



Notification of Source of Distributions

Pursuant to Rule 19a-1 of the Investment Company Act of 1940

As noted in the table provided below, certain of the Principal Funds made distributions for the month of February 2020 for which a portion is estimated to be in excess of the fund's current and accumulated net income. As of February 29, 2020, the estimated sources of these distributions were as follows:

| February 2020 | | | |
|-----------------------------------------------------|------------|---------------|-----------------|
| Fund | Net Income | Realized Gain | Capital Sources |
| California Municipal Fund | 64.75% | 0.00% | 35.25% |
| Core Fixed Income Fund | 0.00 | 0.00 | 100.00 |
| Finisterre Unconstrained Emerging Markets Bond Fund | 0.00 | 100.00 | 0.00 |
| Global Diversified Income Fund | 10.89 | 0.00 | 89.11 |
| Government & High Quality Bond Fund | 0.00 | 0.00 | 100.00 |
| High Income Fund | 53.97 | 0.00 | 46.03 |
| High Yield Fund | 0.00 | 0.00 | 100.00 |
| SAM Flexible Income Portfolio | 29.14 | 0.00 | 70.86 |
| Short-Term Income Fund | 98.23 | 0.00 | 1.77 |

The ultimate composition of these distributions may vary from the estimates provided above due to a variety of factors including future income and expenses, and realized gains and losses from the purchase and sale of securities.

Please note that this information is being provided to satisfy certain notice requirements under the Investment Company Act of 1940. Tax reporting information for shareholders of the funds will not be available until the end of the funds' fiscal year.

As a result, shareholders should not use the information provided in this notice for tax reporting purposes.