterly, etc.) ending on the most recent dividend distribution date and dividing by the net asset value for the same date. The yield does not include long- or short-term capital gains distributions.

Alpha: The difference between an investment's actual returns and its expected performance, given its level of risk (as measured by beta). **Duration:** The sensitivity of a fixed-income investment's principal value to interest rate changes. **Yield to maturity:** Rate of return anticipated on a bond if held until maturity. **Standard deviation:** Measures how widely portfolio returns have varied.

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

Risks: Asset allocation and diversification do not ensure a profit or protect against a loss. Investing in ETFs involves risk, including possible loss of principal. ETFs are subject to risk similar to those of stocks, including those regarding short-selling and margin account maintenance. Investor shares are bought and sold at market price (not NAV) and are not individually redeemed from the Fund. Ordinary brokerage commissions apply.

Fixed income investments are subject to interest rate risk; as interest rates rise their value will decline. Lower-rated securities are subject to additional credit and default risks.

Unlike typical ETFs, there are no indices that the Principal Investment Grade Corporate Active ETF attempts to track or replicate. Thus, the ability of the Fund to achieve its objectives will depend on the effectiveness of the portfolio manager.

Carefully consider a fund's objectives, risks, charges, and expenses. This material must be preceded or accompanied by a prospectus. Please read it carefully before investing.

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