

Principal®**Global
Investors**

RESEARCH • RESOURCES • RESULTS

Principal Global Investors Funds

Emerging Markets Equity Fund

November 30, 2011

Important Notes

- I. The Principal Emerging Markets Equity Fund will invest in the equity securities of companies domiciled or with their core business in the world's emerging investment markets, which the Adviser believes are mispriced by the market and have the potential for significant growth.
- II. Generally, emerging market investments carry higher risk due to risks associated with higher volatility, inadequate liquidity and additional regulatory risks. As such, the Fund that predominantly invests into such markets may be considered speculative and carries significant risk.
- III. Investment involves risk. There is no assurance on investment returns and your investments may suffer significant loss.
- IV. The investment decision is yours but you should not invest in this Fund unless the intermediary who sells it to you has advised you that it is suitable for you and explained how it is consistent with your investment objectives.
- V. You should not invest solely in reliance on this marketing material alone. You should read the Prospectus and the relevant Supplement(s) before investing including the Special Investment Considerations and Risks section of the Prospectus.

Investment Objective

The Principal Global Investors Funds **Emerging Markets Equity Fund** aims to provide capital growth over the medium to long term predominantly through investment in equities from the world's emerging investment markets that we believe are mispriced by the market and have potential for significant growth.

Why Invest in the Emerging Markets Equity Fund?

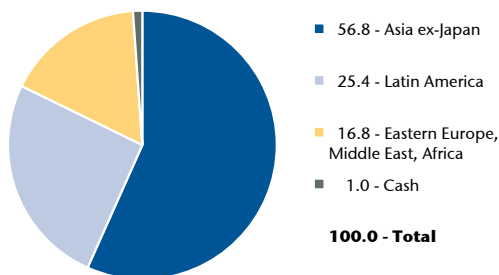
The **Emerging Markets Equity Fund** offers investors:

- The opportunity to participate in the rapidly developing emerging market economies, which are expected to have faster long-term growth rates than most developed economies.
- Access to markets that would otherwise be unavailable or difficult for an individual to invest in.
- An investment in the regions of Latin America, Asia, Eastern Europe, the Middle East, and Africa.

GICS Sector Allocation* (%)

Financials	22.2
Information Technology	14.4
Materials	14.0
Energy	14.0
Telecommunication Services	10.0
Consumer Discretionary	9.6
Consumer Staples	8.1
Industrials	5.1
Utilities	1.2
Cash	1.0
Health Care	0.4
Total	100.0

Geographical Allocation* (%)



Top 10 Holdings*

Security	Country	Sector	(%)
Samsung Electronics Co. Ltd.	South Korea	Information Technology	4.6
Petrobras Petroleo Brasileiro	Brazil	Energy	2.8
Cia Vale Do Rio Doce	Brazil	Materials	2.7
Taiwan Semiconductor Manufacturing Co. Ltd.	Taiwan	Information Technology	2.5
China Mobile Ltd.	China	Telecommunication Services	2.0
Gazprom	Russia	Energy	1.9
Industrial & Commercial Bank Of China Ltd.	China	Financials	1.6
Hyundai Motor Co. Ltd.	South Korea	Consumer Discretionary	1.6
Kia Motors Corp.	South Korea	Consumer Discretionary	1.6
Cnooc Ltd.	China	Energy	1.5
Total Top Ten			22.9
Total Number of Holdings in Fund			160

*In preparing the asset exposure of the Fund, we have taken into account both direct and indirect investments and the effects of futures and options contracts. Investors should be aware that the exposure of the Fund can change significantly on a daily basis. Investments do not always add up to 100% due to rounding.

QUICK FUND FACTS

Fund Rating

Standard & Poor's Fund
Management Rating **AA**
Issued as at June 2008

Lead Investment Professionals

Michael Reynal, Mihail Dobrinov,
Michael Ade

Launch Date

19 February 1998

Fund Structure

Irish Unit Trust
(UCITS Qualified)

Registration

Belgium, Finland, France,
Germany, Guernsey, Hong Kong,
Ireland, Italy, Jersey, Netherlands,
Spain, Sweden, Switzerland & UK

Base Currency

US\$

Fund Size

US\$202.8 million

Dealing Cutoff

10am Dublin
5pm Hong Kong

Pricing

Daily

Sub-investment Advisor

Principal Global Investors
(Europe) Limited

Investor Minimum

For minimum investment amounts,
please contact
Principal Global Investors

ISIN Codes:

Accumulation Units: IE0002492894

Lipper ID:

Accumulation Units: 60005181

Fee Structure (A Class)

Application fee/
Preliminary charge: max 5%
Management fee: 1.50% pa
Administration charge: 0.15% pa
Trustee fee:
Up to \$100 million: 0.02%
Above \$100 million: 0.01%

A member of the
Principal Financial Group®



RESEARCH • RESOURCES • RESULTS

Principal Global Investors Funds

Emerging Markets Equity Fund

November 30, 2011

Fund Management Commentary

Market Review

The MSCI Emerging Markets Index declined 6.7% during November, underperforming the S&P 500 Index which returned -0.2% and the MSCI EAFE Index which returned -4.9%.

During the month, stocks in Eastern Europe, the Middle East and Africa (EEMEA) performed the best, despite declining 1.6%. Stocks in the telecommunication services, consumer staples and energy sectors performed the best, while stocks in the information technology, consumer discretionary and materials sectors lagged the most. During the month, stocks in South Africa performed the best while stocks in Egypt, Poland and the Czech Republic declined the most.

During the month stocks in Latin America declined 6.0%. Stocks within the information technology sector performed the best during the month, while stocks in the health care, materials and financials sectors declined the most. Within Latin America all countries posted negative returns with stocks in Chile, Colombia and Brazil declining the most.

Within Asia, stocks were down 8.4% for the month. During the period all sectors posted negative returns with stocks in the telecommunication services, consumer staples and utilities sectors performing the best despite returning -0.5%, -2.0% and -4.8% respectively. Just like Latin America, all countries posted negative returns in Asia with India, Taiwan and China lagging the most.

Fund Review

The fund outperformed with the MSCI Emerging Markets Index during November.

During the month outperformance came from Brazil, India, and Taiwan; while performance in Indonesia, China, and Poland contributed negatively to the Fund's performance. From a sector perspective the fund outperformed the most in the telecommunication services, materials, and financials sectors, but lagged in the consumer discretionary, health care, and utilities sectors.

Portfolio Outlook and Strategy

No matter what the investment environment, we continue to focus on selecting stocks which exhibit our three pillars: improving and sustainable business fundamentals, attractive relative valuations and where we are seeing rising investor expectations. We will continue to minimize risk that comes from being aggressively over or underweight any particular countries, sectors, or indeed cash.

Disclosures

The information in this document contains general information only on investment matters and should not be considered as a comprehensive statement on any matter and should not be relied upon as such. The information it contains does not take account of any investor's investment objectives, particular needs or financial situation. Past performance is not a reliable indicator of future performance and should not be relied upon as a significant basis for an investment decision. You should consider whether an investment fits your investment objectives, particular needs and financial situation before making any investment decision. Subject to any contrary provisions of applicable law, no company in the Principal Financial Group nor any of their employees or directors gives any warranty of reliability or accuracy nor accepts any responsibility arising in any other way (including by reason of negligence) for errors or omissions in this document. All figures shown in this document are in U.S. dollars unless otherwise noted. This document is issued in: Hong Kong by Principal Global Investors (Asia) Limited, which is regulated by the Securities and Futures Commission. In connection with its management of client portfolios, Principal Global Investors (Europe) Limited may delegate management authority to affiliates that are not authorized and regulated by the Financial Services Authority. In any such case, the client may not benefit from all protections afforded by rules and regulations enacted under the Financial Services and Markets Act 2000.

Performance is calculated on a bid-to-bid basis up to 1 June 2000 and on a NAV-to-NAV basis thereafter, includes the reinvestment of all investment income, and does not take account of application fee or tax, but does include trustee and management fees. The performance information reflects performance of the A Class accumulation units. Investors should obtain their own independent tax advice.

* Index constructed through linking of the MSCI Emerging Markets (Gross) Index and the MSCI Emerging Markets (Net) Index. MSCI Emerging Markets (Gross) Index returns are used for the period beginning with the composite strategy inception date of January 1, 1995 through December 31, 1998. All index returns from January 1, 1999 to present are that of the MSCI Emerging Market (Net) Index. The inception date of the MSCI Emerging Markets (Net) Index is January 1, 1999. Outperforming the MSCI Emerging Markets Index is not specifically included in the objective for the Fund, and the figures shown in the table are provided as a comparison only. The two methods of calculation of performance may not be identical. From Fund inception to 31 October 2002, the source of performance is based on the previous Advisor, BT Funds Management. From 1 November 2002, the source of performance is based on the current Advisor, Principal Global Investors, LLC. Past performance is not indicative of future performance. All figures are stated in USD unless otherwise noted. This material has not been reviewed by the Securities and Futures Commission.

The information in this document has been derived from sources believed to be accurate as of November 2011.

FUND PERFORMANCE

Net Accumulative Performance (%)

	PGIF	Index*
1 Month	-6.2	-6.7
Year To Date	-15.8	-17.4
1 Year	-9.8	-11.5
3 Years	79.9	88.9
5 Years	11.9	19.1
7 Years	101.5	111.6
10 Years	256.9	299.9
Since Inception	306.9	215.0

Net Annualised Performance (%)

	PGIF	Index*
2 Years	1.2	1.0
3 Years	21.6	23.6
4 Years	-6.9	-4.8
5 Years	2.3	3.6
7 Years	10.5	11.3
10 Years	13.6	14.9

Net Calendar Year Performance (%)

	PGIF	Index*
2010	17.3	18.9
2009	69.8	78.5
2008	-54.9	-53.3
2007	41.1	39.4
2006	34.3	32.2
2005	33.6	34.0
2004	24.9	25.6
2003	55.5	55.8
2002	-9.7	-6.2
2001	-6.7	-2.6

Contact Us

For more information on the Fund, please contact:

**Principal Global Investors
(Asia) Limited**
852 2117 8383
Investors-Asia@principal.com

