



**August 1st, 2016
Principal Funds
Back-Office Communication**

Announcement: The Board recently approved the soft close of the Principal Credit Opportunities Explorer Fund, effective September 1st 2016. The affected CUSIPs and tickers are referenced below.

Actions: Shareholders who own shares of the Principal Credit Opportunities Explorer Fund as of September 1st 2016 may continue to make purchases and exchanges in existing accounts. Shareholders who do not own shares of the Fund as of September 1st 2016 will not be able to make purchases and exchanges into the Fund.

| Principal Funds Details | | | | | |
|--|--|--------------------|---------------|------------------|--------------|
| Principal Funds | Last Date To Open A New Account | Share Class | Ticker | Fund Code | CUSIP |
| PFI Credit Opportunities Explorer Fund | 09/01/2016 | A | PCEAX | 4159 | 742537830 |
| PFI Credit Opportunities Explorer Fund | 09/01/2016 | I | PCOIX | 4907 | 742537822 |

For questions, please contact: gmpfdbsupport@principalfunds.com

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