

CoWorx Staffing Services 401(k) Plan ERISA 404 Retirement Plan and Investment Information

04/16/2014

Contract/Plan ID Number 5-25613

This document uses these defined words and phrases:

Plan means **CoWorx Staffing Services 401(k) Plan**.

Plan Fiduciary means the individual(s) holding authority over the operation and administration of the Plan and its retirement funds. The Plan Sponsor is typically the Plan Fiduciary. Contact the Plan Administrator for further details.

Plan Sponsor means **COWORK STAFFING SERVICES, LLC**.

You means the Plan participant or beneficiary.

Plan Administrator is a Plan Fiduciary that has authority over operation and administration of the Plan. You should contact the Plan Administrator if you have any questions about the investment options under the Plan or if you would like paper copies of additional investment information that is available online at principal.com.

The Plan Administrator is:

COWORK STAFFING SERVICES, LLC
1375 PLAINFIELD AVE
WATCHUNG, NJ 07069-5482
908-791-4362

Information about ERISA Section 404(c)

The Employee Retirement Income Security Act (ERISA) provides rules about the investment of retirement funds. The Plan Sponsor chose to qualify the Plan as an ERISA 404(c) plan and intends to comply with ERISA Section 404(c) requirements by providing information for you to make informed investment decisions and by letting you:

- Direct the investment of individual retirement accounts
- Choose from at least three diverse investment options
- Change investment choices at least quarterly

This means the Plan Fiduciary should not be liable for any investment losses that result from a participant's investment control.

How does this affect you?

The Plan Fiduciary makes certain investment options available under the Plan. You decide which of those options works best for you according to your age and circumstances. This means that you are responsible for directing the investment in the account the Plan holds for your benefit (your account).

Directing or Transferring Between Investment Options

You can direct or transfer retirement funds between the different investment options at least quarterly. The Plan may allow for more frequent transfers. To transfer retirement funds, you can call the automated phone system of the Principal Financial Group® at 1-800-547-7754 or log in to your account at principal.com.

A description of the exercise of voting, tender and similar rights for an investment alternative and any restrictions on these rights is located in the relevant plan document or trustee powers section of the trust agreement. Contact the Plan Administrator to obtain the plan document or the trust agreement, if applicable.

Fees and Expenses

An annual Plan administrative expense of 0.25 percent applies to each participant's account balance. One twelfth of this annual amount will be charged on a monthly basis. The dollar amount of the expense can be found by logging in to the secure website at principal.com and on participant statements. Plan administrative expenses typically include items such as recordkeeping, participant website access, participant statements, Plan compliance services and financial professional services.

From time to time, Plan expenses may be incurred in the course of normal Plan operation for Plan services such as legal, auditing, third-party administration, consulting, investment advice to the Plan, etc. If allowed by the Plan document, the Plan Fiduciary may direct that these expenses be paid by the Plan. The Plan Fiduciary determines how these expenses are allocated among participants at the time the expenses are paid. These expenses are typically allocated based on participant account balance but may be allocated by dividing the total expense to be deducted by the total number of participants in the Plan. If such expenses are charged to participant accounts, the dollar amount of such expenses will be disclosed on the secure principal.com website and on participant statements (if applicable) for the quarter in which they are paid.

The following participant-level services have additional fees. These participant transaction fees will be charged to your account balance for the services you elect to use. Participant transaction fees for the Plan include:

- Distribution fee: \$40.00
- Loan Maintenance fee: \$12.00 per quarter
- Loan Setup fee: \$50.00
- Qualified Domestic Relations Order processing fee: \$350.00 for each Domestic Relations Order processed. The fee is divided equally between the participant and the alternate payee involved unless specified differently within the Domestic Relations Order or the Plan's Administrative Procedures.

Please see the Investment Option Summary for fees and expenses that may be charged against your account based on investment-level transactions.

The Plan Administrator can provide the following additional information in paper form, without charge and upon request:

- Copies of prospectuses (or any short-form or summary prospectuses) for the investment options
- Copies of any financial statements or reports, such as statements of additional information and shareholder reports, and of any other similar materials relating to the Plan's designated investment options
- A statement of the value of a share or unit of each designated investment option and the date of the valuation
- A list of the assets comprising the portfolio of each investment option which constitute Plan assets and the value of each asset (or the proportion of the investment which it comprises)
- The following information about each investment option (including fixed-return investment options) available under the Plan: issuer name, investment objective, principal strategies and risks, turnover rate, performance, and fee and expense information
- To the extent a group annuity contract under the Plan permits you to select an annuity guaranteed by an insurance company, a statement that the guarantee provided by the insurance company is subject to its long-term financial strength and claims-paying ability

To help you make informed investment choices and for more information about the investment options available to you, including investment objectives, performance and fees, please review the enclosed materials or visit principal.com.

This document provides important information to help you compare the investment options available to you under the retirement plan.

Investment results shown represent historical performance and do not guarantee future results. Investment returns and principal values fluctuate with changes in interest rates and other market conditions so the value, when redeemed, may be worth more or less than original costs. Current performance may be lower or higher than the performance data shown. For additional information on the investment options, including most recent month-end performance, log in to the Principal Financial Group® website at principal.com or call our automated phone system at 1-800-547-7754.

Additional information available online includes, if applicable, the name of the investment option's issuer; the investment option's objectives or goals; the investment option's principal strategies, including a general description of the types of assets held by the investment option; the portfolio turnover rate; and the investment option's performance data and fee and expense information.

In situations where the net and gross total investment expense figures are different, the mutual fund or the underlying fund in which a Separate Account invests has waived/capped a portion of its management fees through the date displayed in the waiver expiration date or contractual cap expiration date column. Differences may also be shown due to the fund family choosing to pay certain expenses that would normally be payable by the fund. Returns displayed are based on total investment expense net.

Fees and expenses are only one of several factors that participants and beneficiaries should consider when making investment decisions. Some or all of the Plan administrative expenses are paid from the total investment expense of one or more of the Plan's investment options. The cumulative effect of fees and expenses can substantially reduce the growth of a participant's or beneficiary's retirement account. Participants and beneficiaries can visit the Employee Benefit Security Administration's website for an example demonstrating the long-term effect of fees and expenses.

For a glossary of terms to assist you in understanding the designated investment options, log in to your account at principal.com.

Asset Class: Short-Term Fixed Income												
This asset class is generally composed of short-term, fixed-income investment options that are largely liquid and are designed to not lose much value. These investment options may include stable value, money market, short-term bond, and guaranteed interest accounts. They are considered to be among the least risky forms of investment options. However, they typically have a lower rate of return than equities or longer-term fixed income investment options over long periods of time. Depending on the objectives of the investment options, they may experience price fluctuations and may lose value.												
Investment Category: Short Term Bond												
Inv Manager or Sub-Advisor : Lord Abbett & Co, LLC												
Investment Option Name	Average Annual Total Return											
Lord Abbett Short Duration Income R3 Fund ^{12,19,22}	<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>					
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date	
	0.84	1.55	3.44	5.88	4.06	4.68	1.64	6.56	4.13	4.77	7/2009	
Benchmark: Barclays Government/Credit 1-5 Year Index	0.40	0.42	1.92	2.83	3.27	-	0.28	2.86	3.41	-	-	
Description: The investment seeks a high level of income consistent with preservation of capital. The fund invests primarily in various types of short duration debt (or fixed income) securities. It pursues its investment objective by investing at least 65% of its net assets in investment grade debt securities including corporate debt securities of U.S. issuers; corporate debt securities of non-U.S. (including emerging market) issuers that are denominated in U.S. dollars; mortgage-backed and other asset-backed securities; and securities issued or guaranteed by the U.S. government, its agencies or government-sponsored enterprises; and inflation-linked investments.												
Composition (% of Assets) as of 12/31/2013				Fees & Expenses				# of Transfers Allowed/Time Period				
Cash	4.59	Non-U.S. Bonds	15.25	Total Inv Exp Net %			0.89		-			
Convertibles	0.32	U.S. Bonds	78.89	Contractual Cap Expiration Date			N/A					
Other	0.96			Waiver Expiration Date			N/A					
				Total Inv Exp Gross %			0.89					
				Total Inv Exp Gross Per \$1,000 Invested			\$8.90					
				Redemption Fee			-					

Asset Class: Fixed Income													
This asset class is generally composed of investment options that invest in bonds, or debt of a company or government entity (including U.S. and Non- U.S.). It may also include real estate investment options that directly own property. These investment options typically carry more risk than short-term fixed income investment options (including, for real estate investment options, liquidity risk), but less overall risk than equities. All investment options in this category have the potential to lose value.													
Investment Category: World Bond													
Inv Manager or Sub-Advisor : Templeton Asset Management													
Investment Option Name			Average Annual Total Return										
Templeton Global Bond R Fund ^{3,22}			<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				
			YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date
			0.56	1.24	4.15	8.98	8.28	8.75	1.97	8.87	8.42	9.08	2/2009
Benchmark: Citigroup Non-\$ World Govt Bond Index			3.22	2.43	1.37	4.15	4.27	-	-4.56	2.27	4.10	-	-
Description: The investment seeks current income with capital appreciation and growth of income. Under normal market conditions, the fund invests at least 80% of its net assets in "bonds." Bonds include debt securities of any maturity, such as bonds, notes, bills and debentures. It invests predominantly in bonds issued by governments and government agencies located around the world. The fund may invest up to 25% of its total assets in bonds that are rated below investment grade. It is non-diversified.													
Composition (% of Assets) as of 12/31/2013				Fees & Expenses				# of Transfers Allowed/Time Period					
Cash	39.32	Non-U.S. Bonds	60.82	Total Inv Exp Net %				1.13					
U.S. Bonds	0.03	Other	-0.17	Contractual Cap Expiration Date				N/A					
				Waiver Expiration Date				12/31/2014					
				Total Inv Exp Gross %				1.14					
				Total Inv Exp Gross Per \$1,000 Invested				\$11.40					
				Redemption Fee				-					
Investment Category: High Yield Bond													
Inv Manager or Sub-Advisor : BlackRock Advisors, LLC													
Investment Option Name			Average Annual Total Return										
BlackRock High Yield Bond Investor R Fund ^{4,12,22}			<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				
			YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date
			2.94	8.45	8.78	17.99	8.15	8.39	8.72	18.29	8.08	8.26	10/2006
Benchmark: Merrill Lynch U.S. High Yield Master II Index			3.00	7.57	8.71	18.19	8.54	-	7.42	18.65	8.46	-	-
Description: The investment seeks to maximize total return, consistent with income generation and prudent investment management. The fund invests primarily in non-investment grade bonds with maturities of ten years or less. It normally invests at least 80% of its assets in high yield bonds. The fund may invest up to 30% of its assets in non-dollar denominated bonds of issuers located outside of the United States. Its investment in non-dollar denominated bonds may be on a currency hedged or unhedged basis. The fund may also invest in convertible and preferred securities.													
Composition (% of Assets) as of 02/28/2014				Fees & Expenses				# of Transfers Allowed/Time Period					
Cash	-0.08	U.S. Stocks	5.13	Total Inv Exp Net %				1.28					
Non-U.S. Stocks	2.33	Non-U.S. Bonds	28.02	Contractual Cap Expiration Date				N/A					
Convertibles	1.25	Preferred	1.54	Waiver Expiration Date				N/A					
U.S. Bonds	58.37	Other	3.45	Total Inv Exp Gross %				1.31					
				Total Inv Exp Gross Per \$1,000 Invested				\$13.10					
				Redemption Fee				-					
Investment Category: Intermediate-Term Bond													
Inv Manager or Sub-Advisor : PIMCO													
Investment Option Name			Average Annual Total Return										
PIMCO Total Return R Fund ^{12,19,22}			<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				
			YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date
			1.14	-1.87	3.48	6.17	5.16	5.25	-2.55	6.21	5.31	5.26	12/2002
Benchmark: Barclays Aggregate Bond Index			1.84	-0.10	3.75	4.80	4.46	-	-2.02	4.44	4.55	-	-
Description: The investment seeks maximum total return, consistent with preservation of capital and prudent investment management. The fund normally invests at least 65% of its total assets in a diversified portfolio of Fixed Income Instruments of varying maturities, which may be represented by forwards or derivatives such as options, futures contracts, or swap agreements. It invests primarily in investment-grade debt securities, but may invest up to 10% of its total assets in high yield securities ("junk bonds") rated B or higher by Moody's, or equivalently rated by S&P or Fitch, or, if unrated, determined by PIMCO to be of comparable quality.													
Composition (% of Assets) as of 12/31/2013				Fees & Expenses				# of Transfers Allowed/Time Period					
Cash	-141.95	Non-U.S. Stocks	0.31	Total Inv Exp Net %				1.10					
Non-U.S. Bonds	149.90	Preferred	0.11	Contractual Cap Expiration Date				N/A					
U.S. Bonds	82.91	Other	8.72	Waiver Expiration Date				N/A					
				Total Inv Exp Gross %				1.10					
				Total Inv Exp Gross Per \$1,000 Invested				\$11.00					
				Redemption Fee				-					

Asset Class: Fixed Income

This asset class is generally composed of investment options that invest in bonds, or debt of a company or government entity (including U.S. and Non- U.S.). It may also include real estate investment options that directly own property. These investment options typically carry more risk than short-term fixed income investment options (including, for real estate investment options, liquidity risk), but less overall risk than equities. All investment options in this category have the potential to lose value.

Investment Category: Corporate Bond

Inv Manager or Sub-Advisor : Delaware Management Company

Investment Option Name	Average Annual Total Return										
	<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date
Delaware Corporate Bond R Fund ^{12,19,22,E}	3.39	1.76	7.34	12.88	6.50	6.55	-0.68	11.67	6.51	6.37	6/2003
Benchmark: Barclays US Corporate Investment Grade Index	2.94	1.47	6.08	9.69	5.29	-	-1.53	8.63	5.33	-	-

Description: The investment seeks total return. The fund invests primarily in corporate bonds. Under normal circumstances, it will invest at least 80% of its net assets in corporate bonds. The fund's focus is on corporate bonds that have investment grade credit ratings from a nationally recognized statistical rating organization (NRSRO). It may also invest up to 20% of its net assets in high yield corporate bonds ("junk bonds"). In addition, the fund may invest up to 35% of its total assets in foreign securities, but the fund's total non-U.S.-dollar currency exposure will be limited, in the aggregate, to no more than 25% of net assets.

Composition (% of Assets) as of 02/28/2014				Fees & Expenses			# of Transfers Allowed/Time Period	
Cash	-2.23	U.S. Stocks	0.34	Total Inv Exp Net %	1.18		1/20 business day period	
Non-U.S. Bonds	29.89	Convertibles	1.11	Contractual Cap Expiration Date	N/A			
Preferred	5.06	U.S. Bonds	59.43	Waiver Expiration Date	N/A			
Other	6.40			Total Inv Exp Gross %	1.18			
				Total Inv Exp Gross Per \$1,000 Invested	\$11.80			
				Redemption Fee	-			

Asset Class: Balanced/Asset Allocation

This asset class is generally composed of a combination of fixed income and equity investment options. These investment options may include balanced, asset allocation, target-date, and target-risk investment options. Although typically lower risk than investment options that invest solely in equities, all investment options in this category have the potential to lose value.

Investment Category: Retirement Income

Inv Manager or Sub-Advisor : Multiple Sub-Advisors

Investment Option Name	Average Annual Total Return										
	<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date
Principal LifeTime Strategic Income R3 Fund ^{10,19,20,21,24,F}	1.63	4.12	5.22	10.26	3.85	4.20	4.81	8.88	4.03	4.15	3/2001
Benchmark: S&P Target Date Retirement Income Index	1.44	4.94	5.72	8.93	4.75	-	6.28	7.62	4.85	-	-

Description: The investment seeks current income, and as a secondary objective, capital appreciation. The fund invests in underlying Principal Funds, Inc. ("PFI") domestic and foreign equity, real asset and alternative investments, and fixed-income Funds according to an asset allocation strategy designed for investors primarily seeking current income and secondarily capital appreciation. Its asset allocation is designed for investors who are approximately 15 years beyond the normal retirement age of 65.

Composition (% of Assets) as of 02/28/2014				Fees & Expenses			# of Transfers Allowed/Time Period	
Cash	-4.40	U.S. Stocks	18.37	Total Inv Exp Net %	1.19		1/30 day period	
Non-U.S. Stocks	11.05	Non-U.S. Bonds	19.98	Contractual Cap Expiration Date	N/A			
Convertibles	0.10	Preferred	0.57	Waiver Expiration Date	N/A			
U.S. Bonds	54.98	Other	-0.64	Total Inv Exp Gross %	1.19			
				Total Inv Exp Gross Per \$1,000 Invested	\$11.90			
				Redemption Fee	-			

Asset Class: Balanced/Asset Allocation											
This asset class is generally composed of a combination of fixed income and equity investment options. These investment options may include balanced, asset allocation, target-date, and target-risk investment options. Although typically lower risk than investment options that invest solely in equities, all investment options in this category have the potential to lose value.											
Investment Category: Target Date 2000-2010											
Inv Manager or Sub-Advisor : Multiple Sub-Advisors											
Investment Option Name	Average Annual Total Return										
Principal LifeTime 2010 R3 Fund ^{10,19,20,21,24,F}	<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date
	1.46	7.77	6.50	13.83	4.69	4.80	10.39	11.72	4.90	4.77	3/2001
Benchmark: S&P Target Date 2010 Index	1.46	7.12	6.53	10.74	5.34	-	9.42	9.16	5.47	-	-
Description: The investment seeks a total return consisting of long-term growth of capital and current income. The fund operates as a "target date fund." It invests in underlying Principal Funds, Inc. ("PFI") domestic and foreign equity, real asset and alternative investments, and fixed-income Funds according to an asset allocation strategy designed for investors having a retirement investment goal close to the year in the fund's name. Within 10 to 15 years after its target year, the fund's underlying fund allocation is expected to match that of the Principal LifeTime Strategic Income Fund.											
Composition (% of Assets) as of 02/28/2014				Fees & Expenses				# of Transfers Allowed/Time Period			
Cash	-3.34	U.S. Stocks	31.12	Total Inv Exp Net %		1.23		1/30 day period			
Non-U.S. Stocks	16.13	Non-U.S. Bonds	15.54	Contractual Cap Expiration Date		N/A					
Convertibles	0.10	Preferred	0.46	Waiver Expiration Date		N/A					
U.S. Bonds	40.45	Other	-0.45	Total Inv Exp Gross %		1.23					
				Total Inv Exp Gross Per \$1,000 Invested		\$12.30					
				Redemption Fee		-					
Investment Category: Target Date 2011-2015											
Inv Manager or Sub-Advisor : Multiple Sub-Advisors											
Investment Option Name	Average Annual Total Return										
Principal LifeTime 2015 R3 Fund ^{10,19,20,21,24,F}	<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date
	1.51	9.43	7.14	14.56	-	4.59	12.83	12.23	-	4.52	2/2008
Benchmark: S&P Target Date 2015 Index	1.58	9.07	7.32	12.42	5.79	-	12.16	10.54	5.92	-	-
Benchmark: Morningstar Lifetime Moderate 2015 Index	2.34	8.47	7.67	13.68	7.33	-	10.50	11.65	7.52	5.85	-
Description: The investment seeks a total return consisting of long-term growth of capital and current income. The fund operates as a "target date fund." It invests in underlying Principal Funds, Inc. ("PFI") domestic and foreign equity, real asset and alternative investments, and fixed-income funds according to an asset allocation strategy designed for investors having a retirement investment goal close to the year in the fund's name. The fund invests in PFI Institutional Class shares of underlying funds. Within 10 to 15 years after its target year, the fund's underlying fund allocation is expected to match that of the Principal LifeTime Strategic Income Fund.											
Composition (% of Assets) as of 02/28/2014				Fees & Expenses				# of Transfers Allowed/Time Period			
Cash	-3.11	U.S. Stocks	37.49	Total Inv Exp Net %		1.25		1/30 day period			
Non-U.S. Stocks	18.26	Non-U.S. Bonds	13.59	Contractual Cap Expiration Date		N/A					
Convertibles	0.09	Preferred	0.38	Waiver Expiration Date		N/A					
U.S. Bonds	33.63	Other	-0.34	Total Inv Exp Gross %		1.25					
				Total Inv Exp Gross Per \$1,000 Invested		\$12.50					
				Redemption Fee		-					

Asset Class: Balanced/Asset Allocation											
This asset class is generally composed of a combination of fixed income and equity investment options. These investment options may include balanced, asset allocation, target-date, and target-risk investment options. Although typically lower risk than investment options that invest solely in equities, all investment options in this category have the potential to lose value.											
Investment Category: Target Date 2016-2020											
Inv Manager or Sub-Advisor : Multiple Sub-Advisors											
Investment Option Name	Average Annual Total Return										
Principal LifeTime 2020 R3 Fund ^{10,19,20,21,24,F}	<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date
	1.56	11.17	7.95	15.82	5.54	5.42	15.31	13.34	5.77	5.40	3/2001
Benchmark: S&P Target Date 2020 Index	1.61	10.85	8.01	13.91	6.12	-	14.76	11.75	6.26	-	-
Description: The investment seeks a total return consisting of long-term growth of capital and current income. The fund operates as a "target date fund." It invests in underlying Principal Funds, Inc. ("PFI") domestic and foreign equity, real asset and alternative investments, and fixed-income Funds according to an asset allocation strategy designed for investors having a retirement investment goal close to the year in the fund's name. Within 10 to 15 years after its target year, the fund's underlying fund allocation is expected to match that of the Principal LifeTime Strategic Income Fund.											
Composition (% of Assets) as of 02/28/2014				Fees & Expenses				# of Transfers Allowed/Time Period			
Cash	-2.92	U.S. Stocks	44.57	Total Inv Exp Net %		1.27		1/30 day period			
Non-U.S. Stocks	21.54	Non-U.S. Bonds	11.32	Contractual Cap Expiration Date		N/A					
Convertibles	0.08	Preferred	0.32	Waiver Expiration Date		N/A					
U.S. Bonds	25.35	Other	-0.27	Total Inv Exp Gross %		1.27					
				Total Inv Exp Gross Per \$1,000 Invested		\$12.70					
				Redemption Fee		-					
Investment Category: Target Date 2021-2025											
Inv Manager or Sub-Advisor : Multiple Sub-Advisors											
Investment Option Name	Average Annual Total Return										
Principal LifeTime 2025 R3 Fund ^{10,19,20,21,24,F}	<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date
	1.45	12.32	8.28	16.16	-	4.94	16.95	13.55	-	4.89	2/2008
Benchmark: S&P Target Date 2025 Index	1.63	12.41	8.60	15.18	6.41	-	17.03	12.77	6.56	-	-
Benchmark: Morningstar Lifetime Moderate 2025 Index	2.39	12.34	8.92	16.83	7.94	-	16.28	14.17	8.16	6.17	-
Description: The investment seeks a total return consisting of long-term growth of capital and current income. The fund operates as a "target date fund." It invests in underlying Principal Funds, Inc. ("PFI") domestic and foreign equity, real asset and alternative investments, and fixed-income funds according to an asset allocation strategy designed for investors having a retirement investment goal close to the year in the fund's name. The fund invests in PFI Institutional Class shares of underlying funds. Within 10 to 15 years after its target year, the fund's underlying fund allocation is expected to match that of the Principal LifeTime Strategic Income Fund.											
Composition (% of Assets) as of 02/28/2014				Fees & Expenses				# of Transfers Allowed/Time Period			
Cash	-1.64	U.S. Stocks	47.69	Total Inv Exp Net %		1.29		1/30 day period			
Non-U.S. Stocks	22.65	Non-U.S. Bonds	8.96	Contractual Cap Expiration Date		N/A					
Convertibles	0.09	Preferred	1.34	Waiver Expiration Date		N/A					
U.S. Bonds	20.98	Other	-0.08	Total Inv Exp Gross %		1.29					
				Total Inv Exp Gross Per \$1,000 Invested		\$12.90					
				Redemption Fee		-					

Asset Class: Balanced/Asset Allocation												
This asset class is generally composed of a combination of fixed income and equity investment options. These investment options may include balanced, asset allocation, target-date, and target-risk investment options. Although typically lower risk than investment options that invest solely in equities, all investment options in this category have the potential to lose value.												
Investment Category: Target Date 2026-2030												
Inv Manager or Sub-Advisor : Multiple Sub-Advisors												
Investment Option Name	Average Annual Total Return											
Principal LifeTime 2030 R3 Fund ^{10,19,20,21,24,F}	<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>					
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date	
	1.46	13.50	8.66	16.97	5.90	5.44	18.59	14.30	6.11	5.43	3/2001	
Benchmark: S&P Target Date 2030 Index	1.63	13.81	9.10	16.27	6.57	-	19.14	13.60	6.73	-	-	
Description: The investment seeks a total return consisting of long-term growth of capital and current income. The fund operates as a "target date fund." It invests in underlying Principal Funds, Inc. ("PFI") domestic and foreign equity, real asset and alternative investments, and fixed-income funds according to an asset allocation strategy designed for investors having a retirement investment goal close to the year in the fund's name. The fund invests in PFI Institutional Class shares of underlying funds. Within 10 to 15 years after its target year, the fund's underlying fund allocation is expected to match that of the Principal LifeTime Strategic Income Fund.												
Composition (% of Assets) as of 02/28/2014				Fees & Expenses				# of Transfers Allowed/Time Period				
Cash	-0.45	U.S. Stocks	51.96	Total Inv Exp Net %		1.31		1/30 day period				
Non-U.S. Stocks	24.71	Non-U.S. Bonds	6.45	Contractual Cap Expiration Date		N/A						
Convertibles	0.09	Preferred	1.32	Waiver Expiration Date		N/A						
U.S. Bonds	15.81	Other	0.11	Total Inv Exp Gross %		1.31						
				Total Inv Exp Gross Per \$1,000 Invested		\$13.10						
				Redemption Fee		-						
Investment Category: Target Date 2031-2035												
Inv Manager or Sub-Advisor : Multiple Sub-Advisors												
Investment Option Name	Average Annual Total Return											
Principal LifeTime 2035 R3 Fund ^{10,19,20,21,24,F}	<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>					
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date	
	1.41	14.59	9.16	17.25	-	5.25	20.40	14.52	-	5.22	2/2008	
Benchmark: S&P Target Date 2035 Index	1.62	15.00	9.55	17.14	6.68	-	20.84	14.27	6.84	-	-	
Benchmark: Morningstar Lifetime Moderate 2035 Index	2.23	16.05	10.02	18.94	8.35	-	22.03	16.01	8.60	6.55	-	
Description: The investment seeks a total return consisting of long-term growth of capital and current income. The fund operates as a "target date fund." It invests in underlying Principal Funds, Inc. ("PFI") domestic and foreign equity, real asset and alternative investments, and fixed-income funds according to an asset allocation strategy designed for investors having a retirement investment goal close to the year in the fund's name. The fund invests in PFI Institutional Class shares of underlying funds. Within 10 to 15 years after its target year, the fund's underlying fund allocation is expected to match that of the Principal LifeTime Strategic Income Fund.												
Composition (% of Assets) as of 02/28/2014				Fees & Expenses				# of Transfers Allowed/Time Period				
Cash	0.02	U.S. Stocks	55.56	Total Inv Exp Net %		1.32		1/30 day period				
Non-U.S. Stocks	25.55	Non-U.S. Bonds	5.15	Contractual Cap Expiration Date		N/A						
Convertibles	0.08	Preferred	1.08	Waiver Expiration Date		N/A						
U.S. Bonds	12.35	Other	0.21	Total Inv Exp Gross %		1.32						
				Total Inv Exp Gross Per \$1,000 Invested		\$13.20						
				Redemption Fee		-						

Asset Class: Balanced/Asset Allocation											
This asset class is generally composed of a combination of fixed income and equity investment options. These investment options may include balanced, asset allocation, target-date, and target-risk investment options. Although typically lower risk than investment options that invest solely in equities, all investment options in this category have the potential to lose value.											
Investment Category: Target Date 2036-2040											
Inv Manager or Sub-Advisor : Multiple Sub-Advisors											
Investment Option Name	Average Annual Total Return										
Principal LifeTime 2040 R3 Fund ^{10,19,20,21,24,F}	<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date
	1.35	15.52	9.39	17.75	6.09	5.55	21.56	14.99	6.29	5.55	3/2001
Benchmark: S&P Target Date 2040 Index	1.60	15.84	9.87	17.72	6.79	-	22.10	14.77	6.96	-	-
Description: The investment seeks a total return consisting of long-term growth of capital and current income. The fund operates as a "target date fund." It invests in underlying Principal Funds, Inc. ("PFI") domestic and foreign equity, real asset and alternative investments, and fixed-income funds according to an asset allocation strategy designed for investors having a retirement investment goal close to the year in the fund's name. The fund invests in PFI Institutional Class shares of underlying funds. Within 10 to 15 years after its target year, the fund's underlying fund allocation is expected to match that of the Principal LifeTime Strategic Income Fund.											
Composition (% of Assets) as of 02/28/2014				Fees & Expenses				# of Transfers Allowed/Time Period			
Cash	0.96	U.S. Stocks	57.59	Total Inv Exp Net %			1.34		1/30 day period		
Non-U.S. Stocks	28.18	Non-U.S. Bonds	3.39	Contractual Cap Expiration Date			N/A				
Convertibles	0.08	Preferred	1.04	Waiver Expiration Date			N/A				
U.S. Bonds	8.38	Other	0.39	Total Inv Exp Gross %			1.34				
				Total Inv Exp Gross Per \$1,000 Invested			\$13.40				
				Redemption Fee			-				
Investment Category: Target Date 2041-2045											
Inv Manager or Sub-Advisor : Multiple Sub-Advisors											
Investment Option Name	Average Annual Total Return										
Principal LifeTime 2045 R3 Fund ^{10,19,20,21,24,F}	<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date
	1.47	16.11	9.64	17.95	-	5.33	22.29	15.10	-	5.30	2/2008
Benchmark: S&P Target Date 2045 Index	1.58	16.53	10.14	18.16	-	-	23.14	15.09	-	-	-
Benchmark: Morningstar Lifetime Moderate 2045 Index	2.13	16.75	10.09	19.30	8.51	-	23.07	16.35	8.79	6.58	-
Description: The investment seeks a total return consisting of long-term growth of capital and current income. The fund operates as a "target date fund." It invests in underlying Principal Funds, Inc. ("PFI") domestic and foreign equity, real asset and alternative investments, and fixed-income funds according to an asset allocation strategy designed for investors having a retirement investment goal close to the year in the fund's name. The fund invests in PFI Institutional Class shares of underlying funds. Within 10 to 15 years after its target year, the fund's underlying fund allocation is expected to match that of the Principal LifeTime Strategic Income Fund.											
Composition (% of Assets) as of 02/28/2014				Fees & Expenses				# of Transfers Allowed/Time Period			
Cash	1.22	U.S. Stocks	58.97	Total Inv Exp Net %			1.35		1/30 day period		
Non-U.S. Stocks	28.88	Non-U.S. Bonds	2.67	Contractual Cap Expiration Date			N/A				
Convertibles	0.07	Preferred	1.26	Waiver Expiration Date			N/A				
U.S. Bonds	6.50	Other	0.44	Total Inv Exp Gross %			1.35				
				Total Inv Exp Gross Per \$1,000 Invested			\$13.50				
				Redemption Fee			-				

Asset Class: Balanced/Asset Allocation														
This asset class is generally composed of a combination of fixed income and equity investment options. These investment options may include balanced, asset allocation, target-date, and target-risk investment options. Although typically lower risk than investment options that invest solely in equities, all investment options in this category have the potential to lose value.														
Investment Category: Target Date 2046-2050														
Inv Manager or Sub-Advisor : Multiple Sub-Advisors														
Investment Option Name				Average Annual Total Return										
Principal LifeTime 2050 R3 Fund ^{10,19,20,21,24,F}				<i>(as of 03/31/2014 quarter end)</i>				<i>(as of 12/31/2013 year end)</i>						
				YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date
				1.39	16.64	9.76	18.25	6.26	5.29	23.08	15.35	6.43	5.28	3/2001
Benchmark: S&P Target Date 2050 Index				1.54	17.24	10.41	18.33	-	-	24.13	15.27	-	-	-
Description: The investment seeks a total return consisting of long-term growth of capital and current income. The fund operates as a "target date fund." It invests in underlying Principal Funds, Inc. ("PFI") domestic and foreign equity, real asset and alternative investments, and fixed-income funds according to an asset allocation strategy designed for investors having a retirement investment goal close to the year in the fund's name. The fund invests in PFI Institutional Class shares of underlying funds. Within 10 to 15 years after its target year, the fund's underlying fund allocation is expected to match that of the Principal LifeTime Strategic Income Fund.														
Composition (% of Assets) as of 02/28/2014				Fees & Expenses				# of Transfers Allowed/Time Period						
Cash	1.39	U.S. Stocks	60.46	Total Inv Exp Net %				1.34				1/30 day period		
Non-U.S. Stocks	30.08	Non-U.S. Bonds	1.84	Contractual Cap Expiration Date				N/A						
Convertibles	0.06	Preferred	1.28	Waiver Expiration Date				N/A						
U.S. Bonds	4.36	Other	0.53	Total Inv Exp Gross %				1.34						
				Total Inv Exp Gross Per \$1,000 Invested				\$13.40						
				Redemption Fee				-						
Investment Category: Target Date 2051+														
Inv Manager or Sub-Advisor : Multiple Sub-Advisors														
Investment Option Name				Average Annual Total Return										
Principal LifeTime 2055 R3 Fund ^{10,19,20,21,24,F}				<i>(as of 03/31/2014 quarter end)</i>				<i>(as of 12/31/2013 year end)</i>						
				YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date
				1.37	16.59	9.68	18.04	-	5.32	23.14	15.20	-	5.31	2/2008
Benchmark: S&P Target Date 2055+ Index				1.52	17.83	10.75	18.55	-	-	24.96	15.49	-	-	-
Benchmark: Morningstar Lifetime Moderate 2050 Index				2.11	16.61	9.95	19.28	8.54	-	22.83	16.34	8.83	6.51	-
Description: The investment seeks a total return consisting of long-term growth of capital and current income. The fund operates as a "target date fund." It invests in underlying Principal Funds, Inc. ("PFI") domestic and foreign equity, real asset and alternative investments, and fixed-income funds according to an asset allocation strategy designed for investors having a retirement investment goal close to the year in the fund's name. The fund invests in PFI Institutional Class shares of underlying funds. Within 10 to 15 years after its target year, the fund's underlying fund allocation is expected to match that of the Principal LifeTime Strategic Income Fund.														
Composition (% of Assets) as of 02/28/2014				Fees & Expenses				# of Transfers Allowed/Time Period						
Cash	2.47	U.S. Stocks	59.74	Total Inv Exp Net %				1.37				1/30 day period		
Non-U.S. Stocks	30.12	Non-U.S. Bonds	1.67	Contractual Cap Expiration Date				02/28/2015						
Convertibles	0.06	Preferred	1.20	Waiver Expiration Date				02/28/2015						
U.S. Bonds	4.20	Other	0.55	Total Inv Exp Gross %				1.37						
				Total Inv Exp Gross Per \$1,000 Invested				\$13.70						
				Redemption Fee				-						

Asset Class: Balanced/Asset Allocation												
This asset class is generally composed of a combination of fixed income and equity investment options. These investment options may include balanced, asset allocation, target-date, and target-risk investment options. Although typically lower risk than investment options that invest solely in equities, all investment options in this category have the potential to lose value.												
Investment Category: Target Date 2051+												
Inv Manager or Sub-Advisor : Multiple Sub-Advisors												
Investment Option Name	Average Annual Total Return											
Principal LifeTime 2060 R3 Fund ^{B,10,19,20,21,24,F}	<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>					
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date	
	1.37	18.35	-	-	-	19.11	-	-	-	19.20	3/2013	
Benchmark: S&P Target Date 2055+ Index	1.52	17.83	10.75	18.55	-	-	24.96	15.49	-	-	-	
Benchmark: Morningstar Lifetime Moderate 2050 Index	2.11	16.61	9.95	19.28	8.54	-	22.83	16.34	8.83	17.13	-	
Description: The investment seeks a total return consisting of long-term growth of capital and current income. The fund operates as a "target date fund." It invests in underlying Principal Funds, Inc. ("PFI") domestic and foreign equity, real asset and alternative investments, and fixed-income funds according to an asset allocation strategy designed for investors having a retirement investment goal close to the year in the fund's name. The fund invests in PFI Institutional Class shares of underlying funds. Within 10 to 15 years after its target year, the fund's underlying fund allocation is expected to match that of the Principal LifeTime Strategic Income Fund.												
Composition (% of Assets) as of 02/28/2014				Fees & Expenses				# of Transfers Allowed/Time Period				
Cash	1.29	U.S. Stocks	59.13	Total Inv Exp Net %		1.44		1/30 day period				
Non-U.S. Stocks	31.47	Non-U.S. Bonds	1.79	Contractual Cap Expiration Date		02/28/2015						
Convertibles	0.07	Preferred	1.28	Waiver Expiration Date		02/28/2015						
U.S. Bonds	4.42	Other	0.55	Total Inv Exp Gross %		8.62						
				Total Inv Exp Gross Per \$1,000 Invested		\$86.20						
				Redemption Fee		-						
Investment Category: World Allocation												
Inv Manager or Sub-Advisor : BlackRock Advisors, LLC												
Investment Option Name	Average Annual Total Return											
BlackRock Global Allocation R Fund ^{3,10,11,22}	<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>					
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date	
	0.44	9.97	5.24	11.07	7.54	9.79	14.03	9.75	7.84	9.97	1/2003	
Benchmark: Morningstar Global Allocation Index	1.90	10.93	6.91	13.20	7.13	-	13.19	11.44	7.38	-	-	
Description: The investment seeks to provide high total investment return. The fund invests in a portfolio of equity, debt and money market securities. It may invest up to 35% of its total assets in "junk bonds," corporate loans and distressed securities. The fund may also invest in Real Estate Investment Trusts ("REITs"). It has no geographic limits on where it may invest and may invest in the securities of companies of any market capitalization.												
Composition (% of Assets) as of 10/31/2013				Fees & Expenses				# of Transfers Allowed/Time Period				
Cash	14.85	U.S. Stocks	32.41	Total Inv Exp Net %		1.49		-				
Non-U.S. Stocks	28.64	Non-U.S. Bonds	6.54	Contractual Cap Expiration Date		N/A						
Convertibles	1.10	Preferred	1.51	Waiver Expiration Date		N/A						
U.S. Bonds	6.52	Other	8.44	Total Inv Exp Gross %		1.49						
				Total Inv Exp Gross Per \$1,000 Invested		\$14.90						
				Redemption Fee		-						

Asset Class: Large U.S. Equity

This asset class is generally composed of investment options that invest in stocks, or shares of ownership in large, well-established, U.S. companies. These investment options typically carry more risk than fixed income investment options but have the potential for higher returns over longer time periods. They may be an appropriate choice for long-term investors who are seeking the potential for growth. All investment options in this category have the potential to lose value.

Investment Category: Large Value

Inv Manager or Sub-Advisor : JP Morgan Investment Mgmt Inc.

Investment Option Name **Average Annual Total Return**

JP Morgan Equity Income R2 Fund ^E	<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				Incept Date
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	
	2.40	20.97	15.21	20.85	8.18	15.21	30.90	16.96	8.13	15.67	2/2011

Benchmark: Russell 1000 Value Index	3.02	21.57	14.80	21.75	7.58	-	32.53	16.67	7.58	-	-
---	------	-------	-------	-------	------	---	-------	-------	------	---	---

Description: The investment seeks current income through regular payment of dividends with the secondary goal of achieving capital appreciation by investing primarily in equity securities. The fund normally invests at least 80% of assets in the equity securities of corporations that regularly pay dividends, including common stocks and debt securities and preferred stock convertible to common stock. It invests primarily in common stock and real estate investment trusts (REITs). The fund will primarily use futures contracts to more effectively gain targeted equity exposure from its cash positions.

Composition (% of Assets) as of 02/28/2014				Fees & Expenses			# of Transfers Allowed/Time Period				
Cash	1.94	U.S. Stocks	98.06	Total Inv Exp Net %	1.30		2/60 day period				
				Contractual Cap Expiration Date	N/A						
				Waiver Expiration Date	11/01/2014						
				Total Inv Exp Gross %	1.35						
				Total Inv Exp Gross Per \$1,000 Invested	\$13.50						
				Redemption Fee	-						

Investment Category: Large Blend

Inv Manager or Sub-Advisor : Principal Global Investors

Investment Option Name **Average Annual Total Return**

LargeCap S&P 500 Index R3 Fund ^{B,2,6,23,F}	<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				Incept Date
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	
	1.62	20.95	13.81	20.24	6.62	3.71	31.40	17.06	6.61	3.65	12/2000

Benchmark: Standard & Poor's 500 Index	1.81	21.86	14.66	21.16	7.42	-	32.39	17.94	7.41	-	-
--	------	-------	-------	-------	------	---	-------	-------	------	---	---

Description: The investment seeks long-term growth of capital. The fund normally invests at least 80% of its net assets, plus any borrowings for investment purposes, in equity securities of companies that compose the S&P 500 Index at the time of each purchase. The index is designed to represent U.S. equities with risk/return characteristics of the large cap universe. It invests in index futures and options and exchange-traded funds ("ETFs") on a daily basis to gain exposure to the index in an effort to minimize tracking error relative to the benchmark.

Composition (% of Assets) as of 02/28/2014				Fees & Expenses			# of Transfers Allowed/Time Period				
Cash	-0.99	U.S. Stocks	98.12	Total Inv Exp Net %	0.72		1/30 day period				
Non-U.S. Stocks	1.62	Other	1.25	Contractual Cap Expiration Date	N/A						
				Waiver Expiration Date	N/A						
				Total Inv Exp Gross %	0.72						
				Total Inv Exp Gross Per \$1,000 Invested	\$7.20						
				Redemption Fee	-						

Investment Category: Large Growth

Inv Manager or Sub-Advisor : Fidelity Management & Research

Investment Option Name **Average Annual Total Return**

Fidelity Advisor Growth Opportunities T Fund ^H	<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				Incept Date
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	
	1.75	27.40	15.64	25.01	7.30	10.28	36.29	24.44	7.13	10.31	11/1987

Benchmark: Russell 1000 Growth Index	1.12	23.22	14.62	21.68	7.86	-	33.48	20.39	7.83	-	-
--	------	-------	-------	-------	------	---	-------	-------	------	---	---

Description: The investment seeks capital growth. The fund normally invests primarily in common stocks. It invests in companies that the advisor believes have above-average growth potential (stocks of these companies are often called "growth" stocks). The fund invests in domestic and foreign issuers. It uses fundamental analysis of factors such as each issuer's financial condition and industry position, as well as market and economic conditions to select investments.

Composition (% of Assets) as of 02/28/2014				Fees & Expenses			# of Transfers Allowed/Time Period				
Cash	2.07	U.S. Stocks	92.32	Total Inv Exp Net %	1.43		1/60 day period				
Non-U.S. Stocks	5.40	Preferred	0.21	Contractual Cap Expiration Date	N/A						
				Waiver Expiration Date	N/A						
				Total Inv Exp Gross %	1.43						
				Total Inv Exp Gross Per \$1,000 Invested	\$14.30						
				Redemption Fee	-						

Asset Class: Small/Mid U.S. Equity

This asset class is generally composed of investment options that invest in stocks, or shares of ownership in small- to medium-sized U.S. companies. These investment options typically carry more risk than larger U.S. equity investment options but have the potential for higher returns. They may be an appropriate choice for long-term investors who are seeking the potential for growth. All investment options in this category have the potential to lose value.

Investment Category: Mid Cap Blend

Inv Manager or Sub-Advisor : Principal Global Investors

Investment Option Name	Average Annual Total Return										
	<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date
MidCap S&P 400 Index R3 Fund ^{B,1,2,8,23,F}	2.83	20.28	12.49	23.86	9.31	8.46	32.41	20.95	9.52	8.39	12/2000

Benchmark: Standard & Poor's 400 MidCap Stock Index
 3.04 21.24 13.37 24.86 10.14 - 33.50 21.89 10.36 - -

Description: The investment seeks long-term growth of capital. The fund normally invests at least 80% of its net assets, plus any borrowings for investment purposes, in equity securities of companies that compose the Standard & Poor's ("S&P") MidCap 400 Index at the time of each purchase. The index is designed to represent U.S. equities with risk/return characteristics of the mid cap universe. It invests in index futures and exchange-traded funds ("ETFs") on a daily basis to gain exposure to the index in an effort to minimize tracking error relative to the benchmark.

Composition (% of Assets) as of 02/28/2014				Fees & Expenses			# of Transfers Allowed/Time Period	
Cash	-0.57	U.S. Stocks	99.77	Total Inv Exp Net %	0.74		1/30 day period	
Non-U.S. Stocks	0.10	Other	0.71	Contractual Cap Expiration Date	N/A			
				Waiver Expiration Date	N/A			
				Total Inv Exp Gross %	0.74			
				Total Inv Exp Gross Per \$1,000 Invested	\$7.40			
				Redemption Fee	-			

Investment Category: Small Blend

Inv Manager or Sub-Advisor : Principal Global Investors

Investment Option Name	Average Annual Total Return										
	<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date
SmallCap S&P 600 Index R3 Fund ^{B,1,2,7,F}	0.92	26.75	15.02	25.18	9.29	9.61	40.15	20.43	9.83	9.73	12/2000

Benchmark: Standard & Poor's 600 Stock Index
 1.13 27.81 15.95 26.21 10.11 - 41.31 21.37 10.65 - -

Description: The investment seeks long-term growth of capital. The fund normally invests at least 80% of its net assets, plus any borrowings for investment purposes, in equity securities of companies that compose the Standard & Poor's ("S&P") SmallCap 600 Index at the time of each purchase. The index is designed to represent U.S. equities with risk/return characteristics of the small cap universe. The fund invests in index futures and exchange-traded funds ("ETFs") on a daily basis to gain exposure to the index in an effort to minimize tracking error relative to the benchmark.

Composition (% of Assets) as of 02/28/2014				Fees & Expenses			# of Transfers Allowed/Time Period	
Cash	-0.94	U.S. Stocks	98.26	Total Inv Exp Net %	0.78		1/30 day period	
Non-U.S. Stocks	1.65	Other	1.03	Contractual Cap Expiration Date	N/A			
				Waiver Expiration Date	N/A			
				Total Inv Exp Gross %	0.78			
				Total Inv Exp Gross Per \$1,000 Invested	\$7.80			
				Redemption Fee	-			

Asset Class: International Equity														
This asset class is composed of investment options that invest in stocks, or shares of ownership in companies with their principal place of business or office outside the United States. These investment options often carry more risk than U.S. equity investment options but may have the potential for higher returns. They may be an appropriate choice for long-term investors who are seeking the potential for growth. All investment options in this category have the potential to lose value.														
Investment Category: Diversified Emerging Markets														
Inv Manager or Sub-Advisor : Delaware Management Company														
Investment Option Name				Average Annual Total Return										
Delaware Emerging Markets R Fund ^{3,22,E}				<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				
				YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date
				-1.53	9.47	-0.36	16.83	11.31	8.29	13.47	16.93	12.26	9.17	8/2009
Benchmark: MSCI - Emerging Markets NDTR D Index				-0.43	-1.43	-2.86	14.48	10.11	-	-2.60	14.79	11.17	-	-
Description: The investment seeks long-term capital appreciation. The fund invests primarily in a broad range of equity securities of companies located in emerging market countries. Under normal circumstances, at least 80% of the fund's net assets will be invested in emerging market issuers. It may invest in companies of any size and may invest more than 25% of its total assets in the securities of issuers located in the same country.														
Composition (% of Assets) as of 02/28/2014				Fees & Expenses					# of Transfers Allowed/Time Period					
U.S. Stocks	7.48	Non-U.S. Stocks	93.04	Total Inv Exp Net %					1/20 business day period					
Preferred	1.87	Other	-2.39	Contractual Cap Expiration Date					03/28/2014					
				Waiver Expiration Date					N/A					
				Total Inv Exp Gross %					1.96					
				Total Inv Exp Gross Per \$1,000 Invested					\$19.60					
				Redemption Fee					-					
Investment Category: Foreign Large Blend														
Inv Manager or Sub-Advisor : MFS Investment Management														
Investment Option Name				Average Annual Total Return										
MFS Research International R2 Fund ^{3,22,G}				<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				
				YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date
				-0.58	13.29	5.45	15.28	6.70	7.81	18.33	12.13	7.24	8.06	10/2003
Benchmark: MSCI ACWI Ex USA Index				0.51	12.31	4.15	15.52	7.12	-	15.29	12.81	7.57	-	-
Description: The investment seeks capital appreciation. The fund normally invests its assets primarily in foreign equity securities, including emerging market equity securities. Equity securities include common stocks, preferred stocks, securities convertible into stocks, equity interests in real estate investment trusts (REITs), and depositary receipts for such securities. It may invest a large percentage of the fund's assets in issuers in a single country, a small number of countries, or a particular geographic region.														
Composition (% of Assets) as of 02/28/2014				Fees & Expenses					# of Transfers Allowed/Time Period					
Cash	1.49	U.S. Stocks	1.59	Total Inv Exp Net %					2/calendar quarter					
Non-U.S. Stocks	96.91			Contractual Cap Expiration Date					N/A					
				Waiver Expiration Date					N/A					
				Total Inv Exp Gross %					1.43					
				Total Inv Exp Gross Per \$1,000 Invested					\$14.30					
				Redemption Fee					-					
Investment Category: Foreign Small/Mid Growth														
Inv Manager or Sub-Advisor : MFS Investment Management														
Investment Option Name				Average Annual Total Return										
MFS International New Discovery R2 Fund ^{1,3,22,G}				<i>(as of 03/31/2014 quarter end)</i>						<i>(as of 12/31/2013 year end)</i>				
				YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept	Incept Date
				0.58	12.63	9.45	21.39	9.69	10.93	19.11	18.90	10.46	11.14	10/2003
Benchmark: MSCI World Ex USA SMID Index				2.83	19.27	6.83	19.33	8.27	-	23.16	16.06	8.96	-	-
Description: The investment seeks capital appreciation. The fund normally invests primarily in foreign equity securities, including emerging market equity securities. Equity securities include common stocks, preferred stocks, securities convertible into stocks, equity interests in real estate investment trusts, and depositary receipts for such securities. The adviser focuses on investing the fund's assets in the stocks of companies it believes to have above average earnings growth potential compared to other companies. The fund may invest a large percentage of the fund's assets in issuers in a single country, a small number of countries, or a particular geographic region.														
Composition (% of Assets) as of 02/28/2014				Fees & Expenses					# of Transfers Allowed/Time Period					
Cash	3.65	U.S. Stocks	0.94	Total Inv Exp Net %					2/calendar quarter					
Non-U.S. Stocks	94.71	Preferred	0.70	Contractual Cap Expiration Date					N/A					
				Waiver Expiration Date					N/A					
				Total Inv Exp Gross %					1.64					
				Total Inv Exp Gross Per \$1,000 Invested					\$16.40					
				Redemption Fee					-					

Asset Class: Other

This asset class is composed of investment options that do not match our other categories. Examples include investment options which concentrate on specific sectors such as technology, financials, and natural resources. These investment options may have varying degrees of risk and return potential and could lose value.

Investment Category: Commodities Broad Basket

Inv Manager or Sub-Advisor : PIMCO

Investment Option Name	Average Annual Total Return											
	(as of 03/31/2014 quarter end)						(as of 12/31/2013 year end)					Incept Date
	YTD Ret	1-Year	3-Year	5-Year	10-Year	Since Incept	1-Year	5-Year	10-Year	Since Incept		
PIMCO Commodity Real Return Strategy R Fund ²²	7.32	-8.38	-6.55	8.57	1.67	2.56	-15.28	6.83	2.51	0.84	-	3/2010
Benchmark: Morningstar Long-Only Commodity Index	6.31	1.73	-2.96	9.36	5.43	-	-3.75	7.14	6.15	-	-	-

Description: The investment seeks maximum real return, consistent with prudent investment management. The fund normally invests in commodity-linked derivative instruments backed by a portfolio of inflation-indexed securities and other Fixed Income Instruments. "Fixed Income Instruments" include bonds, debt securities and other similar instruments issued by various U.S. and non-U.S. public- or private-sector entities. It will seek to gain exposure to the commodity markets primarily through investments in leveraged or unleveraged commodity index-linked notes. The fund may also invest up to 10% of total assets in preferred stocks. It is non-diversified.

Composition (% of Assets) as of 12/31/2013				Fees & Expenses		# of Transfers Allowed/Time Period	
Cash	-39.41	Non-U.S. Bonds	34.15	Total Inv Exp Net %	1.44	-	
Preferred	0.15	U.S. Bonds	78.75	Contractual Cap Expiration Date	N/A		
Other	26.36			Waiver Expiration Date	N/A		
				Total Inv Exp Gross %	1.61		
				Total Inv Exp Gross Per \$1,000 Invested	\$16.10		
				Redemption Fee	-		

Asset Class: Short-Term Fixed Income

Investment Option Name: Fixed Income Guaranteed Option ^{9,14}

Description:

This group annuity contract provides an interest rate guaranteed for a set period of time by the Principal Life Insurance Company. It is supported by the multi-billion dollar general account of Principal Life, which invests in private market bonds, commercial mortgages and mortgage-backed securities. However, money you allocate to this investment does not entitle you to participate in the investment experience or performance of the General Account. The rate credited to participant accounts is a composite weighted average of underlying guarantees provided in the contract. Each underlying guarantee is in effect for its full maturity. The maturity of each guarantee varies from 2 to 10 years at the establishment of the guarantee. Each guarantee matures at a different time. The term shown in the Term column represents the average maturity of the underlying guarantees. The composite rate (crediting rate) is reset every 6 months based on the changing weighted average of the underlying guarantees and applies prospectively (moving forward). The crediting rate is an effective annual rate and is displayed here as the rate guaranteed by Principal Life net of the Rate Level Service Fee. The crediting rate is subject to a minimum guaranteed rate that is determined through a formula determined according to state insurance regulations which utilizes Treasury rates and is outlined in the group annuity contract. The minimum will range between 1% and 3% depending on prevailing market conditions. The contract provides for benefit payments at book value (i.e., no market value adjustments or surrender charge adjustments) for withdrawals due to retirement, termination of employment, disability, loans, plan termination, or death, including participant-directed transfers. If the retirement program provides you access to the Fixed Income Guaranteed Option and Competing Plan Investment Options, participant transfers, either directly or indirectly, to Competing Plan Investment Options will generally be subject to an Equity Wash. An Equity Wash requires that transfers must be directed to a non-competing investment option under the plan for 90 days before such transferred amounts may be directed to any other Competing Plan Investment Option. Competing Plan Investment Options include other guaranteed investment options or fixed income, money market or bond funds that ever had an average duration of three years or less. A plan fiduciary-directed surrender or transfer will be subject to 12 months' advance notice or a 5% surrender charge (subject to additional contractual limitations), whichever the plan sponsor chooses. For more information, call the automated phone system at 1-800-547-7754 or see the applicable fact sheet on principal.com for a more complete description of this investment option and the crediting rate.

Rate Level Service Fee: 0.65

Crediting Rate (credited to participants)	Crediting Period	Term (underlying guarantees)
1.35	12/01/2013-05/31/2014	10.00 years

Investors should carefully consider a mutual fund's investment objectives, risks, charges, and expenses prior to investing. A prospectus, or summary prospectus if available, containing this and other information can be obtained by contacting a financial professional, visiting principal.com, or calling 1-800-547-7754. Read the prospectus carefully before investing.

The value of the investment options will fluctuate so that when redeemed, shares or units may be worth more or less than the original cost.

An investment's past performance is not necessarily an indication of how the investment will perform in the future.

Since inception benchmark returns are displayed on the Investment Option Summary for investments that are less than 10 years old. The benchmark reflecting the Since Inception return is the Morningstar Category index. For some Sub-Advised investment options, two benchmarks will be displayed on the Investment Option Summary and the secondary index reflecting the Since Inception Return is the Morningstar Category index.

- ^B Principal Funds mutual funds are part of the Principal Funds, Inc. series. Principal Funds, Inc. is distributed by Principal Funds Distributor, Inc. Certain investment options may not be available in all states or U.S. commonwealths.

Returns shown for periods of less than one year are not annualized. All returns displayed here are after net Total Investment Expense of the investment option.

For a Mutual Fund investment option, Total Investment Expense gross equals the sum of (a) the total fund operating expenses plus (b) if the mutual fund invests in other mutual funds, the weighted-average management fee of those other mutual funds, as listed in the most recent prospectus. The actual Total Investment Expense may change if the mutual fund investment option's allocation of assets to other mutual funds changes.

© 2014 Morningstar, Inc. All Rights Reserved. Part of the mutual fund data contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete, or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

Insurance products and plan administrative services are provided by Principal Life Insurance Company. Principal mutual funds are part of the Principal Funds, Inc. series. Principal Funds, Inc. is distributed by Principal Funds Distributor, Inc. Securities are offered through Princor Financial Services Corporation, 1-800-547-7754, member SIPC and/or independent broker/dealers. Securities sold by a Princor® Registered Representative are offered through Princor. Principal Funds Distributor, Princor and Principal Life are members of the Principal Financial Group® (The Principal®), Des Moines, IA 50392.

As allowed by their prospectuses several mutual fund companies have decided to impose redemption fees and/or transfer restrictions on certain plan and/or participant transactions. One or more of the investment options in your employer's retirement plan may be impacted. For more information, visit The Principal Web site at principal.com.

Any operating expenses of a mutual fund or underlying mutual fund that are part of net Total Investment Expense are obtained from the mutual fund's most recent prospectus. The operating expenses shown as part of net Total Investment Expense include voluntary expense limits and fee credit.

This report includes investment options that contain information from a variety of sources. Morningstar generally provides holdings information, operations data, and rankings or statistics proprietary to Morningstar. Morningstar is also the source of information on certain mutual funds.

These results are for the investment options available through your Plan Sponsor's retirement plan, and may be different from the results for other retirement plans. Past performance is not a guarantee of future results. Principal values and investment returns will fluctuate so that values upon redemption may be worth more or less than original costs. Total returns illustrated are net of investment expenses and management fees.

Since inception returns are only shown for funds/accounts in existence for less than 10 years.

- ⁷ Small-cap and mid-cap investment options are subject to more fluctuation in value and may have additional risks than other investment options with stocks of larger, more stable companies.
- ² Each index based investment option is invested in the stocks or bonds of the index it tracks. Performance of indexes reflects the unmanaged results for the market segment the selected stocks or bonds represent. There is no assurance an index based investment option will match the performance of the index tracked.
- ³ International and global investment options are subject to additional risk due to fluctuating exchange rates, foreign accounting and financial policies, and other economic and political environments.
- ⁴ High yield investment options are subject to greater credit risk and volatility that is associated with high yield bonds.
- ⁵ Real Estate investment options are subject to investment and liquidity risk and other risks inherent in real estate such as those associated with general and local economic conditions. Property values can decline due to environmental and other reasons. In addition, fluctuation in interest rates can negatively impact the performance of real estate investment options.
- ⁶ S&P 500 is a trademark of The McGraw-Hill Companies, Inc., and has been licensed for use by Principal Life Insurance Company and Principal Management Corporation. The product is not sponsored, endorsed, sold or promoted by Standard & Poor's and Standard & Poor's makes no representation regarding the advisability of investing in the product.
- ⁷ S&P SmallCap 600 is a trademark of The McGraw-Hill Companies, Inc. and has been licensed for use by Principal Life Insurance Company and Principal Management Corporation. The product is not sponsored, endorsed, sold or promoted by Standard & Poor's and Standard & Poor's makes no representation regarding the advisability of investing in the product.
- ⁸ S&P MidCap 400 is a trademark of The McGraw-Hill Companies, Inc. and has been licensed for use by Principal Life Insurance Company and Principal Management Corporation. The product is not sponsored, endorsed, sold or promoted by Standard & Poor's and Standard & Poor's makes no representation regarding the advisability of investing in the product.
- ⁹ Principal® Fixed Income Guaranteed Option is the Group Annuity Contract - Custodial Guaranteed Interest Contract available through Principal Life Insurance Company, a member of the Principal Financial Group®, Des Moines Iowa 50392. May not be available in all states.
- ¹⁰ Equity investment options involve greater risk, including heightened volatility, than fixed-income investment options. Fixed-income investment options are subject to interest rate risk, and their value will decline as interest rates rise.

- ¹¹ Asset allocation does not guarantee a profit or protect against a loss. Investing in real estate, small-cap, international, and high-yield investment options involves additional risks.
- ¹² Fixed-income investment options are subject to interest rate risk, and their value will decline as interest rates rise. Neither the principal of bond investment options nor their yields are guaranteed by the U.S. government.
- ¹⁴ The Fixed Income Guaranteed Option is a guarantee backed by the general account of Principal Life Insurance Company (Principal Life). As a guarantee, it does not have an investment management fee or expense ratio; those are concepts unique to investment products. The Rate Level Service Fee illustrated here represents the part of the overall fee arrangement that the plan pays for services from Principal Life as a provider of administrative services to the plan, as agreed to in the Service and Expense Agreement for the plan.
- ¹⁹ Fixed-income and asset allocation investment options that invest in mortgage securities are subject to increased risk due to real estate exposure.
- ²⁰ Asset allocation does not guarantee a profit or protect against a loss. Investing in real estate, small-cap, international, and high-yield investment options involves additional risks. Additionally there is no guarantee this investment option will provide adequate income at or through retirement.
- ²¹ The Investment Advisor will display "Multiple Sub-Advisors" for certain target-date, target-risk and specialty investment options where the assets are directed by the Investment Manager to multiple underlying investment options. These underlying investment options may use multiple sub-advisors who are responsible for the day-to-day management responsibilities.
- ²² For Mutual Fund Network investment options, returns for all time periods, except the Since Inception time frame, may include the historical performance of the oldest share class of the fund, adjusted to reflect a portion of the fees and expenses of this share class. Since Inception returns display the actual return of this share class and do not reflect the adjusted returns of the oldest share class. Please see the fund's prospectus for more information on specific expenses, and the fund's most recent shareholder report for actual date of first sale. Expenses are deducted from income earned by the fund. As a result, dividends and investment results will differ for each share class.
- ²³ The risks associated with derivative investments include that the underlying security, interest rate, market index, or other financial asset will not move in the direction the Investment Adviser and/or Sub-Advisor anticipated, the possibility that there may be no liquid secondary market, the risk that adverse price movements in an instrument can result in a loss substantially greater than a fund's initial investment, the possibility that the counterparty may fail to perform its obligations; and the inability to close out certain hedged positions to avoid adverse tax consequences.
- ²⁴ This Principal LifeTime Fund indirectly bears its pro rata share of the management fees incurred by the underlying Principal Funds in which this fund invests. Based on the asset allocation of the Principal LifeTime Funds outlined in the prospectus dated March 1, 2014, the weighted average operating expenses of the underlying funds are: Principal LifeTime Strategic Income, 0.59%; Principal LifeTime 2010, 0.63%; Principal LifeTime 2015, 0.65%; Principal LifeTime 2020, 0.67%; Principal LifeTime 2025, 0.69%; Principal LifeTime 2030, 0.71%; Principal LifeTime 2035, 0.72%; Principal LifeTime 2040, 0.74%; Principal LifeTime 2045, 0.74%; Principal LifeTime 2050, 0.74%; Principal LifeTime 2055, 0.75%; Principal LifeTime 2060, 0.79%. While the operating expenses of the underlying mutual funds are not part of the Principal LifeTime Fund's operating expenses they are included in the Total Investment Expense. Performance results shown for the Principal LifeTime Fund reflect the application of these expenses.
- ^E Investment option limits the number of transfers allowed into the investment option. All participant investment transfers and non-scheduled rebalancing activity are counted toward the number of transfers allowed. When the number of allowed transfers into the investment option is met, no additional investment transfers into the investment option will be allowed until the holding period elapses. Contributions into the investment option are not impacted.
- ^F Investment option limits transfer activity. Once the number of allowed transfers is met, participants are not allowed to transfer back into an investment option which they have transferred out of until the holding period elapses. All participant investment transfers and non-scheduled rebalancing activity are counted toward the number of transfers allowed. Contributions into the investment option are not impacted. Participants may still transfer out to different investment options or to money market or Guaranteed options.
- ^G Investment option limits transfer activity. Once the number of allowed transfers is met, participants are not allowed to transfer amounts valued at the threshold amount or more back into the investment option which they have transferred out of until the holding period elapses. All participant investment transfers and non-scheduled rebalancing activity valued at the threshold amount or more are counted toward the number of transfers allowed. Contributions into the investment option are not impacted. Participant transfers made for less than the threshold amount do not count and are not limited.
- ^H Investment option limits transfer activity. Once the number of allowed transfers is met, participants are not allowed to transfer back into an investment option which they have transferred out more than the threshold amount until the holding period elapses. All participant investment transfers and non-scheduled rebalancing activity more than the threshold amount are counted toward the number of transfers allowed. Contributions into the investment option are not impacted. Participants may still transfer out to different investment options, money market, or Guaranteed options.
- Principal Life works with each fund family to implement each funds' policy and establish frequent trading guidelines that best mirror Prospectus language. Mutual Fund Network investment managers have the ability to monitor for excessive trading and may enforce frequent purchase limitations in addition to or in lieu of policy monitored by Principal Life Insurance Company. Please refer to the Prospectus for verification.

Benchmark Descriptions

S&P Target Date 2020 Index provides varying levels of exposure to equities and fixed income. Each target date allocation is created and retired according to a pre-determined schedule related to the respective target date.

S&P Target Date 2025 Index provides varying levels of exposure to equities and fixed income. Each target date allocation is created and retired according to a pre-determined schedule related to the respective target date.

S&P Target Date 2030 Index provides varying levels of exposure to equities and fixed income. Each target date allocation is created and retired according to a pre-determined schedule related to the respective target date.

S&P Target Date 2035 Index provides varying levels of exposure to equities and fixed income. Each target date allocation is created and retired according to a pre-determined schedule related to the respective target date.

S&P Target Date 2040 Index provides varying levels of exposure to equities and fixed income. Each target date allocation is created and retired according to a pre-determined schedule related to the respective target date.

S&P Target Date 2045 Index provides varying levels of exposure to equities and fixed income. Each target date allocation is created and retired according to a pre-determined schedule related to the respective target date.

S&P Target Date 2050 Index provides varying levels of exposure to equities and fixed income. Each target date allocation is created and retired according to a pre-determined schedule related to the respective target date.

MSCI - Emerging Markets NDTR D Index measures equity market performance in the global emerging markets. It consists of 26 emerging market countries in Europe, Latin America and the Pacific Basin.

Citigroup Non-\$ World Govt Bond Index covers thirteen government-bond markets: Austria, Belgium, Canada, Denmark, France, Germany, Italy, Japan, the Netherlands, Spain, Sweden and the United Kingdom.

MSCI ACWI Ex USA Index is a free float-adjusted market capitalization index that is designed to measure the combined equity market performance of developed and emerging market countries excluding the US.

Standard & Poor's 400 MidCap Stock Index includes approximately 10% of the capitalization of U.S. equity securities. These are comprised of stocks in the middle capitalization range.

Standard & Poor's 500 Index is a market capitalization-weighted index of 500 widely held stocks often used as a proxy for the stock market.

Standard & Poor's 600 Stock Index is a small cap index that consists of 600 domestic stocks chosen for market size, liquidity, and industry group representation.

Barclays Aggregate Bond Index represents securities that are domestic, taxable, and dollar denominated. The index covers the U.S. investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities. These major sectors are subdivided into more specific indices that are calculated and reported on a regular basis.

S&P Target Date 2055+ Index provides varying levels of exposure to equities and fixed income. Each target date allocation is created and retired according to a pre-determined schedule related to the respective target date.

Morningstar Lifetime Moderate 2015 Index represents a portfolio of global equities, bonds and traditional inflation hedges such as commodities and TIPS. This portfolio is held in proportions appropriate for a U.S. investor who is about five years away from retirement.

Morningstar Lifetime Moderate 2025 Index represents a portfolio of global equities, bonds and traditional inflation hedges such as commodities and TIPS. This portfolio is held in proportions appropriate for a U.S. investor who is about 15 years away from retirement.

Morningstar Lifetime Moderate 2035 Index represents a portfolio of global equities, bonds and traditional inflation hedges such as commodities and TIPS. This portfolio is held in proportions appropriate for a U.S. investor who is about 25 years away from retirement.

Russell 1000 Growth Index is a market-capitalization weighted index of those firms in the Russell 1000 with higher price-to-book ratios and higher forecasted growth values.

Russell 1000 Value Index is a market-capitalization weighted index of those firms in the Russell 1000 with lower price-to-book ratios and lower forecasted growth values.

Morningstar Lifetime Moderate 2045 Index represents a portfolio of global equities, bonds and traditional inflation hedges such as commodities and TIPS. This portfolio is held in proportions appropriate for a U.S. investor who is about 35 years away from retirement.

Morningstar Lifetime Moderate 2050 Index represents a portfolio of global equities, bonds and traditional inflation hedges such as commodities and TIPS. This portfolio is held in proportions appropriate for a U.S. investor who is about 40 years away from retirement.

Merrill Lynch U.S. High Yield Master II Index measures the performance of high yield bonds.

S&P Target Date Retirement Income Index provides varying levels of exposure to equities and fixed income. Each target date allocation is created and retired according to a pre-determined schedule related to the respective target date.

S&P Target Date 2010 Index provides varying levels of exposure to equities and fixed income. Each target date allocation is created and retired according to a pre-determined schedule related to the respective target date.

S&P Target Date 2015 Index provides varying levels of exposure to equities and fixed income. Each target date allocation is created and retired according to a pre-determined schedule related to the respective target date.