

# Principal High Income Fund - Institutional Class

**Category**  
High Yield Bond

## Investment Objective & Strategy

### From the investment's prospectus

The investment seeks high current income.

Under normal circumstances, the fund invests primarily in below investment grade bonds and bank loans which are rated, at the time of purchase, Ba1 or lower by Moody's Investors Service, Inc. ("Moody's") and BB+ or lower by S&P Global Ratings ("S&P Global"). It also invests in investment grade bank loans (also known as senior floating rate interests) and securities of foreign issuers.

Past name(s) : Principal High Yield Fund I Inst.

## Volatility and Risk

### Volatility as of 12-31-24

Investment



### Risk Measures as of 12-31-24

	Port Avg	Rel BC Aggr	Rel Cat
3 Yr Std Dev	8.02	1.02	1.03
3 Yr Beta	0.80	—	1.07

## Principal Risks

Credit and Counterparty, Foreign Securities, Loss of Money, Not FDIC Insured, Bank Loans, High-Yield Securities, Leverage, Fixed-Income Securities, Maturity/Duration, Shareholder Activity

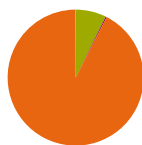
## Important Information

**Please refer to the Morningstar Disclosure and Glossary document contained in your plan's eligibility package for additional information. You may always access the most current version of the Disclosure and Glossary at <https://www.voyaretirementplans.com/fundonepagerscolor/DisclosureGlossary.pdf>**

Funds or their affiliates may pay compensation to Voya® affiliates offering a fund. Such compensation may be paid out of distribution, service and/or 12b-1 fees that are deducted from the fund's assets, and/or may be paid directly by the fund's affiliates. Any fees deducted from fund assets are discussed in the fund's prospectus and disclosed in the fund fact sheet. Because these fees are paid on an on-going basis, over time these fees will increase the cost of your investment and may cost you more than paying other types of sales charges. If offered through a retirement program, additional fees and expenses may be charged under that program. NOT A DEPOSIT. NOT FDIC INSURED. NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY. NOT GUARANTEED BY THE INSTITUTION. MAY GO DOWN IN VALUE.

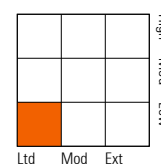
## Portfolio Analysis

### Composition as of 11-30-24



	% Assets
U.S. Stocks	0.1
Non-U.S. Stocks	0.3
Bonds	92.4
Cash	7.2
Other	0.1

### Morningstar Fixed Income Style Box™ as of 11-30-24



Avg Eff Duration	2.96
Avg Eff Maturity	4.91

### Top 10 Holdings as of 11-30-24

	% Assets
Principal Government Money Market R-6	2.36
MidCap Financial Issuer Trust 5.625% 01-15-30	1.37
Specialty Stl Holdco Inc 14.44343% 11-15-26	1.37
Caesars Entertainment Inc. 7% 02-15-30	1.31
Amwins Group Inc 4.875% 06-30-29	1.28
SS&C Technologies, Inc. 6.5% 06-01-32	1.24
CCO Holdings, LLC/ CCO Holdings 5.125% 05-01-27	1.21
TransDigm, Inc. 6.375% 03-01-29	1.18
Iron Mountain Inc. 5.25% 07-15-30	1.11
Post Holdings Inc. 4.625% 04-15-30	1.11

### Morningstar F-I Sectors as of 11-30-24

	% Fund
Government	1.02
Corporate	91.81
Securitized	0.06
Municipal	0.00
Cash/Cash Equivalents	6.99
Derivative	0.12

### Credit Analysis: % Bonds as of 11-30-24

AAA	3	BB	33
AA	0	B	50
A	0	Below B	11
BBB	1	Not Rated	3

## Operations

Gross Prosp Exp Ratio	0.63% of fund assets
Net Prosp Exp Ratio	0.61% of fund assets
Management Fee	0.61%
12b-1 Fee	—
Other Fee	0.00%
Miscellaneous Fee(s)	0.02%
Fund Inception Date	12-29-04
Total Fund Assets (\$mil)	515.4
Annual Turnover Ratio %	73.90
Fund Family Name	Principal Funds

Waiver Data	Type	Exp. Date	%
Management Fee	Contractual	02-28-25	0.02

### Portfolio Manager(s)

Randy Welch. Since 2007.  
James Fennessey, CFA. Since 2007.

Advisor	Principal Global Investors LLC
Subadvisor	Post Advisory Group LLC

## Notes

Principal Global Investors, LLC ("PGI"), the investment advisor, has contractually agreed to waive a portion of the Fund's management fees through the period ending February 28, 2025. The fee waiver will reduce the Fund's management fees by 0.015% (expressed as a percent of average net assets on an annualized basis). It is expected that the fee waiver will continue through the period disclosed; however, Principal Funds, Inc. and PGI, the parties to the agreement, may mutually agree to terminate the fee waiver prior to the end of the period.