

Composite Performance Summary

Performance USD as of December 31, 2017

SMALL CAP							
	One Year	Two Years	Three Years	Four Years	Five Years	Seven Years	Ten Years
INTERNATIONAL SMALL CAP EQUITY - Gross	37.68	18.74	15.72	11.29	15.23	12.06	7.04
INTL SMALL CAP BLENDED INDEX	31.04	16.89	12.95	8.07	11.36	7.82	5.15
Excess Return	6.65	1.85	2.77	3.22	3.86	4.24	1.89
INTERNATIONAL SMALL CAP EQUITY - Net	36.78	17.98	14.99	10.59	14.50	11.37	6.38
	One Year	Two Years	Three Years	Four Years	Five Years	Seven Years	Since Inception 6/1/2008
EUROPEAN SMALL CAP EQUITY - Gross	43.39	16.68	16.94	12.87	18.56	15.41	9.71
Custom Index ¹	35.52	15.18	13.73	8.30	13.91	10.74	6.40
Excess Return	7.88	1.50	3.21	4.57	4.65	4.67	3.30
EUROPEAN SMALL CAP EQUITY - Net	42.29	15.76	16.02	11.98	17.63	14.31	8.83
¹ MSCI Europe Small Cap Index since 1 June 2012; S&P Europe Small Cap Index prior							
	One Year	Two Years	Three Years	Four Years	Five Years	Seven Years	Ten Years
U.S. SMALL CAP EQUITY - Gross	13.79	16.00	10.66	9.43	16.44	13.70	9.25
RUSSELL 2000 Index	14.65	17.90	9.95	8.66	14.11	11.61	8.70
Excess Return	-0.86	-1.90	0.72	0.77	2.33	2.10	0.55
U.S. SMALL CAP EQUITY - Net	13.08	15.28	9.98	8.75	15.72	13.00	8.57
	One Year	Two Years	Three Years	Four Years	Five Years	Seven Years	Since Inception 1/1/2010
U.S. SMALL CAP SELECT EQUITY - Gross	10.93	15.56	10.46	9.35	16.21	14.66	16.14
RUSSELL 2000 Index	14.65	17.90	9.95	8.66	14.11	11.61	13.41
Excess Return	-3.72	-2.34	0.52	0.69	2.10	3.05	2.73
U.S. SMALL CAP SELECT EQUITY - Net	10.14	14.74	9.67	8.57	15.39	13.84	15.30
	One Year	Two Years	Three Years	Four Years	Five Years	Seven Years	Ten Years
U.S. SMALL CAP SELECT VALUE EQUITY - Gross	6.08	16.70	11.47	10.16	15.68	13.51	10.13
RUSSELL 2000 VALUE Index	7.84	19.16	9.54	8.18	13.00	10.84	8.17
Excess Return	-1.76	-2.46	1.93	1.98	2.68	2.67	1.97
U.S. SMALL CAP SELECT VALUE EQUITY - Net	5.29	15.84	10.63	9.30	14.77	12.60	9.24
	One Year	Two Years	Three Years	Four Years	Five Years	Seven Years	Since Inception 11/1/2012
GLOBAL SMALL CAP EQUITY - Gross	23.30	16.60	11.95	9.68	14.90	-	15.49
MSCI ACWI SMALL CAP NTR Index	23.81	17.51	10.98	8.61	12.35	-	12.87
Excess Return	-0.51	-0.92	0.97	1.07	2.55	-	2.62
GLOBAL SMALL CAP EQUITY - Net	22.67	15.82	11.13	8.85	14.01	-	14.59
	One Year	Two Years	Three Years	Four Years	Five Years	Seven Years	Since Inception 1/1/2014
GLOBAL SMID VALUE & INCOME EQUITY - Gross	24.15	19.58	13.43	10.77	-	-	10.77
MSCI ACWI SMID VALUE NTR Index	20.43	17.76	9.72	8.12	-	-	8.12
Excess Return	3.72	1.82	3.71	2.65	-	-	2.65
GLOBAL SMID VALUE & INCOME EQUITY - Net	23.33	18.74	12.62	9.97	-	-	9.97

See important information on next page

Important Information

Past performance is not necessarily indicative or a guarantee of future return. Investing involves risk, and investors must be prepared to bear capital losses which might result from investments. Equity investments involve greater risk, including higher volatility, than fixed-income investments. Risk is magnified in emerging markets, which may lack established legal, political, business or social structures to support securities markets. Small and mid-cap stocks may have additional risks including greater price volatility. International and global investing involves greater risks such as currency fluctuations, political/social instability and differing accounting standards.

Unless otherwise noted, the information in this document has been derived from sources believed to be accurate as of December 2017. Information derived from sources other than Principal Global Investors or its affiliates is believed to be reliable; however, we do not independently verify or guarantee its accuracy or validity. The potential for profit is accompanied by the possibility of loss.

The information in this document contains general information only on investment matters. It does not take account of any investor's investment objectives, particular needs or financial situation and should not be construed as specific investment advice, an opinion or recommendation or be relied on in any way as a guarantee, promise, forecast or prediction of future events regarding a particular investment or the markets in general. All expressions of opinion and predictions in this document are subject to change without notice. Any reference to a specific investment or security does not constitute a recommendation to buy, sell, or hold such investment or security, nor an indication that Principal Global Investors or its affiliates has recommended a specific security for any client account.

Subject to any contrary provisions of applicable law, Principal Financial Group, Inc., its affiliates, and its officers, directors, employees, agents, disclaim any express or implied warranty of reliability or accuracy (including by reason of negligence) arising out of any for error or omission in this document or in the information or data provided in this document.

Any representations, example, or data not specifically attributed to a third party herein, has been calculated by, and can be attributed to Principal Global Investors. Principal Global Investors disclaims any and all express or implied warranties of reliability or accuracy arising out of any for error or omission attributable to any third party representation, example, or data provided herein.

All figures shown in this document are in U.S. dollars unless otherwise noted.

This document is issued in:

- The United States by Principal Global Investors, LLC, which is regulated by the U.S. Securities and Exchange Commission.
- Europe by Principal Global Investors (Europe) Limited, Level 1, 1 Wood Street, London EC2V 7JB, registered in England, No. 03819986, which has approved its contents, and which is authorised and regulated by the Financial Conduct Authority.
- Singapore by Principal Global Investors (Singapore) Limited (ACRA Reg. No. 199603735H), which is regulated by the Monetary Authority of Singapore and is directed exclusively at institutional investors as defined by the Securities and Futures Act (Chapter 289).
- Hong Kong by Principal Global Investors (Asia) Limited, which is regulated by the Securities and Futures Commission and is directed exclusively at professional investors as defined by the Securities and Futures Ordinance.
- Australia by Principal Global Investors (Australia) Limited (ABN 45 102 488 068, AFS License No. 225385), which is regulated by the Australian Securities and Investment Commission and is only directed at wholesale investors (as defined in sections 761G and 761GA of the Corporations Act).
- This document is issued by Principal Global Investors LLC, a branch registered in the Dubai International Financial Centre and authorized by the Dubai Financial Services Authority as a representative office and is delivered on an individual basis to the recipient and should not be passed on or otherwise distributed by the recipient to any other person or organization. This document is intended for sophisticated institutional and professional investors only.
- Switzerland by Principal Global Investors (Switzerland) GmbH which is authorised by the Swiss Financial Market Supervisory Authority ("FINMA").

In Europe, this document is directed exclusively at Professional Clients and Eligible Counterparties and should not be relied upon by Retail Clients (all as defined by MiFID). In connection with its management of client portfolios, Principal Global Investors (Europe) Limited may delegate management authority to affiliates that are not authorised and regulated within Europe. In any such case, the client may not benefit from all protections offered by rules and regulations enacted under MiFID.

This material is not intended for distribution to, or use by any person or entity in any jurisdiction or country where such distribution or use would be contrary to local law or regulation. This document is intended for sophisticated institutional and professional investors only.

The index benchmarks are referred to for comparative purposes only and are not necessarily intended to parallel the risk or investment approach of the portfolios included in the composites. The two methods of calculating performance of the composite and the index may not be identical and it is not possible to invest in an index. Indices are unmanaged and do not take into account fees, expenses and transaction costs are not available for direct investment

Composite Performance results are based on fully discretionary accounts under management, including those accounts no longer with the firm. Composite returns are calculated by asset weighting the individual portfolio returns using beginning-of-period values, or a method that reflects both beginning-of-period values and external cash flows. Returns from cash and cash equivalents are included in total return calculations. Gross performance results reflect total time weighted rates of returns, including income and market value changes, are shown net of commissions and other transaction costs incurred in the management of the accounts and include the reinvestment of net realized gains and income. Net performance results reflect a reduction for investment advisory fees based on the firm's applicable asset management fee schedule. Additional information on calculation of composite performance data is available on request. Actual investment advisory fees charged to clients may vary.

©2018 Principal Financial Services, Inc.

Principal, Principal and symbol design and Principal Financial Group are registered trademarks and service marks of Principal Financial Services, Inc., a Principal Financial Group company.

Principal Global Investors leads global asset management at Principal®

Principal Global Equities is a specialized investment management group within Principal Global Investors.

Index Descriptions

MSCI All Country World SMID Value NTR Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of value securities in developed and emerging markets. This index consists of the developed and emerging market country indices.

MSCI ACWI Small-Cap Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed and emerging markets. The index covers all investable small cap securities with a market capitalization below that of the companies in the MSCI Standard Indices, targeting approximately 14% of each market's free-float adjusted market capitalization. This index consists of developed and emerging market country indices.

MSCI Europe Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed markets in Europe. The MSCI Europe Index consists of developed market country indices.

MSCI Europe Small Cap Index is a free float-adjusted market capitalization weighted index that is designed to measure the small-cap equity market performance of the developed markets in Europe, by targeting companies that are in the Investable Market Index but not in the Standard Index. The index consists of developed market country indices.

MSCI World ex-U.S. Small-Cap Index is an unmanaged index that measures the performance of stocks with the smallest 15% of cumulative market capitalization by market across developed markets outside the U.S.

Russell 2000 Index measures the performance of the 2,000 smallest companies in the Russell 3000 Index, which represent approximately 8% of the total market capitalization of the Russell 3000 Index.

Russell 2000 Value Index measures the performance of those Russell 2000 companies with lower price-to-book ratios and lower forecasted growth values.