

U.S. EQUITY FUND
SIMPLIFIED PROSPECTUS

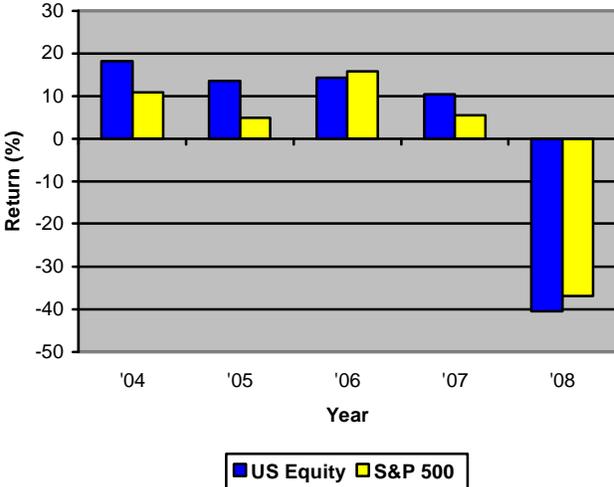
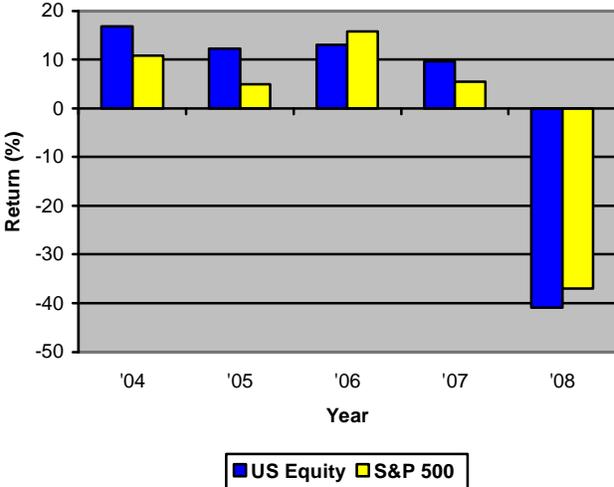
Dated 10 March 2010

This Simplified Prospectus contains key information in relation to the U.S. Equity Fund (the Fund), a fund of Principal Global Investors Funds (the Trust). The Fund was authorised on 30 October 2003 and is a sub-fund of the Trust which is an umbrella open-ended unit trust authorised by the Irish Financial Services Regulatory Authority under the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulation, 2003, as amended (the Regulations). The Trust currently has ten other funds, namely the Global Property Securities Fund, the Asian Equity Fund, the European Equity Fund, the Emerging Markets Equity Fund, Global Equity Fund, the Japanese Equity Fund, the Preferred Securities Fund, the Strategic Fixed Income Fund, the High Yield Fund and the Global Equity (ex-Japan) Fund. Other funds may be established from time to time.

Potential investors are advised to read the Prospectus of the Trust dated 10 October 2008, the addenda thereto dated 1 April 2009 and 5 October 2009 and the Supplement dated 10 March 2010 in respect of the Fund (the Supplement) (together the Prospectus) before making an investment decision on whether or not to invest in the Fund. The rights and duties of the investor as well as the legal relationship with the Trust are laid down in the Prospectus.

The Fund's base currency is US Dollars.

Investment objective	The investment objective of the Fund is to seek capital growth over the medium to long term.	
Investment policy	<p>The Fund invests primarily in the equity securities of companies domiciled or with their core business in the United States, which the Adviser believes are mispriced by the market and have the potential for significant growth.</p> <p>The Fund may also invest in real estate investment trusts (REITS) or other REIT-like structures which will be the equivalent of REITS. It may also invest in other Funds of the Unit Trust in order to obtain its objective.</p> <p>The Fund can invest in both listed and unlisted equity securities, with a level of 10% of the net assets of the Fund permitted in unlisted securities. The Fund may also invest in debt securities, as set out in the Prospectus, all of which will be at least investment grade and issued by companies in which the Fund can purchase equity securities in order to achieve its objective. The Fund may also hold a range of non-equity securities including fixed interest and money market securities (such as government bonds).</p> <p>The Fund may hold ancillary liquid assets such as bank deposits. However no more than 1/3 of the net assets of the Fund may be held in aggregate in ancillary liquid assets, non-equity securities and/or invested outside of the United States.</p> <p>For full details on the Fund's investment policy, please refer to the Prospectus.</p>	
Risk profile	<p>The investments of the Fund are subject to normal market fluctuation and other risks inherent in investing in certain securities. There can be no guarantee against loss, nor any assurance that the Fund's investment objective will be attained. The value of the investments and the income from them, and therefore the value of and income from the units in the Fund, can fall as well as rise and unitholders may not realise the same amount they invest.</p> <p>A full description of the risk factors applying to the Fund is set out in the Prospectus.</p>	

<p>Performance Data of the Fund— I Class Units</p> <p>Inception Date: 01 Dec 2003</p>	<p>Annual total return 2004 to 2008</p>  <table border="1"> <caption>Annual total return 2004 to 2008</caption> <thead> <tr> <th>Year</th> <th>US Equity (%)</th> <th>S&P 500 (%)</th> </tr> </thead> <tbody> <tr> <td>'04</td> <td>18</td> <td>11</td> </tr> <tr> <td>'05</td> <td>13</td> <td>5</td> </tr> <tr> <td>'06</td> <td>14</td> <td>15</td> </tr> <tr> <td>'07</td> <td>10</td> <td>5</td> </tr> <tr> <td>'08</td> <td>-40</td> <td>-35</td> </tr> </tbody> </table>	Year	US Equity (%)	S&P 500 (%)	'04	18	11	'05	13	5	'06	14	15	'07	10	5	'08	-40	-35	<p>Average annual return for the period ending 30/06/2009</p> <p>Past 3 years: -9.10% Past 5 years: -0.70% Since inception: 1.20%</p> <p>Please note that the past performance of the Fund is not necessarily an indicator of future performance.</p> <p>The graph and table above show the past performance in US Dollars.</p>
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	<p>Performance data does not include subscription and redemption charges and is calculated net of taxes and charges.</p>																			
<p>Profile of the typical investor</p>	<p>Investment in the Fund is suitable for investors seeking capital growth over medium to long term.</p>																			
<p>Distribution Policy</p>	<p>Accumulation units in the Fund make no declarations or distributions. All income earned proportionately by the unitholders is reinvested within the Fund and reflected in the value of the accumulation units.</p>																			
<p>Fees and Expenses</p>	<p>Shareholders transaction expenses</p> <table border="1"> <thead> <tr> <th></th> <th>A Class Units</th> <th>I Class Units</th> </tr> </thead> <tbody> <tr> <td>Preliminary charge</td> <td>5.00% of the issue price</td> <td>Nil</td> </tr> </tbody> </table>			A Class Units	I Class Units	Preliminary charge	5.00% of the issue price	Nil												
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	Annual operating expenses		
		A Class Units	I Class Units
	Management Fees	1.50% per annum of the net asset value	1.00% per annum of the net asset value up to the first US\$5 million, 0.5% of the net asset value from US\$5 million to US\$50 million and 0.40% of the net asset value over US\$50 million
	Trustee Fee	0.02% per annum of net assets (on first US \$100,000,000) 0.01% per annum of net assets (over US\$100,000,000)	0.02% per annum of net assets (on first US \$100,000,000) 0.01% per annum of net assets (over US\$100,000,000)
	Administration Fee	Up to 0.15% per annum of the net asset value of the Units	Nil
	Total Expense Ratio charged to the Fund (as at 30 Sept 2008) Historical information in relation to the total expense ratio can be obtained from the Administrator, details of which are set out below	A Class Units: 1.85%	I Class Units: 1.20%
	Portfolio Turnover Rate	328.56%	
	Historical information in relation to the portfolio turnover rate is available from the Administrator. The Manager may waive or reduce the preliminary charge and/or management fee at its absolute discretion. Please refer to the Prospectus under the heading Charges and Expenses for further details of the fees and expenses.		
Taxation	The Fund will only be subject to tax on certain chargeable events in respect of unitholders who are Irish residents. If a unitholder is not an Irish resident at the time a chargeable event arises no Irish tax will be payable on that chargeable event in respect of that unitholder. Unitholders should consult their professional advisers in relation to the taxation treatment of income and/or capital gains for their own individual situation.		
Publication of Unit Price	The net asset value per unit will be published daily in the South China Morning Post and in such other publications as the Manager may decide from time to time, details of which can be found at www.principalglobalfunds.com .		
How to buy/sell Units	Application to purchase sell or switch units should be sent to the Administrator or the Hong Kong Representative by mail or facsimile before the dealing deadline for each dealing day, further details of which are provided in the Prospectus.		
		A Class Units	I Class Units
	Minimum Initial Subscription	US\$10,000	US\$2,000,000
	Minimum Additional Investment Amount	US\$1,000	US\$500,000
	The Manager may waive or reduce these minimum amounts at its absolute discretion		

Additional Important Information	Directors of the Manager:	David Kingston David Shubotham Barbara McKenzie Nicholas Lyster Denis Murphy Ned Burmeister
	Manager:	Principal Global Investors (Ireland) Limited.
	Promoter and Investment Adviser:	Principal Global Investors, LLC.
	Trustee:	Citibank International plc, Ireland Branch.
	Administrator:	Citi Fund Services (Ireland) Limited
	Auditors:	PricewaterhouseCoopers.
	Supervisory Authority:	Irish Financial Services Regulatory Authority.
	Listing:	Application has been made to the Irish Stock Exchange for all the units in the Fund to be admitted to the Official List.
<p>Additional information and copies of the full Prospectus, the latest annual and semi-annual report and accounts may be obtained free of charge from the Manager at 1 North Wall Quay, Dublin 1, Ireland at Tel: +353 1 622 2000 or Fax: +353 1 622 2222 or the registered office of the Manager at 25/28 North Wall Quay, Dublin 1, Ireland.</p>		