

Principal Exchange-Traded Funds 2024 Tax Filing Information

This information is provided to assist shareholders in preparing their 2024 tax returns. The information contained herein should not be deemed to be tax advice. Due to 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, contact your financial professional or call 1-800-222-5852.

Qualified Dividends & Dividends Received Deduction

Qualified Dividend Income ("QDI"): 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* for 2024, that qualifies for the DRD is as follows:

Ticker	Fund	QDI	DRD
YLD	PETF Principal Active High Yield ETF	3.23%	1.69%
BCHP	PETF Principal Focused Blue Chip ETF	67.83%	70.88%
BTEC	PETF Principal Healthcare Innovators ETF	0.00%	0.00%
PIEQ	PETF Principal International Equity ETF	89.57%	0.00%
IG	PETF Principal Investment Grade Corporate Active ETF	0.00%	0.00%
PSET	PETF Principal Quality ETF	100.00%	100.00%
BYRE	PETF Principal Real Estate Active Opportunities ETF	3.55%	2.14%
PREF	PETF Principal Spectrum Preferred Securities Active ETF	62.81%	59.94%
PQDI	PETF Principal Spectrum Tax-Advantaged Dividend Active ETF	100.00%	65.96%
USMC	PETF Principal U.S. Mega-Cap ETF	100.00%	100.00%
PSC	PETF Principal U.S. Small-Cap ETF	100.00%	100.00%
PY	PETF Principal Value ETF	92.63%	87.70%

*For purposes of calculating DRD, "ordinary income distributions" includes dividend distributions, short term capital gains distributions, and foreign taxes paid.

Section 199A Dividends

Non-corporate shareholders of PETF Principal Real Estate Active Opportunities ETF 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.

Long-Term Capital Gain Distributions

Certain Funds may distribute long-term capital gain dividends during the calendar year which ended December 31, 2024. 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.

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 Dividend Income table of this 2024 Tax Filing Information. Refer to the IRS Form 1116 instructions for additional information regarding foreign tax credits.

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

Ticker	Fund	Distribution Ex-Date	Foreign Source Income	Foreign Tax Paid
PIEQ	PETF Principal International Equity ETF	12/27/2024	97.46%	\$ 0.0028

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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>Ticker</u>	<u>Fund</u>	<u>163(j) Interest Dividends</u>
YLD	PETF Principal Active High Yield ETF	93.37%
PIEQ	PETF Principal International Equity ETF	0.24%
IG	PETF Principal Investment Grade Corporate Active ETF	98.81%
PREF	PETF Principal Spectrum Preferred Securities Active ETF	40.44%
PQDI	PETF Principal Spectrum Tax-Advantaged Dividend Active ETF	9.12%

PETF = Principal Exchange-Traded Funds

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