



Principal National Life Insurance Company

Strength that speaks for itself

Principal is passionate about helping you achieve your financial goals. So we've put safeguards in place to help us stand by our commitments. This includes protecting Principal National Life Insurance Company, the issuing company for most of our life insurance policies.

Backed by a net worth agreement

Principal National is backed by a net worth agreement from its parent company, the Principal Financial Group, Inc. This means that Principal National has a commitment from the Principal Financial Group, Inc. to maintain the levels of capital and surplus required to meet the needs of customers.

Why is this agreement needed?

Technically, it isn't. Our 100% reinsurance (coinsurance) agreement with Principal Life Insurance Company provides all the necessary protection. However, to help reassure you that Principal National is able to meet your needs, the Principal Financial Group, Inc. made this commitment to its subsidiary company. That said, there's no planned expiration date for the agreement.

Additional assurances

We have a 100% coinsurance agreement between Principal National and Principal Life. Via this agreement, Principal Life reinsures all Principal National's policyholder liabilities.

Principal National has the same financial strength ratings as Principal Life by the four major ratings agencies. Rationale for these ratings includes:

- Principal National is a core subsidiary of the Principal Financial Group.
- The internal reinsurance agreement between Principal Life and Principal National.
- Principal National utilizes the same branding, products, distribution, systems, and infrastructure as Principal Life.

And we consistently receive "strong" ratings from those ratings agencies.* These validate our solid business performance and the strength of the capital and liquidity positions of both Principal Life and Principal National. We're confident in our ability to meet long-term obligations.

"A+" Superior	:	A.M. Best Company: second highest of 13 rating levels
"AA-" Very strong	:	Fitch Ratings: fourth highest of 19 rating levels
"A1" Good	:	Moody's Investors Service: fifth highest of 21 rating levels
"A+" Strong	:	S&P Global: fifth highest of 20 rating levels

What all this means for you

Policies issued by Principal National are fully backed by the strength of the Principal Financial Group.



For the most current financial information, including consolidated assets of Principal, visit principal.com/investor.

* Information as of January 2022. Our ratings reflect each rating agency's opinion of our financial strength, operating performance, and ability to meet our obligations to policyholders and are not evaluations directed toward the protection of investors or reflect any ratings actions or notices relating to the US life insurance sector generally. Such ratings are neither a rating of securities nor a recommendation to buy, hold or sell any security, including our common stock. Ratings are subject to revision or withdrawal at any time by the assigning agency, and each rating should be evaluated independently of any other rating.

While ratings can be objective indicators of an insurance company's financial strength and can provide a relative measure to help select among insurance companies, they are not guarantees of the future financial strength and/or claims-paying ability of a company and do not apply to any underlying variable investment options. The broker/dealer a life insurance policy is purchased from, the insurance agency and any affiliates of those entities make no representations regarding the quality of the analysis conducted by the rating agencies. The rating agencies are not affiliated with the above mentioned entities nor were they involved in any rating agency's analysis of the insurance companies.



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