



Principal Variable Contracts Funds, Inc.

Semiannual Report
June 30, 2016

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Not insured by any Federal government agency**

STATEMENTS OF ASSETS AND LIABILITIES
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
June 30, 2016 (unaudited)

Amounts in thousands, except per share amounts	Balanced Account	Bond Market Index Account	Core Plus Bond Account^(a)
Investment in securities--at cost	\$ 41,817	\$ 2,174,990	\$ 324,853
Assets			
Investment in securities--at value	\$ 44,307	\$ 2,238,612	\$ 329,855
Cash	1	133	17
Receivables:			
Dividends and interest.....	128	11,045	1,939
Fund shares sold.....	3	20	40
Investment securities sold.....	125	31,365	3,326
Variation margin on financial derivative instruments	-	-	5
Total Assets	<u>44,564</u>	<u>2,281,175</u>	<u>335,182</u>
Liabilities			
Accrued management and investment advisory fees.....	21	419	113
Accrued directors' expenses.....	1	7	2
Accrued other expenses.....	7	16	9
Payables:			
Fund shares redeemed.....	22	5,882	394
Investment securities purchased	1,510	184,026	28,528
Short sales (proceeds received \$0, \$510 and \$0)	-	510	-
Variation margin on financial derivative instruments	-	-	85
Total Liabilities	<u>1,561</u>	<u>190,860</u>	<u>29,131</u>
Net Assets Applicable to Outstanding Shares	<u>\$ 43,003</u>	<u>\$ 2,090,315</u>	<u>\$ 306,051</u>
Net Assets Consist of:			
Capital shares and additional paid-in-capital	\$ 36,497	\$ 1,972,753	\$ 324,443
Accumulated undistributed (overdistributed) net investment income (loss).....	1,274	55,963	12,954
Accumulated undistributed (overdistributed) net realized gain (loss)	2,742	(2,023)	(36,564)
Net unrealized appreciation (depreciation) of investments	2,490	63,622	5,218
Total Net Assets	<u>\$ 43,003</u>	<u>\$ 2,090,315</u>	<u>\$ 306,051</u>
Capital Stock (par value: \$.01 per share):			
Shares authorized	100,000	200,000	300,000
Net Asset Value Per Share:			
Class 1: Net Assets.....	\$ 43,003	\$ 2,090,315	\$ 306,009
Shares issued and outstanding	2,375	194,880	26,216
Net Asset Value per share.....	<u>\$ 18.11</u>	<u>\$ 10.73</u>	<u>\$ 11.67</u>
Class 2: Net Assets.....	N/A	N/A	\$ 42
Shares issued and outstanding			4
Net Asset Value per share.....			<u>\$ 11.64</u>

^(a) Effective May 1, 2016, Bond & Mortgage Securities Account changed its name to Core Plus Bond Account.

STATEMENTS OF ASSETS AND LIABILITIES
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
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Amounts in thousands, except per share amounts	Diversified Balanced Account	Diversified Balanced Managed Volatility Account	Diversified Growth Account
Investment in affiliated Accounts--at cost	\$ 903,032	\$ 150,269	\$ 2,914,503
Assets			
Investment in affiliated Accounts--at value	\$ 1,079,026	\$ 154,818	\$ 3,400,517
Receivables:			
Investment securities sold	3,655	275	6,429
Total Assets	1,082,681	155,093	3,406,946
Liabilities			
Accrued management and investment advisory fees	44	6	138
Accrued distribution fees	220	32	692
Accrued directors' expenses	5	1	10
Accrued other expenses	4	4	5
Payables:			
Fund shares redeemed	3,655	275	6,429
Total Liabilities	3,928	318	7,274
Net Assets Applicable to Outstanding Shares	\$ 1,078,753	\$ 154,775	\$ 3,399,672
Net Assets Consist of:			
Capital shares and additional paid-in-capital	\$ 880,388	\$ 148,494	\$ 2,838,051
Accumulated undistributed (overdistributed) net investment income (loss)	11,807	844	37,398
Accumulated undistributed (overdistributed) net realized gain (loss)	10,564	888	38,209
Net unrealized appreciation (depreciation) of investments	175,994	4,549	486,014
Total Net Assets	\$ 1,078,753	\$ 154,775	\$ 3,399,672
Capital Stock (par value: \$.01 per share):			
Shares authorized	250,000	200,000	300,000
Net Asset Value Per Share:			
Class 2: Net Assets	\$ 1,078,753	\$ 154,775	\$ 3,399,672
Shares issued and outstanding	73,372	13,885	217,249
Net Asset Value per share	\$ 14.70	\$ 11.15	\$ 15.65

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 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
 June 30, 2016 (unaudited)

Amounts in thousands, except per share amounts	Diversified Growth Managed Volatility Account	Diversified Income Account	Diversified International Account
Investment in securities--at cost	\$ —	\$ —	\$ 234,096
Investment in affiliated Accounts--at cost	\$ 280,847	\$ 210,116	\$ —
Assets			
Investment in securities--at value	\$ —	\$ —	\$ 251,230
Investment in affiliated Accounts--at value	287,547	228,165	—
Receivables:			
Dividends and interest	—	—	1,318
Fund shares sold	—	—	242
Investment securities sold	148	2,485	1,957
Total Assets	287,695	230,650	254,747
Liabilities			
Accrued management and investment advisory fees	12	9	179
Accrued distribution fees	58	46	—
Accrued directors' expenses	1	2	2
Accrued other expenses	4	4	42
Cash overdraft	—	—	64
Payables:			
Deferred foreign tax	—	—	26
Fund shares redeemed	148	2,485	302
Investment securities purchased	—	—	1,380
Total Liabilities	223	2,546	1,995
Net Assets Applicable to Outstanding Shares	\$ 287,472	\$ 228,104	\$ 252,752
Net Assets Consist of:			
Capital shares and additional paid-in-capital	\$ 277,407	\$ 206,774	\$ 326,871
Accumulated undistributed (overdistributed) net investment income (loss)	1,315	1,977	9,109
Accumulated undistributed (overdistributed) net realized gain (loss)	2,050	1,304	(100,239)
Net unrealized appreciation (depreciation) of investments	6,700	18,049	17,108
Net unrealized appreciation (depreciation) on translation of assets and liabilities in foreign currency	—	—	(97)
Total Net Assets	\$ 287,472	\$ 228,104	\$ 252,752
Capital Stock (par value: \$.01 per share):			
Shares authorized	200,000	50,000	300,000
Net Asset Value Per Share:			
Class 1: Net Assets	N/A	N/A	\$ 251,427
Shares issued and outstanding			18,828
Net Asset Value per share			\$ 13.35
Class 2: Net Assets	\$ 287,472	\$ 228,104	\$ 1,325
Shares issued and outstanding	25,738	18,382	99
Net Asset Value per share	\$ 11.17	\$ 12.41	\$ 13.44

STATEMENTS OF ASSETS AND LIABILITIES
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
 June 30, 2016 (unaudited)

Amounts in thousands, except per share amounts	Equity Income Account	Government & High Quality Bond Account	Income Account
Investment in securities--at cost	\$ 339,758	\$ 258,622	\$ 226,279
Assets			
Investment in securities--at value	\$ 539,727	\$ 260,938	\$ 237,693
Cash	-	3	171
Receivables:			
Dividends and interest.....	1,442	1,480	2,350
Fund shares sold.....	84	82	5
Investment securities sold.....	3,137	1,253	833
Total Assets	<u>544,390</u>	<u>263,756</u>	<u>241,052</u>
Liabilities			
Accrued management and investment advisory fees.....	219	111	101
Accrued distribution fees.....	5	1	1
Accrued directors' expenses.....	2	2	2
Accrued other expenses	11	5	4
Payables:			
Fund shares redeemed.....	3,131	259	355
Total Liabilities	<u>3,368</u>	<u>378</u>	<u>463</u>
Net Assets Applicable to Outstanding Shares	<u>\$ 541,022</u>	<u>\$ 263,378</u>	<u>\$ 240,589</u>
Net Assets Consist of:			
Capital shares and additional paid-in-capital	\$ 281,993	\$ 270,204	\$ 216,534
Accumulated undistributed (overdistributed) net investment income (loss).....	24,399	13,560	14,018
Accumulated undistributed (overdistributed) net realized gain (loss)	34,661	(22,702)	(1,377)
Net unrealized appreciation (depreciation) of investments	199,969	2,316	11,414
Total Net Assets	<u>\$ 541,022</u>	<u>\$ 263,378</u>	<u>\$ 240,589</u>
Capital Stock (par value: \$.01 per share):			
Shares authorized	200,000	200,000	200,000
Net Asset Value Per Share:			
Class 1: Net Assets.....	\$ 517,419	\$ 260,522	\$ 237,371
Shares issued and outstanding	22,184	24,782	21,842
Net Asset Value per share.....	<u>\$ 23.32</u>	<u>\$ 10.51</u>	<u>\$ 10.87</u>
Class 2: Net Assets.....	\$ 23,603	\$ 2,856	\$ 3,218
Shares issued and outstanding	1,020	272	298
Net Asset Value per share.....	<u>\$ 23.13</u>	<u>\$ 10.50</u>	<u>\$ 10.81</u>

STATEMENTS OF ASSETS AND LIABILITIES
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
June 30, 2016 (unaudited)

Amounts in thousands, except per share amounts	International Emerging Markets Account	LargeCap Growth Account	LargeCap Growth Account I
Investment in securities--at cost	\$ 81,392	\$ 88,551	\$ 189,547
Foreign currency--at cost	\$ 73	\$ -	\$ -
Assets			
Investment in securities--at value	\$ 86,233	\$ 102,567	\$ 239,869
Foreign currency--at value	73	-	-
Cash	-	-	111
Deposits with counterparty	-	-	530
Receivables:			
Dividends and interest	402	50	136
Expense reimbursement from Manager	-	-	3
Fund shares sold	7	63	9
Investment securities sold	723	-	2,016
Variation margin on financial derivative instruments	-	-	68
Prepaid professional fees	11	-	-
Total Assets	<u>87,449</u>	<u>102,680</u>	<u>242,742</u>
Liabilities			
Accrued management and investment advisory fees	87	58	152
Accrued custodian fees	21	-	-
Accrued directors' expenses	1	2	2
Accrued other expenses	-	4	9
Cash overdraft	9	-	-
Payables:			
Fund shares redeemed	86	55	443
Investment securities purchased	-	101	1,054
Total Liabilities	<u>204</u>	<u>220</u>	<u>1,660</u>
Net Assets Applicable to Outstanding Shares	<u>\$ 87,245</u>	<u>\$ 102,460</u>	<u>\$ 241,082</u>
Net Assets Consist of:			
Capital shares and additional paid-in-capital	\$ 111,562	\$ 93,741	\$ 167,372
Accumulated undistributed (overdistributed) net investment income (loss)	1,652	553	118
Accumulated undistributed (overdistributed) net realized gain (loss)	(30,811)	(5,850)	23,284
Net unrealized appreciation (depreciation) of investments	4,841	14,016	50,308
Net unrealized appreciation (depreciation) on translation of assets and liabilities in foreign currency	1	-	-
Total Net Assets	<u>\$ 87,245</u>	<u>\$ 102,460</u>	<u>\$ 241,082</u>
Capital Stock (par value: \$.01 per share):			
Shares authorized	200,000	300,000	200,000
Net Asset Value Per Share:			
Class 1: Net Assets	\$ 87,175	\$ 101,343	\$ 240,573
Shares issued and outstanding	6,441	4,167	9,429
Net Asset Value per share	<u>\$ 13.53</u>	<u>\$ 24.32</u>	<u>\$ 25.51</u>
Class 2: Net Assets	\$ 70	\$ 1,117	\$ 509
Shares issued and outstanding	5	46	20
Net Asset Value per share	<u>\$ 13.50</u>	<u>\$ 24.20</u>	<u>\$ 25.45</u>

STATEMENTS OF ASSETS AND LIABILITIES
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
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Amounts in thousands, except per share amounts	LargeCap S&P 500 Index Account	LargeCap S&P 500 Managed Volatility Index Account	LargeCap Value Account
Investment in securities--at cost	\$ 1,631,134	\$ 174,730	\$ 128,885
Assets			
Investment in securities--at value	\$ 2,160,967	\$ 183,547	\$ 138,271
Cash	1	-	-
Receivables:			
Dividends and interest.....	2,387	189	122
Fund shares sold.....	173	-	11
Investment securities sold.....	1,677	137	-
Variation margin on financial derivative instruments	404	22	-
Total Assets	<u>2,165,609</u>	<u>183,895</u>	<u>138,404</u>
Liabilities			
Accrued management and investment advisory fees.....	441	68	66
Accrued directors' expenses.....	6	2	2
Accrued other expenses	8	6	4
Payables:			
Fund shares redeemed.....	4,918	162	69
Investment securities purchased	2,473	201	-
Options and swaptions contracts written (premiums received \$0, \$384 and \$0)	-	158	-
Total Liabilities	<u>7,846</u>	<u>597</u>	<u>141</u>
Net Assets Applicable to Outstanding Shares	<u>\$ 2,157,763</u>	<u>\$ 183,298</u>	<u>\$ 138,263</u>
Net Assets Consist of:			
Capital shares and additional paid-in-capital	\$ 1,513,088	\$ 173,011	\$ 116,169
Accumulated undistributed (overdistributed) net investment income (loss).....	56,489	3,345	4,153
Accumulated undistributed (overdistributed) net realized gain (loss)	58,142	(2,116)	8,555
Net unrealized appreciation (depreciation) of investments	530,044	9,058	9,386
Total Net Assets	<u>\$ 2,157,763</u>	<u>\$ 183,298</u>	<u>\$ 138,263</u>
Capital Stock (par value: \$.01 per share):			
Shares authorized	300,000	100,000	200,000
Net Asset Value Per Share:			
Class 1: Net Assets.....	\$ 2,157,547	\$ 183,298	\$ 138,238
Shares issued and outstanding	144,418	15,770	4,685
Net Asset Value per share.....	<u>\$ 14.94</u>	<u>\$ 11.62</u>	<u>\$ 29.51</u>
Class 2: Net Assets.....	\$ 216	N/A	\$ 25
Shares issued and outstanding	15		1
Net Asset Value per share.....	<u>\$ 14.90</u>		<u>\$ 29.42</u>

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 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
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Amounts in thousands, except per share amounts and Multi-Asset Income Account	MidCap Account	Multi-Asset Income Account	Principal Capital Appreciation Account
Investment in securities--at cost	\$ 430,989	\$ —	\$ 118,265
Investment in affiliated Accounts--at cost	\$ —	\$ 21,014	\$ —
Assets			
Investment in securities--at value	\$ 613,281	\$ —	\$ 156,330
Investment in affiliated Accounts--at value	—	20,493	—
Cash	275	—	—
Receivables:			
Dividends and interest	281	80	186
Expense reimbursement from Manager	—	5,165	—
Fund shares sold	192	—	58
Investment securities sold	2,990	—	1,231
Total Assets	617,019	25,738	157,805
Liabilities			
Accrued management and investment advisory fees	268	7	80
Accrued distribution fees	3	23	2
Accrued directors' expenses	4	914	2
Accrued professional fees	—	4,302	—
Accrued other expenses	5	10	8
Payables:			
Fund shares redeemed	901	—	55
Investment securities purchased	1,443	80	917
Total Liabilities	2,624	5,336	1,064
Net Assets Applicable to Outstanding Shares	\$ 614,395	\$ 20,402	\$ 156,741
Net Assets Consist of:			
Capital shares and additional paid-in-capital	\$ 312,792	\$ 19,994	\$ 118,910
Accumulated undistributed (overdistributed) net investment income (loss)	3,984	887	2,688
Accumulated undistributed (overdistributed) net realized gain (loss)	115,327	42	(2,922)
Net unrealized appreciation (depreciation) of investments	182,292	(521)	38,065
Total Net Assets	\$ 614,395	\$ 20,402	\$ 156,741
Capital Stock (par value: \$.01 per share):			
Shares authorized	105,000	200,000,000	200,000
Net Asset Value Per Share:			
Class 1: Net Assets	\$ 599,827	\$ 10,213	\$ 148,937
Shares issued and outstanding	10,413	1,000	6,495
Net Asset Value per share	\$ 57.60	\$ 10.21	\$ 22.93
Class 2: Net Assets	\$ 14,568	\$ 10,189	\$ 7,804
Shares issued and outstanding	254	1,000	344
Net Asset Value per share	\$ 57.25	\$ 10.19	\$ 22.69

STATEMENTS OF ASSETS AND LIABILITIES
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
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Amounts in thousands, except per share amounts	Principal LifeTime 2010 Account	Principal LifeTime 2020 Account	Principal LifeTime 2030 Account
Investment in affiliated Accounts--at cost	\$ 41,474	\$ 187,256	\$ 117,693
Assets			
Investment in affiliated Accounts--at value.....	\$ 42,736	\$ 191,024	\$ 119,987
Receivables:			
Dividends and interest.....	23	114	62
Fund shares sold.....	1	87	110
Investment securities sold.....	41	36	—
Total Assets	42,801	191,261	120,159
Liabilities			
Accrued directors' expenses.....	1	2	1
Accrued professional fees.....	4	—	—
Accrued other expenses.....	—	4	4
Payables:			
Fund shares redeemed.....	43	123	87
Investment securities purchased.....	23	114	85
Total Liabilities	71	243	177
Net Assets Applicable to Outstanding Shares	<u>\$ 42,730</u>	<u>\$ 191,018</u>	<u>\$ 119,982</u>
Net Assets Consist of:			
Capital shares and additional paid-in-capital.....	\$ 40,011	\$ 177,010	\$ 110,660
Accumulated undistributed (overdistributed) net investment income (loss).....	1,000	4,077	2,175
Accumulated undistributed (overdistributed) net realized gain (loss).....	457	6,163	4,853
Net unrealized appreciation (depreciation) of investments.....	1,262	3,768	2,294
Total Net Assets	<u>\$ 42,730</u>	<u>\$ 191,018</u>	<u>\$ 119,982</u>
Capital Stock (par value: \$.01 per share):			
Shares authorized.....	100,000	200,000	200,000
Net Asset Value Per Share:			
Class 1: Net Assets.....	\$ 42,730	\$ 190,993	\$ 119,940
Shares issued and outstanding.....	3,400	14,714	10,273
Net Asset Value per share.....	<u>\$ 12.57</u>	<u>\$ 12.98</u>	<u>\$ 11.68</u>
Class 2: Net Assets.....	N/A	\$ 25	\$ 42
Shares issued and outstanding.....		2	4
Net Asset Value per share.....		<u>\$ 12.94</u>	<u>\$ 11.64</u>

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Amounts in thousands, except per share amounts	Principal LifeTime 2040 Account	Principal LifeTime 2050 Account	Principal LifeTime 2060 Account
Investment in affiliated Accounts--at cost	\$ 46,286	\$ 23,079	\$ 2,606
Assets			
Investment in affiliated Accounts--at value.....	\$ 46,073	\$ 23,077	\$ 2,492
Receivables:			
Dividends and interest.....	12	7	1
Fund shares sold.....	13	18	1
Investment securities sold.....	20	-	9
Total Assets	46,118	23,102	2,503
Liabilities			
Accrued directors' expenses.....	1	1	1
Accrued professional fees.....	4	4	4
Payables:			
Fund shares redeemed.....	34	1	10
Investment securities purchased.....	12	24	1
Total Liabilities	51	30	16
Net Assets Applicable to Outstanding Shares	<u>\$ 46,067</u>	<u>\$ 23,072</u>	<u>\$ 2,487</u>
Net Assets Consist of:			
Capital shares and additional paid-in-capital.....	\$ 43,927	\$ 21,741	\$ 2,499
Accumulated undistributed (overdistributed) net investment income (loss).....	726	355	29
Accumulated undistributed (overdistributed) net realized gain (loss).....	1,627	978	73
Net unrealized appreciation (depreciation) of investments.....	(213)	(2)	(114)
Total Net Assets	<u>\$ 46,067</u>	<u>\$ 23,072</u>	<u>\$ 2,487</u>
Capital Stock (par value: \$.01 per share):			
Shares authorized.....	200,000	200,000	100,000
Net Asset Value Per Share:			
Class 1: Net Assets.....	\$ 46,046	\$ 23,037	\$ 2,487
Shares issued and outstanding.....	3,372	1,752	211
Net Asset Value per share.....	<u>\$ 13.66</u>	<u>\$ 13.15</u>	<u>\$ 11.80</u>
Class 2: Net Assets.....	\$ 21	\$ 35	N/A
Shares issued and outstanding.....	2	3	
Net Asset Value per share.....	<u>\$ 13.62</u>	<u>\$ 13.11</u>	

STATEMENTS OF ASSETS AND LIABILITIES
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
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Amounts in thousands, except per share amounts	Principal LifeTime Strategic Income Account	Real Estate Securities Account	SAM Balanced Portfolio
Investment in securities--at cost	\$ —	\$ 122,372	\$ 2,117
Investment in affiliated Accounts--at cost	<u>\$ 24,345</u>	<u>\$ —</u>	<u>\$ 722,380</u>
Assets			
Investment in securities--at value	\$ —	\$ 174,465	\$ 2,117
Investment in affiliated Accounts--at value	25,537	—	799,841
Receivables:			
Dividends and interest	16	549	533
Fund shares sold	12	267	208
Investment securities sold	<u>17</u>	<u>—</u>	<u>1,187</u>
Total Assets	25,582	175,281	803,886
Liabilities			
Accrued management and investment advisory fees	—	120	150
Accrued distribution fees	—	—	20
Accrued directors' expenses	1	2	4
Accrued professional fees	4	—	—
Accrued other expenses	—	4	4
Payables:			
Fund shares redeemed	29	27	1,394
Investment securities purchased	<u>16</u>	<u>—</u>	<u>2,579</u>
Total Liabilities	<u>50</u>	<u>153</u>	<u>4,151</u>
Net Assets Applicable to Outstanding Shares	<u>\$ 25,532</u>	<u>\$ 175,128</u>	<u>\$ 799,735</u>
Net Assets Consist of:			
Capital shares and additional paid-in-capital	\$ 23,836	\$ 96,436	\$ 662,290
Accumulated undistributed (overdistributed) net investment income (loss)	694	4,262	17,382
Accumulated undistributed (overdistributed) net realized gain (loss)	(190)	22,337	42,602
Net unrealized appreciation (depreciation) of investments	<u>1,192</u>	<u>52,093</u>	<u>77,461</u>
Total Net Assets	<u>\$ 25,532</u>	<u>\$ 175,128</u>	<u>\$ 799,735</u>
Capital Stock (par value: \$.01 per share):			
Shares authorized	100,000	300,000	300,000
Net Asset Value Per Share:			
Class 1: Net Assets	\$ 25,532	\$ 172,938	\$ 702,457
Shares issued and outstanding	2,205	6,997	46,421
Net Asset Value per share	<u>\$ 11.58</u>	<u>\$ 24.72</u>	<u>\$ 15.13</u>
Class 2: Net Assets	N/A	\$ 2,190	\$ 97,278
Shares issued and outstanding		88	6,497
Net Asset Value per share		<u>\$ 24.78</u>	<u>\$ 14.97</u>

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Amounts in thousands, except per share amounts	SAM Conservative Balanced Portfolio	SAM Conservative Growth Portfolio	SAM Flexible Income Portfolio
Investment in securities--at cost	\$ 1,522	\$ 1	\$ 1,110
Investment in affiliated Accounts--at cost	<u>\$ 193,146</u>	<u>\$ 272,817</u>	<u>\$ 198,995</u>
Assets			
Investment in securities--at value	\$ 1,522	\$ 1	\$ 1,110
Investment in affiliated Accounts--at value	208,797	295,763	217,619
Receivables:			
Dividends and interest	167	141	257
Fund shares sold	42	16	25
Investment securities sold	<u>82</u>	<u>357</u>	<u>175</u>
Total Assets	210,610	296,278	219,186
Liabilities			
Accrued management and investment advisory fees	40	54	41
Accrued distribution fees	4	22	4
Accrued directors' expenses	2	2	2
Accrued other expenses	4	4	4
Payables:			
Fund shares redeemed	123	373	200
Investment securities purchased	<u>1,639</u>	<u>141</u>	<u>1,330</u>
Total Liabilities	<u>1,812</u>	<u>596</u>	<u>1,581</u>
Net Assets Applicable to Outstanding Shares	<u>\$ 208,798</u>	<u>\$ 295,682</u>	<u>\$ 217,605</u>
Net Assets Consist of:			
Capital shares and additional paid-in-capital	\$ 183,369	\$ 257,672	\$ 190,319
Accumulated undistributed (overdistributed) net investment income (loss)	5,688	3,875	8,064
Accumulated undistributed (overdistributed) net realized gain (loss)	4,090	11,189	598
Net unrealized appreciation (depreciation) of investments	<u>15,651</u>	<u>22,946</u>	<u>18,624</u>
Total Net Assets	<u>\$ 208,798</u>	<u>\$ 295,682</u>	<u>\$ 217,605</u>
Capital Stock (par value: \$.01 per share):			
Shares authorized	200,000	200,000	200,000
Net Asset Value Per Share:			
Class 1: Net Assets	\$ 191,081	\$ 190,635	\$ 196,851
Shares issued and outstanding	16,013	10,825	15,295
Net Asset Value per share	<u>\$ 11.93</u>	<u>\$ 17.61</u>	<u>\$ 12.87</u>
Class 2: Net Assets	\$ 17,717	\$ 105,047	\$ 20,754
Shares issued and outstanding	1,502	6,042	1,628
Net Asset Value per share	<u>\$ 11.80</u>	<u>\$ 17.39</u>	<u>\$ 12.75</u>

STATEMENTS OF ASSETS AND LIABILITIES
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
June 30, 2016 (unaudited)

Amounts in thousands, except per share amounts	SAM Strategic Growth Portfolio	Short-Term Income Account	SmallCap Account ^(a)
Investment in securities--at cost	\$ 1,062	\$ 166,434	\$ 188,078
Investment in affiliated Accounts--at cost	\$ 228,397	\$ —	\$ —
Assets			
Investment in securities--at value	\$ 1,062	\$ 167,258	\$ 198,067
Investment in affiliated Accounts--at value	238,260	—	—
Cash	—	3	—
Receivables:			
Dividends and interest	92	872	189
Expense reimbursement from Manager	—	1	—
Fund shares sold	58	650	3
Investment securities sold	84	347	2,247
Total Assets	239,556	169,131	200,506
Liabilities			
Accrued management and investment advisory fees	44	69	134
Accrued distribution fees	20	—	1
Accrued directors' expenses	2	2	2
Accrued other expenses	4	6	10
Payables:			
Fund shares redeemed	142	28	561
Investment securities purchased	1,119	878	2,701
Total Liabilities	1,331	983	3,409
Net Assets Applicable to Outstanding Shares	\$ 238,225	\$ 168,148	\$ 197,097
Net Assets Consist of:			
Capital shares and additional paid-in-capital	\$ 216,527	\$ 178,963	\$ 185,991
Accumulated undistributed (overdistributed) net investment income (loss)	3,026	5,134	1,900
Accumulated undistributed (overdistributed) net realized gain (loss)	8,809	(16,773)	(783)
Net unrealized appreciation (depreciation) of investments	9,863	824	9,989
Total Net Assets	\$ 238,225	\$ 168,148	\$ 197,097
Capital Stock (par value: \$.01 per share):			
Shares authorized	200,000	400,000	200,000
Net Asset Value Per Share:			
Class 1: Net Assets	\$ 140,323	\$ 165,705	\$ 192,392
Shares issued and outstanding	7,395	63,887	13,980
Net Asset Value per share	\$ 18.98	\$ 2.59	\$ 13.76
Class 2: Net Assets	\$ 97,902	\$ 2,443	\$ 4,705
Shares issued and outstanding	5,220	947	343
Net Asset Value per share	\$ 18.76	\$ 2.58	\$ 13.72

^(a) Effective May 1, 2016, SmallCap Blend Account changed its name to SmallCap Account.

STATEMENTS OF OPERATIONS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
Six Months Ended June 30, 2016 (unaudited)

Amounts in thousands	Balanced Account	Bond Market Index Account	Core Plus Bond Account ^(a)
Net Investment Income (Loss)			
Income:			
Dividends	\$ 306	\$ –	\$ 38
Withholding tax	(5)	–	–
Interest	270	21,195	4,953
Total Income	571	21,195	4,991
Expenses:			
Management and investment advisory fees	128	2,451	660
Custodian fees	9	21	11
Directors' expenses	2	20	4
Professional fees	2	2	2
Other expenses	–	1	1
Total Expenses	141	2,495	678
Net Investment Income (Loss)	430	18,700	4,313
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements			
Net realized gain (loss) from:			
Investment transactions	475	4,983	(935)
Futures contracts	–	–	560
Short sales	–	(19)	–
Swap agreements	–	–	64
Change in unrealized appreciation/depreciation of:			
Investments	75	75,363	11,874
Futures contracts	–	–	537
Swap agreements	–	–	(403)
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements	550	80,327	11,697
Net Increase (Decrease) in Net Assets Resulting from Operations	\$ 980	\$ 99,027	\$ 16,010

^(a) Effective May 1, 2016, Bond & Mortgage Securities Account changed its name to Core Plus Bond Account.

STATEMENTS OF OPERATIONS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
 Six Months Ended June 30, 2016 (unaudited)

Amounts in thousands	Diversified Balanced Account	Diversified Balanced Managed Volatility Account	Diversified Growth Account
Net Investment Income (Loss)			
Income:			
Dividends from affiliated Accounts	\$ —	\$ —	\$ —
Total Income	—	—	—
Expenses:			
Management and investment advisory fees	259	36	808
Distribution Fees - Class 2	1,295	181	4,041
Directors' expenses	11	2	32
Professional fees	1	1	1
Other expenses	1	—	3
Total Expenses	1,567	220	4,885
Net Investment Income (Loss)	(1,567)	(220)	(4,885)
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements			
Net realized gain (loss) from:			
Investment transactions in affiliated Accounts	519	4	(160)
Change in unrealized appreciation/depreciation of:			
Investments in affiliated Accounts	44,491	6,056	130,380
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements	45,010	6,060	130,220
Net Increase (Decrease) in Net Assets Resulting from Operations	\$ 43,443	\$ 5,840	\$ 125,335

STATEMENTS OF OPERATIONS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
Six Months Ended June 30, 2016 (unaudited)

Amounts in thousands	Diversified Growth Managed Volatility Account	Diversified Income Account	Diversified International Account
Net Investment Income (Loss)			
Income:			
Dividends	\$ -	\$ -	\$ 5,304
Withholding tax	-	-	(571)
Interest	-	-	1
Total Income	-	-	4,734
Expenses:			
Management and investment advisory fees	66	53	1,090
Distribution Fees - Class 2	330	263	2
Custodian fees	-	-	42
Directors' expenses	4	3	4
Professional fees	1	1	13
Other expenses	-	-	1
Total Expenses	401	320	1,152
Net Investment Income (Loss)	(401)	(320)	3,582
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements			
Net realized gain (loss) from:			
Investment transactions (net of foreign taxes of \$0, \$0 and \$3, respectively)	-	-	(2,536)
Investment transactions in affiliated Accounts	6	5	-
Foreign currency transactions	-	-	(13)
Litigation settlement	-	-	240
Change in unrealized appreciation/depreciation of:			
Investments (net of deferred foreign tax payable of \$0, \$0 and \$26, respectively)	-	-	(7,925)
Investments in affiliated Accounts	10,165	10,081	-
Translation of assets and liabilities in foreign currencies	-	-	27
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements	10,171	10,086	(10,207)
Net Increase (Decrease) in Net Assets Resulting from Operations	<u>\$ 9,770</u>	<u>\$ 9,766</u>	<u>\$ (6,625)</u>

STATEMENTS OF OPERATIONS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
 Six Months Ended June 30, 2016 (unaudited)

Amounts in thousands	Equity Income Account	Government & High Quality Bond Account	Income Account
Net Investment Income (Loss)			
Income:			
Dividends	\$ 8,209	\$ —	\$ —
Withholding tax	(171)	—	—
Interest	8	5,173	5,360
Total Income	8,046	5,173	5,360
Expenses:			
Management and investment advisory fees	1,300	706	626
Distribution Fees - Class 2	28	3	3
Custodian fees	7	2	2
Directors' expenses	6	4	4
Professional fees	1	2	2
Total Expenses	1,342	717	637
Net Investment Income (Loss)	6,704	4,456	4,723
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements			
Net realized gain (loss) from:			
Investment transactions	11,719	(11)	596
Change in unrealized appreciation/depreciation of:			
Investments	20,968	5,186	9,679
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements	32,687	5,175	10,275
Net Increase (Decrease) in Net Assets Resulting from Operations	\$ 39,391	\$ 9,631	\$ 14,998

STATEMENTS OF OPERATIONS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
 Six Months Ended June 30, 2016 (unaudited)

Amounts in thousands	International Emerging Markets Account	LargeCap Growth Account	LargeCap Growth Account I
Net Investment Income (Loss)			
Income:			
Dividends	\$ 1,374	\$ 639	\$ 1,016
Withholding tax	(144)	-	(3)
Interest	1	3	8
Total Income	1,231	642	1,021
Expenses:			
Management and investment advisory fees	516	368	909
Distribution Fees - Class 2	-	1	-
Custodian fees	45	1	8
Directors' expenses	2	2	3
Professional fees	13	2	2
Total Gross Expenses	576	374	922
Less: Reimbursement from Manager	-	-	19
Total Net Expenses	576	374	903
Net Investment Income (Loss)	655	268	118
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements			
Net realized gain (loss) from:			
Investment transactions	(6,203)	6,522	3,751
Foreign currency transactions	(56)	-	-
Futures contracts	-	-	250
Litigation settlement	478	-	-
Change in unrealized appreciation/depreciation of:			
Investments	9,314	(13,535)	(12,050)
Futures contracts	-	-	19
Translation of assets and liabilities in foreign currencies	3	-	-
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements	3,536	(7,013)	(8,030)
Net Increase (Decrease) in Net Assets Resulting from Operations	\$ 4,191	\$ (6,745)	\$ (7,912)

STATEMENTS OF OPERATIONS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
 Six Months Ended June 30, 2016 (unaudited)

Amounts in thousands	LargeCap S&P 500 Index Account	LargeCap S&P 500 Managed Volatility Index Account	LargeCap Value Account
Net Investment Income (Loss)			
Income:			
Dividends	\$ 22,672	\$ 1,751	\$ 1,952
Interest	25	12	1
Total Income	22,697	1,763	1,953
Expenses:			
Management and investment advisory fees	2,566	380	424
Custodian fees	6	7	1
Directors' expenses	20	3	3
Professional fees	2	2	2
Other expenses	12	1	-
Total Expenses	2,606	393	430
Net Investment Income (Loss)	20,091	1,370	1,523
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements			
Net realized gain (loss) from:			
Investment transactions	17,900	(221)	4,418
Futures contracts	(355)	315	-
Options and swaptions	-	87	-
Change in unrealized appreciation/depreciation of:			
Investments	44,191	4,174	(4,784)
Futures contracts	(30)	27	-
Options and swaptions	-	282	-
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements	61,706	4,664	(366)
Net Increase (Decrease) in Net Assets Resulting from Operations	\$ 81,797	\$ 6,034	\$ 1,157

STATEMENTS OF OPERATIONS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
 Six Months Ended June 30, 2016 (unaudited)

Amounts in thousands, except for Multi-Asset Income Account	MidCap Account	Multi-Asset Income Account	Principal Capital Appreciation Account
Net Investment Income (Loss)			
Income:			
Dividends from Affiliated Accounts	\$ —	\$ 436	\$ —
Dividends	2,233	—	1,437
Withholding tax	(54)	—	—
Interest	1	—	2
Total Income	<u>2,180</u>	<u>436</u>	<u>1,439</u>
Expenses:			
Management and investment advisory fees	1,591	4	481
Distribution Fees - Class 2	18	12	9
Custodian fees	3	—	1
Directors' expenses	7	911	3
Professional fees	2	1,502	2
Other expenses	1	3	—
Total Gross Expenses	<u>1,622</u>	<u>2,432</u>	<u>496</u>
Less: Reimbursement from Manager - Class 1	—	1,207	—
Less: Reimbursement from Manager - Class 2	—	1,204	—
Total Net Expenses	<u>1,622</u>	<u>21</u>	<u>496</u>
Net Investment Income (Loss)	<u>558</u>	<u>415</u>	<u>943</u>
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements			
Net realized gain (loss) from:			
Investment transactions	15,123	—	(2,891)
Change in unrealized appreciation/depreciation of:			
Investments	8,877	—	5,731
Investments in affiliated Accounts	—	559	—
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements	<u>24,000</u>	<u>559</u>	<u>2,840</u>
Net Increase (Decrease) in Net Assets Resulting from Operations	<u>\$ 24,558</u>	<u>\$ 974</u>	<u>\$ 3,783</u>

STATEMENTS OF OPERATIONS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
 Six Months Ended June 30, 2016 (unaudited)

Amounts in thousands	Principal LifeTime 2010 Account	Principal LifeTime 2020 Account	Principal LifeTime 2030 Account
Net Investment Income (Loss)			
Income:			
Dividends from affiliated Accounts	\$ 105	\$ 431	\$ 195
Total Income	105	431	195
Expenses:			
Management and investment advisory fees	2	9	5
Directors' expenses	2	3	2
Professional fees	1	1	1
Total Expenses	5	13	8
Net Investment Income (Loss)	100	418	187
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements			
Net realized gain (loss) from:			
Investment transactions in affiliated Accounts	258	(271)	27
Change in unrealized appreciation/depreciation of:			
Investments in affiliated Accounts	958	4,711	2,146
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements	1,216	4,440	2,173
Net Increase (Decrease) in Net Assets Resulting from Operations	\$ 1,316	\$ 4,858	\$ 2,360

STATEMENTS OF OPERATIONS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
Six Months Ended June 30, 2016 (unaudited)

Amounts in thousands	Principal LifeTime 2040 Account	Principal LifeTime 2050 Account	Principal LifeTime 2060 Account
Net Investment Income (Loss)			
Income:			
Dividends from affiliated Accounts	\$ 41	\$ 19	\$ 2
Total Income	41	19	2
Expenses:			
Management and investment advisory fees	2	1	–
Directors' expenses	2	1	1
Professional fees	1	1	1
Total Gross Expenses	5	3	2
Less: Reimbursement from Manager - Class 1	–	–	1
Total Net Expenses	5	3	1
Net Investment Income (Loss)	36	16	1
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements			
Net realized gain (loss) from:			
Investment transactions in affiliated Accounts	(142)	(71)	(7)
Change in unrealized appreciation/depreciation of:			
Investments in affiliated Accounts	644	117	29
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements	502	46	22
Net Increase (Decrease) in Net Assets Resulting from Operations	\$ 538	\$ 62	\$ 23

STATEMENTS OF OPERATIONS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
Six Months Ended June 30, 2016 (unaudited)

Amounts in thousands	Principal LifeTime Strategic Income Account	Real Estate Securities Account	SAM Balanced Portfolio
Net Investment Income (Loss)			
Income:			
Dividends from affiliated Accounts	\$ 72	\$ –	\$ 1,944
Dividends	–	2,412	–
Interest	–	1	–
Total Income	<u>72</u>	<u>2,413</u>	<u>1,944</u>
Expenses:			
Management and investment advisory fees	1	702	908
Distribution Fees - Class 2	N/A	3	118
Custodian fees	–	1	–
Directors' expenses	1	3	9
Professional fees	1	2	1
Other expenses	–	–	1
Total Expenses	<u>3</u>	<u>711</u>	<u>1,037</u>
Net Investment Income (Loss)	<u>69</u>	<u>1,702</u>	<u>907</u>
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements			
Net realized gain (loss) from:			
Investment transactions	–	8,890	–
Investment transactions in affiliated Accounts	(39)	–	(1,711)
Change in unrealized appreciation/depreciation of:			
Investments	–	7,101	–
Investments in affiliated Accounts	<u>907</u>	<u>–</u>	<u>24,087</u>
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements	<u>868</u>	<u>15,991</u>	<u>22,376</u>
Net Increase (Decrease) in Net Assets Resulting from Operations	<u>\$ 937</u>	<u>\$ 17,693</u>	<u>\$ 23,283</u>

STATEMENTS OF OPERATIONS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
 Six Months Ended June 30, 2016 (unaudited)

Amounts in thousands	SAM Conservative Balanced Portfolio	SAM Conservative Growth Portfolio	SAM Flexible Income Portfolio
Net Investment Income (Loss)			
Income:			
Dividends from affiliated Accounts	\$ 760	\$ 319	\$ 1,267
Total Income	760	319	1,267
Expenses:			
Management and investment advisory fees	234	329	246
Distribution Fees - Class 2	22	127	26
Directors' expenses	3	4	3
Professional fees	1	1	1
Total Expenses	260	461	276
Net Investment Income (Loss)	500	(142)	991
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements			
Net realized gain (loss) from:			
Investment transactions in affiliated Accounts	(1,216)	(3,139)	(836)
Change in unrealized appreciation/depreciation of:			
Investments in affiliated Accounts	7,861	9,706	9,994
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements	6,645	6,567	9,158
Net Increase (Decrease) in Net Assets Resulting from Operations	<u>\$ 7,145</u>	<u>\$ 6,425</u>	<u>\$ 10,149</u>

STATEMENTS OF OPERATIONS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
Six Months Ended June 30, 2016 (unaudited)

Amounts in thousands	SAM Strategic Growth Portfolio	Short-Term Income Account	SmallCap Account ^(a)
Net Investment Income (Loss)			
Income:			
Dividends from affiliated Accounts	\$ 179	\$ –	\$ –
Dividends	–	–	2,102
Interest	–	1,962	4
Total Income	179	1,962	2,106
Expenses:			
Management and investment advisory fees	263	405	795
Distribution Fees - Class 2	117	2	5
Custodian fees	–	4	–
Directors' expenses	3	3	3
Professional fees	1	2	2
Total Gross Expenses	384	416	805
Less: Reimbursement from Manager - Class 1	–	8	–
Total Net Expenses	384	408	805
Net Investment Income (Loss)	(205)	1,554	1,301
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements			
Net realized gain (loss) from:			
Investment transactions	–	158	(9,056)
Investment transactions in affiliated Accounts	(2,825)	–	–
Change in unrealized appreciation/depreciation of:			
Investments	–	1,804	10,187
Investments in affiliated Accounts	6,338	–	–
Net Realized and Unrealized Gain (Loss) on Investments, Foreign currencies, Futures, Options and Swaptions, Short sales, and Swap agreements	3,513	1,962	1,131
Net Increase (Decrease) in Net Assets Resulting from Operations	<u>\$ 3,308</u>	<u>\$ 3,516</u>	<u>\$ 2,432</u>

^(a) Effective May 1, 2016, SmallCap Blend Account changed its name to SmallCap Account.

STATEMENTS OF CHANGES IN NET ASSETS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Amounts in thousands	Balanced Account		Bond Market Index Account	
	Period Ended June 30, 2016	Year Ended December 31, 2015	Period Ended June 30, 2016	Year Ended December 31, 2015
Operations				
Net investment income (loss)	\$ 430	\$ 827	\$ 18,700	\$ 32,850
Net realized gain (loss) on investments, foreign currencies, futures, options and swaptions, short sales, and swap agreements	475	2,319	4,964	2,717
Change in unrealized appreciation/depreciation of investments, futures, options and swaptions, short sales, swap agreements, and translation of assets and liabilities in foreign currencies	75	(2,899)	75,363	(33,768)
Net Increase (Decrease) in Net Assets Resulting from Operations	980	247	99,027	1,799
Dividends and Distributions to Shareholders				
From net investment income:				
Class 1	-	(844)	-	(28,036)
From net realized gain on investments:				
Class 1	-	(3,238)	-	-
Total Dividends and Distributions	-	(4,082)	-	(28,036)
Capital Share Transactions				
Shares sold:				
Class 1	424	1,479	217,360	456,166
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	4,082	-	28,036
Shares redeemed:				
Class 1	(2,655)	(8,060)	(163,727)	(255,113)
Net Increase (Decrease) in Net Assets from Capital Share Transactions	(2,231)	(2,499)	53,633	229,089
Total Increase (Decrease)	(1,251)	(6,334)	152,660	202,852
Net Assets				
Beginning of period	44,254	50,588	1,937,655	1,734,803
End of period (including undistributed net investment income as set forth below)	\$ 43,003	\$ 44,254	\$ 2,090,315	\$ 1,937,655
Undistributed (Overdistributed) Net Investment Income (Loss)	\$ 1,274	\$ 844	\$ 55,963	\$ 37,263
Increase (Decrease) in Capital Shares				
Shares sold:				
Class 1	24	77	20,719	44,079
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	224	-	2,746
Shares redeemed:				
Class 1	(149)	(427)	(15,769)	(24,742)
Net Increase (Decrease)	(125)	(126)	4,950	22,083

STATEMENTS OF CHANGES IN NET ASSETS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Amounts in thousands	Core Plus Bond Account ^(a)		Diversified Balanced Account	
	Period	Year Ended	Period	Year Ended
	Ended June 30, 2016	December 31, 2015 ^(b)	Ended June 30, 2016	December 31, 2015
Operations				
Net investment income (loss)	\$ 4,313	\$ 8,650	\$ (1,567)	\$ 13,381
Net realized gain (loss) on investments, foreign currencies, options and swaptions, short sales, and swap agreements	(311)	(1,599)	519	10,200
Change in unrealized appreciation/depreciation of investments, futures, options and swaptions, short sales, swap agreements, and translation of assets and liabilities in foreign currencies	12,008	(8,023)	44,491	(22,094)
Net Increase (Decrease) in Net Assets Resulting from Operations	16,010	(972)	43,443	1,487
Dividends and Distributions to Shareholders				
From net investment income:				
Class 1	-	(9,626)	N/A	N/A
Class 2	-	(1)	-	(10,360)
From net realized gain on investments:				
Class 2	-	-	-	(11,596)
Total Dividends and Distributions	-	(9,627)	-	(21,956)
Capital Share Transactions				
Shares sold:				
Class 1	33,144	25,822	N/A	N/A
Class 2	12	40	27,467	64,227
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	9,626	N/A	N/A
Class 2	-	1	-	21,956
Shares redeemed:				
Class 1	(33,175)	(56,554)	N/A	N/A
Class 2	-	(11)	(23,268)	(45,709)
Net Increase (Decrease) in Net Assets from Capital Share Transactions	(19)	(21,076)	4,199	40,474
Total Increase (Decrease)	15,991	(31,675)	47,642	20,005
Net Assets				
Beginning of period	290,060	321,735	1,031,111	1,011,106
End of period (including undistributed net investment income as set forth below)	<u>\$ 306,051</u>	<u>\$ 290,060</u>	<u>\$ 1,078,753</u>	<u>\$ 1,031,111</u>
Undistributed (Overdistributed) Net Investment Income (Loss)	<u>\$ 12,954</u>	<u>\$ 8,641</u>	<u>\$ 11,807</u>	<u>\$ 13,374</u>
Increase (Decrease) in Capital Shares				
Shares sold:				
Class 1	2,896	2,256	N/A	N/A
Class 2	1	4	1,933	4,450
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	863	N/A	N/A
Class 2	-	-	-	1,533
Shares redeemed:				
Class 1	(2,917)	(4,963)	N/A	N/A
Class 2	-	(1)	(1,630)	(3,181)
Net Increase (Decrease)	(20)	(1,841)	303	2,802

^(a) Effective May 1, 2016, Bond & Mortgage Securities Account changed its name to Core Plus Bond Account.

^(b) Period from May 1, 2015, date operations commenced, through December 31, 2015 for Class 2 shares.

STATEMENTS OF CHANGES IN NET ASSETS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Amounts in thousands	Diversified Balanced		Diversified Growth Account	
	Managed Volatility Account			
	Period Ended June 30, 2016	Year Ended December 31, 2015	Period Ended June 30, 2016	Year Ended December 31, 2015
Operations				
Net investment income (loss)	\$ (220)	\$ 1,065	\$ (4,885)	\$ 42,285
Net realized gain (loss) on investments, foreign currencies, futures, options and swaptions, short sales, and swap agreements	4	885	(160)	38,726
Change in unrealized appreciation/depreciation of investments, futures, options and swaptions, short sales, swap agreements, and translation of assets and liabilities in foreign currencies	<u>6,056</u>	<u>(2,470)</u>	<u>130,380</u>	<u>(79,942)</u>
Net Increase (Decrease) in Net Assets Resulting from Operations	5,840	(520)	125,335	1,069
Dividends and Distributions to Shareholders				
From net investment income:				
Class 2	-	(1,010)	-	(31,927)
From net realized gain on investments:				
Class 2	<u>-</u>	<u>(889)</u>	<u>-</u>	<u>(39,243)</u>
Total Dividends and Distributions	-	(1,899)	-	(71,170)
Capital Share Transactions				
Shares sold:				
Class 2	13,995	60,772	110,398	359,378
Shares issued in reinvestment of dividends and distributions:				
Class 2	-	1,899	-	71,170
Shares redeemed:				
Class 2	<u>(3,444)</u>	<u>(6,395)</u>	<u>(37,556)</u>	<u>(39,674)</u>
Net Increase (Decrease) in Net Assets from Capital Share Transactions	<u>10,551</u>	<u>56,276</u>	<u>72,842</u>	<u>390,874</u>
Total Increase (Decrease)	16,391	53,857	198,177	320,773
Net Assets				
Beginning of period	<u>138,384</u>	<u>84,527</u>	<u>3,201,495</u>	<u>2,880,722</u>
End of period (including undistributed net investment income as set forth below)	<u>\$ 154,775</u>	<u>\$ 138,384</u>	<u>\$ 3,399,672</u>	<u>\$ 3,201,495</u>
Undistributed (Overdistributed) Net Investment Income (Loss)	<u>\$ 844</u>	<u>\$ 1,064</u>	<u>\$ 37,398</u>	<u>\$ 42,283</u>
Increase (Decrease) in Capital Shares				
Shares sold:				
Class 2	1,298	5,556	7,354	23,218
Shares issued in reinvestment of dividends and distributions:				
Class 2	-	175	-	4,627
Shares redeemed:				
Class 2	<u>(321)</u>	<u>(593)</u>	<u>(2,457)</u>	<u>(2,612)</u>
Net Increase (Decrease)	<u>977</u>	<u>5,138</u>	<u>4,897</u>	<u>25,233</u>

STATEMENTS OF CHANGES IN NET ASSETS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Amounts in thousands	Diversified Growth Managed			
	Volatility Account		Diversified Income Account	
	Period	Year Ended	Period	Year Ended
	Ended June 30, 2016	December 31, 2015	Ended June 30, 2016	December 31, 2015
Operations				
Net investment income (loss)	\$ (401)	\$ 1,718	\$ (320)	\$ 2,298
Net realized gain (loss) on investments, foreign currencies, options and swaptions, short sales, and swap agreements	6	2,049	5	1,333
Change in unrealized appreciation/depreciation of investments, futures, options and swaptions, short sales, swap agreements, and translation of assets and liabilities in foreign currencies	10,165	(5,003)	10,081	(3,561)
Net Increase (Decrease) in Net Assets Resulting from Operations	9,770	(1,236)	9,766	70
Dividends and Distributions to Shareholders				
From net investment income:				
Class 2	-	(2,225)	-	(1,447)
From net realized gain on investments:				
Class 2	-	(2,050)	-	(1,285)
Total Dividends and Distributions	-	(4,275)	-	(2,732)
Capital Share Transactions				
Shares sold:				
Class 2	29,499	108,374	29,164	51,346
Shares issued in reinvestment of dividends and distributions:				
Class 2	-	4,275	-	2,732
Shares redeemed:				
Class 2	(4,408)	(6,199)	(9,588)	(21,216)
Net Increase (Decrease) in Net Assets from Capital Share Transactions	25,091	106,450	19,576	32,862
Total Increase (Decrease)	34,861	100,939	29,342	30,200
Net Assets				
Beginning of period	252,611	151,672	198,762	168,562
End of period (including undistributed net investment income as set forth below)	\$ 287,472	\$ 252,611	\$ 228,104	\$ 198,762
Undistributed (Overdistributed) Net Investment Income (Loss)	\$ 1,315	\$ 1,716	\$ 1,977	\$ 2,297
Increase (Decrease) in Capital Shares				
Shares sold:				
Class 2	2,735	9,801	2,428	4,273
Shares issued in reinvestment of dividends and distributions:				
Class 2	-	389	-	228
Shares redeemed:				
Class 2	(411)	(573)	(793)	(1,762)
Net Increase (Decrease)	2,324	9,617	1,635	2,739

STATEMENTS OF CHANGES IN NET ASSETS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Amounts in thousands	Diversified			
	International Account		Equity Income Account	
	Period	Year Ended	Period	Year Ended
	Ended June 30, 2016	December 31, 2015	Ended June 30, 2016	December 31, 2015
Operations				
Net investment income (loss)	\$ 3,582	\$ 6,425	\$ 6,704	\$ 14,903
Net realized gain (loss) on investments, foreign currencies, futures, options and swaptions, short sales, and swap agreements	(2,309)	30,288	11,719	28,852
Change in unrealized appreciation/depreciation of investments, futures, options and swaptions, short sales, swap agreements, and translation of assets and liabilities in foreign currencies	(7,898)	(32,671)	20,968	(66,010)
Net Increase (Decrease) in Net Assets Resulting from Operations	(6,625)	4,042	39,391	(22,255)
Dividends and Distributions to Shareholders				
From net investment income:				
Class 1	-	(7,388)	-	(13,573)
Class 2	-	(32)	-	(555)
Total Dividends and Distributions	-	(7,420)	-	(14,128)
Capital Share Transactions				
Shares sold:				
Class 1	6,409	16,905	10,698	37,699
Class 2	34	348	243	1,801
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	7,388	-	13,573
Class 2	-	32	-	555
Shares redeemed:				
Class 1	(21,692)	(176,857)	(44,122)	(102,756)
Class 2	(34)	(238)	(1,529)	(3,046)
Net Increase (Decrease) in Net Assets from Capital Share Transactions	(15,283)	(152,422)	(34,710)	(52,174)
Total Increase (Decrease)	(21,908)	(155,800)	4,681	(88,557)
Net Assets				
Beginning of period	274,660	430,460	536,341	624,898
End of period (including undistributed net investment income as set forth below)	<u>\$ 252,752</u>	<u>\$ 274,660</u>	<u>\$ 541,022</u>	<u>\$ 536,341</u>
Undistributed (Overdistributed) Net Investment Income (Loss)	<u>\$ 9,109</u>	<u>\$ 5,527</u>	<u>\$ 24,399</u>	<u>\$ 17,695</u>
Increase (Decrease) in Capital Shares				
Shares sold:				
Class 1	485	1,167	489	1,674
Class 2	3	24	11	80
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	513	-	600
Class 2	-	2	-	25
Shares redeemed:				
Class 1	(1,639)	(12,171)	(1,987)	(4,521)
Class 2	(3)	(16)	(70)	(136)
Net Increase (Decrease)	<u>(1,154)</u>	<u>(10,481)</u>	<u>(1,557)</u>	<u>(2,278)</u>

STATEMENTS OF CHANGES IN NET ASSETS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Amounts in thousands	Government & High Quality Bond Account		Income Account	
	Period Ended June 30, 2016	Year Ended December 31, 2015	Period Ended June 30, 2016	Year Ended December 31, 2015
Operations				
Net investment income (loss)	\$ 4,456	\$ 7,956	\$ 4,723	\$ 9,878
Net realized gain (loss) on investments, foreign currencies, options and swaptions, short sales, and swap agreements	(11)	1,203	596	2,468
Change in unrealized appreciation/depreciation of investments, futures, options and swaptions, short sales, swap agreements, and translation of assets and liabilities in foreign currencies	<u>5,186</u>	<u>(6,505)</u>	<u>9,679</u>	<u>(14,058)</u>
Net Increase (Decrease) in Net Assets Resulting from Operations	9,631	2,654	14,998	(1,712)
Dividends and Distributions to Shareholders				
From net investment income:				
Class 1	-	(9,930)	-	(11,705)
Class 2	-	(58)	-	(108)
From net realized gain on investments:				
Class 1	-	(402)	-	-
Class 2	<u>-</u>	<u>(2)</u>	<u>-</u>	<u>-</u>
Total Dividends and Distributions	-	(10,392)	-	(11,813)
Capital Share Transactions				
Shares sold:				
Class 1	10,636	16,889	3,201	11,316
Class 2	1,096	1,035	678	45
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	10,332	-	11,705
Class 2	-	60	-	108
Shares redeemed:				
Class 1	(46,330)	(47,392)	(35,417)	(30,469)
Class 2	<u>(151)</u>	<u>(115)</u>	<u>(67)</u>	<u>(617)</u>
Net Increase (Decrease) in Net Assets from Capital Share Transactions	<u>(34,749)</u>	<u>(19,191)</u>	<u>(31,605)</u>	<u>(7,912)</u>
Total Increase (Decrease)	(25,118)	(26,929)	(16,607)	(21,437)
Net Assets				
Beginning of period	<u>288,496</u>	<u>315,425</u>	<u>257,196</u>	<u>278,633</u>
End of period (including undistributed net investment income as set forth below)	<u>\$ 263,378</u>	<u>\$ 288,496</u>	<u>\$ 240,589</u>	<u>\$ 257,196</u>
Undistributed (Overdistributed) Net Investment Income (Loss)	<u>\$ 13,560</u>	<u>\$ 9,104</u>	<u>\$ 14,018</u>	<u>\$ 9,295</u>
Increase (Decrease) in Capital Shares				
Shares sold:				
Class 1	1,027	1,625	305	1,049
Class 2	106	98	64	4
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	1,018	-	1,129
Class 2	-	6	-	10
Shares redeemed:				
Class 1	(4,455)	(4,568)	(3,352)	(2,866)
Class 2	<u>(15)</u>	<u>(11)</u>	<u>(6)</u>	<u>(57)</u>
Net Increase (Decrease)	<u>(3,337)</u>	<u>(1,832)</u>	<u>(2,989)</u>	<u>(731)</u>

STATEMENTS OF CHANGES IN NET ASSETS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Amounts in thousands	International Emerging		LargeCap Growth Account	
	Markets Account			
	Period	Year Ended	Period	Year Ended
	Ended June 30, 2016	December 31, 2015 ^(a)	Ended June 30, 2016	December 31, 2015
Operations				
Net investment income (loss)	\$ 655	\$ 1,166	\$ 268	\$ 285
Net realized gain (loss) on investments, foreign currencies, options and swaptions, short sales, and swap agreements	(5,781)	(6,376)	6,522	4,953
Change in unrealized appreciation/depreciation of investments, futures, options and swaptions, short sales, swap agreements, and translation of assets and liabilities in foreign currencies	9,317	(8,516)	(13,535)	862
Net Increase (Decrease) in Net Assets Resulting from Operations	4,191	(13,726)	(6,745)	6,100
Dividends and Distributions to Shareholders				
From net investment income:				
Class 1	—	(1,655)	—	(173)
Total Dividends and Distributions	—	(1,655)	—	(173)
Capital Share Transactions				
Shares sold:				
Class 1	3,726	11,049	3,100	6,552
Class 2	26	46	503	504
Shares issued in reinvestment of dividends and distributions:				
Class 1	—	1,655	—	173
Shares redeemed:				
Class 1	(6,173)	(14,985)	(13,463)	(17,325)
Class 2	—	—	(410)	(108)
Net Increase (Decrease) in Net Assets from Capital Share Transactions	(2,421)	(2,235)	(10,270)	(10,204)
Total Increase (Decrease)	1,770	(17,616)	(17,015)	(4,277)
Net Assets				
Beginning of period	85,475	103,091	119,475	123,752
End of period (including undistributed net investment income as set forth below)	\$ 87,245	\$ 85,475	\$ 102,460	\$ 119,475
Undistributed (Overdistributed) Net Investment Income (Loss)	\$ 1,652	\$ 997	\$ 553	\$ 285
Increase (Decrease) in Capital Shares				
Shares sold:				
Class 1	294	743	130	256
Class 2	2	3	20	20
Shares issued in reinvestment of dividends and distributions:				
Class 1	—	117	—	7
Shares redeemed:				
Class 1	(485)	(1,005)	(553)	(676)
Class 2	—	—	(17)	(4)
Net Increase (Decrease)	(189)	(142)	(420)	(397)

^(a) Period from May 1, 2015, date operations commenced, through December 31, 2015 for Class 2 shares.

STATEMENTS OF CHANGES IN NET ASSETS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Amounts in thousands	LargeCap Growth Account I		LargeCap S&P 500 Index Account	
	Period	Year Ended	Period	Year Ended
	Ended June 30, 2016	December 31, 2015 ^(a)	Ended June 30, 2016	December 31, 2015 ^(a)
Operations				
Net investment income (loss)	\$ 118	\$ 180	\$ 20,091	\$ 36,196
Net realized gain (loss) on investments, foreign currencies, futures, options and swaptions, short sales, and swap agreements	4,001	20,379	17,545	53,618
Change in unrealized appreciation/depreciation of investments, futures, options and swaptions, short sales, swap agreements, and translation of assets and liabilities in foreign currencies	<u>(12,031)</u>	<u>(2,393)</u>	<u>44,161</u>	<u>(61,719)</u>
Net Increase (Decrease) in Net Assets Resulting from Operations	(7,912)	18,166	81,797	28,095
Dividends and Distributions to Shareholders				
From net investment income:				
Class 1	–	(562)	–	(29,180)
Class 2	–	(1)	–	(1)
From net realized gain on investments:				
Class 1	–	(37,084)	–	(23,947)
Class 2	–	(62)	–	(1)
Total Dividends and Distributions	–	(37,709)	–	(53,129)
Capital Share Transactions				
Shares sold:				
Class 1	13,008	23,800	148,571	354,977
Class 2	384	523	67	163
Shares issued in reinvestment of dividends and distributions:				
Class 1	–	37,646	–	53,127
Class 2	–	63	–	2
Shares redeemed:				
Class 1	(16,911)	(29,218)	(106,272)	(212,649)
Class 2	<u>(374)</u>	<u>(13)</u>	<u>(20)</u>	<u>(1)</u>
Net Increase (Decrease) in Net Assets from Capital Share Transactions	<u>(3,893)</u>	<u>32,801</u>	<u>42,346</u>	<u>195,619</u>
Total Increase (Decrease)	(11,805)	13,258	124,143	170,585
Net Assets				
Beginning of period	<u>252,887</u>	<u>239,629</u>	<u>2,033,620</u>	<u>1,863,035</u>
End of period (including undistributed net investment income as set forth below)	<u>\$ 241,082</u>	<u>\$ 252,887</u>	<u>\$ 2,157,763</u>	<u>\$ 2,033,620</u>
Undistributed (Overdistributed) Net Investment Income (Loss)	<u>\$ 118</u>	<u>\$ –</u>	<u>\$ 56,489</u>	<u>\$ 36,398</u>
Increase (Decrease) in Capital Shares				
Shares sold:				
Class 1	520	846	10,723	24,799
Class 2	16	17	5	11
Shares issued in reinvestment of dividends and distributions:				
Class 1	–	1,415	–	3,629
Class 2	–	2	–	–
Shares redeemed:				
Class 1	(675)	(1,027)	(7,416)	(14,626)
Class 2	<u>(15)</u>	<u>–</u>	<u>(1)</u>	<u>–</u>
Net Increase (Decrease)	<u>(154)</u>	<u>1,253</u>	<u>3,311</u>	<u>13,813</u>

^(a) Period from May 1, 2015, date operations commenced, through December 31, 2015 for Class 2 shares.

STATEMENTS OF CHANGES IN NET ASSETS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Amounts in thousands	LargeCap S&P 500 Managed			
	Volatility Index Account		LargeCap Value Account	
	Period	Year Ended	Period	Year Ended
	Ended June 30, 2016	December 31, 2015	Ended June 30, 2016	December 31, 2015 ^(a)
Operations				
Net investment income (loss)	\$ 1,370	\$ 1,976	\$ 1,523	\$ 2,669
Net realized gain (loss) on investments, foreign currencies, options and swaptions, short sales, and swap agreements	181	503	4,418	4,309
Change in unrealized appreciation/depreciation of investments, futures, options and swaptions, short sales, swap agreements, and translation of assets and liabilities in foreign currencies	<u>4,483</u>	<u>(1,200)</u>	<u>(4,784)</u>	<u>(8,693)</u>
Net Increase (Decrease) in Net Assets Resulting from Operations	6,034	1,279	1,157	(1,715)
Dividends and Distributions to Shareholders				
From net investment income:				
Class 1	-	-	-	(2,487)
From net realized gain on investments:				
Class 1	-	(567)	-	(18,013)
Class 2	<u>N/A</u>	<u>N/A</u>	<u>-</u>	<u>(2)</u>
Total Dividends and Distributions	-	(567)	-	(20,502)
Capital Share Transactions				
Shares sold:				
Class 1	22,791	77,842	2,283	5,397
Class 2	N/A	N/A	4	20
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	567	-	20,500
Class 2	N/A	N/A	-	2
Shares redeemed:				
Class 1	<u>(7,181)</u>	<u>(14,703)</u>	<u>(18,261)</u>	<u>(21,295)</u>
Net Increase (Decrease) in Net Assets from Capital Share Transactions	<u>15,610</u>	<u>63,706</u>	<u>(15,974)</u>	<u>4,624</u>
Total Increase (Decrease)	21,644	64,418	(14,817)	(17,593)
Net Assets				
Beginning of period	<u>161,654</u>	<u>97,236</u>	<u>153,080</u>	<u>170,673</u>
End of period (including undistributed net investment income as set forth below)	<u>\$ 183,298</u>	<u>\$ 161,654</u>	<u>\$ 138,263</u>	<u>\$ 153,080</u>
Undistributed (Overdistributed) Net Investment Income (Loss)	<u>\$ 3,345</u>	<u>\$ 1,975</u>	<u>\$ 4,153</u>	<u>\$ 2,630</u>
Increase (Decrease) in Capital Shares				
Shares sold:				
Class 1	2,070	6,940	81	170
Class 2	N/A	N/A	-	1
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	49	-	686
Shares redeemed:				
Class 1	<u>(644)</u>	<u>(1,312)</u>	<u>(639)</u>	<u>(663)</u>
Net Increase (Decrease)	<u>1,426</u>	<u>5,677</u>	<u>(558)</u>	<u>194</u>

^(a) Period from May 1, 2015, date operations commenced, through December 31, 2015 for Class 2 shares.

STATEMENTS OF CHANGES IN NET ASSETS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Amounts in thousands, except for Multi-Asset Income Account	MidCap Account		Multi-Asset Income Account	
	Period Ended June 30, 2016	Year Ended December 31, 2015	Period Ended June 30, 2016	Period Ended December 31, 2015 ^(a)
Operations				
Net investment income (loss)	\$ 558	\$ 2,468	\$ 415	\$ 466
Net realized gain (loss) on investments, foreign currencies, futures, options and swaptions, short sales, and swap agreements	15,123	100,918	-	42
Change in unrealized appreciation/depreciation of investments, futures, options and swaptions, short sales, swap agreements, and translation of assets and liabilities in foreign currencies	8,877	(90,200)	559	(1,080)
Net Increase (Decrease) in Net Assets Resulting from Operations	24,558	13,186	974	(572)
Dividends and Distributions to Shareholders				
From net investment income:				
Class 1	-	(3,384)	-	-
Class 2	-	(44)	-	-
From net realized gain on investments:				
Class 1	-	(69,262)	-	-
Class 2	-	(1,683)	-	-
Total Dividends and Distributions	-	(74,373)	-	-
Capital Share Transactions				
Shares sold:				
Class 1	5,887	23,039	-	10,000
Class 2	125	433	-	10,000
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	72,646	-	-
Class 2	-	1,727	-	-
Shares redeemed:				
Class 1	(47,501)	(95,380)	-	-
Class 2	(1,354)	(1,394)	-	-
Net Increase (Decrease) in Net Assets from Capital Share Transactions	(42,843)	1,071	-	20,000
Total Increase (Decrease)	(18,285)	(60,116)	974	19,428
Net Assets				
Beginning of period	632,680	692,796	19,428	-
End of period (including undistributed net investment income as set forth below)	\$ 614,395	\$ 632,680	\$ 20,402	\$ 19,428
Undistributed (Overdistributed) Net Investment Income (Loss)	\$ 3,984	\$ 3,426	\$ 887	\$ 472
Increase (Decrease) in Capital Shares				
Shares sold:				
Class 1	108	381	-	1,000
Class 2	2	7	-	1,000
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	1,237	-	-
Class 2	-	30	-	-
Shares redeemed:				
Class 1	(873)	(1,574)	-	-
Class 2	(25)	(24)	-	-
Net Increase (Decrease)	(788)	57	-	2,000

^(a) Period from July 28, 2015, date operations commenced, through December 31, 2015.

STATEMENTS OF CHANGES IN NET ASSETS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Amounts in thousands	Principal Capital Appreciation Account		Principal LifeTime 2010 Account	
	Period Ended June 30, 2016	Year Ended December 31, 2015	Period Ended June 30, 2016	Year Ended December 31, 2015
Operations				
Net investment income (loss)	\$ 943	\$ 1,733	\$ 100	\$ 901
Net realized gain (loss) on investments, foreign currencies, futures, options and swaptions, short sales, and swap agreements	(2,891)	1,188	258	1,263
Change in unrealized appreciation/depreciation of investments, futures, options and swaptions, short sales, swap agreements, and translation of assets and liabilities in foreign currencies	5,731	(2,462)	958	(2,628)
Net Increase (Decrease) in Net Assets Resulting from Operations	3,783	459	1,316	(464)
Dividends and Distributions to Shareholders				
From net investment income:				
Class 1	-	(404)	-	(986)
Class 2	-	(3)	N/A	N/A
From net realized gain on investments:				
Class 1	-	(2,851)	-	-
Class 2	-	(134)	N/A	N/A
Total Dividends and Distributions	-	(3,392)	-	(986)
Capital Share Transactions				
Shares sold:				
Class 1	2,020	3,759	4,842	5,796
Class 2	714	702	N/A	N/A
Shares issued in acquisition:				
Class 1	N/A	139,230	N/A	N/A
Class 2	N/A	1,001	N/A	N/A
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	3,255	-	986
Class 2	-	137	N/A	N/A
Shares redeemed:				
Class 1	(11,399)	(21,791)	(4,560)	(11,512)
Class 2	(626)	(1,192)	N/A	N/A
Net Increase (Decrease) in Net Assets from Capital Share Transactions	(9,291)	125,101	282	(4,730)
Total Increase (Decrease)	(5,508)	122,168	1,598	(6,180)
Net Assets				
Beginning of period	162,249	40,081	41,132	47,312
End of period (including undistributed net investment income as set forth below)	\$ 156,741	\$ 162,249	\$ 42,730	\$ 41,132
Undistributed (Overdistributed) Net Investment Income (Loss)	\$ 2,688	\$ 1,745	\$ 1,000	\$ 900
Increase (Decrease) in Capital Shares				
Shares sold:				
Class 1	93	169	397	456
Class 2	33	30	N/A	N/A
Shares issued in acquisition:				
Class 1	N/A	6,089	N/A	N/A
Class 2	N/A	44	N/A	N/A
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	143	-	79
Class 2	-	6	N/A	N/A
Shares redeemed:				
Class 1	(520)	(967)	(374)	(912)
Class 2	(28)	(53)	N/A	N/A
Net Increase (Decrease)	(422)	5,461	23	(377)

See accompanying notes.

STATEMENTS OF CHANGES IN NET ASSETS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Amounts in thousands	Principal		Principal	
	LifeTime 2020 Account		LifeTime 2030 Account	
	Period	Year Ended	Period	Year Ended
	Ended June 30, 2016	December 31, 2015 ^(a)	Ended June 30, 2016	December 31, 2015 ^(a)
Operations				
Net investment income (loss)	\$ 418	\$ 3,660	\$ 187	\$ 1,988
Net realized gain (loss) on investments, foreign currencies, options and swaptions, short sales, and swap agreements	(271)	6,614	27	4,932
Change in unrealized appreciation/depreciation of investments, futures, options and swaptions, short sales, swap agreements, and translation of assets and liabilities in foreign currencies	4,711	(12,276)	2,146	(8,152)
Net Increase (Decrease) in Net Assets Resulting from Operations	4,858	(2,002)	2,360	(1,232)
Dividends and Distributions to Shareholders				
From net investment income:				
Class 1	-	(5,282)	-	(3,046)
Class 2	-	(1)	-	-
From net realized gain on investments:				
Class 1	-	(9,330)	-	(4,446)
Class 2	-	(1)	-	(1)
Total Dividends and Distributions	-	(14,614)	-	(7,493)
Capital Share Transactions				
Shares sold:				
Class 1	11,576	23,798	11,455	18,970
Class 2	-	26	16	28
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	14,612	-	7,492
Class 2	-	2	-	1
Shares redeemed:				
Class 1	(16,427)	(42,280)	(10,565)	(18,013)
Class 2	(1)	-	(1)	(1)
Net Increase (Decrease) in Net Assets from Capital Share Transactions	(4,852)	(3,842)	905	8,477
Total Increase (Decrease)	6	(20,458)	3,265	(248)
Net Assets				
Beginning of period	191,012	211,470	116,717	116,965
End of period (including undistributed net investment income as set forth below)	\$ 191,018	\$ 191,012	\$ 119,982	\$ 116,717
Undistributed (Overdistributed) Net Investment Income (Loss)	\$ 4,077	\$ 3,659	\$ 2,175	\$ 1,988
Increase (Decrease) in Capital Shares				
Shares sold:				
Class 1	922	1,743	1,024	1,550
Class 2	-	2	2	2
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	1,118	-	630
Shares redeemed:				
Class 1	(1,320)	(3,106)	(941)	(1,465)
Net Increase (Decrease)	(398)	(243)	85	717

^(a) Period from May 1, 2015, date operations commenced, through December 31, 2015 for Class 2 shares.

STATEMENTS OF CHANGES IN NET ASSETS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Amounts in thousands	Principal		Principal	
	LifeTime 2040 Account		LifeTime 2050 Account	
	Period	Year Ended	Period	Year Ended
	Ended June 30, 2016	December 31, 2015 ^(a)	Ended June 30, 2016	December 31, 2015 ^(a)
Operations				
Net investment income (loss)	\$ 36	\$ 690	\$ 16	\$ 339
Net realized gain (loss) on investments, foreign currencies, futures, options and swaptions, short sales, and swap agreements	(142)	1,810	(71)	1,071
Change in unrealized appreciation/depreciation of investments, futures, options and swaptions, short sales, swap agreements, and translation of assets and liabilities in foreign currencies	644	(2,974)	117	(1,529)
Net Increase (Decrease) in Net Assets Resulting from Operations	538	(474)	62	(119)
Dividends and Distributions to Shareholders				
From net investment income:				
Class 1	-	(1,129)	-	(602)
Class 2	-	-	-	(1)
From net realized gain on investments:				
Class 1	-	(1,632)	-	(1,069)
Class 2	-	(1)	-	(1)
Total Dividends and Distributions	-	(2,762)	-	(1,673)
Capital Share Transactions				
Shares sold:				
Class 1	5,836	12,548	2,142	6,576
Class 2	11	11	-	37
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	2,761	-	1,671
Class 2	-	1	-	2
Shares redeemed:				
Class 1	(5,589)	(9,118)	(2,669)	(4,753)
Net Increase (Decrease) in Net Assets from Capital Share Transactions	258	6,203	(527)	3,533
Total Increase (Decrease)	796	2,967	(465)	1,741
Net Assets				
Beginning of period	45,271	42,304	23,537	21,796
End of period (including undistributed net investment income as set forth below)	\$ 46,067	\$ 45,271	\$ 23,072	\$ 23,537
Undistributed (Overdistributed) Net Investment Income (Loss)	\$ 726	\$ 690	\$ 355	\$ 339
Increase (Decrease) in Capital Shares				
Shares sold:				
Class 1	446	871	169	473
Class 2	1	1	-	3
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	196	-	123
Shares redeemed:				
Class 1	(420)	(639)	(215)	(335)
Net Increase (Decrease)	27	429	(46)	264

^(a) Period from May 1, 2015, date operations commenced, through December 31, 2015 for Class 2 shares.

STATEMENTS OF CHANGES IN NET ASSETS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Amounts in thousands	Principal LifeTime 2060 Account		Principal LifeTime Strategic Income Account	
	Period Ended June 30, 2016	Year Ended December 31, 2015	Period Ended June 30, 2016	Year Ended December 31, 2015
Operations				
Net investment income (loss)	\$ 1	\$ 28	\$ 69	\$ 625
Net realized gain (loss) on investments, foreign currencies, options and swaptions, short sales, and swap agreements	(7)	80	(39)	708
Change in unrealized appreciation/depreciation of investments, futures, options and swaptions, short sales, swap agreements, and translation of assets and liabilities in foreign currencies	29	(150)	907	(1,542)
Net Increase (Decrease) in Net Assets Resulting from Operations	23	(42)	937	(209)
Dividends and Distributions to Shareholders				
From net investment income:				
Class 1	-	(22)	-	(608)
From net realized gain on investments:				
Class 1	-	(32)	-	-
Total Dividends and Distributions	-	(54)	-	(608)
Capital Share Transactions				
Shares sold:				
Class 1	613	1,759	2,368	3,369
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	54	-	608
Shares redeemed:				
Class 1	(246)	(445)	(2,225)	(8,724)
Net Increase (Decrease) in Net Assets from Capital Share Transactions	367	1,368	143	(4,747)
Total Increase (Decrease)	390	1,272	1,080	(5,564)
Net Assets				
Beginning of period	2,097	825	24,452	30,016
End of period (including undistributed net investment income as set forth below)	\$ 2,487	\$ 2,097	\$ 25,532	\$ 24,452
Undistributed (Overdistributed) Net Investment Income (Loss)	\$ 29	\$ 28	\$ 694	\$ 625
Increase (Decrease) in Capital Shares				
Shares sold:				
Class 1	55	142	211	292
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	5	-	54
Shares redeemed:				
Class 1	(22)	(36)	(199)	(760)
Net Increase (Decrease)	33	111	12	(414)

STATEMENTS OF CHANGES IN NET ASSETS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Amounts in thousands	Real Estate		SAM Balanced Portfolio	
	Securities Account			
	Period Ended June 30, 2016	Year Ended December 31, 2015	Period Ended June 30, 2016	Year Ended December 31, 2015
Operations				
Net investment income (loss)	\$ 1,702	\$ 2,514	\$ 907	\$ 16,480
Net realized gain (loss) on investments, foreign currencies, options and swaptions, short sales, and swap agreements	8,890	14,073	(1,711)	50,604
Change in unrealized appreciation/depreciation of investments, futures, options and swaptions, short sales, swap agreements, and translation of assets and liabilities in foreign currencies	7,101	(10,156)	24,087	(73,516)
Net Increase (Decrease) in Net Assets Resulting from Operations	17,693	6,431	23,283	(6,432)
Dividends and Distributions to Shareholders				
From net investment income:				
Class 1	-	(2,423)	-	(22,820)
Class 2	-	(27)	-	(2,672)
From net realized gain on investments:				
Class 1	-	(4,938)	-	(58,520)
Class 2	-	(56)	-	(7,497)
Total Dividends and Distributions	-	(7,444)	-	(91,509)
Capital Share Transactions				
Shares sold:				
Class 1	9,275	18,700	9,074	24,942
Class 2	348	1,699	3,845	9,886
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	7,361	-	81,340
Class 2	-	83	-	10,169
Shares redeemed:				
Class 1	(13,086)	(32,474)	(60,108)	(113,505)
Class 2	(388)	(263)	(5,807)	(12,203)
Net Increase (Decrease) in Net Assets from Capital Share Transactions	(3,851)	(4,894)	(52,996)	629
Total Increase (Decrease)	13,842	(5,907)	(29,713)	(97,312)
Net Assets				
Beginning of period	161,286	167,193	829,448	926,760
End of period (including undistributed net investment income as set forth below)	\$ 175,128	\$ 161,286	\$ 799,735	\$ 829,448
Undistributed (Overdistributed) Net Investment Income (Loss)	\$ 4,262	\$ 2,560	\$ 17,382	\$ 16,475
Increase (Decrease) in Capital Shares				
Shares sold:				
Class 1	411	826	616	1,554
Class 2	16	75	267	616
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	339	-	5,380
Class 2	-	4	-	678
Shares redeemed:				
Class 1	(588)	(1,458)	(4,106)	(7,117)
Class 2	(17)	(12)	(402)	(762)
Net Increase (Decrease)	(178)	(226)	(3,625)	349

See accompanying notes.

STATEMENTS OF CHANGES IN NET ASSETS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Amounts in thousands	SAM Conservative Balanced Portfolio		SAM Conservative Growth Portfolio	
	Period Ended June 30, 2016	Year Ended December 31, 2015	Period Ended June 30, 2016	Year Ended December 31, 2015
Operations				
Net investment income (loss)	\$ 500	\$ 5,189	\$ (142)	\$ 4,017
Net realized gain (loss) on investments, foreign currencies, futures, options and swaptions, short sales, and swap agreements	(1,216)	8,204	(3,139)	18,450
Change in unrealized appreciation/depreciation of investments, futures, options and swaptions, short sales, swap agreements, and translation of assets and liabilities in foreign currencies	7,861	(14,940)	9,706	(25,979)
Net Increase (Decrease) in Net Assets Resulting from Operations	<u>7,145</u>	<u>(1,547)</u>	<u>6,425</u>	<u>(3,512)</u>
Dividends and Distributions to Shareholders				
From net investment income:				
Class 1	-	(6,438)	-	(4,461)
Class 2	-	(547)	-	(2,142)
From net realized gain on investments:				
Class 1	-	(9,390)	-	(12,644)
Class 2	-	(857)	-	(6,779)
Total Dividends and Distributions	<u>-</u>	<u>(17,232)</u>	<u>-</u>	<u>(26,026)</u>
Capital Share Transactions				
Shares sold:				
Class 1	6,690	18,108	6,830	20,596
Class 2	579	4,029	3,512	13,112
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	15,828	-	17,105
Class 2	-	1,404	-	8,921
Shares redeemed:				
Class 1	(15,737)	(29,800)	(14,353)	(23,015)
Class 2	(1,238)	(2,783)	(4,469)	(10,666)
Net Increase (Decrease) in Net Assets from Capital Share Transactions	<u>(9,706)</u>	<u>6,786</u>	<u>(8,480)</u>	<u>26,053</u>
Total Increase (Decrease)	<u>(2,561)</u>	<u>(11,993)</u>	<u>(2,055)</u>	<u>(3,485)</u>
Net Assets				
Beginning of period	<u>211,359</u>	<u>223,352</u>	<u>297,737</u>	<u>301,222</u>
End of period (including undistributed net investment income as set forth below)	<u>\$ 208,798</u>	<u>\$ 211,359</u>	<u>\$ 295,682</u>	<u>\$ 297,737</u>
Undistributed (Overdistributed) Net Investment Income (Loss)	<u>\$ 5,688</u>	<u>\$ 5,188</u>	<u>\$ 3,875</u>	<u>\$ 4,017</u>
Increase (Decrease) in Capital Shares				
Shares sold:				
Class 1	578	1,476	406	1,102
Class 2	51	326	211	708
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	1,341	-	958
Class 2	-	120	-	505
Shares redeemed:				
Class 1	(1,365)	(2,420)	(845)	(1,231)
Class 2	(107)	(229)	(265)	(577)
Net Increase (Decrease)	<u>(843)</u>	<u>614</u>	<u>(493)</u>	<u>1,465</u>

See accompanying notes.

STATEMENTS OF CHANGES IN NET ASSETS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Amounts in thousands	SAM Flexible Income Portfolio		SAM Strategic Growth Portfolio	
	Period Ended June 30, 2016	Year Ended December 31, 2015	Period Ended June 30, 2016	Year Ended December 31, 2015
Operations				
Net investment income (loss)	\$ 991	\$ 7,074	\$ (205)	\$ 3,232
Net realized gain (loss) on investments, foreign currencies, futures, options and swaptions, short sales, and swap agreements	(836)	5,358	(2,825)	14,756
Change in unrealized appreciation/depreciation of investments, futures, options and swaptions, short sales, swap agreements, and translation of assets and liabilities in foreign currencies	9,994	(15,437)	6,338	(22,288)
Net Increase (Decrease) in Net Assets Resulting from Operations	10,149	(3,005)	3,308	(4,300)
Dividends and Distributions to Shareholders				
From net investment income:				
Class 1	-	(7,549)	-	(3,221)
Class 2	-	(733)	-	(1,996)
From net realized gain on investments:				
Class 1	-	(5,112)	-	(10,578)
Class 2	-	(529)	-	(7,305)
Total Dividends and Distributions	-	(13,923)	-	(23,100)
Capital Share Transactions				
Shares sold:				
Class 1	6,297	16,242	7,302	22,084
Class 2	831	7,048	4,345	10,077
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	12,661	-	13,799
Class 2	-	1,262	-	9,301
Shares redeemed:				
Class 1	(19,464)	(28,075)	(11,165)	(16,304)
Class 2	(2,144)	(5,419)	(3,567)	(8,864)
Net Increase (Decrease) in Net Assets from Capital Share Transactions	(14,480)	3,719	(3,085)	30,093
Total Increase (Decrease)	(4,331)	(13,209)	223	2,693
Net Assets				
Beginning of period	221,936	235,145	238,002	235,309
End of period (including undistributed net investment income as set forth below)	\$ 217,605	\$ 221,936	\$ 238,225	\$ 238,002
Undistributed (Overdistributed) Net Investment Income (Loss)	\$ 8,064	\$ 7,073	\$ 3,026	\$ 3,231
Increase (Decrease) in Capital Shares				
Shares sold:				
Class 1	503	1,243	402	1,080
Class 2	69	536	241	498
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	1,011	-	712
Class 2	-	102	-	484
Shares redeemed:				
Class 1	(1,574)	(2,174)	(614)	(798)
Class 2	(175)	(416)	(197)	(442)
Net Increase (Decrease)	(1,177)	302	(168)	1,534

See accompanying notes.

STATEMENTS OF CHANGES IN NET ASSETS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Amounts in thousands	Short-Term Income Account		SmallCap Account ^(a)	
	Period	Year Ended	Period	Year Ended
	Ended June 30, 2016	December 31, 2015	Ended June 30, 2016	December 31, 2015 ^(b)
Operations				
Net investment income (loss)	\$ 1,554	\$ 3,583	\$ 1,301	\$ 581
Net realized gain (loss) on investments, foreign currencies, futures, options and swaptions, short sales, and swap agreements	158	(32)	(9,056)	8,464
Change in unrealized appreciation/depreciation of investments, futures, options and swaptions, short sales, swap agreements, and translation of assets and liabilities in foreign currencies	1,804	(1,547)	10,187	(19,142)
Net Increase (Decrease) in Net Assets Resulting from Operations	<u>3,516</u>	<u>2,004</u>	<u>2,432</u>	<u>(10,097)</u>
Dividends and Distributions to Shareholders				
From net investment income:				
Class 1	-	(4,419)	-	(139)
Class 2	-	(40)	-	(3)
From net realized gain on investments:				
Class 1	-	-	-	(6,835)
Class 2	-	-	-	(147)
Total Dividends and Distributions	<u>-</u>	<u>(4,459)</u>	<u>-</u>	<u>(7,124)</u>
Capital Share Transactions				
Shares sold:				
Class 1	19,318	23,745	4,657	9,007
Class 2	1,179	1,163	308	1,824
Shares issued in acquisition:				
Class 1	N/A	N/A	N/A	166,992
Class 2	N/A	N/A	N/A	4,615
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	4,419	-	6,974
Class 2	-	40	-	150
Shares redeemed:				
Class 1	(17,922)	(132,587)	(19,964)	(25,589)
Class 2	(261)	(594)	(203)	(1,567)
Net Increase (Decrease) in Net Assets from Capital Share Transactions	<u>2,314</u>	<u>(103,814)</u>	<u>(15,202)</u>	<u>162,406</u>
Total Increase (Decrease)	<u>5,830</u>	<u>(106,269)</u>	<u>(12,770)</u>	<u>145,185</u>
Net Assets				
Beginning of period	<u>162,318</u>	<u>268,587</u>	<u>209,867</u>	<u>64,682</u>
End of period (including undistributed net investment income as set forth below)	<u>\$ 168,148</u>	<u>\$ 162,318</u>	<u>\$ 197,097</u>	<u>\$ 209,867</u>
Undistributed (Overdistributed) Net Investment Income (Loss)	<u>\$ 5,134</u>	<u>\$ 3,580</u>	<u>\$ 1,900</u>	<u>\$ 599</u>
Increase (Decrease) in Capital Shares				
Shares sold:				
Class 1	7,520	9,199	364	627
Class 2	461	449	25	121
Shares issued in acquisition:				
Class 1	N/A	N/A	N/A	11,187
Class 2	N/A	N/A	N/A	309
Shares issued in reinvestment of dividends and distributions:				
Class 1	-	1,740	-	475
Class 2	-	16	-	10
Shares redeemed:				
Class 1	(6,994)	(51,006)	(1,543)	(1,754)
Class 2	(102)	(231)	(16)	(106)
Net Increase (Decrease)	<u>885</u>	<u>(39,833)</u>	<u>(1,170)</u>	<u>10,869</u>

^(a) Effective May 1, 2016, SmallCap Blend Account changed its name to SmallCap Account.

^(b) Period from February 17, 2015, date operations commenced, through December 31, 2015 for Class 2 shares.

1. Organization

Principal Variable Contracts Funds, Inc. (the "Fund") is registered under the Investment Company Act of 1940, as amended, as an open-end management investment company and operates as a series fund in the mutual fund industry. The financial statements for Balanced Account, Bond Market Index Account, Core Plus Bond Account, Diversified Balanced Account, Diversified Balanced Managed Volatility Account, Diversified Growth Account, Diversified Growth Managed Volatility Account, Diversified Income Account, Diversified International Account, Equity Income Account, Government & High Quality Bond Account, Income Account, International Emerging Markets Account, LargeCap Growth Account, LargeCap Growth Account I, LargeCap S&P 500 Index Account, LargeCap S&P 500 Managed Volatility Index Account, LargeCap Value Account, MidCap Account, Multi-Asset Income Account, Principal Capital Appreciation Account, Principal LifeTime 2010 Account, Principal LifeTime 2020 Account, Principal LifeTime 2030 Account, Principal LifeTime 2040 Account, Principal LifeTime 2050 Account, Principal LifeTime 2060 Account, Principal LifeTime Strategic Income Account, Real Estate Securities Account, SAM Balanced Portfolio, SAM Conservative Balanced Portfolio, SAM Conservative Growth Portfolio, SAM Flexible Income Portfolio, SAM Strategic Growth Portfolio, Short-Term Income Account and SmallCap Account, (known as the "Accounts"), are presented herein.

Each of the Accounts is an investment company and applies specialized accounting and reporting under Accounting Standards Codification Topic 946, *Financial Services - Investment Companies*. Each of the Accounts was an investment company at all times during the period. The Accounts have not provided financial support, and are not contractually required to provide financial support to any investee.

Effective February 17, 2015, the initial purchase of \$10,000 of Class 2 shares of SmallCap Account was made by Principal Management Corporation (the "Manager").

Effective April 17, 2015, Principal Capital Appreciation Account acquired all the assets and assumed all the liabilities of LargeCap Blend Account II pursuant to a plan of acquisition approved by shareholders on April 10, 2015. The purpose of the acquisition was to combine two accounts managed by Principal Management Corporation with similar investment objectives, principal policies, and risks. The acquisition was accomplished by a tax-free exchange of 16,768,000 shares from LargeCap Blend Account II for 6,133,000 shares valued at \$140,231,000 of Principal Capital Appreciation Account at an approximate exchange rate of .37 for Class 1 and Class 2 shares. The investment securities of LargeCap Blend Account II, with a fair value of approximately \$133,987,000 and a cost of \$121,386,000, were the primary asset acquired by Principal Capital Appreciation Account on April 17, 2015. For financial reporting purposes, assets received and shares issued by Principal Capital Appreciation Account were recorded at fair value; however the cost basis of the investments received from LargeCap Blend Account II was carried forward to align ongoing reporting of Principal Capital Appreciation Account. The aggregate net assets of LargeCap Blend Account II and Principal Capital Appreciation Account immediately prior to the acquisition in accordance with U.S. GAAP were approximately \$140,231,000 (\$1,448,000 of accumulated realized losses and \$12,601,000 of unrealized appreciation) and \$40,552,000, respectively. The aggregate net assets of Principal Capital Appreciation Account immediately following the acquisition were \$180,783,000. In accordance with Sections 381-384 of the Internal Revenue Code, a portion of accumulated realized losses may be subject to limitation.

Assuming the acquisition had been completed on January 1, 2015, the beginning of the fiscal year for Principal Capital Appreciation Account, Principal Capital Appreciation Account's pro forma results of operations for the year ended December 31, 2015, would have been \$2,211,000 of net investment income, \$139,000 of net realized and unrealized gain on investments, and \$2,350,000 of net increase in net assets resulting from operations. Because the combined investment portfolios have been managed as a single integrated portfolio since the acquisition was completed, it is not practicable to separate the amounts of revenue and earnings of LargeCap Blend Account II that have been included in Principal Capital Appreciation Account's statement of operations since April 17, 2015.

1. Organization (Continued)

Effective April 17, 2015, SmallCap Account acquired all the assets and assumed all the liabilities of SmallCap Growth Account II and SmallCap Value Account I pursuant to a plan of acquisition approved by shareholders on April 10, 2015. The purpose of the acquisition was to combine three accounts managed by Principal Management Corporation with similar investment objectives, principal policies, and risks. The acquisition was accomplished by a tax-free exchange of 4,083,000 and 7,295,000 shares from SmallCap Growth Account II and SmallCap Value Account I, respectively for 4,587,000 and 6,909,000 shares valued at \$68,471,000 and \$103,136,000 of SmallCap Account at an approximate exchange rate of 1.13 and 1.10 for Class 1 and Class 2 shares and .95 and .94 for Class 1 and Class 2 shares, respectively. The investment securities of SmallCap Growth Account II, with a fair value of approximately \$65,319,000 and a cost of \$64,126,000, and the investment securities of SmallCap Value Account I with a fair value of approximately \$98,490,000 and a cost of \$95,480,000 were the primary asset acquired by SmallCap Account on April 17, 2015. For financial reporting purposes, assets received and shares issued by SmallCap Account were recorded at fair value; however the cost basis of the investments received from SmallCap Growth Account II and SmallCap Value Account I were carried forward to align ongoing reporting of SmallCap Account. The aggregate net assets of SmallCap Growth Account II, SmallCap Value Account I and SmallCap Account immediately prior to the acquisition in accordance with U.S. GAAP were approximately \$68,471,000 (\$194,000 of accumulated realized gain and \$1,193,000 of unrealized appreciation) \$103,136,000 (\$665,000 of accumulated realized losses and \$3,010,000 of unrealized appreciation) and \$68,436,000, respectively. The aggregate net assets of SmallCap Account immediately following the acquisition were \$240,043,000. In accordance with Sections 381-384 of the Internal Revenue Code, a portion of accumulated realized losses may be subject to limitation.

Assuming the acquisition had been completed on January 1, 2015, the beginning of the fiscal year for SmallCap Account, SmallCap Account's pro forma results of operations for the year ended December 31, 2015, would have been \$974,000 of net investment income, \$4,922,000 of net realized and unrealized loss on investments, and \$3,948,000 of net decrease in net assets resulting from operations. Because the combined investment portfolios have been managed as a single integrated portfolio since the acquisition was completed, it is not practicable to separate the amounts of revenue and earnings of SmallCap Growth Account II and SmallCap Value Account I that have been included in SmallCap Account's statement of operations since April 17, 2015.

Effective May 1, 2015, the initial purchases of \$10,000 of Class 2 shares of Core Plus Bond Account, International Emerging Markets Account, LargeCap Growth Account I, LargeCap S&P 500 Index Account, LargeCap Value Account, Principal LifeTime 2020 Account, Principal LifeTime 2030 Account, Principal LifeTime 2040 Account and Principal LifeTime 2050 Account were made by the Manager.

Effective July 28, 2015, the initial purchases of \$10,000 of Class 1 and Class 2 shares of Multi-Asset Income Account were made by the Manager.

Effective April 8, 2016, Money Market Account liquidated its net assets and proceeds were sent to shareholders.

Effective May 1, 2016, Bond & Mortgage Securities Account changed its name to Core Plus Bond Account.

Effective May 1, 2016, SmallCap Blend Account changed its name to SmallCap Account.

All classes of shares for each of the Accounts represent interests in the same portfolio of investments, and will vote together as a single class except where otherwise required by law or as determined by the Fund's Board of Directors. In addition, the Board of Directors declares separate dividends on each class of shares.

2. Significant Accounting Policies

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. The following summarizes the significant accounting policies of the Fund:

2. Significant Accounting Policies (Continued)

Security Valuation. Principal LifeTime 2010 Account, Principal LifeTime 2020 Account, Principal LifeTime 2030 Account, Principal LifeTime 2040 Account, Principal LifeTime 2050 Account, Principal LifeTime 2060 Account, and Principal LifeTime Strategic Income Account (collectively, the "Principal LifeTime Accounts") along with SAM Balanced Portfolio, SAM Conservative Balanced Portfolio, SAM Conservative Growth Portfolio, SAM Flexible Income Portfolio, SAM Strategic Growth Portfolio (collectively, the "SAM Portfolios") and Diversified Balanced Account, Diversified Balanced Managed Volatility Account, Diversified Growth Account, Diversified Growth Managed Volatility Account, Diversified Income Account and Multi-Asset Income Account invest in combinations of other series of Principal Variable Contracts Funds, Inc., Principal Funds, Inc. and Principal Exchange-Traded Funds (the "Underlying Funds"). Investments in the Underlying Funds are valued at the closing net asset value per share of each Underlying Fund on the day of valuation.

The Accounts (with the exception of Diversified Balanced Account, Diversified Balanced Managed Volatility Account, Diversified Growth Account, Diversified Growth Managed Volatility Account, Diversified Income Account, Multi-Asset Income Account, Principal LifeTime Accounts, and SAM Portfolios) value securities for which market quotations are readily available at fair value, which is determined using the last reported sale price. If no sales are reported, as is regularly the case for some securities traded over-the-counter, securities are valued using the last reported bid price, an evaluated bid price or, in the case of certain credit default swaps, a mean price provided by a pricing service. Pricing services use modeling techniques that incorporate security characteristics such as current quotations by broker/dealers, coupon, maturity, quality, type of issue, trading characteristics, other yield and risk factors, and other market conditions to determine an evaluated bid price. When reliable market quotations are not considered to be readily available, which may be the case, for example, with respect to restricted securities, certain debt securities, preferred stocks and foreign securities, the investments are valued at their fair value as determined in good faith by the Manager under procedures established and periodically reviewed by the Fund's Board of Directors.

The value of foreign securities used in computing the net asset value per share is generally determined as of the close of the foreign exchange where the security is principally traded. Events that occur after the close of the applicable foreign market or exchange but prior to the calculation of the Accounts' net asset values are reflected in the Accounts' net asset values and these securities are valued at fair value as determined in good faith by the Manager under procedures established and periodically reviewed by the Fund's Board of Directors. Many factors are reviewed in the course of making a good faith determination of a security's fair value, including, but not limited to, price movements in ADRs, futures contracts, industry indices, general indices, and foreign currencies.

To the extent the Accounts invest in foreign securities listed on foreign exchanges which trade on days on which the Accounts do not determine net asset values, for example weekends and other customary national U.S. holidays, the Accounts' net asset values could be significantly affected on days when shareholders cannot purchase or redeem shares.

Certain securities issued by companies in emerging market countries may have more than one quoted valuation at any given point in time, sometimes referred to as a "local" price and a "premium" price. The premium price is often a negotiated price, which may not consistently represent a price at which a specific transaction can be effected. It is the policy of the Accounts to value such securities at prices at which it is expected those shares may be sold, and the Manager or any sub-advisor is authorized to make such determinations subject to such oversight by the Fund's Board of Directors as may occasionally be necessary.

Currency Translation. Foreign holdings are translated to U.S. dollars using the exchange rate at the daily close of the New York Stock Exchange. The identified cost of the Accounts' holdings is translated at approximate rates prevailing when acquired. Income and expense amounts are translated at approximate rates prevailing when received or paid, with daily accruals of such amounts reported at approximate rates prevailing at the date of valuation. Since the carrying amount of the foreign securities is determined based on the exchange rate and market values at the close of the period, it is not practicable to isolate that portion of the results of operations arising as a result of changes in the foreign exchange rates from the fluctuations arising from changes in the market prices of securities during the period.

Net realized foreign exchange gains or losses arise from sales of foreign currencies, currency gains or losses realized between trade and settlement dates on security transactions, and the difference between the amount of dividends and foreign withholding taxes recorded on the books and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized appreciation (depreciation) on translation of assets and liabilities in foreign currencies arise from changes in the exchange rate relating to assets and liabilities, other than investments in securities, purchased and held in non-U.S. denominated currencies.

2. Significant Accounting Policies (Continued)

The following Accounts held securities denominated in foreign currencies that exceeded 5% of net assets of the Account:

<u>Diversified</u>		<u>International</u>	
<u>International Account</u>		<u>Emerging Markets Account</u>	
Euro	23.3%	Hong Kong Dollar	19.9%
Japanese Yen	15.1	South Korean Won	14.4
Canadian Dollar	12.0	New Taiwan Dollar	12.7
British Pound Sterling	10.9	South African Rand	7.8
Swiss Franc	6.0	Indian Rupee	7.7
Hong Kong Dollar	5.0	Brazilian Real	7.6

Income and Investment Transactions. The Accounts record investment transactions on a trade date basis. Trade date for senior floating rate interests purchased in the primary market is considered the date on which the loan allocations are determined. Trade date for senior floating rate interests purchased in the secondary market is the date on which the transaction is entered into. The identified cost basis has been used in determining the net realized gain or loss from investment transactions and unrealized appreciation or depreciation of investments. The Accounts record dividend income on the ex-dividend date, except dividend income from foreign securities whereby the ex-dividend date has passed; such dividends are recorded as soon as the Accounts are informed of the ex-dividend date. Interest income is recognized on an accrual basis. Discounts and premiums on securities are accreted/amortized over the lives of the respective securities. The Accounts allocate daily all income and realized and unrealized gains or losses to each class of shares based upon the relative proportion of the value of shares outstanding of each class.

Expenses. Expenses directly attributed to a particular Account are charged to that Account. Other Account expenses not directly attributed to an Account are apportioned among the registered investment companies managed by the Manager.

Management fees are allocated daily to each class of shares based upon the relative proportion of the value of shares outstanding of each class. Expenses specifically attributable to a particular class are charged directly to such class and are included separately in the statements of operations.

In addition to the expenses that each of the Principal LifeTime Accounts, SAM Portfolios, Diversified Balanced Account, Diversified Balanced Managed Volatility Account, Diversified Growth Account, Diversified Growth Managed Volatility Account, Diversified Income Account and Multi-Asset Income Account (collectively, the “Fund of Funds”) bears directly, each of the Fund of Funds indirectly bears a pro rata share of the fees and expenses of the Underlying Funds in which they invest. Because the Underlying Funds have varied expense levels and each of the Fund of Funds may own different proportions of Underlying Funds at different times, the amount of expense incurred indirectly by each of the Fund of Funds will vary. Expenses included in the statements of operations of the Fund of Funds reflect the expenses of each Fund of Fund and do not include any expenses associated with the Underlying Funds.

Dividends and Distributions to Shareholders. Dividends and distributions to shareholders are recorded on the ex-dividend date. Dividends and distributions to shareholders from net investment income and net realized gain from investments and foreign currency transactions are determined in accordance with federal tax regulations, which may differ from U.S. generally accepted accounting principles. These differences are primarily due to differing treatments for net operating losses, mortgage-backed securities, certain defaulted securities, expiring capital loss carry forwards, certain preferred securities, redemptions-in-kind, amortization of premiums and discounts, futures contracts, sales of Passive Foreign Investment Companies, losses deferred due to wash sales, swap agreements, and foreign currency transactions. Permanent book and tax basis differences are reclassified within the capital accounts based on federal tax-basis treatment; temporary differences do not require reclassification. To the extent dividends and distributions exceed current and accumulated earnings and profits for federal income tax purposes, they are reported as return of capital distributions.

Real Estate Securities Account receives distributions from holdings in Real Estate Investment Trusts (“REITs”). Distributions from REITs may be characterized as ordinary income, net capital gain, or a return of capital to the Account. The proper characterization of REIT distributions is generally not known until after the end of each calendar year. As such, estimates must be used in reporting the character of income and distributions for financial statement purposes.

2. Significant Accounting Policies (Continued)

Federal Income Taxes. No provision for federal income taxes is considered necessary because each of the Accounts intends to qualify as a “regulated investment company” under the Internal Revenue Code and intends to distribute each year substantially all of its net investment income and realized capital gains to shareholders.

Management evaluates tax positions taken or expected to be taken in the course of preparing the Accounts’ tax returns to determine whether it is “more likely than not” that each tax position would be sustained upon examination by a taxing authority based on the technical merits of the position. Tax positions not deemed to meet the more likely than not threshold would be recorded as a tax benefit or expense in the current year. During the period ended June 30, 2016, the Accounts did not record any such tax benefit or expense in the accompanying financial statements. The statute of limitations remains open for the fiscal years from 2012-2015. No examinations are in progress at this time.

Foreign Taxes. Certain of the Accounts are subject to foreign income taxes imposed by certain countries in which they invest. Foreign income taxes are accrued by the Accounts as a reduction of income. These amounts are shown as withholding tax on foreign dividends on the statements of operations. In consideration of recent decisions rendered by European courts, the Funds have filed additional tax reclaims for taxes withheld in prior years. Due to the uncertainty and timing of these reclaims, a corresponding receivable will only be recorded when both the amount is known and there are no significant uncertainties regarding collectability.

Gains realized upon the disposition of certain foreign securities held by the Accounts may be subject to capital gains tax, payable prior to repatriation of sale proceeds. The tax is computed on certain net realized gains and, if any, is shown on the statement of operations. Realized losses in excess of gains may be carried forward to offset future gains. In addition, the Accounts accrue an estimated deferred tax liability for future gains on certain foreign securities. Any accrued tax liability is shown on the statement of assets and liabilities. At June 30, 2016, Diversified International Account had no foreign tax refund receivable and had a deferred tax liability of \$26,000 and International Emerging Markets Account had no foreign tax refund receivable and had no deferred tax liability relating to foreign securities.

3. Operating Policies

Borrowings. Pursuant to an exemptive order issued by the Securities and Exchange Commission, the Accounts and other registered investment companies managed by the Manager may participate in an interfund lending facility (“Facility”). The Facility allows the Accounts to borrow money from or loan money to the other participants. Loans under the Facility are made to handle unusual and/or unanticipated short-term cash requirements. Interest paid and received on borrowings is the average of the current repurchase agreement rate and the bank loan rate (the higher of (i) the Federal Funds Rate or (ii) the One Month LIBOR rate plus 1.00%). During the period ended June 30, 2016, Diversified International Account, LargeCap Growth Account, LargeCap Value Account, MidCap Account, and Real Estate Securities Account each borrowed from the Facility. Bond Market Index Account, Core Plus Bond Account, Government & High Quality Bond Account, Income Account, LargeCap Growth Account I, LargeCap S&P 500 Index Account, LargeCap Value Account, Principal Capital Appreciation Account, and SmallCap Account each loaned to the Facility. The interest expense associated with these borrowings is included in other expenses on the statements of operations. The interest received is included in interest on the statements of operations. There were no outstanding borrowings as of June 30, 2016.

In addition, certain of the Accounts participate with other registered investment companies managed by the Manager in an unsecured joint line of credit with a bank which allows the participants to borrow up to \$75 million, collectively. Borrowings are made solely to facilitate the handling of unusual and/or unanticipated short-term cash requirements. Interest is charged to each participant, based on its borrowings, at a rate equal to the higher of the Federal Funds Rate or the One Month LIBOR rate plus 1.00%. Additionally, a commitment fee is charged at an annual rate of .15% on the amount of the line of credit. The Accounts did not borrow against the line of credit during the period ended June 30, 2016.

3. Operating Policies (Continued)

Counterparties. The Accounts may be exposed to counterparty risk, or the risk that another party with which the Accounts have unsettled or open transactions will fail to perform on their commitment. To the extent that unpaid amounts owed to the Accounts exceed a predetermined threshold agreed to with the counterparty, such counterparty shall advance collateral to the Accounts in the form of cash or cash equivalents equal in value to the unpaid amount owed to the Accounts. If the unpaid amount owed to the Accounts subsequently decreases, the Accounts would be required to return all or a portion of the collateral.

Master Netting Agreements may also help limit counterparty risk by specifying collateral posting arrangements at pre-arranged exposure levels. Under the Master Netting Agreements, collateral is routinely transferred if the total net exposure to certain transactions governed under the relevant master netting agreement with a counterparty exceeds a specified threshold.

The financial instruments that are subject to Master Netting Agreements or similar agreements may include right of setoff provisions. Derivative instruments include provisions to setoff positions covered under the agreements with the same counterparties and provisions to setoff positions outside of the agreements with the same counterparties in the event of default by one of the parties. Derivative instruments also include collateral provisions. Collateral received and pledged are generally settled daily with each counterparty.

Foreign Currency Contracts. Certain of the Accounts may be subject to foreign currency exchange rate risk in the normal course of pursuing such Account's investment objectives. The Accounts may use foreign currency contracts to gain exposure to, or hedge against changes in the value of foreign currencies. Certain of the Accounts enter into forward contracts to purchase or sell foreign currencies at a specified future date at a fixed exchange rate. Forward foreign currency contracts are valued at the forward rate, and are marked-to-market daily. The change in market value is recorded by the Accounts as an unrealized gain or loss. When the contract is closed, the Accounts record a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed.

The use of forward foreign currency contracts does not eliminate the fluctuations in underlying prices of the Accounts' portfolio securities, but it does establish a rate of exchange that can be achieved in the future. Although forward foreign currency contracts limit the risk of loss due to a decline in the value of the hedged currency, they also limit any potential gain that might result should the value of the currency increase. In addition, the Accounts could be exposed to risks if the counterparties to the contracts are unable to meet the terms of their contracts or if the value of the currency changes unfavorably to the U.S. dollar.

Futures Contracts. The Accounts are subject to equity price risk, interest rate risk, and foreign currency exchange rate risk in the normal course of pursuing their investment objectives. The Accounts (with the exception of Diversified Balanced Account, Diversified Balanced Managed Volatility Account, Diversified Growth Account, Diversified Growth Managed Volatility Account, Diversified Income Account, Multi-Asset Income Account, Principal LifeTime Accounts, and SAM Portfolios) may enter into futures contracts to hedge against changes in or to gain exposure to, change in the value of equities, interest rates and foreign currencies. Initial margin deposits are made by cash deposits or segregation of specific securities as may be required by the exchange on which the transaction was conducted. Pursuant to the contracts, an account agrees to receive from or pay to the broker, an amount of cash equal to the daily fluctuation in the value of the contract. Such receipts or payments are known as "variation margin" and are recorded by the account as a variation margin receivable or payable on financial derivative instruments. During the period the futures contracts are open, daily changes in the fair value of the contracts are recognized as unrealized gains or losses. These unrealized gains or losses are included as a component of net unrealized appreciation (depreciation) of investments on the statements of assets and liabilities. When the contracts are closed, the account recognizes a realized gain or loss equal to the difference between the proceeds from, or cost of, the closing transaction and the account's cost basis in the contract. There is minimal counterparty credit risk to the Accounts because futures are exchange traded and the exchange's clearinghouse, as counterparty to all exchange traded futures, guarantees the futures against default.

Illiquid Securities. Illiquid securities generally cannot be sold or disposed of in the ordinary course of business (within seven calendar days) at approximately the value at which each of the Accounts has valued the investments. This may have an adverse effect on each of the Accounts' ability to dispose of particular illiquid securities at fair value and may limit each of the Accounts' ability to obtain accurate market quotations for purposes of valuing the securities.

3. Operating Policies (Continued)

Indemnification. Under the Fund’s by-laws, present and past officers, directors and employees are indemnified against certain liabilities arising out of the performance of their duties. In addition, in the normal course of business, the Fund may enter into a variety of contracts that may contain representations and warranties which provide general indemnifications. The Fund’s maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Fund.

Inflation-Indexed Bonds. Certain of the Accounts may invest in inflation-indexed bonds. Inflation-indexed bonds are fixed-income securities whose principal value is periodically adjusted to the rate of inflation. The interest rate on these bonds is generally fixed at issuance at a rate lower than typical bonds. Over the life of an inflation-indexed bond, however, interest will be paid based on a principal value, which is adjusted for inflation. Any increase or decrease in the principal amount of an inflation-indexed bond will be included as interest income on the statements of operations, even though the Accounts would not receive the principal until maturity.

Mortgage Dollar Rolls. Certain of the Accounts have entered into mortgage-dollar-roll transactions on “to-be-announced” securities (“TBA’s”), in which the Account sells mortgage-backed securities and simultaneously agrees to purchase similar securities in the future at a predetermined price. The proceeds of the securities sold in mortgage-dollar-roll transactions are invested in additional securities. The Account forgoes principal and interest paid on the securities, and is compensated by interest earned on the proceeds of the initial sale and by a lower price on the securities to be repurchased. The Accounts treat mortgage-dollar-roll transactions as purchases and sales; as such, these transactions may increase the Accounts' portfolio turnover ratio. Amounts to be received or paid in connection with open mortgage-dollar-rolls are included in Investment securities sold and Investment securities purchased on the statements of assets and liabilities.

Options Contracts. During the period LargeCap S&P 500 Managed Volatility Index Account wrote call and put options on indices it owns or in which it may invest for both hedging and non-hedging purposes. Writing put options tends to increase a fund’s exposure to the underlying instrument. Writing call options tends to decrease a fund’s exposure to the underlying instrument. When a fund writes a call or put option, an amount equal to the premium received is recorded as a liability and subsequently marked to market to reflect the current value of the option written. These liabilities are reflected as options contracts written on the statements of assets and liabilities. Premiums received from writing options which expire are treated as realized gains. Premiums received from writing options which are exercised or closed are added to the proceeds or offset against amounts paid on the underlying index to determine the realized gain or loss. A fund, as a writer of an option, has no control over whether the underlying index may be sold (call) or purchased (put) and as a result bears the market risk of an unfavorable change in the price of the index underlying the written option. There is the risk a fund may not be able to enter into a closing transaction because of an illiquid market. A fund may also purchase put and call options. Purchasing call options tends to increase a fund’s exposure to the underlying instrument. Purchasing put options tends to decrease a fund’s exposure to the underlying instrument. A fund pays a premium which is included on the fund’s statements of assets and liabilities as an investment and subsequently marked to market to reflect the current value of the option. Premiums paid for purchasing options which expire are treated as realized losses. The risk associated with purchasing put and call options is limited to the premium paid. Premiums paid for purchasing options which are exercised or closed are added to the amounts paid or offset against the proceeds on the underlying index transaction to determine the realized gain or loss. Details of options contracts open at period end are included in the Funds' schedules of investments. Transactions in options written during the period ended June 30, 2016, were as follows:

<u>LargeCap S&P 500 Managed Volatility Index Account</u>	<u>Number of Contracts</u>	<u>Premium (thousands)</u>
Beginning of year	410	\$ 355
Options written	7,170	6,901
Options expired	(4,625)	(4,460)
Options closed	(2,555)	(2,412)
Options exercised	—	—
Balance at end of period	400	\$ 384

3. Operating Policies (Continued)

Rebates. Subject to best execution, the Accounts may direct certain portfolio transactions to brokerage firms that, in turn, have agreed to rebate a portion of the related brokerage commission to the Accounts in cash. Commission rebates are included as a component of realized gain from investment transactions in the statements of operations.

Repurchase Agreements. The Accounts may invest in repurchase agreements that are fully collateralized, typically by U.S. government or U.S. government agency securities. It is the Accounts' policy that its custodian takes possession of the underlying collateral securities. The fair value of the collateral is at all times at least equal to the total amount of the repurchase obligation. In the event of default on the obligation to repurchase, the Accounts have the right to liquidate the collateral and apply the proceeds in satisfaction of the obligation. In the event the seller of a repurchase agreement defaults, the Accounts could experience delays in the realization of the collateral.

Restricted Securities. Certain of the Accounts may invest in securities that are subject to legal or contractual restrictions on resale. These securities generally may be resold in transactions exempt from registration or to the public if the securities are registered. Disposal of these securities may involve time-consuming negotiations and expense, and prompt sale at an acceptable price may be difficult.

Senior Floating Rate Interests. The Accounts may invest in senior floating rate interests (bank loans). Senior floating rate interests hold the most senior position in the capital structure of a business entity (the "Borrower"), are typically secured by specific collateral and have a claim on the assets and/or stock of the Borrower that is senior to that held by subordinated debtholders and stockholders of the Borrower. Senior floating rate interests are typically structured and administered by a financial institution that acts as the agent of the lenders participating in the senior floating rate interest. Senior floating rate interests are typically rated below-investment-grade, which means they are more likely to default than investment-grade loans. A default could lead to non-payment of income which would result in a reduction of income to the account and there can be no assurance that the liquidation of any collateral would satisfy the Borrower's obligation in the event of non-payment of scheduled interest or principal payments, or that such collateral could be readily liquidated.

Senior floating rate interests pay interest at rates which are periodically reset by reference to a base lending rate plus a spread. These base lending rates are generally the prime rate offered by a designated U.S. bank or the London InterBank Offered Rate (LIBOR) or the prime rate offered by one or more major United States banks.

Senior floating rate interests generally are subject to mandatory and/or optional prepayment. Because of these mandatory prepayment conditions and because there may be significant economic incentives for the Borrower to repay, prepayments of senior floating rate interests may occur. As a result, the actual remaining maturity of senior floating rate interests may be substantially less than stated maturities shown in the schedules of investments.

In connection with the Senior floating rate interests, the Accounts may also enter into unfunded loan commitments ("commitments"). All or a portion of the commitments may be unfunded. The Accounts are obligated to fund these commitments at the borrower's discretion. Therefore, the Accounts must have funds sufficient to cover its contractual obligation. Unfunded loan commitments are marked to market daily and the unrealized gain or loss is shown as a separate line item called unrealized gain or loss on unfunded loan commitments on the statements of assets and liabilities. As of June 30, 2016, the Accounts had no unfunded loan commitments outstanding.

3. Operating Policies (Continued)

Short Sales. Bond Market Index Account entered into short sales transactions during the period. A short sale is a transaction in which an account sells a security it does not own as a hedge against some of its long positions and/or in anticipation of a decline in the market price of the security. The account must borrow the security sold short and deliver it to the broker dealer which made the short sale. A security sold in a short sale transaction and the interest or dividend payable on the security if any, is reflected as a liability on the statement of assets and liabilities. The account is obligated to pay any interest or dividends received on the borrowed securities. Interest accrued and dividends declared on short positions are recorded as an expense and appear as dividends and interest on shorts on the statement of operations. An account is obligated to deliver the security at the market price at the time the short position is closed. Possible losses from short sales may be unlimited.

The account is required to pledge cash or securities to the broker as collateral for securities sold short. Collateral requirements are calculated daily based on the current market value of the short positions. Cash deposited with the broker for collateral is included in deposits with counterparty on the statement of assets and liabilities and securities segregated as collateral are footnoted in the schedule of investments. The account may pay broker's fees on the borrowed securities and may also pay a financing charge for the difference in the market value of the short position and cash collateral deposited with the broker. These fees are included as short sale fees on the statement of operations.

Swap Agreements. Core Plus Bond Account invested in swap agreements during the period. Swap agreements are privately negotiated agreements between an Account and a counterparty to exchange a series of cash flows at specified intervals based upon, or calculated by reference to, changes in specified prices or rates for a specified amount of an underlying asset. An Account may enter into credit default, interest rate, or total return swap agreements to manage its exposure to credit, interest rate, or market risk. In connection with these agreements, securities may be identified as collateral in accordance with the terms of the respective swap agreements to provide assets of value and recourse in the event of default or bankruptcy/insolvency.

Swap agreements are valued through a pricing service or using procedures established and periodically reviewed by the Fund's Board of Directors; changes in value are recorded as unrealized gain or loss. These unrealized gains or losses are included as a component of net unrealized appreciation (depreciation) of investments on the statements of assets and liabilities.

Upon termination of swap agreements, the Accounts recognize a realized gain or loss. Net periodic payments to be received or paid are accrued daily and are recorded in the statements of operations as realized gains or losses.

Payments received or made at the beginning of the measurement period are reflected as such on the statements of assets and liabilities and represent payments made or received upon entering into the swap agreement to compensate for differences between the stated terms of the swap agreement and prevailing market conditions (credit spreads, interest rates, and other relevant factors). These upfront payments are amortized daily over the term of the swap agreement as realized gains or losses on the statements of operations.

Notional principal amounts are used to express the extent of involvement in these agreements. Risks may exceed amounts shown on the statements of assets and liabilities. These risks include changes in the returns of the underlying instruments, unfavorable interest rate fluctuation, that the counterparty to the agreements may default on its obligation to perform or disagree as to the meaning of contractual terms in the agreements, and the possible lack of liquidity with respect to the swap agreements.

The Accounts and any counterparty are required to maintain an agreement that requires the Accounts and that counterparty to monitor the net fair value of all derivative transactions entered into pursuant to the contract between the Accounts and such counterparty. If the net fair value of such derivatives transactions between the Accounts and that counterparty exceeds a certain threshold (as defined in the agreement), the Accounts or the counterparty are required to post cash and/or securities as collateral. Fair values of derivatives transactions presented in the financial statements are not netted with the fair values of other derivatives transactions or with any collateral amounts posted by the Accounts or any counterparty.

Credit default swaps involve commitments to pay a fixed rate at a predetermined frequency in exchange for a lump sum payment if a "credit event", as defined in the agreement, affecting a third party occurs. Credit events may include a failure to pay interest, bankruptcy, restructuring, or other event as defined in the agreement. A "buyer" of credit protection agrees to pay a counterparty to assume the credit risk of an issuer upon the occurrence of a credit event. The "seller" of the protection receives periodic payments and agrees to assume the credit risk of an issuer upon the occurrence of a credit event. As the seller of credit protection, an Account would add leverage to its portfolio because, in addition to its total net assets, an Account would be subject to investment exposure on the notional amount of the swap.

3. Operating Policies (Continued)

If an Account is a seller of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the account will either (i) pay to the buyer of protection an amount equal to the notional amount of the swap and take delivery of the referenced obligation, other deliverable obligations or underlying securities comprising the referenced index or (ii) pay a net settlement amount in the form of cash or securities equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index. If an Account is a buyer of protection and a credit event occurs, as defined under the terms of that particular swap agreement, an Account will either (i) receive from the seller of protection an amount equal to the notional amount of the swap and deliver the referenced obligation, other deliverable obligations or underlying securities comprising the referenced index or (ii) receive a net settlement amount in the form of cash or securities equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index.

Credit default swap agreements on credit indices involve one party making a stream of payments to another party in exchange for the right to receive a specified return in the event of a write-down, principal shortfall, interest shortfall or default of all or part of the referenced entities comprising the credit index. A credit index is a basket of credit instruments or exposures designed to be representative of some part of the credit market as a whole. These indices are made up of reference credits that are judged by a poll of dealers to be the most liquid entities in the credit default swap market based on the sector of the index. Components of the indices may include, but are not limited to, investment grade securities, high yield securities, asset backed securities, emerging markets, and/or various credit ratings within each sector. Credit indices are traded using credit default swaps with standardized terms including a fixed spread and standard maturity dates. An index credit default swap references all the names in the index, and if there is a default, the credit event is settled based on that name's weight in the index. The composition of the indices changes periodically, usually every six months, and for most indices, each name has an equal weight in the index. An Account may use credit default swaps on credit indices to hedge a portfolio of credit default swaps or bonds with a credit default swap on indices which is less expensive than it would be to buy many credit default swaps to achieve a similar effect. Credit-default swap on indices are benchmarks for protecting investors owning bonds against default, and traders use them to speculate on changes in credit quality.

For credit default swap agreements on asset-backed securities and credit indices, the quoted market prices and resulting values serve as the indicator of the current status of the payment/performance risk. Wider credit spreads and increasing values, in absolute terms when compared to the notional amount of the swap, represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.

The maximum potential amount of future payments (undiscounted) that an Account as a seller of protection could be required to make under a credit default swap agreement would be an amount equal to the notional amount of the agreement. Notional amounts of all credit default swap agreements outstanding as of June 30, 2016 for which an Account is the seller of protection are disclosed in the footnotes to the Schedules of Investments. These potential amounts would be partially offset by any recovery values of the respective referenced obligations, upfront payments received upon entering into the agreement, or net amounts received from the settlement of buy protection credit default swap agreements entered into by an Account for the same referenced entity or entities.

Interest rate swaps involve the commitment to exchange cash flows based on changes in the value of a specific reference security or basket of securities.

To Be Announced Securities. The Accounts may trade portfolio securities on a "to-be-announced" ("TBA") or when-issued basis. In a TBA or when-issued transaction, the Accounts commit to purchase or sell securities for which all specific information is not known at the time of the trade. Securities purchased on a TBA or when-issued basis are not settled until they are delivered to the account, normally 15 to 30 days later. These transactions are subject to market fluctuations and their current value is determined in the same manner as for other portfolio securities.

Underlying Funds. The performance and risks of each Principal LifeTime Account, SAM Portfolio, Diversified Balanced Account, Diversified Balanced Managed Volatility Account, Diversified Growth Account, Diversified Growth Managed Volatility Account, Diversified Income Account, and Multi-Asset Income Account (singly, "a fund of funds" and collectively, "the funds of funds") directly correspond to the performance and risks of the underlying funds in which the fund of funds invest. By investing in many underlying funds, the funds of funds have partial exposure to the risks of many different areas of the market. The more a fund of funds allocates to stock funds, the greater the expected risk.

3. Operating Policies (Continued)

An underlying fund to a fund of funds may experience relatively large redemptions or purchases as the fund of funds periodically reallocates or rebalances its assets. These transactions may accelerate the realization of taxable income if sales of portfolio securities result in gains and could increase transaction costs. In addition, when a fund of funds reallocates or redeems significant assets away from an underlying fund, the loss of assets to the underlying fund could result in increased expense ratios for that fund.

The Manager is the advisor to the Principal LifeTime Accounts, SAM Portfolios, Diversified Balanced Account, Diversified Balanced Managed Volatility Account, Diversified Growth Account, Diversified Growth Managed Volatility Account, Diversified Income Account, Multi-Asset Income Account and each of the underlying funds. Principal Global Investors, LLC ("PGI") is Sub-Advisor to the Principal LifeTime Accounts and Edge Asset Management, Inc. ("Edge") is the Sub-Advisor to the SAM Portfolios. Either PGI or Edge also serves as Sub-Advisor to some or all of the underlying funds. The Manager, PGI, and Edge are committed to minimizing the potential impact of underlying fund risk on underlying funds to the extent consistent with pursuing the investment objectives of the fund of funds which it manages. Each may face conflicts of interest in fulfilling its responsibilities to all such funds.

As of June 30, 2016, the Principal LifeTime Accounts, SAM Portfolios, Diversified Balanced Account, Diversified Balanced Managed Volatility Account, Diversified Growth Account, Diversified Growth Managed Volatility Account, Diversified Income Account, and Multi-Asset Income Account owned the following percentages, in the aggregate, of the outstanding shares of the underlying funds listed below:

<u>Account</u>	<u>Total Percentage of Outstanding Shares Owned</u>	<u>Account</u>	<u>Total Percentage of Outstanding Shares Owned</u>
Bond Market Index Account	99.82%	LargeCap S&P 500 Index Account	90.87%
Core Plus Bond Account	23.23	LargeCap S&P 500 Managed Volatility Index Account	100.00
Equity Income Account	34.67	MidCap Account	13.20
Government & High Quality Bond Account	35.07	Short-Term Income Account	10.79
Income Account	94.89		

U.S. Government Agencies or Government-Sponsored Enterprises. Certain of the Accounts may invest in U.S. Government agencies or government-sponsored enterprises. U.S. Government securities are obligations of, and in certain cases, guaranteed by, the U.S. Government or its agencies. The U.S. Government does not guarantee the net asset value of the Accounts' shares. Some U.S. Government securities such as treasury bills, notes and bonds, and securities guaranteed by the Government National Mortgage Association ("GNMA") are supported by the full faith and credit of the U.S. Government. Other securities, such as those of the Federal Home Loan Bank are supported by the right of the issuer to borrow from the U.S. Department of the Treasury. Still other securities, such as those of the Federal National Mortgage Association ("FNMA") are supported by the discretionary authority of the U.S. Government to purchase the agency's obligations.

Government related guarantors (those not backed by the full faith and credit of the United States Government) include FNMA and the Federal Home Loan Mortgage Corporation ("FHLMC"). FNMA is a government sponsored corporation the common stock of which is owned entirely by private stockholders. FNMA purchases conventional residential mortgages from a list of approved seller/servicers which include state and federally chartered savings and loan associations, mutual savings banks, commercial banks, credit unions, and mortgage bankers. Pass-through securities issued by FNMA are guaranteed as to the timely payment of principal and interest by FNMA, but are not backed by the full faith and credit of the U.S. Government. FHLMC issues Participation Certificates which are pass-through securities, each representing an undivided interest in a pool of residential mortgages. FHLMC guarantees the timely payment of interest and ultimate collection of principal, but Participation Certificates are not backed by the full faith and credit of the U.S. Government.

NOTES TO FINANCIAL STATEMENTS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
June 30, 2016 (unaudited)

3. Operating Policies (Continued)

Derivatives. The following tables provide information about where in the statements of assets and liabilities and statements of operations information about derivatives can be found (amounts shown in thousands):

Derivatives not accounted for as hedging instruments	Asset Derivatives June 30, 2016		Liability Derivatives June 30, 2016			
	Statement of Assets	Location	Fair Value	Statement of Assets and Liabilities Location	Fair Value	
Core Plus Bond Account						
Credit contracts	Receivables, Net Assets	Consist of Net unrealized appreciation (depreciation) of investments	\$ —	Payables, Net Assets	Consist of Net unrealized appreciation (depreciation) of investments	\$ 382*
Interest rate contracts	Receivables, Net Assets	Consist of Net unrealized appreciation (depreciation) of investments	\$ 636*	Payables, Net Assets	Consist of Net unrealized appreciation (depreciation) of investments	\$ 38*
			Total\$			\$ 420
LargeCap Growth Account I						
Equity contracts	Receivables, Net Assets	Consist of Net unrealized appreciation (depreciation) of investments	\$ —	Payables, Net Assets	Consist of Net unrealized appreciation (depreciation) of investments	\$ 14*
LargeCap S&P 500 Index Account						
Equity contracts	Receivables, Net Assets	Consist of Net unrealized appreciation (depreciation) of investments	\$ 211*	Payables, Net Assets	Consist of Net unrealized appreciation (depreciation) of investments	\$ —
LargeCap S&P 500 Managed Volatility Index Account						
Equity contracts	Receivables, Net Assets	Consist of Net unrealized appreciation (depreciation) of investments	\$ 413*	Payables, Net Assets	Consist of Net unrealized appreciation (depreciation) of investments	\$ 158

*Includes cumulative unrealized appreciation/depreciation of exchange cleared swaps and futures contracts as shown in the schedules of investments. Only the portion of the unrealized appreciation/depreciation not yet cash settled is shown in the statements of assets and liabilities as variation margin.

Derivatives not accounted for as hedging instruments	Location of Gain or (Loss) on Derivatives Recognized in Statement of Operations	Realized Gain or (Loss) on Derivatives Recognized in Statement of Operations	Change in Unrealized Appreciation/(Depreciation) of Derivatives Recognized in Statement of Operations
Core Plus Bond Account			
Credit contracts	Net realized gain (loss) from Swap agreements/Change in unrealized appreciation/(depreciation) of Swap agreements	\$ 64	\$ (403)
Interest rate contracts	Net realized gain (loss) from Futures contracts/Change in unrealized appreciation/(depreciation) of Futures contracts	\$ 560	\$ 537
	Total	\$ 624	\$ 134
LargeCap Growth Account I			
Equity contracts	Net realized gain (loss) from Futures contracts/Change in unrealized appreciation/(depreciation) of Futures contracts	\$ 250	\$ 19
LargeCap S&P 500 Index Account			
Equity contracts	Net realized gain (loss) from Futures contracts/Change in unrealized appreciation/(depreciation) of Futures contracts	\$ (355)	\$ (30)
LargeCap S&P 500 Managed Volatility Index Account			
Equity contracts	Net realized gain (loss) from Investment transactions, Futures contracts, and Options and swaptions/Change in unrealized appreciation/(depreciation) of Investments, Futures contracts, and Options and swaptions	\$ (66)	\$ (35)

Long equity futures contracts are used to obtain market exposure for the cash balances that are maintained by certain of the Accounts and the notional values of the futures contracts will vary in accordance with the changing cash balances. Long and short U.S. Treasury futures contracts are used to obtain interest rate exposure in order to manage duration of the Core Plus Bond Account. The level of derivative activity disclosed in the schedules of investments is representative of the level of derivative activity used in the Accounts throughout the period ended June 30, 2016.

4. Fair Value

Fair value is defined as the price that the Accounts would receive upon selling a security in a timely transaction to an independent buyer in the principal or most advantageous market of the security at the measurement date. In determining fair value, the Accounts use various valuation approaches, including market, income and/or cost approaches. A hierarchy for inputs is used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available.

Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent of the Accounts. Unobservable inputs are inputs that reflect the Accounts own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances.

The three-tier hierarchy of inputs is summarized in the three broad levels listed below.

- Level 1 – Quoted prices are available in active markets for identical securities as of the reporting date. The type of securities included in Level 1 includes listed equities and listed derivatives.
- Level 2 – Other significant observable inputs (including quoted prices for similar investments, interest rates, prepayments speeds, credit risk, etc.). Investments which are generally included in this category include corporate bonds, senior floating rate interests, and municipal bonds.
- Level 3 – Significant unobservable inputs (including the Accounts' assumptions in determining the fair value of investments). Investments which are generally included in this category include certain corporate bonds and certain mortgage backed securities.

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including, for example, the type of security, whether the security is new and not yet established in the market place, and other characteristics particular to the transaction. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised by the Accounts in determining fair value is greatest for instruments categorized in Level 3.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes the level in the fair value hierarchy within which the fair value measurement in its entirety falls is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

Fair value is a market based measure considered from the perspective of a market participant who holds the asset rather than an entity specific measure. Therefore, even when market assumptions are not readily available, the Account's own assumptions are set to reflect those that market participants would use in pricing the asset or liability at the measurement date. The Accounts use prices and inputs that are current as of the measurement date.

Investments which are generally included in the Level 3 category are primarily valued using quoted prices from brokers and dealers participating in the market for these investments. These investments are classified as Level 3 investments due to the lack of market transparency and market corroboration to support these quoted prices. Valuation models may be used as the pricing source for other investments classified as Level 3. Valuation models rely on one or more significant unobservable inputs such as prepayment rates, probability of default, or loss severity in the event of default. Significant increases in any of those inputs in isolation would result in a significantly lower fair value measurement. Benchmark pricing procedures set the base price of a security based on current market data. The base price may be a broker-dealer quote, transaction price, or internal value based on relevant market data.

The fair values of these entities are dependent on economic, political and other considerations. The values of the investments may be affected by significant changes in the economic conditions, changes in government policies, and other factors (e.g., natural disasters, accidents, conflicts, etc.).

NOTES TO FINANCIAL STATEMENTS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
 June 30, 2016 (unaudited)

4. Fair Value (Continued)

Fair value of these investments is determined in good faith by the Manager under procedures established and periodically reviewed by the Account's Board of Directors. The Manager has established a Valuation Committee of senior officers and employees, with the responsibility of overseeing the pricing and valuation of all securities, including securities where market quotations are not readily available. The Valuation Committee meets monthly and reports directly to the Board of Directors. The Pricing Group who reports to the Valuation Committee relies on the established Pricing Policies to determine fair valuation. Included in the Pricing Policies is an overview of the approved valuation technique established for each asset class. The Pricing Group will consider all appropriate information available when determining fair valuation.

The Pricing Group relies on externally provided valuation inputs to determine the value of Level 3 securities. Security values are updated as new information becomes available. Valuation data and changes in valuation amounts are reviewed on a daily basis based on specified criteria for the security, asset class, and other factors. In addition, valuation data is periodically compared to actual transactions executed by the Accounts (i.e., purchases/sales) and differences between transaction prices and prior period valuation data are investigated based on specified tolerances.

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those instruments.

The beginning of the period timing recognition has been adopted for the significant transfers between levels of each Account's assets and liabilities. There were no significant purchases, sales, or transfers into or out of Level 3, except as noted in the Level 3 roll forward. In the Core Plus Bond Account, \$398,100 was transferred from Level 2 to Level 1 as of June 30, 2016 due to the resumption of trading for a previous thinly traded security.

The following is a summary of the inputs used as of June 30, 2016 in valuing the Funds' securities carried at value (amounts shown in thousands):

Account	Level 1 - Quoted Prices	Level 2 - Other Significant Observable Inputs	Level 3 - Significant Unobservable Inputs	Totals (Level 1,2,3)
Balanced Account				
Bonds*	\$ —	\$ 10,343	\$ 15	\$ 10,358
Common Stocks*	25,453	—	—	25,453
Investment Companies*	767	—	—	767
Senior Floating Rate Interests*	—	32	—	32
U.S. Government & Government Agency Obligations*	—	7,697	—	7,697
Total investments in securities	\$ 26,220	\$ 18,072	\$ 15	\$ 44,307
Bond Market Index Account				
Bonds*	\$ —	\$ 710,104	\$ —	\$ 710,104
Investment Companies*	155,216	—	—	155,216
Municipal Bonds*	—	20,146	—	20,146
U.S. Government & Government Agency Obligations*	—	1,353,146	—	1,353,146
Total investments in securities	\$ 155,216	\$ 2,083,396	\$ —	\$ 2,238,612
Short Sales				
U.S. Government & Government Agency Obligations	\$ —	\$ (510)	\$ —	\$ (510)
Total Short Sales	\$ —	\$ (510)	\$ —	\$ (510)
Core Plus Bond Account				
Bonds*	\$ —	\$ 190,709	\$ 75	\$ 190,784
Convertible Bonds*	—	86	—	86
Investment Companies*	18,608	—	—	18,608
Preferred Stocks	1,389	—	—	1,389
Senior Floating Rate Interests*	—	5,927	—	5,927
U.S. Government & Government Agency Obligations*	—	113,061	—	113,061
Total investments in securities	\$ 19,997	\$ 309,783	\$ 75	\$ 329,855

NOTES TO FINANCIAL STATEMENTS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
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4. Fair Value (Continued)

Account	Level 1 - Quoted Prices	Level 2 - Other Significant Observable Inputs	Level 3 - Significant Unobservable Inputs	Totals (Level 1,2,3)
Core Plus Bond Account (Continued)				
<u>Assets</u>				
Interest Rate Contracts**				
Futures	\$ 636	\$ —	\$ —	\$ 636
<u>Liabilities</u>				
Credit Contracts**				
Exchange Cleared Credit Default Swaps	\$ —	\$ (382)	\$ —	\$ (382)
Interest Rate Contracts**				
Futures	\$ (38)	\$ —	\$ —	\$ (38)
Diversified Balanced Account				
Investment Companies*	\$ 1,079,026	\$ —	\$ —	\$ 1,079,026
Total investments in securities	\$ 1,079,026	\$ —	\$ —	\$ 1,079,026
Diversified Balanced Managed Volatility Account				
Investment Companies*	\$ 154,818	\$ —	\$ —	\$ 154,818
Total investments in securities	\$ 154,818	\$ —	\$ —	\$ 154,818
Diversified Growth Account				
Investment Companies*	\$ 3,400,517	\$ —	\$ —	\$ 3,400,517
Total investments in securities	\$ 3,400,517	\$ —	\$ —	\$ 3,400,517
Diversified Growth Managed Volatility Account				
Investment Companies*	\$ 287,547	\$ —	\$ —	\$ 287,547
Total investments in securities	\$ 287,547	\$ —	\$ —	\$ 287,547
Diversified Income Account				
Investment Companies*	\$ 228,165	\$ —	\$ —	\$ 228,165
Total investments in securities	\$ 228,165	\$ —	\$ —	\$ 228,165
Diversified International Account				
Common Stocks				
Basic Materials	\$ 2,668	\$ 7,702	\$ —	\$ 10,370
Communications	725	31,394	—	32,119
Consumer, Cyclical	7,937	27,916	—	35,853
Consumer, Non-cyclical	4,401	38,564	—	42,965
Diversified	—	2,511	—	2,511
Energy	7,906	9,723	—	17,629
Financial	17,165	37,949	—	55,114
Industrial	2,777	24,255	—	27,032
Technology	1,304	15,710	—	17,014
Utilities	—	9,464	—	9,464
Investment Companies*	1,159	—	—	1,159
Total investments in securities	\$ 46,042	\$ 205,188	\$ —	\$ 251,230
Equity Income Account				
Common Stocks*	\$ 532,897	\$ —	\$ —	\$ 532,897
Investment Companies*	6,830	—	—	6,830
Total investments in securities	\$ 539,727	\$ —	\$ —	\$ 539,727

NOTES TO FINANCIAL STATEMENTS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
 June 30, 2016 (unaudited)

4. Fair Value (Continued)

Account	Level 1 - Quoted Prices	Level 2 - Other Significant Observable Inputs	Level 3 - Significant Unobservable Inputs	Totals (Level 1,2,3)
Government & High Quality Bond Account				
Bonds*	\$ —	\$ 81,536	\$ —	\$ 81,536
Investment Companies*	2,084	—	—	2,084
U.S. Government & Government Agency Obligations*	—	177,318	—	177,318
Total investments in securities	\$ 2,084	\$ 258,854	\$ —	\$ 260,938
Income Account				
Bonds*	\$ —	\$ 152,717	\$ 2,536	\$ 155,253
Common Stocks*	—	—	—	—
Investment Companies*	2,869	—	—	2,869
Senior Floating Rate Interests*	—	183	—	183
U.S. Government & Government Agency Obligations*	—	79,388	—	79,388
Total investments in securities	\$ 2,869	\$ 232,288	\$ 2,536	\$ 237,693
International Emerging Markets Account				
Common Stocks				
Basic Materials	\$ 306	\$ 2,521	\$ —	\$ 2,827
Communications	2,684	13,888	—	16,572
Consumer, Cyclical	824	8,315	—	9,139
Consumer, Non-cyclical	2,196	5,365	—	7,561
Diversified	—	738	—	738
Energy	3,329	5,232	—	8,561
Financial	2,253	13,795	—	16,048
Industrial	1,459	4,191	—	5,650
Technology	1,653	10,347	—	12,000
Utilities	—	3,179	—	3,179
Investment Companies*	1,362	—	—	1,362
Preferred Stocks				
Basic Materials	—	651	—	651
Communications	—	43	—	43
Diversified	—	1,416	—	1,416
Financial	—	486	—	486
Total investments in securities	\$ 16,066	\$ 70,167	\$ —	\$ 86,233
LargeCap Growth Account				
Common Stocks*	\$ 99,213	\$ —	\$ —	\$ 99,213
Investment Companies*	3,354	—	—	3,354
Total investments in securities	\$ 102,567	\$ —	\$ —	\$ 102,567

NOTES TO FINANCIAL STATEMENTS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
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4. Fair Value (Continued)

Account	Level 1 - Quoted Prices	Level 2 - Other Significant Observable Inputs	Level 3 - Significant Unobservable Inputs	Totals (Level 1,2,3)
LargeCap Growth Account I				
Common Stocks				
Basic Materials	\$ 4,532	\$ —	\$ —	\$ 4,532
Communications	50,799	—	30	50,829
Consumer, Cyclical	35,445	—	—	35,445
Consumer, Non-cyclical	67,130	—	—	67,130
Energy	239	—	—	239
Financial	18,411	—	—	18,411
Industrial	19,387	—	—	19,387
Technology	37,070	—	—	37,070
Utilities	26	—	—	26
Convertible Preferred Stocks				
Communications	—	—	889	889
Investment Companies*				
	5,373	—	—	5,373
Preferred Stocks				
Communications	—	—	257	257
Technology	—	281	—	281
Total investments in securities	\$ 238,412	\$ 281	\$ 1,176	\$ 239,869
Liabilities				
Equity Contracts**				
Futures	\$ (14)	\$ —	\$ —	\$ (14)
LargeCap S&P 500 Index Account				
Common Stocks*				
	\$ 2,107,919	\$ —	\$ —	\$ 2,107,919
Investment Companies*				
	53,048	—	—	53,048
Total investments in securities	\$ 2,160,967	\$ —	\$ —	\$ 2,160,967
Assets				
Equity Contracts**				
Futures	\$ 211	\$ —	\$ —	\$ 211
LargeCap S&P 500 Managed Volatility Index Account				
Common Stocks*				
	\$ 171,225	\$ —	\$ —	\$ 171,225
Investment Companies*				
	11,924	—	—	11,924
Purchased Options				
	398	—	—	398
Total investments in securities	\$ 183,547	\$ —	\$ —	\$ 183,547
Assets				
Equity Contracts**				
Futures	\$ 15	\$ —	\$ —	\$ 15
Liabilities				
Equity Contracts**				
Options	\$ (158)	\$ —	\$ —	\$ (158)
LargeCap Value Account				
Common Stocks*				
	\$ 137,219	\$ —	\$ —	\$ 137,219
Investment Companies*				
	1,052	—	—	1,052
Total investments in securities	\$ 138,271	\$ —	\$ —	\$ 138,271
MidCap Account				
Common Stocks*				
	\$ 613,275	\$ —	\$ —	\$ 613,275
Investment Companies*				
	6	—	—	6
Total investments in securities	\$ 613,281	\$ —	\$ —	\$ 613,281

NOTES TO FINANCIAL STATEMENTS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
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4. Fair Value (Continued)

Account	Level 1 - Quoted Prices	Level 2 - Other Significant Observable Inputs	Level 3 - Significant Unobservable Inputs	Totals (Level 1,2,3)
Multi-Asset Income Account				
Investment Companies*	\$ 20	\$ —	\$ —	\$ 20
Total investments in securities	\$ 20	\$ —	\$ —	\$ 20
Principal Capital Appreciation Account				
Common Stocks*	\$ 154,990	\$ —	\$ —	\$ 154,990
Investment Companies*	1,340	—	—	1,340
Total investments in securities	\$ 156,330	\$ —	\$ —	\$ 156,330
Principal LifeTime 2010 Account				
Investment Companies*	\$ 42,736	\$ —	\$ —	\$ 42,736
Total investments in securities	\$ 42,736	\$ —	\$ —	\$ 42,736
Principal LifeTime 2020 Account				
Investment Companies*	\$ 191,024	\$ —	\$ —	\$ 191,024
Total investments in securities	\$ 191,024	\$ —	\$ —	\$ 191,024
Principal LifeTime 2030 Account				
Investment Companies*	\$ 119,987	\$ —	\$ —	\$ 119,987
Total investments in securities	\$ 119,987	\$ —	\$ —	\$ 119,987
Principal LifeTime 2040 Account				
Investment Companies*	\$ 46,073	\$ —	\$ —	\$ 46,073
Total investments in securities	\$ 46,073	\$ —	\$ —	\$ 46,073
Principal LifeTime 2050 Account				
Investment Companies*	\$ 23,077	\$ —	\$ —	\$ 23,077
Total investments in securities	\$ 23,077	\$ —	\$ —	\$ 23,077
Principal LifeTime 2060 Account				
Investment Companies*	\$ 2,492	\$ —	\$ —	\$ 2,492
Total investments in securities	\$ 2,492	\$ —	\$ —	\$ 2,492
Principal LifeTime Strategic Income Account				
Investment Companies*	\$ 25,537	\$ —	\$ —	\$ 25,537
Total investments in securities	\$ 25,537	\$ —	\$ —	\$ 25,537
Real Estate Securities Account				
Common Stocks*	\$ 173,208	\$ —	\$ —	\$ 173,208
Investment Companies*	1,257	—	—	1,257
Total investments in securities	\$ 174,465	\$ —	\$ —	\$ 174,465
SAM Balanced Portfolio				
Investment Companies*	\$ 801,958	\$ —	\$ —	\$ 801,958
Total investments in securities	\$ 801,958	\$ —	\$ —	\$ 801,958
SAM Conservative Balanced Portfolio				
Investment Companies*	\$ 210,319	\$ —	\$ —	\$ 210,319
Total investments in securities	\$ 210,319	\$ —	\$ —	\$ 210,319

NOTES TO FINANCIAL STATEMENTS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
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4. Fair Value (Continued)

Account	Level 1 - Quoted Prices	Level 2 - Other Significant Observable Inputs	Level 3 - Significant Unobservable Inputs	Totals (Level 1,2,3)
SAM Conservative Growth Portfolio				
Investment Companies*	\$ 295,764	\$ —	\$ —	\$ 295,764
Total investments in securities	\$ 295,764	\$ —	\$ —	\$ 295,764
SAM Flexible Income Portfolio				
Investment Companies*	\$ 218,729	\$ —	\$ —	\$ 218,729
Total investments in securities	\$ 218,729	\$ —	\$ —	\$ 218,729
SAM Strategic Growth Portfolio				
Investment Companies*	\$ 239,322	\$ —	\$ —	\$ 239,322
Total investments in securities	\$ 239,322	\$ —	\$ —	\$ 239,322
Short-Term Income Account				
Bonds*	\$ —	\$ 163,721	\$ 400	\$ 164,121
Investment Companies*	2,812	—	—	2,812
U.S. Government & Government Agency Obligations*	—	325	—	325
Total investments in securities	\$ 2,812	\$ 164,046	\$ 400	\$ 167,258
SmallCap Account				
Common Stocks				
Basic Materials	\$ 1,225	\$ —	\$ —	\$ 1,225
Communications	5,932	—	4	5,936
Consumer, Cyclical	28,387	—	—	28,387
Consumer, Non-cyclical	39,298	9	—	39,307
Energy	7,715	—	—	7,715
Financial	49,501	—	—	49,501
Industrial	29,785	—	—	29,785
Technology	22,776	—	—	22,776
Utilities	8,799	—	—	8,799
Investment Companies*	4,636	—	—	4,636
Total investments in securities	\$ 198,054	\$ 9	\$ 4	\$ 198,067

*For additional detail regarding sector classifications, please see the Schedules of Investments

**Exchange Cleared Swaps and Futures are valued at the unrealized appreciation/(depreciation) of the instrument.

NOTES TO FINANCIAL STATEMENTS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
 June 30, 2016 (unaudited)

4. Fair Value (Continued)

Certain detailed information is provided for those Accounts with significant investments in Level 3 securities. Quantitative information about the significant unobservable inputs used in the fair value measurements categorized within Level 3 of the fair value hierarchy is as follows (amounts in thousands):

Fund	Asset Type	Fair Value at June 30,		Valuation Technique	Unobservable Input	Input Value
		2016				
Income Account	Bonds	\$ 2,536		Benchmark Pricing	Base Price	\$94.00

The changes in investments measured at fair value for which Level 3 inputs have been used to determine fair value are as follows (amounts in thousands):

Account	Value December 31, 2015	Realized Gain/ (Loss)	Accrued Discounts/ Premiums and Change in Unrealized Gain/(Loss)	Purchases	Proceeds from Sales	Transfers into Level 3*	Transfers Out of Level 3**	Fair Value June 30, 2016	Net Change in Unrealized
									Appreciation/(Depreciation) on Investments Held at June 30, 2016
Income Account									
Bonds	\$ 2,341	\$ —	\$ (26)	\$ 221	\$ —	\$ —	\$ —	\$ 2,536	\$ (23)
Total	\$ 2,341	\$ —	\$ (26)	\$ 221	\$ —	\$ —	\$ —	\$ 2,536	\$ (23)

*Securities are transferred into Level 3 for a variety of reasons including, but not limited to:

1. Securities where trading has been halted
2. Securities that have certain restrictions on trading
3. Instances in which a security is not priced by pricing services

**Securities are transferred out of Level 3 for a variety of reasons including, but not limited to:

1. Securities where trading resumes
2. Securities where trading restrictions have expired
3. Instances in which a price becomes available from a pricing service

At the end of the period, there were no other Accounts which had a significant Level 3 balance. During the period, there were no significant purchases, sales or transfers into or out of Level 3, except as noted above.

NOTES TO FINANCIAL STATEMENTS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
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5. Management Agreement and Transactions with Affiliates

Management Services. The Fund has agreed to pay investment advisory and management fees to the Manager (wholly owned by Principal Financial Services, Inc.) computed at an annual percentage rate of each account's average daily net assets. A portion of the management fee is paid by Principal Management Corporation to the sub-advisor of each of the Accounts, some of which are affiliates of the Manager. On March 1, 2016, the investment and advisory fees paid by each of the Principal LifeTime Accounts were eliminated. Prior to March 1, 2016, the annual rate paid by each of the Principal LifeTime Accounts was .03% of each of the Principal LifeTime Accounts' average net assets. The annual rate paid by the SAM Portfolios is based upon the aggregate average daily net assets ("aggregate net assets") of the SAM Portfolios. The investment advisory and management fee schedule for the SAM Portfolios is .25% of aggregate net assets up to the first \$1 billion and .20% of aggregate net assets over \$1 billion. The annual rates used in this calculation for each of the other Accounts are as follows:

Net Assets of Accounts (in millions)

	<u>First \$100</u>	<u>Next \$100</u>	<u>Next \$100</u>	<u>Next \$100</u>	<u>Thereafter</u>
Balanced Account	.60%	.55%	.50%	.45%	.40%
Core Plus Bond Account	.50	.45	.40	.35	.30
Equity Income Account	.60	.55	.50	.45	.40
LargeCap Growth Account I	.80	.75	.70	.65	.60
MidCap Account	.65	.60	.55	.50	.45
Real Estate Securities Account	.90	.85	.80	.75	.70
SmallCap Account	.85	.80	.75	.70	.65

Net Assets of Accounts (in millions)

	<u>First \$250</u>	<u>Next \$250</u>	<u>Next \$250</u>	<u>Next \$250</u>	<u>Thereafter</u>
Diversified International Account	.85%	.80%	.75%	.70%	.65%
International Emerging Markets Account	1.25	1.20	1.15	1.10	1.05
LargeCap Value Account	.60	.55	.50	.45	.40

Net Assets of Account (in millions)

	<u>First</u>	<u>Next</u>	<u>Over</u>
	<u>\$200</u>	<u>\$300</u>	<u>\$500</u>
Short-Term Income Account	.50%	.45%	.40%

Net Assets of Account (in millions)

	<u>First \$500</u>	<u>Over \$500</u>
Principal Capital Appreciation Account	.625%	.50%

Net Assets of Account

	<u>First \$500</u>	<u>Next \$500</u>	<u>Next \$1</u>	<u>Next \$1</u>	<u>Over \$3</u>
	<u>million</u>	<u>million</u>	<u>billion</u>	<u>billion</u>	<u>billion</u>
LargeCap Growth Account	.68%	.63%	.61%	.56%	.51%

Net Assets of Accounts (in billions)

	<u>First \$2</u>	<u>Over \$2</u>
Government & High Quality Bond Account	.50%	.45%
Income Account	.50	.45

5. Management Agreement and Transactions with Affiliates (Continued)

	<u>All Net Assets</u>
Bond Market Index Account	.25%
Diversified Balanced Account	.05
Diversified Balanced Managed Volatility Account	.05
Diversified Growth Account	.05
Diversified Growth Managed Volatility Account	.05
Diversified Income Account	.05
LargeCap S&P 500 Index Account	.25
LargeCap S&P 500 Managed Volatility Index Account	.45
Multi-Asset Income Account	.03

The Manager has contractually agreed to limit the Account's management and investment advisory fees for certain of the Accounts through the period ended April 30, 2017. The expense limit will reduce the Account's management and investment advisory fees by the following amounts:

LargeCap Growth Account I	.016%
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The Manager has contractually agreed to limit the expenses (excluding interest expense, expenses related to fund investments, acquired fund fees and expenses, and other extraordinary expenses) for certain classes of shares of certain of the Accounts. The reductions and reimbursements are in amounts that maintain total operating expenses at or below certain limits. The limits are expressed as a percentage of average daily net assets attributable to each class of shares on an annualized basis during the reporting period. The operating expense limits are as follows:

	<u>Period from January 1, 2016 through June 30, 2016</u>		
	<u>Class 1</u>	<u>Class 2</u>	<u>Expiration</u>
Diversified Balanced Managed Volatility Account	N/A	.31%	April 30, 2017
Diversified Growth Managed Volatility Account	N/A	.31	April 30, 2017
LargeCap S&P 500 Managed Volatility Index Account	.49%	N/A	April 30, 2017
Multi-Asset Income Account	.08	.33	April 30, 2017
Principal LifeTime 2060 Account	.10*	N/A	April 30, 2017

* Prior to March 1, 2016, the contractual limit was .13%.

The Manager has contractually agreed to reduce Short-Term Income Account's expenses by .01% through the period ended April 30, 2017.

In addition, the Manager has voluntarily agreed to limit the expenses (excluding interest expense, expenses related to fund investments, acquired fund fees and expenses, and other extraordinary expenses) attributable to Class 2 shares of certain of the Accounts. The reductions and reimbursements are in amounts that maintain total operating expenses at or below certain limits. The limits are expressed as a percentage of average daily net assets on an annualized basis during the reporting period. The expense limit may be terminated at any time. The operating expense limits are as follows:

	<u>Expense Limit</u>
Diversified Balanced Account	.31%
Diversified Growth Account	.31
Diversified Income Account	.31

Amounts owed to the Accounts under the terms of the expense limitation agreements are reflected in the statement of assets and liabilities as expense reimbursement from Manager and are settled monthly.

5. Management Agreement and Transactions with Affiliates (Continued)

Distribution Fees. Class 2 shares of the Accounts bear distribution fees. The fee is computed at an annual rate of the average daily net assets attributable to Class 2 shares of each of the Accounts. Distribution fees are paid to Principal Funds Distributor, Inc., the principal distributor of the Accounts. A portion of the distribution fees may be paid to other selling dealers for providing certain services. The annual rate for Class 2 shares is .25%.

Affiliated Ownership. At June 30, 2016, Principal Life Insurance Company (an affiliate of the Manager) and/or one or more separate accounts sponsored by Principal Life Insurance Company owned shares of the Accounts as follows (amounts in thousands):

	<u>Class 1</u>	<u>Class 2</u>
Balanced Account	2,375	N/A
Bond Market Index Account	346	N/A
Core Plus Bond Account	20,126	4
Diversified Balanced Account	N/A	73,372
Diversified Balanced Managed Volatility Account	N/A	13,885
Diversified Growth Account	N/A	217,249
Diversified Growth Managed Volatility Account	N/A	25,738
Diversified Income Account	N/A	18,382
Diversified International Account	18,651	15
Equity Income Account	10,899	41
Government & High Quality Bond Account	15,580	152
Income Account	198	64
International Emerging Markets Account	6,441	5
LargeCap Growth Account	3,804	21
LargeCap Growth Account I	9,429	20
LargeCap S&P 500 Index Account	13,174	15
LargeCap Value Account	4,685	1
MidCap Account	8,853	—
Multi-Asset Income Account	1	1
Principal Capital Appreciation Account	5,664	45
Principal LifeTime 2010 Account	3,400	N/A
Principal LifeTime 2020 Account	14,714	2
Principal LifeTime 2030 Account	10,273	4
Principal LifeTime 2040 Account	3,372	2
Principal LifeTime 2050 Account	1,752	3
Principal LifeTime 2060 Account	211	N/A
Principal LifeTime Strategic Income Account	2,205	N/A
Real Estate Securities Account	6,977	77
SAM Balanced Portfolio	42,950	312
SAM Conservative Balanced Portfolio	15,658	272
SAM Conservative Growth Portfolio	8,979	316
SAM Flexible Income Portfolio	14,520	348
SAM Strategic Growth Portfolio	6,790	74
Short-Term Income Account	56,028	559
SmallCap Account	13,720	76

NOTES TO FINANCIAL STATEMENTS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
 June 30, 2016 (unaudited)

6. Investment Transactions

For the period ended June 30, 2016, the cost of investment securities purchased and proceeds from investment securities sold (not including short-term investments and U.S. government securities) by the Accounts were as follows (amounts shown in thousands):

	<u>Purchases</u>	<u>Sales</u>
Balanced Account	\$20,285	\$21,627
Bond Market Index Account	683,092	662,732
Core Plus Bond Account	168,104	171,561
Diversified Balanced Account	86,583	83,951
Diversified Balanced Managed Volatility Account	21,035	10,703
Diversified Growth Account	280,510	212,542
Diversified Growth Managed Volatility Account	41,462	16,767
Diversified Income Account	39,259	19,998
Diversified International Account	74,118	86,594
Equity Income Account	43,849	70,775
Government & High Quality Bond Account	26,463	49,108
Income Account	7,070	30,814
International Emerging Markets Account	56,607	59,793
LargeCap Growth Account	39,120	50,795
LargeCap Growth Account I	43,532	43,112
LargeCap S&P 500 Index Account	125,815	56,807
LargeCap S&P 500 Managed Volatility Index Account	22,717	5,722
LargeCap Value Account	67,345	82,195
MidCap Account	44,198	83,890
Principal Capital Appreciation Account	34,527	42,289
Principal LifeTime 2010 Account	7,125	6,743
Principal LifeTime 2020 Account	16,739	21,178
Principal LifeTime 2030 Account	14,776	13,688
Principal LifeTime 2040 Account	8,489	8,195
Principal LifeTime 2050 Account	3,488	4,000
Principal LifeTime 2060 Account	766	398
Principal LifeTime Strategic Income Account	3,414	3,202
Real Estate Securities Account	29,746	30,827
SAM Balanced Portfolio	82,600	134,763
SAM Conservative Balanced Portfolio	26,913	36,170
SAM Conservative Growth Portfolio	44,381	53,008
SAM Flexible Income Portfolio	20,456	33,985
SAM Strategic Growth Portfolio	36,690	40,018
Short-Term Income Account	48,680	39,044
SmallCap Account	60,951	75,823

In addition Bond Market Index Account had \$9,221,000 of covers on securities sold short and \$9,712,000 of securities sold short.

NOTES TO FINANCIAL STATEMENTS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
June 30, 2016 (unaudited)

6. Investment Transactions (Continued)

For the period ended June 30, 2016, the cost of U.S. government securities purchased and proceeds from U.S. government securities sold (not including short-term investments) by the Accounts were as follows (amounts shown in thousands):

	<u>Purchases</u>	<u>Sales</u>
Balanced Account	\$ 5,086	\$ 5,534
Bond Market Index Account	666,374	609,121
Core Plus Bond Account	93,600	88,076
Government & High Quality Bond Account	11,492	15,827
Income Account	1,051	1,038
Short-Term Income Account	—	4

In addition Bond Market Index Account had \$1,386,000 of covers on U.S. government securities sold short and \$1,385,000 of U.S. government securities sold short.

During the period, Diversified International Account and International Emerging Markets Account received litigation settlement proceeds from a class action lawsuit regarding forex transactions. The amounts received are shown as litigation settlement on the statement of operations.

NOTES TO FINANCIAL STATEMENTS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
 June 30, 2016 (unaudited)

7. Federal Tax Information

Distributions to Shareholders. The federal income tax character of distributions paid for the periods ended June 30, 2016 and December 31, 2015 were as follows (amounts in thousands):

	<u>Ordinary Income</u>		<u>Long-Term Capital Gain</u>		<u>Section 1250 Gain</u>	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015*</u>	<u>2016</u>	<u>2015^</u>
	\$	\$	\$	\$	\$	\$
Balanced Account	—	1,171	—	2,911	—	—
Bond Market Index Account	—	28,036	—	—	—	—
Core Plus Bond Account	—	9,627	—	—	—	—
Diversified Balanced Account	—	11,110	—	10,846	—	—
Diversified Balanced Managed Volatility Account	—	1,016	—	883	—	—
Diversified Growth Account	—	32,652	—	38,518	—	—
Diversified Growth Managed Volatility Account	—	2,237	—	2,038	—	—
Diversified Income Account	—	1,504	—	1,228	—	—
Diversified International Account	—	7,420	—	—	—	—
Equity Income Account	—	14,128	—	—	—	—
Government & High Quality Bond Account	—	9,988	—	404	—	—
Income Account	—	11,813	—	—	—	—
International Emerging Markets Account	—	1,655	—	—	—	—
LargeCap Growth Account	—	173	—	—	—	—
LargeCap Growth Account I	—	3,092	—	34,617	—	—
LargeCap S&P 500 Index Account	—	31,696	—	21,433	—	—
LargeCap S&P 500 Managed Volatility Index Account	—	237	—	330	—	—
LargeCap Value Account	—	8,223	—	12,279	—	—
MidCap Account	—	3,428	—	70,945	—	—
Principal Capital Appreciation Account	—	482	—	2,910	—	—
Principal LifeTime 2010 Account	—	986	—	—	—	—
Principal LifeTime 2020 Account	—	6,410	—	8,204	—	—
Principal LifeTime 2030 Account	—	3,343	—	4,150	—	—
Principal LifeTime 2040 Account	—	1,187	—	1,575	—	—
Principal LifeTime 2050 Account	—	787	—	886	—	—
Principal LifeTime 2060 Account	—	23	—	31	—	—
Principal LifeTime Strategic Income Account	—	608	—	—	—	—
Real Estate Securities Account	—	2,450	—	4,755	—	239
SAM Balanced Portfolio	—	26,872	—	64,637	—	—
SAM Conservative Balanced Portfolio	—	7,193	—	10,039	—	—
SAM Conservative Growth Portfolio	—	6,858	—	19,168	—	—
SAM Flexible Income Portfolio	—	8,698	—	5,225	—	—
SAM Strategic Growth Portfolio	—	5,459	—	17,641	—	—
Short-Term Income Account	—	4,459	—	—	—	—
SmallCap Account	—	476	—	6,648	—	—

*The Accounts designate these distributions as long-term capital gain dividends per IRC Sec. 852(b)(3)(C) in the 20-percent group (which may be taxed at a 20-percent rate, a 15-percent rate or a 0-percent rate, depending on the shareholder's taxable income).

^Unrecaptured Section 1250 gains are gains from the sale of depreciable property that are subject to a maximum tax rate of 25%.

For U.S. federal income tax purposes, short-term capital gain distributions are considered ordinary income distributions.

NOTES TO FINANCIAL STATEMENTS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
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7. Federal Tax Information (Continued)

Distributable Earnings. As of December 31, 2015, the components of distributable earnings on a federal tax basis were as follows (amounts in thousands):

	<u>Undistributed Ordinary Income</u>	<u>Undistributed Long-Term Capital Gains</u>	<u>Accumulated Losses</u>	<u>Net Unrealized Appreciation (Depreciation)</u>	<u>Other Temporary Differences*</u>	<u>Total Accumulated Earnings (Deficit)</u>
Balanced Account	\$ 844	\$ 2,308	\$ —	\$ 2,374	\$ —	\$ 5,526
Bond Market Index Account	37,263	—	(5,501)	(13,227)	—	18,535
Core Plus Bond Account	9,410	—	(36,155)	(7,674)	17	(34,402)
Diversified Balanced Account	13,975	9,752	—	131,195	—	154,922
Diversified Balanced Managed Volatility Account	1,068	886	—	(1,513)	—	441
Diversified Growth Account	42,881	38,431	—	354,974	—	436,286
Diversified Growth Managed Volatility Account	1,722	2,053	—	(3,480)	—	295
Diversified Income Account	2,345	1,313	—	7,906	—	11,564
Diversified International Account	5,956	—	(97,737)	24,287	—	(67,494)
Equity Income Account	14,477	26,547	—	178,614	—	219,638
Government & High Quality Bond Account	9,147	—	(22,657)	(2,887)	(60)	(16,457)
Income Account	10,626	—	(1,973)	404	—	9,057
International Emerging Markets Account	1,002	—	(24,772)	(4,738)	—	(28,508)
LargeCap Growth Account	284	—	(12,361)	27,541	—	15,464
LargeCap Growth Account I	—	19,879	—	61,783	(40)	81,622
LargeCap S&P 500 Index Account	36,546	52,535	—	473,797	—	562,878
LargeCap S&P 500 Managed Volatility Index Account	2,772	1,622	—	4,355	(4,496)	4,253
LargeCap Value Account	2,630	4,153	—	14,154	—	20,937
MidCap Account	2,759	100,852	—	173,434	—	277,045
Multi-Asset Income Account	—	—	—	(1)	—	(1)
Principal Capital Appreciation Account	1,744	1,187	—	31,117	—	34,048
Principal LifeTime 2010 Account	900	244	—	259	—	1,403
Principal LifeTime 2020 Account	3,878	6,403	—	(1,131)	—	9,150
Principal LifeTime 2030 Account	2,132	4,803	—	27	—	6,962
Principal LifeTime 2040 Account	752	1,760	—	(910)	—	1,602
Principal LifeTime 2050 Account	375	1,040	—	(146)	—	1,269
Principal LifeTime 2060 Account	29	80	—	(144)	—	(35)
Principal LifeTime Strategic Income Account	626	—	(133)	266	—	759
Real Estate Securities Account	2,560	13,725	—	44,714	—	60,999
SAM Balanced Portfolio	16,569	48,124	—	49,469	—	114,162
SAM Conservative Balanced Portfolio	5,225	7,819	—	5,240	—	18,284
SAM Conservative Growth Portfolio	4,022	15,685	—	11,878	—	31,585
SAM Flexible Income Portfolio	7,106	4,130	—	5,901	—	17,137
SAM Strategic Growth Portfolio	3,369	12,907	—	2,114	—	18,390
Short-Term Income Account	3,579	—	(16,882)	(1,004)	(24)	(14,331)
SmallCap Account	620	8,408	—	(354)	—	8,674

*Represents book-to-tax accounting differences.

7. Federal Tax Information (Continued)

Capital Loss Carryforwards. For federal income tax purposes, capital loss carryforwards are losses that can be used to offset future capital gains of the Accounts. At December 31, 2015, the Accounts had approximate net capital loss carryforwards as follows (amounts in thousands):

	<u>Net Capital Loss Carryforward Expiring In:</u>			<u>No Expiration</u>		<u>Total</u>
	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>Short-Term</u>	<u>Long-Term</u>	
Bond Market Index Account	\$ —	\$ —	\$ —	\$ —	\$ 5,501	\$ 5,501
Core Plus Bond Account	10,511	23,287	—	941	1,416	36,155
Diversified International Account	—	97,737	—	—	—	97,737
Government & High Quality Bond Account	18,770	3,887	—	—	—	22,657
Income Account	—	389	1,584	—	—	1,973
International Emerging Markets Account	—	16,991	—	7,781	—	24,772
LargeCap Growth Account	—	12,361	—	—	—	12,361
Principal LifeTime Strategic Income Account	—	—	133	—	—	133
Short-Term Income Account	8,447	8,298	—	137	—	16,882

Capital losses generated in taxable years beginning after the enactment date of the Regulated Investment Company Modernization Act of 2010, December 22, 2010, will be carried forward with no expiration and with the character of the loss retained. These capital losses must be fully utilized before the pre-enactment capital loss carryforwards listed in the table above.

As of December 31, 2015, the following Accounts utilized capital loss carryforwards as follows (amounts in thousands):

	<u>Utilized</u>
Diversified International Account	\$ 13,070
Equity Income Account	3,348
Income Account	1,409
LargeCap Growth Account	4,958
Principal LifeTime 2010 Account	1,010
Principal LifeTime Strategic Income Account	703

Late-Year Losses. A regulated investment company may elect to treat any portion of its qualified late-year loss as arising on the first day of the next taxable year. Qualified late-year losses are certain capital and ordinary losses which occur during the portion of the Account's taxable year subsequent to October 31. For the taxable year ended December 31, 2015, the Accounts do not plan to defer any late-year losses.

NOTES TO FINANCIAL STATEMENTS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
 June 30, 2016 (unaudited)

7. Federal Tax Information (Continued)

Reclassification of Capital Accounts. The Accounts may record reclassifications in their capital accounts. These reclassifications have no impact on the total net assets of the Accounts. The reclassifications are a result of permanent differences between GAAP and tax accounting. Adjustments are made to reflect the impact these items have on current and future distributions to shareholders. Therefore, the source of the Accounts' distributions may be shown in the accompanying Statement of Changes in Net Assets as from net investment income, from net realized gains on investments or from capital depending on the type of book and tax differences that exist. For the year ended December 31, 2015, the Accounts recorded reclassifications as follows (amounts in thousands):

	<u>Accumulated Undistributed Net Investment Income</u>	<u>Accumulated Net Realized Gain on Investments</u>	<u>Paid in Capital</u>
Balanced Account	\$ 31	\$ (31)	\$ —
Bond Market Index Account	4,427	(4,427)	—
Core Plus Bond Account	774	(774)	—
Diversified International Account	411	(17,215)	16,804
Equity Income Account	(2,171)	2,172	(1)
Government & High Quality Bond Account	1,152	(1,152)	—
Income Account	1,060	(1,060)	—
International Emerging Markets Account	(12)	12	—
LargeCap Growth Account I	14	1	(15)
LargeCap S&P 500 Index Account	(43)	43	—
LargeCap S&P 500 Managed Volatility Index Account	(1)	1	—
MidCap Account	(117)	117	—
Principal Capital Appreciation Account	—	(1,102)	1,102
Short-Term Income Account	—	(106)	106
SmallCap Account	45	(150)	105

NOTES TO FINANCIAL STATEMENTS
 PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
 June 30, 2016 (unaudited)

7. Federal Tax Information (Continued)

Federal Income Tax Basis. At June 30, 2016, the net federal income tax unrealized appreciation (depreciation) and federal tax cost of investments held by the Accounts were as follows (amounts in thousands):

	<u>Unrealized Appreciation</u>	<u>Unrealized (Depreciation)</u>	<u>Net Unrealized Appreciation (Depreciation)</u>	<u>Cost for Federal Income Tax Purposes</u>
Balanced Account	\$ 3,336	\$ (888)	\$ 2,448	\$ 41,859
Bond Market Index Account	64,967	(2,830)	62,137	2,176,475
Core Plus Bond Account	8,642	(4,456)	4,186	325,669
Diversified Balanced Account	184,032	(8,345)	175,687	903,339
Diversified Balanced Managed Volatility Account	6,460	(1,918)	4,542	150,276
Diversified Growth Account	533,604	(48,250)	485,354	2,915,163
Diversified Growth Managed Volatility Account	11,646	(4,961)	6,685	280,862
Diversified Income Account	19,315	(1,329)	17,986	210,179
Diversified International Account	31,561	(15,049)	16,512	234,718
Equity Income Account	210,375	(11,162)	199,213	340,514
Government & High Quality Bond Account	7,624	(5,325)	2,299	258,639
Income Account	15,034	(5,066)	9,968	227,725
International Emerging Markets Account	8,528	(3,950)	4,578	81,655
LargeCap Growth Account	16,273	(2,268)	14,005	88,562
LargeCap Growth Account I	58,347	(8,615)	49,732	190,137
LargeCap S&P 500 Index Account	594,968	(76,775)	518,193	1,642,774
LargeCap S&P 500 Managed Volatility Index Account	19,843	(11,173)	8,670	174,877
LargeCap Value Account	11,639	(2,263)	9,376	128,895
MidCap Account	198,467	(16,124)	182,343	430,938
Multi-Asset Income Account	—	(1)	(1)	21
Principal Capital Appreciation Account	40,791	(3,931)	36,860	119,470
Principal LifeTime 2010 Account	2,491	(1,274)	1,217	41,519
Principal LifeTime 2020 Account	11,869	(8,289)	3,580	187,444
Principal LifeTime 2030 Account	6,913	(4,741)	2,172	117,815
Principal LifeTime 2040 Account	2,294	(2,561)	(267)	46,340
Principal LifeTime 2050 Account	1,226	(1,255)	(29)	23,106
Principal LifeTime 2060 Account	42	(157)	(115)	2,607
Principal LifeTime Strategic Income Account	1,625	(452)	1,173	24,364
Real Estate Securities Account	52,398	(613)	51,785	122,680
SAM Balanced Portfolio	94,447	(20,892)	73,555	728,403
SAM Conservative Balanced Portfolio	17,032	(3,931)	13,101	197,218
SAM Conservative Growth Portfolio	32,279	(10,695)	21,584	274,180
SAM Flexible Income Portfolio	18,603	(2,707)	15,896	202,833
SAM Strategic Growth Portfolio	21,153	(12,701)	8,452	230,870
Short-Term Income Account	1,993	(1,194)	799	166,459
SmallCap Account	24,463	(14,568)	9,895	188,172

8. Subsequent Events

Management has evaluated events and transactions that have occurred through the date the financial statements were issued that would merit recognition or disclosure in the financial statements. There were no items requiring adjustment of the financial statements or additional disclosure.

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COMMON STOCKS - 59.19%	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Advertising - 0.21%			Biotechnology (continued)		
Interpublic Group of Cos Inc/The	2,370	\$ 55	Bellicum Pharmaceuticals Inc ^(a)	340	\$ 5
WPP PLC ADR	360	37	Charles River Laboratories International Inc ^(a)	578	48
		<u>\$ 92</u>	CSL Ltd ADR	866	36
Aerospace & Defense - 0.66%			Epizyme Inc ^(a)	310	3
General Dynamics Corp	320	45	Exact Sciences Corp ^(a)	565	7
Northrop Grumman Corp	770	171	Genoecea Biosciences Inc ^(a)	965	4
Spirit AeroSystems Holdings Inc ^(a)	1,590	68	Gilead Sciences Inc	3,450	288
		<u>\$ 284</u>	Intercept Pharmaceuticals Inc ^(a)	30	4
Agriculture - 0.92%			Spark Therapeutics Inc ^(a)	120	6
Altria Group Inc	4,050	279	Ultragenyx Pharmaceutical Inc ^(a)	120	6
British American Tobacco PLC ADR	498	64	Versartis Inc ^(a)	560	6
Japan Tobacco Inc	1,265	51			<u>\$ 957</u>
		<u>\$ 394</u>	Building Materials - 0.77%		
Airlines - 0.21%			Masco Corp	5,190	160
Delta Air Lines Inc	1,370	50	Owens Corning	1,770	91
Ryanair Holdings PLC ADR	389	27	Universal Forest Products Inc	450	42
Southwest Airlines Co	390	15	US Concrete Inc ^(a)	640	39
		<u>\$ 92</u>			<u>\$ 332</u>
Apparel - 0.22%			Chemicals - 1.46%		
Michael Kors Holdings Ltd ^(a)	1,320	65	Cabot Corp	710	32
Skechers U.S.A. Inc ^(a)	980	29	Dow Chemical Co/The	5,400	269
		<u>\$ 94</u>	Lonza Group AG ADR ^(a)	1,829	30
Automobile Manufacturers - 0.71%			LyondellBasell Industries NV	4,014	299
Ford Motor Co	13,920	175			<u>\$ 630</u>
Fuji Heavy Industries Ltd ADR	298	20	Commercial Services - 1.36%		
General Motors Co	1,750	50	ABM Industries Inc	1,190	44
Toyota Motor Corp ADR	598	60	Brookfield Business Partners LP ^(a)	57	1
		<u>\$ 305</u>	Equifax Inc	2,690	345
Automobile Parts & Equipment - 0.73%			Navigant Consulting Inc ^(a)	1,080	18
Bridgestone Corp ADR	1,687	27	New Oriental Education & Technology Group Inc ADR	232	10
Cooper Tire & Rubber Co	1,222	36	Ritchie Bros Auctioneers Inc	477	16
Goodyear Tire & Rubber Co/The	3,090	79	Sabre Corp	980	26
Lear Corp	1,528	156	TAL Education Group ADR ^(a)	439	27
Visteon Corp	250	17	Total System Services Inc	1,880	100
		<u>\$ 315</u>			<u>\$ 587</u>
Banks - 3.70%			Computers - 3.73%		
Bancolumbia SA ADR	316	11	Accenture PLC - Class A	3,933	446
Bank Mandiri Persero Tbk PT ADR	1,692	12	Amdocs Ltd	1,400	81
Bank of America Corp	7,230	96	Apple Inc	7,598	726
Bank of Montreal	461	29	CACI International Inc ^(a)	440	40
Bank Rakyat Indonesia Persero Tbk PT ADR	778	13	Manhattan Associates Inc ^(a)	700	45
BNP Paribas SA ADR	1,423	32	SecureWorks Corp ^(a)	605	8
Central Pacific Financial Corp	1,520	36	Sykes Enterprises Inc ^(a)	830	24
Chemical Financial Corp	800	30	Synopsys Inc ^(a)	4,326	234
Citigroup Inc	1,301	55			<u>\$ 1,604</u>
Credicorp Ltd	86	13	Cosmetics & Personal Care - 0.28%		
FCB Financial Holdings Inc ^(a)	620	21	Procter & Gamble Co/The	570	48
Hanmi Financial Corp	623	15	Svenska Cellulosa AB SCA ADR	902	29
HDFC Bank Ltd ADR	436	29	Unilever NV - NY shares	933	44
IBERIABANK Corp	1,000	60			<u>\$ 121</u>
JPMorgan Chase & Co	10,677	663	Distribution & Wholesale - 0.09%		
Mitsubishi UFJ Financial Group Inc ADR	5,442	24	ITOCHU Corp ADR	467	11
Sumitomo Mitsui Trust Holdings Inc ADR	7,117	23	SiteOne Landscape Supply Inc ^(a)	770	26
SunTrust Banks Inc	6,240	256			<u>\$ 37</u>
Svenska Handelsbanken AB ADR	1,910	11	Diversified Financial Services - 0.90%		
Toronto-Dominion Bank/The	674	29	CME Group Inc/IL	470	46
Union Bankshares Corp	470	12	CoreLogic Inc/United States ^(a)	2,800	108
Wells Fargo & Co	2,250	107	Macquarie Group Ltd ADR	499	25
Wilshire Bancorp Inc	1,540	16	Moelis & Co	690	15
		<u>\$ 1,593</u>	ORIX Corp ADR	400	26
Beverages - 0.94%			Synchrony Financial	232	6
Ambev SA ADR	6,369	38	T Rowe Price Group Inc	2,230	163
Dr Pepper Snapple Group Inc	2,410	233			<u>\$ 389</u>
PepsiCo Inc	1,250	132	Electric - 1.28%		
		<u>\$ 403</u>	Avista Corp	1,141	51
Biotechnology - 2.23%			Enel SpA ADR	8,394	37
AMAG Pharmaceuticals Inc ^(a)	50	1			
Amgen Inc	3,570	543			

See accompanying notes.

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COMMON STOCKS (continued)	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Electric (continued)			Healthcare - Services (continued)		
Entergy Corp	1,539	\$ 125	UnitedHealth Group Inc	1,340	\$ 189
Exelon Corp	5,350	195			\$ 893
Iberdrola SA ADR	1,108	30	Holding Companies - Diversified - 0.08%		
Korea Electric Power Corp ADR	1,313	34	CK Hutchison Holdings Ltd ADR	3,078	34
PPL Corp	2,040	77	Home Builders - 0.03%		
		\$ 549	Persimmon PLC ADR	331	13
Electrical Components & Equipment - 0.23%			Insurance - 3.03%		
Advanced Energy Industries Inc ^(a)	1,340	51	Aflac Inc	5,920	427
EnerSys	420	25	American Financial Group Inc/OH	740	55
Insteel Industries Inc	740	21	Argo Group International Holdings Ltd	381	20
		\$ 97	Assured Guaranty Ltd	900	23
Electronics - 0.27%			AXA SA ADR	1,487	30
Hoya Corp ADR	1,265	45	Berkshire Hathaway Inc - Class B ^(a)	440	64
II-VI Inc ^(a)	1,400	26	Everest Re Group Ltd	790	144
Vishay Intertechnology Inc	3,730	46	Hannover Rueck SE ADR	670	35
		\$ 117	Prudential Financial Inc	2,000	143
Engineering & Construction - 0.72%			SCOR SE ADR	6,473	19
Dycom Industries Inc ^(a)	230	21	Travelers Cos Inc/The	1,440	171
EMCOR Group Inc	930	46	Unum Group	5,440	173
Fluor Corp	3,440	169			\$ 1,304
Vinci SA ADR	4,098	73	Internet - 3.30%		
		\$ 309	Alphabet Inc - A Shares ^(a)	487	343
Entertainment - 0.44%			Alphabet Inc - C Shares ^(a)	692	479
Isle of Capri Casinos Inc ^(a)	1,284	24	Amazon.com Inc ^(a)	200	143
Marriott Vacations Worldwide Corp	590	40	Facebook Inc ^(a)	3,010	344
Vail Resorts Inc	915	126	GoDaddy Inc ^(a)	1,827	57
		\$ 190	Tencent Holdings Ltd ADR	2,375	54
Environmental Control - 0.60%					\$ 1,420
Waste Management Inc	3,890	258	Iron & Steel - 0.27%		
Food - 1.73%			Nucor Corp	1,430	71
Delhaize Group ADR	942	25	Steel Dynamics Inc	1,820	44
Ingredion Inc	1,950	252			\$ 115
Kroger Co/The	4,570	168	Leisure Products & Services - 0.07%		
Nestle SA ADR	815	63	Planet Fitness Inc ^(a)	1,500	28
SUPERVALU Inc ^(a)	6,660	31	Machinery - Construction & Mining - 0.05%		
Tyson Foods Inc	3,064	205	ABB Ltd ADR ^(a)	1,144	23
		\$ 744	Machinery - Diversified - 0.29%		
Food Service - 0.03%			Briggs & Stratton Corp	2,070	44
Compass Group PLC ADR	655	12	BWX Technologies Inc	2,210	79
Gas - 0.20%					\$ 123
CenterPoint Energy Inc	2,318	56	Media - 1.55%		
Southwest Gas Corp	410	32	Comcast Corp - Class A	7,110	463
		\$ 88	ITV PLC ADR	904	22
Hand & Machine Tools - 0.59%			Scripps Networks Interactive Inc	2,900	181
Stanley Black & Decker Inc	2,290	255			\$ 666
Healthcare - Products - 0.61%			Mining - 0.11%		
Baxter International Inc	3,600	163	Kinross Gold Corp ^(a)	6,096	30
Cynosure Inc ^(a)	542	26	Yamana Gold Inc	3,100	16
EndoChoice Holdings Inc ^(a)	610	3			\$ 46
ICU Medical Inc ^(a)	250	28	Miscellaneous Manufacturers - 1.24%		
K2M Group Holdings Inc ^(a)	930	15	FUJIFILM Holdings Corp ADR	1,147	44
Nevro Corp ^(a)	290	21	General Electric Co	2,370	75
STAAR Surgical Co ^(a)	830	5	Illinois Tool Works Inc	1,680	175
		\$ 261	Ingersoll-Rand PLC	2,060	131
Healthcare - Services - 2.08%			Parker-Hannifin Corp	620	67
Aetna Inc	300	37	Trinseo SA	940	40
Anthem Inc	2,757	362			\$ 532
Fresenius SE & Co KGaA ADR	1,588	29	Oil & Gas - 3.13%		
HCA Holdings Inc ^(a)	2,767	213	Callon Petroleum Co ^(a)	970	11
HealthSouth Corp	639	25	Canadian Natural Resources Ltd	1,214	37
ICON PLC ^(a)	418	29	Carrizo Oil & Gas Inc ^(a)	380	14
Natera Inc ^(a)	320	4	Chevron Corp	596	62
Teladoc Inc ^(a)	290	5			

See accompanying notes.

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COMMON STOCKS (continued)	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Oil & Gas (continued)			Retail (continued)		
Diamond Offshore Drilling Inc	5,240	\$ 128	Wal-Mart Stores Inc	4,510	\$ 329
Exxon Mobil Corp	5,940	557	World Fuel Services Corp	780	37
Helmerich & Payne Inc	890	60			\$ 1,889
Lukoil PJSC ADR	295	12	Savings & Loans - 0.11%		
Murphy Oil Corp	6,160	196	Banc of California Inc	1,460	26
Murphy USA Inc ^(a)	990	73	Oritani Financial Corp	840	13
Newfield Exploration Co ^(a)	670	30	Pacific Premier Bancorp Inc ^(a)	360	9
PDC Energy Inc ^(a)	190	11			\$ 48
Royal Dutch Shell PLC ADR	226	12	Semiconductors - 0.90%		
Tesoro Corp	1,900	142	ARM Holdings PLC ADR		29
		\$ 1,345	Intel Corp	4,030	132
Oil & Gas Services - 0.08%			NVIDIA Corp	3,290	155
Pioneer Energy Services Corp ^(a)	1,000	5	Taiwan Semiconductor Manufacturing Co Ltd	972	25
Superior Energy Services Inc	600	11	ADR		
Technip SA ADR	1,250	17	Tokyo Electron Ltd ADR	2,153	45
		\$ 33			\$ 386
Pharmaceuticals - 4.34%			Software - 1.82%		
AbbVie Inc	2,940	182	Aspen Technology Inc ^(a)	960	39
Array BioPharma Inc ^(a)	950	3	Black Knight Financial Services Inc ^(a)	720	27
Bristol-Myers Squibb Co	1,400	103	Fiserv Inc ^(a)	914	99
Cardinal Health Inc	4,320	337	Microsoft Corp	9,660	494
FibroGen Inc ^(a)	340	6	MSCI Inc	840	65
Johnson & Johnson	3,160	383	Nuance Communications Inc ^(a)	740	12
Nektar Therapeutics ^(a)	630	9	SYNNEX Corp	510	48
Neurocrine Biosciences Inc ^(a)	280	13			\$ 784
Novo Nordisk A/S ADR	1,173	63	Telecommunications - 3.24%		
Pfizer Inc	14,510	511	AT&T Inc	9,040	391
PRA Health Sciences Inc ^(a)	780	33	BT Group PLC ADR	906	25
Prestige Brands Holdings Inc ^(a)	1,070	59	China Mobile Ltd ADR	541	31
Proteon Therapeutics Inc ^(a)	520	4	Cisco Systems Inc	19,520	560
Quintiles Transnational Holdings Inc ^(a)	450	29	Deutsche Telekom AG ADR	2,039	35
Relypsa Inc ^(a)	330	6	KDDI Corp ADR	3,257	49
Revance Therapeutics Inc ^(a)	250	3	Nippon Telegraph & Telephone Corp ADR	1,909	90
Roche Holding AG ADR	2,202	73	NTT DOCOMO Inc ADR	1,115	30
Shire PLC ADR	263	49	Plantronics Inc	830	37
		\$ 1,866	Verizon Communications Inc	2,596	145
Pipelines - 0.13%					\$ 1,393
ONEOK Inc	420	20	Transportation - 0.32%		
TransCanada Corp	788	36	Ardmore Shipping Corp	800	5
		\$ 56	Canadian National Railway Co	790	47
Real Estate - 0.22%			Canadian Pacific Railway Ltd	90	12
Brookfield Asset Management Inc	2,895	96	East Japan Railway Co ADR	911	14
REITS - 2.59%			United Parcel Service Inc	560	60
CYS Investments Inc	2,230	19			\$ 138
Digital Realty Trust Inc	550	60	TOTAL COMMON STOCKS		
Duke Realty Corp	1,530	41			\$ 25,453
Equity One Inc	1,800	58	INVESTMENT COMPANIES - 1.78%		
Equity Residential	440	30	Money Market Funds - 1.78%		
Extra Space Storage Inc	890	82	BlackRock Liquidity Funds FedFund Portfolio	767,499	767
First Industrial Realty Trust Inc	2,460	68	TOTAL INVESTMENT COMPANIES		
Highwoods Properties Inc	1,100	58			\$ 767
Kimco Realty Corp	2,300	72	BONDS - 24.09%		
Public Storage	670	171	Principal		
Regency Centers Corp	1,870	157	Amount (000's) Value (000's)		
Simon Property Group Inc	1,369	297	Aerospace & Defense - 0.16%		
		\$ 1,113	Air 2 US		
Retail - 4.39%			8.03%, 10/01/2020 ^(b)	\$ 12	\$ 13
CVS Health Corp	2,200	211	BAE Systems Holdings Inc		
Darden Restaurants Inc	4,440	281	2.85%, 12/15/2020 ^(b)	15	15
Dollar General Corp	620	58	3.85%, 12/15/2025 ^(b)	10	11
Foot Locker Inc	1,250	69	Lockheed Martin Corp		
Lowe's Cos Inc	3,360	266	2.50%, 11/23/2020	5	5
McDonald's Corp	1,060	127	3.55%, 01/15/2026	5	5
Michaels Cos Inc/The ^(a)	1,400	40	4.70%, 05/15/2046	10	12
Pandora A/S ADR	1,060	36	United Technologies Corp		
Panera Bread Co ^(a)	140	30	4.50%, 06/01/2042	5	6
Target Corp	3,754	262			\$ 67
Tile Shop Holdings Inc ^(a)	1,310	26	Agriculture - 0.26%		
Walgreens Boots Alliance Inc	1,400	117	Altria Group Inc		
			4.50%, 05/02/2043	10	11

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)
Agriculture (continued)		
BAT International Finance PLC 2.75%, 06/15/2020 ^(b)	\$ 10	10
Philip Morris International Inc 1.88%, 02/25/2021	25	25
4.38%, 11/15/2041	10	11
Pinnacle Operating Corp 9.00%, 11/15/2020 ^(b)	10	9
Reynolds American Inc 4.45%, 06/12/2025	15	17
5.70%, 08/15/2035	15	18
5.85%, 08/15/2045	5	7
6.88%, 05/01/2020	5	6
	<u>\$</u>	<u>114</u>
Airlines - 0.21%		
Air Canada 6.75%, 10/01/2019 ^(b)	10	10
American Airlines 2014-1 Class A Pass Through Trust 3.70%, 04/01/2028	9	10
American Airlines 2015-1 Class A Pass Through Trust 3.38%, 11/01/2028	19	19
United Airlines 2014-1 Class A Pass Through Trust 4.00%, 10/11/2027	14	15
United Airlines 2014-1 Class B Pass Through Trust 4.75%, 10/11/2023	9	9
United Airlines 2014-2 Class A Pass Through Trust 3.75%, 03/03/2028	15	16
US Airways 2001-1G Pass Through Trust 7.08%, 09/20/2022	1	1
US Airways 2013-1 Class A Pass Through Trust 3.95%, 05/15/2027	9	9
	<u>\$</u>	<u>89</u>
Apparel - 0.03%		
NIKE Inc 3.88%, 11/01/2045	10	11
Automobile Asset Backed Securities - 2.16%		
AmeriCredit Automobile Receivables 2016-1 1.20%, 06/10/2019 ^(c)	200	200
AmeriCredit Automobile Receivables Trust 2015-3 0.96%, 01/08/2019 ^(c)	68	68
Capital Auto Receivables Asset Trust 2014-2 1.26%, 05/21/2018 ^(c)	190	190
Capital Auto Receivables Asset Trust 2015-2 0.85%, 10/20/2017 ^(c)	126	126
Capital Auto Receivables Asset Trust 2016-1 1.15%, 11/20/2018 ^(c)	20	20
CarMax Auto Owner Trust 2015-2 0.72%, 06/15/2018 ^(c)	96	96
Chesapeake Funding LLC 1.69%, 04/07/2024 ^{(b),(c)}	11	11
Drive Auto Receivables Trust 2015-D 1.31%, 06/15/2018 ^{(b),(c)}	92	92
GM Financial Automobile Leasing Trust 2016-2 0.95%, 10/22/2018 ^(c)	50	50
Honda Auto Receivables 2015-3 Owner Trust 0.92%, 11/20/2017	77	77
	<u>\$</u>	<u>930</u>
Automobile Floor Plan Asset Backed Securities - 0.64%		
Ford Credit Floorplan Master Owner Trust A 0.84%, 02/15/2019 ^(c)	200	200

BONDS (continued)	Principal Amount (000's)	Value (000's)
Automobile Floor Plan Asset Backed Securities (continued)		
GE Dealer Floorplan Master Note Trust 0.83%, 07/20/2019 ^(c)	\$ 75	75
	<u>\$</u>	<u>275</u>
Automobile Manufacturers - 0.50%		
American Honda Finance Corp 2.45%, 09/24/2020	15	16
Ford Motor Co 7.40%, 11/01/2046	15	21
General Motors Co 3.50%, 10/02/2018	25	26
6.25%, 10/02/2043	5	6
General Motors Financial Co Inc 3.25%, 05/15/2018	10	10
Hyundai Capital America 2.55%, 02/06/2019 ^(b)	60	61
Navistar International Corp 8.25%, 11/01/2021	5	3
Nissan Motor Acceptance Corp 1.23%, 03/03/2017 ^{(b),(c)}	30	30
Toyota Motor Credit Corp 1.02%, 01/17/2019 ^(c)	25	25
2.00%, 10/24/2018	15	15
	<u>\$</u>	<u>213</u>
Automobile Parts & Equipment - 0.03%		
Dana Holding Corp 5.50%, 12/15/2024	5	5
Lear Corp 5.25%, 01/15/2025	10	10
	<u>\$</u>	<u>15</u>
Banks - 2.45%		
Associated Banc-Corp 2.75%, 11/15/2019	10	10
4.25%, 01/15/2025	20	21
Bank of America Corp 2.63%, 04/19/2021	40	41
3.50%, 04/19/2026	10	10
3.95%, 04/21/2025	15	15
4.10%, 07/24/2023	10	11
4.20%, 08/26/2024	20	21
4.25%, 10/22/2026	31	32
6.10%, 12/29/2049 ^{(c),(d)}	10	10
Bank of New York Mellon Corp/The 4.95%, 12/29/2049 ^{(c),(d)}	30	30
Citigroup Inc 2.70%, 03/30/2021	15	15
3.40%, 05/01/2026	10	10
4.60%, 03/09/2026	5	5
4.75%, 05/18/2046	5	5
First Horizon National Corp 3.50%, 12/15/2020	20	20
Goldman Sachs Group Inc/The 2.38%, 01/22/2018	100	101
2.55%, 10/23/2019	20	20
3.50%, 01/23/2025	10	10
3.85%, 07/08/2024	10	11
4.25%, 10/21/2025	45	47
5.15%, 05/22/2045	15	16
5.38%, 03/15/2020	15	17
5.38%, 12/29/2049 ^{(c),(d)}	25	25
6.75%, 10/01/2037	10	12
JPMorgan Chase & Co 1.63%, 05/15/2018	35	35
4.25%, 10/01/2027	10	11
4.40%, 07/22/2020	50	55
4.50%, 01/24/2022	10	11
4.95%, 06/01/2045	20	22
5.00%, 12/29/2049 ^{(c),(d)}	20	19
5.63%, 08/16/2043	10	12
Morgan Stanley 2.38%, 07/23/2019	60	61

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)
Banks (continued)		
Morgan Stanley (continued)		
2.50%, 04/21/2021	\$	20\$ 20
2.65%, 01/27/2020		5 5
4.00%, 07/23/2025		20 21
4.10%, 05/22/2023		70 73
4.88%, 11/01/2022		15 16
5.00%, 11/24/2025		30 33
5.55%, 12/29/2049 ^{(c),(d)}		10 10
RBC USA Holdco Corp		
5.25%, 09/15/2020		15 17
Royal Bank of Scotland Group PLC		
5.13%, 05/28/2024		5 5
6.13%, 12/15/2022		5 5
US Bancorp		
2.35%, 01/29/2021		30 31
Wells Fargo & Co		
2.50%, 03/04/2021		25 26
2.60%, 07/22/2020		5 5
3.90%, 05/01/2045		10 10
4.40%, 06/14/2046		10 10
5.87%, 12/29/2049 ^{(c),(d)}		5 5
5.90%, 12/29/2049 ^{(c),(d)}		20 21
	\$	1,054
Beverages - 0.63%		
Anheuser-Busch Cos LLC		
5.60%, 03/01/2017		25 26
Anheuser-Busch InBev Finance Inc		
2.65%, 02/01/2021		70 73
3.30%, 02/01/2023		10 10
3.65%, 02/01/2026		65 70
4.70%, 02/01/2036		25 28
4.90%, 02/01/2046		30 35
Constellation Brands Inc		
3.75%, 05/01/2021		15 15
Corp Lindley SA		
6.75%, 11/23/2021 ^(b)		7 8
6.75%, 11/23/2021		5 6
	\$	271
Biotechnology - 0.20%		
Celgene Corp		
2.13%, 08/15/2018		25 25
2.88%, 08/15/2020		15 16
4.63%, 05/15/2044		5 5
5.00%, 08/15/2045		5 5
5.25%, 08/15/2043		5 6
Genzyme Corp		
5.00%, 06/15/2020		15 17
Gilead Sciences Inc		
3.05%, 12/01/2016		10 10
	\$	84
Building Materials - 0.29%		
Boise Cascade Co		
6.38%, 11/01/2020		5 5
CRH America Inc		
8.13%, 07/15/2018		45 51
Martin Marietta Materials Inc		
1.73%, 06/30/2017 ^(c)		65 65
Norbord Inc		
5.38%, 12/01/2020 ^(b)		5 5
	\$	126
Chemicals - 0.19%		
A Schulman Inc		
6.88%, 06/01/2023 ^(b)		15 15
Agrium Inc		
3.38%, 03/15/2025		20 20
Aruba Investments Inc		
8.75%, 02/15/2023 ^(b)		5 5
CF Industries Inc		
4.95%, 06/01/2043		5 5
5.15%, 03/15/2034		10 10

BONDS (continued)	Principal Amount (000's)	Value (000's)
Chemicals (continued)		
Dow Chemical Co/The		
4.38%, 11/15/2042	\$	5\$ 5
Eagle Spinco Inc		
4.63%, 02/15/2021		5 5
LYB International Finance BV		
4.88%, 03/15/2044		10 10
Monsanto Co		
3.95%, 04/15/2045		5 5
	\$	80
Commercial Mortgage Backed Securities - 2.15%		
BCRR Trust 2009-1		
5.86%, 07/17/2040 ^(b)		25 25
CD 2006-CD3 Mortgage Trust		
5.62%, 10/15/2048		12 12
Citigroup Commercial Mortgage Trust 2015-GC27		
3.14%, 02/10/2048 ^(c)		75 79
Citigroup Commercial Mortgage Trust 2015-GC29		
3.19%, 04/10/2048 ^(c)		50 53
4.29%, 04/10/2048 ^(c)		100 99
COMM 2014-CCRE17 Mortgage Trust		
4.90%, 05/10/2047 ^(c)		50 51
Credit Suisse First Boston Mortgage Securities Corp		
0.57%, 11/15/2037 ^{(b),(c),(e)}		40 —
CSMC Series 2009-RR3		
5.34%, 12/15/2043 ^{(b),(c)}		25 25
GE Commercial Mortgage Corp Series 2007-C1 Trust		
5.61%, 12/10/2049 ^(c)		100 97
GS Mortgage Securities Trust 2013-GCJ12		
3.78%, 06/10/2046 ^(c)		25 26
GS Mortgage Securities Trust 2015-GC34		
3.51%, 10/10/2048 ^(c)		125 135
JP Morgan Chase Commercial Mortgage Securities Trust 2006-CIBC17		
5.43%, 12/12/2043		16 16
LB-UBS Commercial Mortgage Trust 2007-C2		
5.43%, 02/15/2040		8 8
Morgan Stanley Bank of America Merrill Lynch Trust 2013-C9		
3.46%, 05/15/2046		25 26
Morgan Stanley Bank of America Merrill Lynch Trust 2014-C18		
4.59%, 10/15/2047 ^(c)		50 54
UBS Commercial Mortgage Trust 2012-C1		
3.40%, 05/10/2045 ^(c)		55 59
UBS-Barclays Commercial Mortgage Trust 2013-C5		
3.18%, 03/10/2046 ^(c)		15 16
Wachovia Bank Commercial Mortgage Trust Series 2007-C34		
5.68%, 05/15/2046 ^(c)		105 108
WFRBS Commercial Mortgage Trust 2013-C12		
1.54%, 03/15/2048 ^{(b),(c),(e)}		563 35
	\$	924
Commercial Services - 0.02%		
Ahern Rentals Inc		
7.38%, 05/15/2023 ^(b)		5 3
Jurassic Holdings III Inc		
6.88%, 02/15/2021 ^(b)		5 3
TMS International Corp		
7.63%, 10/15/2021 ^(b)		5 4
	\$	10

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)
Electric (continued)		
Southern Co/The (continued)		
4.40%, 07/01/2046	\$	5\$ 5
Virginia Electric & Power Co		
4.00%, 01/15/2043		5 5
4.65%, 08/15/2043		5 6
Wisconsin Electric Power Co		
4.30%, 12/15/2045		5 6
Xcel Energy Inc		
2.40%, 03/15/2021		35 36
3.30%, 06/01/2025		10 11
		<u>\$ 513</u>
Electronics - 0.08%		
Fortive Corp		
2.35%, 06/15/2021 ^(b)		5 5
3.15%, 06/15/2026 ^(b)		10 10
Sanmina Corp		
4.38%, 06/01/2019 ^(b)		20 21
		<u>\$ 36</u>
Engineering & Construction - 0.06%		
SBA Tower Trust		
2.90%, 10/15/2044 ^(b)		25 25
Entertainment - 0.32%		
CCM Merger Inc		
9.13%, 05/01/2019 ^(b)		20 21
Churchill Downs Inc		
5.38%, 12/15/2021 ^(b)		35 36
Cinemark USA Inc		
4.88%, 06/01/2023		5 5
DreamWorks Animation SKG Inc		
6.88%, 08/15/2020 ^(b)		10 11
Lions Gate Entertainment Corp		
5.25%, 08/01/2018		20 20
Peninsula Gaming LLC / Peninsula Gaming Corp		
8.38%, 02/15/2018 ^(b)		5 5
Regal Entertainment Group		
5.75%, 03/15/2022		5 5
WMG Acquisition Corp		
6.00%, 01/15/2021 ^(b)		13 13
WMG Holdings Corp		
13.75%, 10/01/2019		19 20
		<u>\$ 136</u>
Environmental Control - 0.06%		
Republic Services Inc		
3.80%, 05/15/2018		25 26
Food - 0.33%		
Arcor SAIC		
6.00%, 07/06/2023 ^{(b),(f),(g)}		15 15
BI-LO LLC / BI-LO Finance Corp		
9.25%, 02/15/2019 ^(b)		5 4
Ingles Markets Inc		
5.75%, 06/15/2023		5 5
JBS USA LLC / JBS USA Finance Inc		
5.75%, 06/15/2025 ^(b)		5 5
JM Smucker Co/The		
4.38%, 03/15/2045		10 11
Kraft Heinz Foods Co		
2.80%, 07/02/2020 ^(b)		15 16
4.38%, 06/01/2046 ^(b)		25 26
5.00%, 07/15/2035 ^(b)		5 6
Post Holdings Inc		
7.75%, 03/15/2024 ^(b)		5 6
Smithfield Foods Inc		
5.88%, 08/01/2021 ^(b)		5 5
TreeHouse Foods Inc		
6.00%, 02/15/2024 ^(b)		5 5

BONDS (continued)	Principal Amount (000's)	Value (000's)
Food (continued)		
Wm Wrigley Jr Co		
2.40%, 10/21/2018 ^(b)	\$	10\$ 10
3.38%, 10/21/2020 ^(b)		25 27
		<u>\$ 141</u>
Forest Products & Paper - 0.06%		
Domtar Corp		
6.25%, 09/01/2042		20 21
Tembec Industries Inc		
9.00%, 12/15/2019 ^(b)		5 4
		<u>\$ 25</u>
Gas - 0.04%		
Dominion Gas Holdings LLC		
2.80%, 11/15/2020		15 16
Healthcare - Products - 0.39%		
Hill-Rom Holdings Inc		
5.75%, 09/01/2023 ^{(b),(c)}		5 5
Kinetic Concepts Inc / KCI USA Inc		
10.50%, 11/01/2018		15 15
Mallinckrodt International Finance SA / Mallinckrodt CB LLC		
5.63%, 10/15/2023 ^(b)		5 5
Medtronic Inc		
2.50%, 03/15/2020		20 21
4.38%, 03/15/2035		19 21
4.63%, 03/15/2045		20 24
Universal Hospital Services Inc		
7.63%, 08/15/2020		10 9
Zimmer Biomet Holdings Inc		
2.70%, 04/01/2020		35 35
3.15%, 04/01/2022		20 21
3.55%, 04/01/2025		10 10
		<u>\$ 166</u>
Healthcare - Services - 0.83%		
Aetna Inc		
2.40%, 06/15/2021		20 20
2.75%, 11/15/2022		30 31
2.80%, 06/15/2023		25 26
3.20%, 06/15/2026		20 21
4.25%, 06/15/2036		10 10
4.38%, 06/15/2046		10 10
Anthem Inc		
4.63%, 05/15/2042		10 11
Centene Corp		
4.75%, 05/15/2022		10 10
5.75%, 06/01/2017		14 14
6.13%, 02/15/2024 ^(b)		5 5
Cigna Corp		
4.00%, 02/15/2022		5 5
4.38%, 12/15/2020		50 54
Fresenius Medical Care US Finance II Inc		
5.88%, 01/31/2022 ^(b)		5 6
HCA Inc		
4.75%, 05/01/2023		10 10
5.25%, 04/15/2025		20 21
5.88%, 03/15/2022		5 6
Molina Healthcare Inc		
5.38%, 11/15/2022 ^(b)		5 5
MPH Acquisition Holdings LLC		
7.13%, 06/01/2024 ^(b)		5 5
UnitedHealth Group Inc		
1.90%, 07/16/2018		10 10
4.63%, 07/15/2035		55 64
4.75%, 07/15/2045		5 6
WellCare Health Plans Inc		
5.75%, 11/15/2020		5 5
		<u>\$ 355</u>

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)
Holding Companies - Diversified - 0.01%		
Argos Merger Sub Inc 7.13%, 03/15/2023 ^(b)	\$	5\$ 5
Home Builders - 0.10%		
Beazer Homes USA Inc 6.63%, 04/15/2018		15 15
Lennar Corp 4.13%, 12/01/2018		5 5
4.75%, 11/15/2022 ^(c)		5 5
WCI Communities Inc 6.88%, 08/15/2021		15 15
Woodside Homes Co LLC / Woodside Homes Finance Inc 6.75%, 12/15/2021 ^(b)		5 5
		<u>\$ 45</u>
Home Equity Asset Backed Securities - 0.05%		
Specialty Underwriting & Residential Finance Trust Series 2004-BC1 1.22%, 02/25/2035 ^(c)		21 20
Housewares - 0.03%		
Newell Brands Inc 3.15%, 04/01/2021		5 5
3.85%, 04/01/2023		5 6
		<u>\$ 11</u>
Insurance - 1.10%		
American International Group Inc 3.30%, 03/01/2021		15 15
Chubb INA Holdings Inc 2.30%, 11/03/2020		45 46
3.35%, 05/03/2026		25 27
CNO Financial Group Inc 4.50%, 05/30/2020		10 10
Liberty Mutual Group Inc 7.00%, 03/07/2067 ^{(b),(c)}		15 13
Markel Corp 5.00%, 04/05/2046		15 16
Metropolitan Life Global Funding I 2.30%, 04/10/2019 ^(b)		150 154
Prudential Financial Inc 5.38%, 05/15/2045 ^(c)		15 15
Teachers Insurance & Annuity Association of America 4.90%, 09/15/2044 ^(b)		15 17
TIAA Asset Management Finance Co LLC 2.95%, 11/01/2019 ^(b)		40 41
Travelers Cos Inc/The 3.75%, 05/15/2046		10 10
Voya Financial Inc 5.65%, 05/15/2053 ^(c)		30 28
XLIT Ltd 4.45%, 03/31/2025		60 61
5.50%, 03/31/2045		20 20
		<u>\$ 473</u>
Internet - 0.01%		
Zayo Group LLC / Zayo Capital Inc 6.00%, 04/01/2023		5 5
Iron & Steel - 0.20%		
AK Steel Corp 7.63%, 05/15/2020		5 5
ArcelorMittal 8.00%, 10/15/2039 ^(c)		20 19
Commercial Metals Co 7.35%, 08/15/2018		25 26
Signode Industrial Group Lux SA/Signode Industrial Group US Inc 6.38%, 05/01/2022 ^(b)		10 10

BONDS (continued)	Principal Amount (000's)	Value (000's)
Iron & Steel (continued)		
Vale Overseas Ltd 5.88%, 06/10/2021	\$	25\$ 25
		<u>\$ 85</u>
Leisure Products & Services - 0.02%		
NCL Corp Ltd 4.63%, 11/15/2020 ^(b)		5 5
5.25%, 11/15/2019 ^(b)		5 5
		<u>\$ 10</u>
Lodging - 0.09%		
Boyd Gaming Corp 6.88%, 05/15/2023		5 6
MGM Growth Properties Operating Partnership LP / MGP Escrow Co-Issuer Inc 5.63%, 05/01/2024 ^(b)		5 5
MGM Resorts International 6.00%, 03/15/2023		5 5
6.63%, 12/15/2021		5 6
Wyndham Worldwide Corp 2.50%, 03/01/2018		15 15
		<u>\$ 37</u>
Machinery - Construction & Mining - 0.01%		
Vander Intermediate Holding II Corp 9.75%, PIK 10.50%, 02/01/2019 ^{(b),(h)}		5 3
Media - 0.84%		
21st Century Fox America Inc 4.75%, 09/15/2044		10 11
5.40%, 10/01/2043		5 6
CCO Holdings LLC / CCO Holdings Capital Corp 5.13%, 05/01/2023 ^(b)		15 15
5.75%, 02/15/2026 ^(b)		5 5
Charter Communications Operating LLC / Charter Communications Operating Capital 4.91%, 07/23/2025 ^(b)		25 27
6.83%, 10/23/2055 ^(b)		10 12
Comcast Corp 2.75%, 03/01/2023		35 37
3.38%, 02/15/2025		5 5
4.60%, 08/15/2045		5 6
6.40%, 03/01/2040		20 28
6.50%, 11/15/2035		5 7
DISH DBS Corp 4.25%, 04/01/2018		5 5
5.88%, 07/15/2022		15 15
5.88%, 11/15/2024		5 5
7.88%, 09/01/2019		10 11
Grupo Televisa SAB 6.63%, 01/15/2040		35 40
RCN Telecom Services LLC / RCN Capital Corp 8.50%, 08/15/2020 ^(b)		10 10
Time Warner Cable Inc 6.75%, 07/01/2018		5 5
Time Warner Inc 2.10%, 06/01/2019		10 10
2.95%, 07/15/2026		5 5
3.60%, 07/15/2025		10 11
3.88%, 01/15/2026		5 5
4.05%, 12/15/2023		5 6
4.65%, 06/01/2044		10 11
4.85%, 07/15/2045		10 11
6.25%, 03/29/2041		5 6
Viacom Inc 4.85%, 12/15/2034		15 14
Walt Disney Co/The 2.30%, 02/12/2021		10 10

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)
Media (continued)		
WideOpenWest Finance LLC / WideOpenWest Capital Corp 13.38%, 10/15/2019	\$	20\$ <u> 21</u> \$ <u> 360</u>
Metal Fabrication & Hardware - 0.01%		
Wise Metals Intermediate Holdings LLC/Wise Holdings Finance Corp 9.75%, PIK 10.50%, 06/15/2019 ^{(b),(h)}	11	6
Mining - 0.08%		
Barrick North America Finance LLC 4.40%, 05/30/2021	10	11
BHP Billiton Finance USA Ltd 2.05%, 09/30/2018	10	10
FMG Resources August 2006 Pty Ltd 6.88%, 04/01/2022 ^(b) 9.75%, 03/01/2022 ^(b)	5 5	5 5
Taseko Mines Ltd 7.75%, 04/15/2019	5	3 <u> 34</u>
Miscellaneous Manufacturers - 0.34%		
Bombardier Inc 7.50%, 03/15/2025 ^(b)	5	4
General Electric Co 5.30%, 02/11/2021	70	81
Ingersoll-Rand Global Holding Co Ltd 2.88%, 01/15/2019 5.75%, 06/15/2043	10 5	11 6
Ingersoll-Rand Luxembourg Finance SA 2.63%, 05/01/2020 3.55%, 11/01/2024	15 15	15 16
Tyco International Finance SA 5.13%, 09/14/2045	10	12 <u> 145</u>
Mortgage Backed Securities - 0.04%		
Fannie Mae Interest Strip 4.50%, 10/25/2035 ^{(c),(e)}	180	8
Freddie Mac REMICS 3.50%, 02/15/2025 ^{(c),(e)}	222	10 <u> 18</u>
Office & Business Equipment - 0.05%		
Xerox Corp 2.95%, 03/15/2017 3.50%, 08/20/2020 6.75%, 02/01/2017	5 10 5	5 10 5 <u> 20</u>
Oil & Gas - 1.27%		
Anadarko Petroleum Corp 3.45%, 07/15/2024 4.85%, 03/15/2021 5.55%, 03/15/2026	10 55 10	10 58 11
Apache Corp 4.75%, 04/15/2043	5	5
Baytex Energy Corp 5.13%, 06/01/2021 ^(b)	5	4
BP Capital Markets PLC 1.17%, 05/10/2019 ^(c) 3.12%, 05/04/2026	50 5	50 5
Chaparral Energy Inc 0.00%, 11/15/2022 ^(a)	10	6
Chesapeake Energy Corp 8.00%, 12/15/2022 ^(b)	7	6
ConocoPhillips Co 1.53%, 05/15/2022 ^(c)	20	19
Continental Resources Inc/OK 3.80%, 06/01/2024 4.50%, 04/15/2023 5.00%, 09/15/2022	5 5 5	4 5 5

BONDS (continued)	Principal Amount (000's)	Value (000's)
Oil & Gas (continued)		
Denbury Resources Inc 5.50%, 05/01/2022	\$	10\$ 7
Devon Energy Corp 2.25%, 12/15/2018	30	30
Ecopetrol SA 5.88%, 05/28/2045	5	4
Encana Corp 5.15%, 11/15/2041	10	8
EP Energy LLC / Everest Acquisition Finance Inc 9.38%, 05/01/2020	20	14
Exxon Mobil Corp 1.71%, 03/01/2019 2.22%, 03/01/2021	55 20	56 21
Halcon Resources Corp 8.63%, 02/01/2020 ^(b)	5	5
Kerr-McGee Corp 7.88%, 09/15/2031	5	6
Nabors Industries Inc 2.35%, 09/15/2016	10	10
Northern Blizzard Resources Inc 7.25%, 02/01/2022 ^(b)	6	5
Oasis Petroleum Inc 6.50%, 11/01/2021	10	9
PDC Energy Inc 7.75%, 10/15/2022	10	10
Petrobras Global Finance BV 4.38%, 05/20/2023 8.38%, 05/23/2021	5 15	4 15
Petroleos Mexicanos 5.50%, 02/04/2019 ^(b) 6.88%, 08/04/2026 ^(b) 8.00%, 05/03/2019	10 10 25	11 11 28
Phillips 66 4.65%, 11/15/2034	10	11
Pioneer Natural Resources Co 3.45%, 01/15/2021 4.45%, 01/15/2026	20 5	21 5
QEP Resources Inc 5.25%, 05/01/2023	10	9
Repsol Oil & Gas Canada Inc 7.75%, 06/01/2019	25	27
Shell International Finance BV 4.00%, 05/10/2046	5	5
Sunoco LP / Sunoco Finance Corp 5.50%, 08/01/2020 ^(b) 6.38%, 04/01/2023 ^(b)	5 5	5 5
Whiting Petroleum Corp 5.75%, 03/15/2021	5	5
Woodside Finance Ltd 3.65%, 03/05/2025 ^(b)	5	5
WPX Energy Inc 7.50%, 08/01/2020	5	5 <u> 545</u>
Oil & Gas Services - 0.02%		
Schlumberger Investment SA 3.30%, 09/14/2021 ^(b)	5	5
Seventy Seven Operating LLC 0.00%, 11/15/2019 ^(a)	5	3 <u> 8</u>
Other Asset Backed Securities - 0.12%		
Countrywide Asset-Backed Certificates 2.06%, 01/25/2034 ^(c)	37	34
JP Morgan Mortgage Acquisition Trust 2007- CH3 0.60%, 03/25/2037 ^(c)	19	19 <u> 53</u>

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)
Packaging & Containers - 0.26%		
Beverage Packaging Holdings Luxembourg II		
SA / Beverage Packaging Holdings II	\$	5\$
5.63%, 12/15/2016 ^(b)		5
Coveris Holding Corp		
10.00%, 06/01/2018 ^(b)	15	15
Crown Cork & Seal Co Inc		
7.38%, 12/15/2026	8	9
Packaging Corp of America		
4.50%, 11/01/2023	20	21
Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer (Luxembourg) S.A.		
5.75%, 10/15/2020	30	31
WestRock RKT Co		
3.50%, 03/01/2020	30	31
	<u>\$</u>	<u>112</u>
Pharmaceuticals - 0.43%		
AbbVie Inc		
1.80%, 05/14/2018	50	50
2.50%, 05/14/2020	25	26
4.70%, 05/14/2045	10	11
Actavis Funding SCS		
3.45%, 03/15/2022	25	26
3.80%, 03/15/2025	5	5
Baxalta Inc		
4.00%, 06/23/2025	5	5
Forest Laboratories LLC		
5.00%, 12/15/2021 ^(b)	5	6
Johnson & Johnson		
3.70%, 03/01/2046	15	17
Merck & Co Inc		
1.30%, 05/18/2018	20	20
Novartis Capital Corp		
4.00%, 11/20/2045	10	11
Valeant Pharmaceuticals International Inc		
5.38%, 03/15/2020 ^(b)	5	4
5.63%, 12/01/2021 ^(b)	5	4
	<u>\$</u>	<u>185</u>
Pipelines - 0.59%		
Boardwalk Pipelines LP		
3.38%, 02/01/2023	15	14
Columbia Pipeline Group Inc		
3.30%, 06/01/2020	20	21
Enbridge Inc		
1.14%, 06/02/2017 ^(c)	30	29
Energy Transfer Equity LP		
5.88%, 01/15/2024	5	5
Energy Transfer Partners LP		
4.05%, 03/15/2025	5	5
4.90%, 03/15/2035	5	4
EnLink Midstream Partners LP		
4.15%, 06/01/2025	20	18
4.40%, 04/01/2024	15	14
5.05%, 04/01/2045	10	8
Enterprise Products Operating LLC		
3.70%, 02/15/2026	5	5
4.90%, 05/15/2046	10	11
Kinder Morgan Energy Partners LP		
4.70%, 11/01/2042	15	14
5.63%, 09/01/2041	5	5
Kinder Morgan Inc/DE		
3.05%, 12/01/2019	10	10
MPLX LP		
4.88%, 06/01/2025 ^(b)	2	2
ONEOK Partners LP		
4.90%, 03/15/2025	10	10
Sabine Pass Liquefaction LLC		
5.63%, 03/01/2025	20	20
Tesoro Logistics LP / Tesoro Logistics Finance Corp		
6.13%, 10/15/2021	10	10

BONDS (continued)	Principal Amount (000's)	Value (000's)
Pipelines (continued)		
TransCanada PipeLines Ltd		
4.63%, 03/01/2034	\$	10\$
5.00%, 10/16/2043		5
7.13%, 01/15/2019		5
Western Gas Partners LP		
4.65%, 07/01/2026 ^(d,g)		5
5.45%, 04/01/2044	15	14
Williams Partners LP		
3.60%, 03/15/2022	10	9
	<u>\$</u>	<u>256</u>
Private Equity - 0.01%		
Icahn Enterprises LP / Icahn Enterprises Finance Corp		
6.00%, 08/01/2020	5	5
Real Estate - 0.08%		
American Campus Communities Operating Partnership LP		
3.35%, 10/01/2020	10	10
4.13%, 07/01/2024	10	11
Crescent Resources LLC / Crescent Ventures Inc		
10.25%, 08/15/2017 ^(b)	10	10
Prologis LP		
3.75%, 11/01/2025	5	5
	<u>\$</u>	<u>36</u>
REITS - 0.51%		
American Tower Corp		
3.50%, 01/31/2023	5	5
AvalonBay Communities Inc		
2.95%, 05/11/2026	15	15
Brixmor Operating Partnership LP		
4.13%, 06/15/2026	5	5
DDR Corp		
3.63%, 02/01/2025	10	10
DuPont Fabros Technology LP		
5.88%, 09/15/2021	5	5
Equinix Inc		
4.88%, 04/01/2020	5	5
5.38%, 01/01/2022	5	5
5.38%, 04/01/2023	5	5
Essex Portfolio LP		
3.38%, 04/15/2026	25	26
Hospitality Properties Trust		
4.25%, 02/15/2021	20	21
Iron Mountain US Holdings Inc		
5.38%, 06/01/2026 ^(b)	10	10
iStar Inc		
4.88%, 07/01/2018	5	5
6.50%, 07/01/2021	10	10
9.00%, 06/01/2017	5	5
Kimco Realty Corp		
3.40%, 11/01/2022	5	5
4.25%, 04/01/2045	15	15
Retail Properties of America Inc		
4.00%, 03/15/2025	15	15
Select Income REIT		
4.15%, 02/01/2022	15	15
Simon Property Group LP		
2.50%, 09/01/2020	5	5
2.50%, 07/15/2021	15	16
Ventas Realty LP		
3.13%, 06/15/2023	15	15
	<u>\$</u>	<u>218</u>
Retail - 0.67%		
BMC Stock Holdings Inc		
9.00%, 09/15/2018 ^(b)	15	16
CVS Health Corp		
2.80%, 07/20/2020	15	16
4.75%, 12/01/2022	25	29

See accompanying notes.

Schedule of Investments
Balanced Account
June 30, 2016 (unaudited)

BONDS (continued)	Principal Amount (000's)	Value (000's)	BONDS (continued)	Principal Amount (000's)	Value (000's)
Retail (continued)			Telecommunications (continued)		
CVS Health Corp (continued)			AT&T Inc (continued)		
5.00%, 12/01/2024	\$	10\$	2.38%, 11/27/2018	\$	5\$
5.13%, 07/20/2045		10	2.45%, 06/30/2020		45
CVS Pass-Through Trust		13	3.60%, 02/17/2023		25
7.51%, 01/10/2032 ^(b)		4	3.80%, 03/15/2022		20
Dollar Tree Inc		5	4.13%, 02/17/2026		5
5.75%, 03/01/2023 ^(b)		5	4.50%, 05/15/2035		10
Home Depot Inc/The		20	6.00%, 08/15/2040		15
3.35%, 09/15/2025		22	6.38%, 03/01/2041		10
JC Penney Corp Inc		15	CC Holdings GS V LLC / Crown Castle GS		
5.65%, 06/01/2020		14	III Corp		
KFC Holding Co/Pizza Hut Holdings			3.85%, 04/15/2023	30	32
LLC/Taco Bell of America LLC			Cisco Systems Inc		
5.00%, 06/01/2024 ^(b)		5	1.60%, 02/28/2019	5	5
L Brands Inc		5	2.20%, 02/28/2021	20	21
6.88%, 11/01/2035		5	Frontier Communications Corp		
Landry's Holdings II Inc			11.00%, 09/15/2025	10	10
10.25%, 01/01/2018 ^(b)		15	10.50%, 09/15/2022	10	11
Macy's Retail Holdings Inc			Goodman Networks Inc		
5.90%, 12/01/2016		36	12.13%, 07/01/2018	5	3
McDonald's Corp			Intelsat Luxembourg SA		
2.10%, 12/07/2018		15	8.13%, 06/01/2023	15	4
2.75%, 12/09/2020		25	Level 3 Communications Inc		
3.70%, 01/30/2026		10	5.75%, 12/01/2022	5	5
4.88%, 12/09/2045		25	Level 3 Financing Inc		
Michaels Stores Inc			5.38%, 01/15/2024	10	10
5.88%, 12/15/2020 ^(b)		5	6.13%, 01/15/2021	5	5
Target Corp			Sprint Capital Corp		
3.63%, 04/15/2046		5	6.88%, 11/15/2028	10	8
Tops Holding LLC / Tops Markets II Corp			Sprint Communications Inc		
8.00%, 06/15/2022 ^(b)		5	6.00%, 11/15/2022	10	8
		4	7.00%, 08/15/2020	10	9
	\$	289	9.13%, 03/01/2017	3	3
Software - 0.14%			T-Mobile USA Inc		
Fidelity National Information Services Inc			6.25%, 04/01/2021	10	11
2.85%, 10/15/2018		10	6.50%, 01/15/2026	5	5
First Data Corp			6.63%, 04/28/2021	5	5
5.00%, 01/15/2024 ^(b)		5	Verizon Communications Inc		
Microsoft Corp			1.35%, 06/09/2017	25	25
2.00%, 11/03/2020		5	2.41%, 09/14/2018 ^(c)	50	51
MSCI Inc			4.52%, 09/15/2048	3	3
5.75%, 08/15/2025 ^(b)		5	5.01%, 08/21/2054	17	18
Oracle Corp			5.15%, 09/15/2023	25	29
1.90%, 09/15/2021 ^(f)		15	Vodafone Group PLC		
2.65%, 07/15/2026 ^(f)		10	2.50%, 09/26/2022	10	10
4.00%, 07/15/2046 ^(f)		5		\$	444
4.38%, 05/15/2055		5			
	\$	61	Transportation - 0.35%		
Sovereign - 0.26%			Burlington Northern Santa Fe LLC		
Hungary Government International Bond			3.85%, 09/01/2023	10	11
5.38%, 02/21/2023		10	5.05%, 03/01/2041	15	18
Peruvian Government International Bond			CSX Corp		
5.63%, 11/18/2050		15	3.70%, 10/30/2020	15	16
Poland Government International Bond			3.95%, 05/01/2050	5	5
3.25%, 04/06/2026		50	5.50%, 04/15/2041	10	13
Romanian Government International Bond			Eletson Holdings Inc		
4.88%, 01/22/2024 ^(b)		30	9.63%, 01/15/2022 ^(b)	5	4
	\$	114	FedEx Corp		
Student Loan Asset Backed Securities - 0.38%			4.55%, 04/01/2046	10	11
Navient Student Loan Trust 2014-8			4.75%, 11/15/2045	25	28
0.73%, 08/25/2020 ^(c)		20	Hornbeck Offshore Services Inc		
Navient Student Loan Trust 2015-1			5.00%, 03/01/2021	10	6
0.75%, 09/26/2022 ^(c)		80	Navios Maritime Acquisition Corp / Navios		
SLM Private Education Loan Trust 2012-E			Acquisition Finance US Inc		
1.19%, 10/16/2023 ^{(b),(c)}		18	8.13%, 11/15/2021 ^(b)	20	16
SLM Private Education Loan Trust 2013-A			Navios Maritime Holdings Inc / Navios		
1.04%, 08/15/2022 ^{(b),(c)}		45	Maritime Finance II US Inc		
	\$	163	7.38%, 01/15/2022 ^(b)	10	4
Telecommunications - 1.03%			Navios South American Logistics Inc / Navios		
AT&T Inc			Logistics Finance US Inc		
1.58%, 11/27/2018 ^(c)		10	7.25%, 05/01/2022 ^(b)	5	3

See accompanying notes.

Schedule of Investments
Balanced Account
June 30, 2016 (unaudited)

BONDS (continued)	Principal	Value
	Amount (000's)	(000's)
Transportation (continued)		
Union Pacific Corp		
4.38%, 11/15/2065	\$ 15	16
		\$ 151
Trucking & Leasing - 0.02%		
Penske Truck Leasing Co Lp / PTL Finance Corp		
3.38%, 02/01/2022 ^(b)	10	10
TOTAL BONDS		\$ 10,358
SENIOR FLOATING RATE INTERESTS - 0.07%		
	Principal	Value
	Amount (000's)	(000's)
Forest Products & Paper - 0.01%		
Caraustar Industries Inc, Term Loan B		
8.00%, 04/26/2019 ^(c)	\$ 5	4
Oil & Gas - 0.02%		
Seadrill Operating LP, Term Loan B		
4.00%, 02/12/2021 ^(c)	20	9
Packaging & Containers - 0.01%		
SIG Combibloc PurchaseCo Sarl, Term Loan B		
4.25%, 03/11/2022 ^(c)	5	5
Retail - 0.01%		
Academy Ltd, Term Loan B		
5.00%, 06/16/2022 ^(c)	4	4
Semiconductors - 0.02%		
Avago Technologies Cayman Finance Ltd, Term Loan B1		
4.25%, 11/11/2022 ^(c)	10	10
TOTAL SENIOR FLOATING RATE INTERESTS		\$ 32
U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS - 17.90%		
	Principal	Value
	Amount (000's)	(000's)
Federal Home Loan Mortgage Corporation (FHLMC) - 2.12%		
3.00%, 11/01/2042	\$ 88	92
4.00%, 02/01/2044	57	61
4.00%, 10/01/2044	83	90
4.00%, 01/01/2045	88	95
4.00%, 01/01/2046	98	105
4.50%, 04/01/2031	12	14
4.50%, 12/01/2043	43	48
4.50%, 05/01/2044	73	79
5.00%, 06/01/2031	29	32
5.00%, 08/01/2040	96	107
5.00%, 06/01/2041	40	45
5.50%, 12/01/2022	5	5
6.00%, 01/01/2029	5	6
6.00%, 10/01/2036 ^(c)	7	8
6.00%, 08/01/2037	25	29
6.00%, 01/01/2038 ^(c)	5	5
6.00%, 07/01/2038	17	20
6.50%, 05/01/2031	2	2
6.50%, 06/01/2031	6	7
6.50%, 10/01/2035	14	17
7.00%, 12/01/2027	7	8
7.50%, 08/01/2030	1	1
8.00%, 12/01/2030	29	34
	\$ 910	
Federal National Mortgage Association (FNMA) - 6.21%		
2.50%, 03/01/2030	87	90
2.50%, 07/01/2031 ⁽ⁱ⁾	240	248
3.00%, 06/01/2027	176	187
3.00%, 07/01/2031 ⁽ⁱ⁾	45	47
3.00%, 10/01/2034	41	43

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal	Value
	Amount (000's)	(000's)
Federal National Mortgage Association (FNMA) (continued)		
3.00%, 07/01/2043	\$ 475	49
3.00%, 07/01/2046 ⁽ⁱ⁾	215	223
3.50%, 10/01/2033	74	79
3.50%, 05/01/2043	54	58
3.50%, 07/01/2043	201	215
3.50%, 08/01/2043	77	82
3.50%, 09/01/2044	88	94
3.50%, 11/01/2044	100	106
3.50%, 07/01/2045 ⁽ⁱ⁾	395	417
4.00%, 08/01/2020	4	4
4.00%, 02/01/2031	6	6
4.00%, 06/01/2031	15	16
4.00%, 03/01/2041	22	23
4.00%, 05/01/2045	201	217
4.00%, 12/01/2045	24	26
4.50%, 05/01/2040	78	87
4.50%, 11/01/2045	41	45
5.00%, 01/01/2042	29	33
5.50%, 03/01/2034	12	14
5.50%, 04/01/2035	2	2
5.50%, 07/01/2038	59	67
6.00%, 02/01/2025	17	19
6.00%, 11/01/2035	88	102
6.00%, 11/01/2037	30	34
6.00%, 03/01/2038	8	10
6.50%, 02/01/2032	5	7
6.50%, 07/01/2037	3	4
6.50%, 07/01/2037	3	4
6.50%, 02/01/2038	5	6
6.50%, 09/01/2038	6	7
	\$ 2,671	
Government National Mortgage Association (GNMA) - 2.00%		
3.00%, 02/15/2043	25	26
3.00%, 01/20/2046	68	71
3.00%, 07/01/2046	190	199
3.50%, 05/15/2042	69	73
3.50%, 10/15/2042	38	41
3.50%, 07/01/2046	200	212
4.00%, 07/01/2045 ⁽ⁱ⁾	50	54
4.50%, 11/15/2040	53	59
5.00%, 02/15/2039	73	83
6.00%, 09/20/2026	11	12
6.00%, 01/15/2029	13	15
7.00%, 05/15/2031	5	6
7.00%, 02/20/2032	8	10
	\$ 861	
U.S. Treasury - 7.07%		
0.50%, 11/30/2016	10	10
0.63%, 08/15/2016	60	60
0.88%, 04/30/2017	145	145
0.88%, 07/15/2018	5	5
1.38%, 01/31/2020	350	357
1.38%, 04/30/2020	40	41
1.75%, 09/30/2019	385	397
1.88%, 11/30/2021	300	312
2.00%, 05/31/2021	25	26
2.13%, 06/30/2022	450	474
2.25%, 11/15/2025	175	187
2.38%, 12/31/2020	50	53
2.38%, 08/15/2024	10	11
2.50%, 02/15/2045	15	16
2.75%, 08/15/2042	20	22
2.88%, 08/15/2045	45	50
3.00%, 11/15/2044	100	115
3.00%, 05/15/2045	100	115
3.00%, 11/15/2045	200	230
3.13%, 11/15/2041	20	24
3.13%, 08/15/2044	10	12
3.75%, 11/15/2043	100	132
4.50%, 02/15/2036	165	238

See accompanying notes.

**Schedule of Investments
Balanced Account
June 30, 2016 (unaudited)**

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
U.S. Treasury (continued)		
4.75%, 02/15/2037	\$	5\$ 7 \$ 3,039
U.S. Treasury Bill - 0.12%		
0.28%, 09/15/2016 ⁽ⁱ⁾		50 50
U.S. Treasury Inflation-Indexed Obligations - 0.38%		
0.13%, 04/15/2019		10 11
0.13%, 01/15/2022		21 22
0.25%, 01/15/2025		131 133
		\$ 166
TOTAL U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS		\$ 7,697
Total Investments		\$ 44,307
Other Assets and Liabilities - (3.03)%		\$ (1,304)
TOTAL NET ASSETS - 100.00%		\$ 43,003

- (a) *Non-Income Producing Security*
- (b) *Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At the end of the period, the value of these securities totaled \$1,501 or 3.49% of net assets.*
- (c) *Variable Rate. Rate shown is in effect at June 30, 2016.*
- (d) *Perpetual security. Perpetual securities pay an indefinite stream of interest, but they may be called by the issuer at an earlier date.*
- (e) *Security is an Interest Only Strip.*
- (f) *Security purchased on a when-issued basis.*
- (g) *Fair value of these investments is determined in good faith by the Manager under procedures established and periodically reviewed by the Board of Directors. At the end of the period, the fair value of these securities totaled \$20 or 0.05% of net assets.*
- (h) *Payment in kind; the issuer has the option of paying additional securities in lieu of cash.*
- (i) *Security was purchased in a "to-be-announced" ("TBA") transaction. See Notes to Financial Statements for additional information.*
- (j) *Rate shown is the discount rate of the original purchase.*

Portfolio Summary (unaudited)

Sector	Percent
Consumer, Non-cyclical	17.59%
Financial	15.16%
Mortgage Securities	12.52%
Communications	10.18%
Consumer, Cyclical	8.98%
Government	7.83%
Industrial	7.38%
Technology	7.02%
Energy	5.25%
Asset Backed Securities	4.16%
Utilities	2.71%
Basic Materials	2.38%
Investment Companies	1.78%
Diversified	0.09%
Other Assets and Liabilities	(3.03)%
TOTAL NET ASSETS	100.00%

Schedule of Investments
Bond Market Index Account
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 7.43%	Shares Held	Value (000's)	
Money Market Funds - 7.43%			
First American Government Obligations Fund	155,215,544	\$	155,216
TOTAL INVESTMENT COMPANIES		\$	155,216
BONDS - 33.97%	Principal Amount (000's)	Value (000's)	
Advertising - 0.01%			
Omnicom Group Inc 4.45%, 08/15/2020	\$	128	141
Aerospace & Defense - 0.37%			
Boeing Capital Corp 4.70%, 10/27/2019		33	37
Boeing Co/The 1.88%, 06/15/2023		500	500
2.25%, 06/15/2026		500	502
5.88%, 02/15/2040		154	214
7.95%, 08/15/2024		200	283
Harris Corp 4.40%, 12/15/2020		51	55
L-3 Communications Corp 4.95%, 02/15/2021		277	303
Lockheed Martin Corp 2.50%, 11/23/2020		255	263
3.35%, 09/15/2021		102	109
3.55%, 01/15/2026		225	244
3.60%, 03/01/2035		350	355
4.07%, 12/15/2042		47	50
4.70%, 05/15/2046		345	407
5.50%, 11/15/2039		220	272
6.15%, 09/01/2036		290	385
Northrop Grumman Corp 1.75%, 06/01/2018		500	505
3.25%, 08/01/2023		500	537
3.50%, 03/15/2021		277	297
Raytheon Co 3.13%, 10/15/2020		77	83
4.88%, 10/15/2040		154	189
United Technologies Corp 3.10%, 06/01/2022	1,000	1,066	
4.50%, 04/15/2020	74	82	
4.50%, 06/01/2042	580	664	
5.38%, 12/15/2017	102	108	
5.70%, 04/15/2040	51	67	
6.13%, 07/15/2038	18	25	
6.70%, 08/01/2028	175	236	
		\$	7,838
Agriculture - 0.25%			
Altria Group Inc 4.00%, 01/31/2024		350	392
4.50%, 05/02/2043		500	564
4.75%, 05/05/2021		128	146
5.38%, 01/31/2044		200	256
9.25%, 08/06/2019		126	155
9.95%, 11/10/2038		57	103
10.20%, 02/06/2039		68	126
Archer-Daniels-Midland Co 4.48%, 03/01/2021 ^(a)		29	33
Philip Morris International Inc 1.13%, 08/21/2017		100	100
1.25%, 11/09/2017		500	502
2.75%, 02/25/2026		270	279
2.90%, 11/15/2021		51	54
4.38%, 11/15/2041		51	56
4.50%, 03/26/2020		131	146
4.50%, 03/20/2042		400	450
5.65%, 05/16/2018		25	27
6.38%, 05/16/2038		100	138
Reynolds American Inc 4.45%, 06/12/2025		220	246
4.85%, 09/15/2023		350	400

BONDS (continued)	Principal Amount (000's)	Value (000's)	
Agriculture (continued)			
Reynolds American Inc (continued) 5.85%, 08/15/2045	\$	390	498
6.88%, 05/01/2020		500	590
8.13%, 06/23/2019		36	43
		\$	5,304
Airlines - 0.07%			
American Airlines 2011-1 Class A Pass Through Trust 5.25%, 07/31/2022		127	137
American Airlines 2014-1 Class A Pass Through Trust 3.70%, 04/01/2028		365	380
Continental Airlines 2010-1 Class A Pass Through Trust 4.75%, 07/12/2022		37	40
Continental Airlines 2012-2 Class A Pass Through Trust 4.00%, 04/29/2026		174	183
Delta Air Lines 2007-1 Class A Pass Through Trust 6.82%, 02/10/2024		71	83
Southwest Airlines Co 2.75%, 11/06/2019		300	310
United Airlines 2014-2 Class A Pass Through Trust 3.75%, 03/03/2028		194	205
US Airways 2013-1 Class A Pass Through Trust 3.95%, 05/15/2027		174	184
		\$	1,522
Apparel - 0.05%			
NIKE Inc 2.25%, 05/01/2023		200	206
3.63%, 05/01/2043		200	211
Under Armour Inc 3.25%, 06/15/2026		160	162
VF Corp 6.00%, 10/15/2033		350	454
		\$	1,033
Automobile Asset Backed Securities - 0.23%			
Ally Auto Receivables Trust 2013-2 1.24%, 11/15/2018		500	501
Capital Auto Receivables Asset Trust 2015-2 1.39%, 09/20/2018 ^(a)	1,000	1,001	
CarMax Auto Owner Trust 2013-4 0.80%, 07/16/2018		182	181
Fifth Third Auto Trust 2014-3 1.47%, 05/17/2021 ^(a)		500	502
Ford Credit Auto Owner Trust 2016-B 1.33%, 10/15/2020	1,000	1,005	
Honda Auto Receivables 2014-4 Owner Trust 0.99%, 09/17/2018		443	443
Honda Auto Receivables Owner Trust 2014-3 0.88%, 06/15/2018 ^(a)		379	379
Hyundai Auto Receivables Trust 2012-C 1.06%, 06/15/2018		266	266
World Omni Auto Receivables Trust 2013-B 1.32%, 01/15/2020 ^(a)		515	517
		\$	4,795
Automobile Manufacturers - 0.40%			
American Honda Finance Corp 1.55%, 12/11/2017		350	353
Daimler Finance North America LLC 8.50%, 01/18/2031		102	166
Ford Motor Co 4.75%, 01/15/2043		400	423
7.45%, 07/16/2031		100	134

See accompanying notes.

Schedule of Investments
Bond Market Index Account
June 30, 2016 (unaudited)

BONDS (continued)	Principal Amount (000's)	Value (000's)	BONDS (continued)	Principal Amount (000's)	Value (000's)
Automobile Manufacturers (continued)			Banks (continued)		
Ford Motor Credit Co LLC			BNP Paribas SA (continued)		
2.15%, 01/09/2018	\$ 500	\$ 504	2.40%, 12/12/2018	\$ 750	\$ 765
2.24%, 06/15/2018	370	374	4.25%, 10/15/2024	750	771
2.55%, 10/05/2018	500	509	5.00%, 01/15/2021	77	86
3.34%, 03/18/2021	1,000	1,037	BPCE SA		
3.66%, 09/08/2024	750	777	1.61%, 07/25/2017	750	749
4.25%, 09/20/2022	200	216	4.00%, 04/15/2024	250	272
4.38%, 08/06/2023	350	381	Branch Banking & Trust Co		
5.00%, 05/15/2018	200	212	1.45%, 05/10/2019	750	753
5.88%, 08/02/2021	200	229	2.30%, 10/15/2018	750	769
PACCAR Financial Corp			2.85%, 04/01/2021	1,000	1,051
1.40%, 11/17/2017	320	322	Capital One Financial Corp		
Toyota Motor Credit Corp			2.45%, 04/24/2019	250	254
1.25%, 10/05/2017	400	402	3.20%, 02/05/2025	400	403
1.55%, 07/13/2018	500	505	3.50%, 06/15/2023	84	87
1.70%, 02/19/2019	500	506	Capital One NA/Mclean VA		
2.13%, 07/18/2019	500	513	1.50%, 09/05/2017	500	500
2.15%, 03/12/2020	500	514	Citigroup Inc		
2.63%, 01/10/2023	100	105	1.55%, 08/14/2017	750	752
3.30%, 01/12/2022	77	83	1.70%, 04/27/2018	1,000	1,002
	<u>\$ 8,265</u>		2.05%, 12/07/2018	1,000	1,008
			2.40%, 02/18/2020	200	202
Automobile Parts & Equipment - 0.05%			2.65%, 10/26/2020	1,000	1,018
BorgWarner Inc			3.50%, 05/15/2023	600	612
3.38%, 03/15/2025	500	511	3.70%, 01/12/2026	500	526
Johnson Controls Inc			3.75%, 06/16/2024	500	526
1.40%, 11/02/2017	200	201	4.05%, 07/30/2022	200	211
3.75%, 12/01/2021	77	82	4.30%, 11/20/2026	500	515
5.00%, 03/30/2020	64	70	4.50%, 01/14/2022	454	502
5.25%, 12/01/2041	128	143	4.65%, 07/30/2045	260	286
	<u>\$ 1,007</u>		5.50%, 09/13/2025	300	336
			5.88%, 01/30/2042	328	415
Banks - 5.70%			6.63%, 06/15/2032	112	137
Associated Banc-Corp			8.13%, 07/15/2039	127	198
4.25%, 01/15/2025	500	516	Citizens Bank NA/Providence RI		
Australia & New Zealand Banking Group			1.60%, 12/04/2017	500	500
Ltd/New York NY			Commonwealth Bank of Australia/New York		
1.50%, 01/16/2018	500	502	NY		
Bank of America Corp			2.05%, 03/15/2019	500	507
1.95%, 05/12/2018	460	463	2.30%, 03/12/2020	750	764
2.00%, 01/11/2018	500	503	2.50%, 09/20/2018	200	205
2.25%, 04/21/2020	160	161	Cooperatieve Rabobank UA		
2.60%, 01/15/2019	750	767	3.88%, 02/08/2022	328	356
2.63%, 04/19/2021	750	762	3.95%, 11/09/2022	300	310
3.30%, 01/11/2023	300	309	4.50%, 01/11/2021	51	57
3.50%, 04/19/2026	745	770	5.25%, 05/24/2041	500	622
3.95%, 04/21/2025	830	845	5.25%, 08/04/2045	500	556
4.13%, 01/22/2024	1,000	1,076	Cooperatieve Rabobank UA/NY		
4.88%, 04/01/2044	500	570	2.25%, 01/14/2020	300	305
5.63%, 07/01/2020	380	428	Credit Suisse AG/New York NY		
5.65%, 05/01/2018	455	488	3.63%, 09/09/2024	400	414
5.70%, 01/24/2022	580	672	5.40%, 01/14/2020	200	217
5.88%, 02/07/2042	228	288	Credit Suisse Group Funding Guernsey Ltd		
6.00%, 09/01/2017	265	279	3.75%, 03/26/2025	750	734
6.88%, 04/25/2018	205	224	4.88%, 05/15/2045	500	498
7.63%, 06/01/2019	300	347	Deutsche Bank AG		
7.75%, 05/14/2038	750	1,056	4.10%, 01/13/2026	500	497
Bank of Montreal			Discover Bank/Greenwood DE		
1.40%, 04/10/2018	750	753	2.00%, 02/21/2018	200	201
1.45%, 04/09/2018	300	301	4.25%, 03/13/2026	500	523
Bank of Nova Scotia/The			Fifth Third Bancorp		
1.45%, 04/25/2018	300	301	8.25%, 03/01/2038	385	575
2.35%, 10/21/2020	500	511	Fifth Third Bank/Cincinnati OH		
2.45%, 03/22/2021	500	514	2.25%, 06/14/2021	500	508
4.50%, 12/16/2025	500	519	2.30%, 03/15/2019	300	306
Barclays Bank PLC			3.85%, 03/15/2026	500	525
5.14%, 10/14/2020	1,000	1,060	Goldman Sachs Group Inc/The		
BB&T Corp			2.55%, 10/23/2019	1,000	1,023
1.60%, 08/15/2017	200	201	2.75%, 09/15/2020	500	510
6.85%, 04/30/2019	18	21	3.50%, 01/23/2025	1,500	1,541
BNP Paribas SA			4.25%, 10/21/2025	1,250	1,292
2.38%, 09/14/2017	200	203			

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Banks (continued)			Banks (continued)		
Goldman Sachs Group Inc/The (continued)			KFW (continued)		
4.75%, 10/21/2045	\$ 360	\$ 397	2.75%, 09/08/2020	\$ 300	\$ 319
5.25%, 07/27/2021	502	566	4.00%, 01/27/2020	847	932
5.38%, 03/15/2020	500	556	4.38%, 03/15/2018	295	313
5.75%, 01/24/2022	228	265	4.50%, 07/16/2018	102	109
6.15%, 04/01/2018	821	885	4.88%, 06/17/2019	1,782	1,984
6.25%, 02/01/2041	700	906	Korea Development Bank/The		
6.45%, 05/01/2036	351	415	2.50%, 03/11/2020	500	514
HSBC Holdings PLC			2.88%, 08/22/2018	350	360
2.95%, 05/25/2021	500	505	Landwirtschaftliche Rentenbank		
3.40%, 03/08/2021	345	355	0.88%, 09/12/2017	200	200
3.60%, 05/25/2023	500	511	1.75%, 04/15/2019	350	358
3.90%, 05/25/2026	395	406	2.00%, 01/13/2025	300	307
4.00%, 03/30/2022	128	135	2.38%, 09/13/2017	200	204
4.25%, 03/14/2024	500	506	Lloyds Bank PLC		
4.30%, 03/08/2026	445	471	1.75%, 03/16/2018	750	748
5.10%, 04/05/2021	728	803	2.35%, 09/05/2019	400	402
6.10%, 01/14/2042	154	199	6.38%, 01/21/2021	51	60
6.50%, 05/02/2036	400	480	Lloyds Banking Group PLC		
6.50%, 09/15/2037	500	601	4.58%, 12/10/2025 ^(c)	1,000	1,005
HSBC USA Inc			Manufacturers & Traders Trust Co		
1.50%, 11/13/2017	400	399	2.10%, 02/06/2020	200	202
1.63%, 01/16/2018	300	299	Morgan Stanley		
2.63%, 09/24/2018	200	203	2.50%, 04/21/2021	1,000	1,010
2.75%, 08/07/2020	500	504	2.80%, 06/16/2020	1,000	1,025
Huntington National Bank/The			3.75%, 02/25/2023	1,200	1,271
2.20%, 11/06/2018	500	506	5.00%, 11/24/2025	500	547
Industrial & Commercial Bank of China Ltd/New York			5.63%, 09/23/2019	1,321	1,466
2.35%, 11/13/2017	400	404	5.75%, 01/25/2021	1,050	1,197
JPMorgan Chase & Co			6.25%, 08/28/2017	375	395
1.63%, 05/15/2018	300	301	6.38%, 07/24/2042	600	813
1.85%, 03/22/2019	500	505	MUFG Union Bank NA		
2.25%, 01/23/2020	670	679	2.25%, 05/06/2019	400	407
2.55%, 10/29/2020	1,000	1,022	National Australia Bank Ltd/New York		
2.75%, 06/23/2020	1,000	1,030	2.30%, 07/25/2018	400	408
3.13%, 01/23/2025	1,000	1,022	Northern Trust Corp		
3.20%, 01/25/2023	1,000	1,037	3.95%, 10/30/2025	500	558
3.25%, 09/23/2022	300	314	Oesterreichische Kontrollbank AG		
3.30%, 04/01/2026	500	517	1.38%, 02/10/2020	250	252
3.38%, 05/01/2023	400	408	1.50%, 10/21/2020	160	161
3.88%, 09/10/2024	500	518	1.88%, 01/20/2021	1,000	1,024
4.40%, 07/22/2020	162	177	PNC Bank NA		
4.50%, 01/24/2022	257	286	1.60%, 06/01/2018	750	758
4.63%, 05/10/2021	257	286	1.95%, 03/04/2019	350	355
4.95%, 03/25/2020	57	63	2.25%, 07/02/2019	1,000	1,021
5.40%, 01/06/2042	102	127	3.80%, 07/25/2023	400	431
5.60%, 07/15/2041	154	195	PNC Funding Corp		
5.63%, 08/16/2043	350	409	4.38%, 08/11/2020	51	56
6.30%, 04/23/2019	800	899	5.13%, 02/08/2020	25	28
6.40%, 05/15/2038	200	274	6.70%, 06/10/2019	25	29
JPMorgan Chase Bank NA			Royal Bank of Canada		
6.00%, 10/01/2017	1,000	1,056	2.15%, 03/06/2020	750	763
KeyBank NA/Cleveland OH			2.20%, 07/27/2018	400	408
2.25%, 03/16/2020	200	203	2.35%, 10/30/2020	500	514
2.50%, 12/15/2019	500	513	Santander Bank NA		
KeyCorp			2.00%, 01/12/2018	300	300
5.10%, 03/24/2021	102	115	Santander Holdings USA Inc		
KFW			4.50%, 07/17/2025	750	770
0.00%, 04/18/2036 ^(b)	380	228	Santander UK Group Holdings PLC		
0.00%, 06/29/2037 ^(b)	200	116	2.88%, 10/16/2020	1,000	992
1.00%, 01/26/2018	500	502	Santander UK PLC		
1.13%, 08/06/2018	1,500	1,509	2.38%, 03/16/2020	750	751
1.13%, 11/16/2018	500	503	3.05%, 08/23/2018	500	512
1.50%, 06/15/2021	290	294	Skandinaviska Enskilda Banken AB		
1.63%, 03/15/2021	670	683	2.63%, 03/15/2021	500	516
1.75%, 10/15/2019	750	768	Societe Generale SA		
1.88%, 04/01/2019	250	257	2.63%, 10/01/2018	300	307
1.88%, 11/30/2020	500	515	State Street Corp		
2.00%, 05/02/2025	880	902	2.55%, 08/18/2020	180	187
2.63%, 01/25/2022	1,257	1,339	3.10%, 05/15/2023	300	310
			3.55%, 08/18/2025	200	217

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Banks (continued)			Beverages (continued)		
Sumitomo Mitsui Banking Corp			Coca-Cola Co/The (continued)		
1.75%, 01/16/2018	\$	300	1.65%, 03/14/2018	\$	200
2.50%, 07/19/2018		300	2.88%, 10/27/2025		500
3.20%, 07/18/2022		100	3.15%, 11/15/2020		528
3.65%, 07/23/2025		500	542		568
Sumitomo Mitsui Financial Group Inc			Coca-Cola Femsa SAB de CV		
2.93%, 03/09/2021		500	2.38%, 11/26/2018		400
3.78%, 03/09/2026		500	408		408
SunTrust Bank/Atlanta GA			Diageo Capital PLC		
2.75%, 05/01/2023		200	4.83%, 07/15/2020		51
Svenska Handelsbanken AB			5.88%, 09/30/2036		139
2.25%, 06/17/2019		500	179		179
Toronto-Dominion Bank/The			Diageo Investment Corp		
1.63%, 03/13/2018		750	2.88%, 05/11/2022		200
2.50%, 12/14/2020	1,000	1,034	Dr Pepper Snapple Group Inc		
2.63%, 09/10/2018		350	2.60%, 01/15/2019		277
UBS AG/Stamford CT			284		
1.38%, 08/14/2017		890	Pepsi Bottling Group Inc/The		
US Bancorp			7.00%, 03/01/2029		300
1.95%, 11/15/2018		101	430		
2.95%, 07/15/2022		200	PepsiCo Inc		
3.00%, 03/15/2022		128	2.15%, 10/14/2020		500
3.10%, 04/27/2026		750	2.75%, 03/05/2022		593
4.13%, 05/24/2021		77	3.13%, 11/01/2020		128
Wachovia Corp			4.25%, 10/22/2044		500
5.75%, 02/01/2018		280	4.50%, 01/15/2020		51
Wells Fargo & Co			4.88%, 11/01/2040		128
1.50%, 01/16/2018		300	5.00%, 06/01/2018		300
2.13%, 04/22/2019	1,000	1,022	5.50%, 01/15/2040		51
2.50%, 03/04/2021	1,000	1,025	66		66
3.00%, 02/19/2025		890	183		183
3.00%, 04/22/2026		500	\$		15,327
3.45%, 02/13/2023		200	Biotechnology - 0.37%		
3.50%, 03/08/2022		180	Amgen Inc		
3.90%, 05/01/2045		500	4.10%, 06/15/2021		501
4.40%, 06/14/2046		350	4.56%, 06/15/2048 ^(c)		460
4.60%, 04/01/2021		102	4.66%, 06/15/2051 ^(c)		810
4.90%, 11/17/2045		500	5.70%, 02/01/2019		12
5.38%, 02/07/2035		500	291		13
Wells Fargo Bank NA			5.85%, 06/01/2017		279
5.95%, 08/26/2036		750	Biogen Inc		
6.60%, 01/15/2038		250	4.05%, 09/15/2025		240
Wells Fargo Capital X			5.20%, 09/15/2045		500
5.95%, 12/01/2086		200	562		
Westpac Banking Corp			Celgene Corp		
1.95%, 11/23/2018		500	2.30%, 08/15/2018		110
2.60%, 11/23/2020		500	2.88%, 08/15/2020		500
4.88%, 11/19/2019		225	3.88%, 08/15/2025		450
		\$	3.95%, 10/15/2020		400
		119,070	364		431
			4.63%, 05/15/2044		350
			Gilead Sciences Inc		
			2.55%, 09/01/2020		600
			3.50%, 02/01/2025		750
			4.40%, 12/01/2021		77
			4.60%, 09/01/2035		500
			180		205
			4.75%, 03/01/2046		500
			563		
			4.80%, 04/01/2044		\$
					7,741
Beverages - 0.73%			Building Materials - 0.05%		
Anheuser-Busch Cos LLC			Owens Corning		
5.50%, 01/15/2018		90	4.20%, 12/15/2022		1,000
6.50%, 02/01/2043		500	1,066		
Anheuser-Busch InBev Finance Inc			Chemicals - 0.57%		
1.90%, 02/01/2019		1,065	Agrium Inc		
2.65%, 02/01/2021		914	4.90%, 06/01/2043		200
3.65%, 02/01/2026		2,290	6.13%, 01/15/2041		250
4.70%, 02/01/2036		500	Airgas Inc		
4.90%, 02/01/2046		750	2.38%, 02/15/2020		200
Anheuser-Busch InBev Worldwide Inc			204		
2.50%, 07/15/2022		300	Albemarle Corp		
3.75%, 07/15/2042		100	5.45%, 12/01/2044		150
5.00%, 04/15/2020		38	160		
5.38%, 01/15/2020		68	CF Industries Inc		
6.38%, 01/15/2040		251	5.15%, 03/15/2034		500
6.88%, 11/15/2019		551	6.88%, 05/01/2018		100
7.75%, 01/15/2019		478	7.13%, 05/01/2020		100
8.20%, 01/15/2039		51	115		
Coca-Cola Co/The			Dow Chemical Co/The		
0.88%, 10/27/2017		500	4.13%, 11/15/2021		201
1.15%, 04/01/2018		500	4.38%, 11/15/2042		200
			7.38%, 11/01/2029		850
					1,140

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Chemicals (continued)			Commercial Mortgage Backed Securities (continued)		
Dow Chemical Co/The (continued)			COMM 2015-LC19 Mortgage Trust		
8.55%, 05/15/2019	\$ 481	\$ 571	3.18%, 02/10/2048 ^(a)	\$ 1,000	\$ 1,058
9.40%, 05/15/2039	51	80	COMM 2016-CCRE28 Mortgage Trust		
Eastman Chemical Co			3.76%, 02/10/2049	1,000	1,095
2.70%, 01/15/2020	400	411	Commercial Mortgage Loan Trust 2008-LS1		
3.60%, 08/15/2022	100	105	6.30%, 12/10/2049 ^(a)	59	61
4.50%, 01/15/2021	51	56	Commercial Mortgage Pass Through		
4.80%, 09/01/2042	100	104	Certificates		
Ecolab Inc			2.82%, 10/15/2045 ^(a)	500	522
1.45%, 12/08/2017	300	301	3.15%, 02/10/2047	500	516
4.35%, 12/08/2021	102	115	Commercial Mortgage Trust 2007-GG9		
5.50%, 12/08/2041	307	383	5.44%, 03/10/2039 ^(a)	181	183
El du Pont de Nemours & Co			CSAIL 2015-C1 Commercial Mortgage Trust		
2.80%, 02/15/2023	200	205	2.97%, 04/15/2050 ^(a)	1,000	1,038
4.15%, 02/15/2043	100	103	Fannie Mac-Aces		
4.25%, 04/01/2021	177	197	2.53%, 09/25/2024	1,000	1,036
4.63%, 01/15/2020	25	28	2.59%, 04/25/2023 ^(a)	851	885
6.00%, 07/15/2018	200	219	2.72%, 02/25/2022	1,000	1,058
LYB International Finance BV			3.22%, 08/25/2024 ^(a)	988	1,067
5.25%, 07/15/2043	500	547	3.46%, 01/25/2024 ^(a)	688	748
LyondellBasell Industries NV			FHLMC Multifamily Structured Pass Through		
5.00%, 04/15/2019	300	325	Certificates		
5.75%, 04/15/2024	100	119	2.08%, 12/25/2019 ^(a)	333	338
Methanex Corp			2.87%, 12/25/2021	540	572
3.25%, 12/15/2019	300	291	3.02%, 02/25/2023 ^(a)	371	391
Monsanto Co			3.06%, 07/25/2023 ^(a)	750	811
1.85%, 11/15/2018	280	282	3.06%, 12/25/2024	500	540
3.38%, 07/15/2024	750	773	3.31%, 05/25/2023 ^(a)	810	889
5.88%, 04/15/2038	317	362	3.32%, 02/25/2023 ^(a)	1,000	1,097
Mosaic Co/The			3.53%, 10/25/2023	1,050	1,167
4.25%, 11/15/2023	146	157	4.19%, 12/25/2020 ^(a)	850	947
Potash Corp of Saskatchewan Inc			GS Mortgage Securities Corp II		
3.63%, 03/15/2024	500	527	2.77%, 11/10/2045	500	523
4.88%, 03/30/2020	51	56	GS Mortgage Securities Trust 2012-GC6		
PPG Industries Inc			3.48%, 01/10/2045	274	296
3.60%, 11/15/2020	251	264	GS Mortgage Securities Trust 2014-GC18		
Praxair Inc			3.80%, 01/10/2047 ^(a)	500	549
2.20%, 08/15/2022	300	308	GS Mortgage Securities Trust 2015-GC34		
Sherwin-Williams Co/The			3.51%, 10/10/2048 ^(a)	1,000	1,079
1.35%, 12/15/2017	1,500	1,503	JP Morgan Chase Commercial Mortgage		
Valspar Corp/The			Securities Trust 2006-CIBC17		
4.40%, 02/01/2045	300	293	5.43%, 12/12/2043	191	192
	\$	11,829	JP Morgan Chase Commercial Mortgage		
			Securities Trust 2006-LDP7		
			6.18%, 04/17/2045 ^(a)	192	192
			JP Morgan Chase Commercial Mortgage		
			Securities Trust 2006-LDP8		
			5.44%, 05/15/2045 ^(a)	17	17
			JP Morgan Chase Commercial Mortgage		
			Securities Trust 2007-LDP12		
			5.88%, 02/15/2051	300	310
			JP Morgan Chase Commercial Mortgage		
			Securities Trust 2011-C5		
			4.17%, 08/15/2046	257	281
			JPMBB Commercial Mortgage Securities		
			Trust 2013-C15		
			4.13%, 11/15/2045 ^(a)	500	562
			JPMBB Commercial Mortgage Securities		
			Trust 2014-C22		
			3.80%, 09/15/2047	1,000	1,097
			LB Commercial Mortgage Trust 2007-C3		
			6.12%, 07/15/2044 ^(a)	54	56
			LB-UBS Commercial Mortgage Trust 2007-		
			C6		
			5.86%, 07/15/2040 ^(a)	33	34
			Merrill Lynch Mortgage Trust 2007-C1		
			6.02%, 06/12/2050 ^(a)	77	79
			Morgan Stanley Bank of America Merrill		
			Lynch Trust 2013-C11		
			3.09%, 08/15/2046 ^(a)	225	233

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Commercial Mortgage Backed Securities (continued)			Computers (continued)		
Morgan Stanley Bank of America Merrill Lynch Trust 2015-C24	\$ 1,000	\$ 1,076	Apple Inc (continued)		
3.48%, 05/15/2048			3.25%, 02/23/2026	\$ 750	\$ 796
Morgan Stanley Capital I Trust 2007-IQ13			3.45%, 05/06/2024	400	435
5.36%, 03/15/2044 ^(a)	98	100	3.85%, 05/04/2043	1,300	1,305
Morgan Stanley Capital I Trust 2007-IQ16			4.65%, 02/23/2046	370	418
5.81%, 12/12/2049	414	430	Computer Sciences Corp		
UBS Commercial Mortgage Trust 2012-C1			4.45%, 09/15/2022	100	107
3.40%, 05/10/2045 ^(a)	500	537	Diamond 1 Finance Corp / Diamond 2 Finance Corp		
UBS-Barclays Commercial Mortgage Trust 2012-C3			3.48%, 06/01/2019 ^(c)	345	353
3.09%, 08/10/2049 ^(a)	550	583	4.42%, 06/15/2021 ^(c)	940	967
UBS-Barclays Commercial Mortgage Trust 2013-C6			6.02%, 06/15/2026 ^(c)	750	782
3.24%, 04/10/2046 ^(a)	500	531	8.10%, 07/15/2036 ^(c)	255	275
Wachovia Bank Commercial Mortgage Trust Series 2007-C34			8.35%, 07/15/2046 ^(c)	215	231
5.68%, 05/15/2046 ^(a)	86	88	EMC Corp/MA		
Wells Fargo Commercial Mortgage Trust 2012-LC5			1.88%, 06/01/2018	500	490
2.92%, 10/15/2045	500	526	Hewlett Packard Enterprise Co		
Wells Fargo Commercial Mortgage Trust 2015-C28			2.85%, 10/05/2018 ^(c)	480	491
3.29%, 05/15/2048	1,845	1,957	3.60%, 10/15/2020 ^(c)	470	491
WFRBS Commercial Mortgage Trust 2012-C7			4.90%, 10/15/2025 ^(c)	300	313
2.30%, 06/15/2045	280	286	6.20%, 10/15/2035 ^(c)	80	81
WFRBS Commercial Mortgage Trust 2013-C11			6.35%, 10/15/2045 ^(c)	150	149
2.03%, 03/15/2045 ^(a)	500	502	HP Inc		
WFRBS Commercial Mortgage Trust 2013-C14			3.75%, 12/01/2020	121	128
2.98%, 06/15/2046	1,000	1,051	4.65%, 12/09/2021	180	195
WFRBS Commercial Mortgage Trust 2014-C20			6.00%, 09/15/2041	154	148
3.04%, 05/15/2047 ^(a)	500	521	International Business Machines Corp		
WFRBS Commercial Mortgage Trust 2014-LC14			1.25%, 02/08/2018	500	503
1.19%, 03/15/2047	279	279	1.63%, 05/15/2020	700	709
		<u>279</u>	2.25%, 02/19/2021	300	309
		<u>\$ 35,652</u>	4.70%, 02/19/2046	185	213
			5.60%, 11/30/2039	92	117
			5.70%, 09/14/2017	180	190
			5.88%, 11/29/2032	200	260
			6.22%, 08/01/2027	351	461
			Seagate HDD Cayman		
			4.75%, 06/01/2023	500	423
				<u>\$</u>	<u>13,932</u>
			Consumer Products - 0.04%		
			Avery Dennison Corp		
			5.38%, 04/15/2020	25	27
			Clorox Co/The		
			3.80%, 11/15/2021	128	139
			Kimberly-Clark Corp		
			2.40%, 03/01/2022	257	267
			2.40%, 06/01/2023	150	156
			3.70%, 06/01/2043	150	163
			7.50%, 11/01/2018	18	21
				<u>\$</u>	<u>773</u>
			Cosmetics & Personal Care - 0.10%		
			Colgate-Palmolive Co		
			2.95%, 11/01/2020	154	165
			Procter & Gamble Co/The		
			2.30%, 02/06/2022	411	427
			4.70%, 02/15/2019	177	194
			5.55%, 03/05/2037	500	693
			6.45%, 01/15/2026	500	679
				<u>\$</u>	<u>2,158</u>
			Credit Card Asset Backed Securities - 0.22%		
			Capital One Multi-Asset Execution Trust		
			5.75%, 07/15/2020	476	504
			Chase Issuance Trust		
			1.38%, 11/15/2019	1,000	1,005
			Citibank Credit Card Issuance Trust		
			1.11%, 07/23/2018	500	500
			2.68%, 06/07/2023 ^(a)	1,000	1,053
			2.88%, 01/23/2023	500	532
Computers - 0.67%					
Apple Inc					
1.00%, 05/03/2018	300	301			
2.00%, 05/06/2020	520	534			
2.25%, 02/23/2021	475	489			
2.40%, 05/03/2023	300	305			
2.85%, 05/06/2021	500	528			
3.20%, 05/13/2025	410	435			

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)
Credit Card Asset Backed Securities (continued)		
Synchrony Credit Card Master Note Trust		
2015-2		
1.60%, 04/15/2021 ^(a)	\$ 1,000	\$ 1,004
		<u>\$ 4,598</u>
Distribution & Wholesale - 0.03%		
WW Grainger Inc		
4.60%, 06/15/2045	500	593
Diversified Financial Services - 0.79%		
Air Lease Corp		
3.38%, 01/15/2019	400	408
American Express Co		
2.65%, 12/02/2022	400	405
3.63%, 12/05/2024	500	513
6.15%, 08/28/2017	128	135
7.00%, 03/19/2018	282	308
American Express Credit Corp		
1.55%, 09/22/2017	400	402
2.25%, 08/15/2019	500	510
2.25%, 05/05/2021	500	509
Ameriprise Financial Inc		
4.00%, 10/15/2023	200	217
7.30%, 06/28/2019	600	696
Bear Stearns Cos LLC/The		
6.40%, 10/02/2017	328	348
7.25%, 02/01/2018	444	484
BlackRock Inc		
3.38%, 06/01/2022	200	217
3.50%, 03/18/2024	500	542
5.00%, 12/10/2019	25	28
Capital One Bank USA NA		
2.30%, 06/05/2019	400	405
3.38%, 02/15/2023	300	306
Charles Schwab Corp/The		
2.20%, 07/25/2018	300	305
3.45%, 02/13/2026	250	267
CME Group Inc/IL		
3.00%, 03/15/2025	500	522
5.30%, 09/15/2043	200	256
Credit Suisse USA Inc		
7.13%, 07/15/2032	300	400
GE Capital International Funding Co		
Unlimited Co		
3.37%, 11/15/2025 ^(c)	1,000	1,085
4.42%, 11/15/2035 ^(c)	1,500	1,682
HSBC Finance Corp		
6.68%, 01/15/2021	349	391
Jefferies Group LLC		
6.50%, 01/20/2043	200	199
6.88%, 04/15/2021	27	31
8.50%, 07/15/2019	12	14
MasterCard Inc		
2.00%, 04/01/2019	300	308
Nasdaq Inc		
4.25%, 06/01/2024	350	369
National Rural Utilities Cooperative Finance		
Corp		
3.05%, 02/15/2022	102	108
3.25%, 11/01/2025	500	539
10.38%, 11/01/2018	218	263
Nomura Holdings Inc		
2.75%, 03/19/2019	500	512
6.70%, 03/04/2020	129	150
Synchrony Financial		
2.70%, 02/03/2020	500	501
4.25%, 08/15/2024	300	310
Visa Inc		
2.20%, 12/14/2020	585	603
3.15%, 12/14/2025	565	604
4.15%, 12/14/2035	215	243

BONDS (continued)	Principal Amount (000's)	Value (000's)
Diversified Financial Services (continued)		
Visa Inc (continued)		
4.30%, 12/14/2045	\$ 375	\$ 434
		<u>\$ 16,529</u>
Electric - 1.76%		
Alabama Power Co		
2.80%, 04/01/2025	500	518
4.30%, 01/02/2046	400	449
Ameren Illinois Co		
2.70%, 09/01/2022	300	311
Appalachian Power Co		
6.70%, 08/15/2037	277	358
7.00%, 04/01/2038	120	162
Arizona Public Service Co		
3.35%, 06/15/2024	200	216
4.50%, 04/01/2042	77	89
Berkshire Hathaway Energy Co		
2.00%, 11/15/2018	750	762
3.75%, 11/15/2023	1,000	1,093
6.13%, 04/01/2036	156	207
CMS Energy Corp		
5.05%, 03/15/2022	500	572
Commonwealth Edison Co		
4.00%, 08/01/2020	510	555
5.80%, 03/15/2018	212	228
5.88%, 02/01/2033	300	389
Consolidated Edison Co of New York Inc		
4.20%, 03/15/2042	128	138
5.50%, 12/01/2039	400	504
5.85%, 03/15/2036	51	66
6.65%, 04/01/2019	51	58
6.75%, 04/01/2038	125	177
Consumers Energy Co		
3.13%, 08/31/2024	500	530
Dominion Resources Inc/VA		
4.70%, 12/01/2044	300	325
4.90%, 08/01/2041	77	85
5.95%, 06/15/2035	800	975
DTE Electric Co		
3.45%, 10/01/2020	405	436
6.63%, 06/01/2036	120	168
DTE Energy Co		
3.50%, 06/01/2024	500	531
Duke Energy Carolinas LLC		
2.50%, 03/15/2023	279	289
3.90%, 06/15/2021	410	452
4.00%, 09/30/2042	100	108
5.30%, 02/15/2040	512	654
Duke Energy Corp		
3.75%, 04/15/2024	500	537
Duke Energy Florida LLC		
4.55%, 04/01/2020	77	85
5.65%, 06/15/2018	128	139
5.65%, 04/01/2040	25	33
6.40%, 06/15/2038	66	94
Duke Energy Indiana LLC		
3.75%, 07/15/2020	37	40
4.20%, 03/15/2042	128	140
6.12%, 10/15/2035	77	102
6.45%, 04/01/2039	300	432
Duke Energy Ohio Inc		
5.45%, 04/01/2019	128	142
Duke Energy Progress LLC		
4.15%, 12/01/2044	300	330
Entergy Arkansas Inc		
3.70%, 06/01/2024	500	548
3.75%, 02/15/2021	25	27
Entergy Corp		
5.13%, 09/15/2020	89	98
Exelon Generation Co LLC		
5.20%, 10/01/2019	102	113
6.25%, 10/01/2039	344	378

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)	BONDS (continued)	Principal Amount (000's)	Value (000's)
Electric (continued)			Electric (continued)		
FirstEnergy Solutions Corp 6.80%, 08/15/2039	\$ 101	\$ 102	Progress Energy Inc 3.15%, 04/01/2022	\$ 128	\$ 133
Florida Power & Light Co 5.13%, 06/01/2041	154	196	7.75%, 03/01/2031	136	190
5.65%, 02/01/2037	478	633	PSEG Power LLC 2.45%, 11/15/2018	180	183
5.69%, 03/01/2040	48	65	5.13%, 04/15/2020	300	326
Georgia Power Co 4.25%, 12/01/2019	77	84	Public Service Co of Colorado 3.95%, 03/15/2043	100	109
4.30%, 03/15/2042	228	250	4.75%, 08/15/2041	550	662
Great Plains Energy Inc 4.85%, 06/01/2021	77	85	Public Service Co of New Mexico 7.95%, 05/15/2018	154	172
Hydro-Quebec 8.05%, 07/07/2024	102	143	Public Service Electric & Gas Co 3.50%, 08/15/2020	73	78
Iberdrola International BV 6.75%, 07/15/2036	128	168	3.65%, 09/01/2042	200	211
Interstate Power & Light Co 3.25%, 12/01/2024	400	428	4.15%, 11/01/2045	500	567
LG&E & KU Energy LLC 3.75%, 11/15/2020	77	83	Puget Sound Energy Inc 4.43%, 11/15/2041	77	87
Louisville Gas & Electric Co 3.30%, 10/01/2025	50	54	5.80%, 03/15/2040	351	469
5.13%, 11/15/2040	51	63	San Diego Gas & Electric Co 5.35%, 05/15/2040	84	107
MidAmerican Energy Co 4.25%, 05/01/2046	500	566	South Carolina Electric & Gas Co 5.45%, 02/01/2041	77	96
Mississippi Power Co 4.25%, 03/15/2042	100	89	Southern California Edison Co 2.40%, 02/01/2022	300	311
Nevada Power Co 5.45%, 05/15/2041	150	190	4.05%, 03/15/2042	668	730
6.50%, 05/15/2018	77	85	5.50%, 03/15/2040	102	132
6.65%, 04/01/2036	400	555	5.95%, 02/01/2038	117	158
7.13%, 03/15/2019	12	14	Southern Co/The 2.15%, 09/01/2019	500	509
NextEra Energy Capital Holdings Inc 4.50%, 06/01/2021	351	388	2.35%, 07/01/2021	500	510
NiSource Finance Corp 5.95%, 06/15/2041	525	653	3.25%, 07/01/2026	500	519
6.40%, 03/15/2018	86	93	4.40%, 07/01/2046	500	537
Northern States Power Co/MN 5.25%, 03/01/2018	41	44	Southern Power Co 5.25%, 07/15/2043	200	218
5.35%, 11/01/2039	82	107	Southwestern Electric Power Co 6.20%, 03/15/2040	51	64
NorthWestern Corp 4.18%, 11/15/2044	300	319	6.45%, 01/15/2019	125	139
NSTAR Electric Co 2.38%, 10/15/2022	750	772	Tampa Electric Co 4.35%, 05/15/2044	200	219
Oglethorpe Power Corp 4.20%, 12/01/2042	250	262	TransAlta Corp 6.50%, 03/15/2040	25	18
Ohio Edison Co 8.25%, 10/15/2038	119	178	Union Electric Co 3.50%, 04/15/2024	500	542
Oklahoma Gas & Electric Co 4.00%, 12/15/2044	200	214	Virginia Electric & Power Co 2.75%, 03/15/2023	500	518
Oncor Electric Delivery Co LLC 5.00%, 09/30/2017	400	418	4.65%, 08/15/2043	250	294
5.25%, 09/30/2040	51	62	6.00%, 05/15/2037	77	103
6.80%, 09/01/2018	374	416	8.88%, 11/15/2038	10	17
7.25%, 01/15/2033	300	427	WEC Energy Group Inc 3.55%, 06/15/2025	110	118
Pacific Gas & Electric Co 3.25%, 06/15/2023	1,000	1,066	Westar Energy Inc 4.25%, 12/01/2045	500	561
3.50%, 10/01/2020	25	27	5.10%, 07/15/2020	167	188
4.45%, 04/15/2042	102	115	Wisconsin Electric Power Co 5.70%, 12/01/2036	750	978
5.40%, 01/15/2040	128	163	<u>\$ 36,838</u>		
6.05%, 03/01/2034	452	602	Electrical Components & Equipment - 0.01%		
PacifiCorp 5.65%, 07/15/2018	70	77	Emerson Electric Co 2.63%, 02/15/2023	100	104
6.25%, 10/15/2037	92	127	4.88%, 10/15/2019	25	28
PECO Energy Co 2.38%, 09/15/2022	100	103	<u>\$ 132</u>		
4.80%, 10/15/2043	250	307	Electronics - 0.09%		
PPL Capital Funding Inc 3.40%, 06/01/2023	300	313	Arrow Electronics Inc 3.00%, 03/01/2018	300	303
4.70%, 06/01/2043	100	109	4.50%, 03/01/2023	200	212
PPL Electric Utilities Corp 2.50%, 09/01/2022	200	207	Corning Inc 4.75%, 03/15/2042	102	106
			Honeywell International Inc 3.35%, 12/01/2023	265	289
			5.30%, 03/01/2018	128	137

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)	BONDS (continued)	Principal Amount (000's)	Value (000's)
Electronics (continued)			Finance - Mortgage Loan/Banker (continued)		
Honeywell International Inc (continued)			Federal Home Loan Banks (continued)		
5.38%, 03/01/2041	\$ 77	\$ 100	0.88%, 03/19/2018	\$ 750	\$ 753
5.70%, 03/15/2037	12	16	0.88%, 06/29/2018	500	502
Jabil Circuit Inc			1.00%, 12/19/2017	500	503
4.70%, 09/15/2022	100	100	1.13%, 12/08/2017	750	755
Keysight Technologies Inc			1.13%, 06/21/2019	500	505
3.30%, 10/30/2019	500	508	1.38%, 03/09/2018	1,000	1,012
Koninklijke Philips NV			1.38%, 02/18/2021	250	253
5.00%, 03/15/2042	128	142	1.63%, 06/14/2019	500	511
5.75%, 03/11/2018	10	11	1.75%, 12/14/2018	1,500	1,536
Tyco Electronics Group SA			1.88%, 03/13/2020	500	516
7.13%, 10/01/2037	14	19	5.00%, 11/17/2017	690	731
	<u>\$ 1,943</u>		5.38%, 09/30/2022	500	617
			5.50%, 07/15/2036	180	260
Engineering & Construction - 0.00%			5.63%, 06/11/2021	350	424
ABB Finance USA Inc			Freddie Mac		
2.88%, 05/08/2022	100	104	0.75%, 01/12/2018	1,000	1,002
			0.75%, 04/09/2018	1,000	1,001
Environmental Control - 0.11%			0.88%, 03/07/2018	1,250	1,252
Republic Services Inc			1.00%, 07/28/2017	750	753
4.75%, 05/15/2023	51	59	1.00%, 09/29/2017	1,200	1,206
5.25%, 11/15/2021	200	231	1.00%, 12/15/2017	500	503
5.50%, 09/15/2019	104	116	1.00%, 05/25/2018	600	600
6.20%, 03/01/2040	809	1,092	1.02%, 04/30/2018	775	775
Waste Management Inc			1.25%, 08/01/2019	500	506
3.90%, 03/01/2035	200	210	1.25%, 10/02/2019	1,000	1,012
4.10%, 03/01/2045	200	218	1.38%, 05/01/2020	1,000	1,015
4.60%, 03/01/2021	350	389	1.40%, 08/22/2019	500	508
	<u>\$ 2,315</u>		2.38%, 01/13/2022	1,257	1,331
			3.75%, 03/27/2019	1,052	1,136
Federal & Federally Sponsored Credit - 0.09%			4.88%, 06/13/2018	212	229
Federal Farm Credit Banks			5.13%, 11/17/2017	180	191
0.75%, 04/18/2018	1,000	1,001	5.50%, 08/23/2017	231	244
0.88%, 09/14/2018	750	752	6.25%, 07/15/2032	231	350
1.58%, 02/17/2021	175	175	6.75%, 03/15/2031	577	895
	<u>\$ 1,928</u>			<u>\$ 46,404</u>	
Finance - Mortgage Loan/Banker - 2.22%			Food - 0.38%		
Fannie Mae			Campbell Soup Co		
0.00%, 10/09/2019 ^(b)	890	855	3.05%, 07/15/2017	128	131
0.88%, 08/28/2017	500	501	3.30%, 03/19/2025	300	315
0.88%, 10/26/2017	1,000	1,004	4.25%, 04/15/2021	51	56
0.88%, 12/20/2017	800	803	ConAgra Foods Inc		
0.88%, 12/27/2017	450	450	3.20%, 01/25/2023	567	585
0.88%, 02/08/2018	1,000	1,005	3.25%, 09/15/2022	100	103
0.88%, 05/21/2018	950	954	Delhaize Group		
1.00%, 09/27/2017	300	301	5.70%, 10/01/2040	102	119
1.00%, 12/28/2017	500	500	General Mills Inc		
1.00%, 04/30/2018	575	575	3.15%, 12/15/2021	77	82
1.07%, 07/28/2017	675	675	5.65%, 02/15/2019	75	83
1.13%, 04/30/2018	500	500	JM Smucker Co/The		
1.13%, 07/20/2018	500	504	1.75%, 03/15/2018	300	302
1.25%, 02/26/2019	2,400	2,401	Kraft Heinz Foods Co		
1.25%, 05/06/2021	500	502	2.00%, 07/02/2018 ^(c)	420	425
1.38%, 01/28/2019	750	761	3.50%, 06/06/2022	300	319
1.50%, 11/30/2020	500	508	3.95%, 07/15/2025 ^(c)	600	652
1.63%, 11/27/2018	1,000	1,021	4.38%, 06/01/2046 ^(c)	335	354
1.63%, 01/21/2020	1,000	1,024	5.00%, 06/04/2042	200	230
1.75%, 09/12/2019	300	308	5.20%, 07/15/2045 ^(c)	200	237
1.75%, 11/26/2019	750	771	5.38%, 02/10/2020	95	107
1.88%, 09/18/2018	1,300	1,333	6.50%, 02/09/2040	75	99
1.88%, 12/28/2020	500	517	6.88%, 01/26/2039	161	220
2.13%, 04/24/2026	500	514	Kroger Co/The		
2.63%, 09/06/2024	750	807	3.30%, 01/15/2021	321	341
3.00%, 03/01/2028	700	701	3.40%, 04/15/2022	154	165
5.63%, 07/15/2037	200	292	5.15%, 08/01/2043	300	358
6.63%, 11/15/2030	602	922	5.40%, 07/15/2040	25	30
7.13%, 01/15/2030	199	312	6.15%, 01/15/2020	12	14
7.25%, 05/15/2030	280	445	6.40%, 08/15/2017	18	19
Federal Home Loan Banks			Mondelez International Inc		
0.63%, 10/26/2017	500	500	2.25%, 02/01/2019	541	553
0.75%, 08/28/2017	750	751	6.50%, 02/09/2040	139	189

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)
Food (continued)		
Sysco Corp		
4.85%, 10/01/2045	\$ 250	\$ 280
5.38%, 09/21/2035		500
Tyson Foods Inc		
2.65%, 08/15/2019	350	360
Unilever Capital Corp		
2.20%, 03/06/2019	250	257
5.90%, 11/15/2032	230	323
		<u>\$ 7,900</u>
Forest Products & Paper - 0.05%		
Georgia-Pacific LLC		
7.75%, 11/15/2029	51	74
8.00%, 01/15/2024	228	304
International Paper Co		
4.75%, 02/15/2022	413	459
7.30%, 11/15/2039	25	33
7.50%, 08/15/2021	136	167
Plum Creek Timberlands LP		
4.70%, 03/15/2021	51	55
		<u>\$ 1,092</u>
Gas - 0.13%		
Atmos Energy Corp		
4.13%, 10/15/2044	400	436
CenterPoint Energy Inc		
6.50%, 05/01/2018	77	83
Dominion Gas Holdings LLC		
4.80%, 11/01/2043	300	325
ONE Gas Inc		
2.07%, 02/01/2019	500	508
Piedmont Natural Gas Co Inc		
4.10%, 09/18/2034	500	521
Sempra Energy		
6.00%, 10/15/2039	112	140
6.15%, 06/15/2018	120	131
Southern California Gas Co		
3.15%, 09/15/2024	500	535
		<u>\$ 2,679</u>
Hand & Machine Tools - 0.01%		
Stanley Black & Decker Inc		
2.90%, 11/01/2022	200	211
Healthcare - Products - 0.43%		
Abbott Laboratories		
5.30%, 05/27/2040	200	244
Becton Dickinson and Co		
2.68%, 12/15/2019	350	360
3.25%, 11/12/2020	500	526
4.69%, 12/15/2044	250	282
5.00%, 11/12/2040	51	57
Boston Scientific Corp		
3.85%, 05/15/2025	500	529
4.13%, 10/01/2023	350	379
6.00%, 01/15/2020	51	58
7.38%, 01/15/2040	51	68
Covidien International Finance SA		
6.00%, 10/15/2017	123	131
Danaher Corp		
5.63%, 01/15/2018	128	137
Medtronic Inc		
2.50%, 03/15/2020	350	363
3.15%, 03/15/2022	500	534
3.50%, 03/15/2025	1,850	2,017
4.63%, 03/15/2045	600	705
St Jude Medical Inc		
3.25%, 04/15/2023	600	618
Stryker Corp		
2.00%, 03/08/2019	350	356
3.50%, 03/15/2026	500	530
4.10%, 04/01/2043	200	204

BONDS (continued)	Principal Amount (000's)	Value (000's)
Healthcare - Products (continued)		
Stryker Corp (continued)		
4.38%, 01/15/2020	\$ 25	\$ 27
Thermo Fisher Scientific Inc		
2.40%, 02/01/2019	500	509
4.70%, 05/01/2020	51	56
Zimmer Biomet Holdings Inc		
4.45%, 08/15/2045	300	305
		<u>\$ 8,995</u>
Healthcare - Services - 0.51%		
Aetna Inc		
1.50%, 11/15/2017	100	100
3.20%, 06/15/2026	460	473
4.13%, 06/01/2021	102	112
4.13%, 11/15/2042	100	101
4.25%, 06/15/2036	155	160
4.38%, 06/15/2046	280	291
6.63%, 06/15/2036	105	140
6.75%, 12/15/2037	112	152
Anthem Inc		
2.30%, 07/15/2018	500	507
3.30%, 01/15/2023	300	310
4.65%, 01/15/2043	100	104
4.85%, 08/15/2054	500	527
5.85%, 01/15/2036	250	299
Baylor Scott & White Holdings		
3.97%, 11/15/2046	232	249
Cigna Corp		
5.38%, 02/15/2042	128	152
Coventry Health Care Inc		
5.45%, 06/15/2021	500	571
Dignity Health		
2.64%, 11/01/2019	500	515
Howard Hughes Medical Institute		
3.50%, 09/01/2023	400	441
Humana Inc		
4.95%, 10/01/2044	300	329
Laboratory Corp of America Holdings		
4.63%, 11/15/2020	500	545
Memorial Sloan-Kettering Cancer Center		
4.13%, 07/01/2052	500	555
4.20%, 07/01/2055	250	283
Quest Diagnostics Inc		
3.50%, 03/30/2025	500	516
4.70%, 04/01/2021	102	112
4.75%, 01/30/2020	3	3
UnitedHealth Group Inc		
1.40%, 10/15/2017	400	402
1.90%, 07/16/2018	1,000	1,017
2.88%, 03/15/2022	180	188
3.75%, 07/15/2025	290	318
4.38%, 03/15/2042	750	833
4.70%, 02/15/2021	90	102
6.50%, 06/15/2037	77	107
6.88%, 02/15/2038	141	206
		<u>\$ 10,720</u>
Home Furnishings - 0.00%		
Whirlpool Corp		
4.85%, 06/15/2021	77	86
Housewares - 0.10%		
Newell Brands Inc		
2.88%, 12/01/2019	400	411
3.85%, 04/01/2023	350	371
3.90%, 11/01/2025	350	367
4.20%, 04/01/2026	500	542
5.38%, 04/01/2036	350	405
		<u>\$ 2,096</u>

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)	BONDS (continued)	Principal Amount (000's)	Value (000's)
Insurance - 0.86%			Insurance (continued)		
Aflac Inc			Prudential Financial Inc (continued)		
3.63%, 11/15/2024	\$ 200	\$ 214	4.50%, 11/16/2021	\$ 128	\$ 144
6.45%, 08/15/2040		132	5.70%, 12/14/2036	25	30
Allied World Assurance Co Holdings Ltd			5.88%, 09/15/2042 ^(a)	100	108
4.35%, 10/29/2025	500	512	6.63%, 12/01/2037	126	162
Allstate Corp/The			7.38%, 06/15/2019	350	406
5.55%, 05/09/2035	200	254	Reinsurance Group of America Inc		
American International Group Inc			4.70%, 09/15/2023	200	217
3.90%, 04/01/2026	750	773	Travelers Cos Inc/The		
4.70%, 07/10/2035	750	775	5.90%, 06/02/2019	350	395
4.88%, 06/01/2022	250	278	6.25%, 06/15/2037	12	17
Aon Corp			6.75%, 06/20/2036	51	73
5.00%, 09/30/2020	128	143	Trinity Acquisition PLC		
Aon PLC			4.40%, 03/15/2026	500	522
4.45%, 05/24/2043	300	300	Validus Holdings Ltd		
Arch Capital Group US Inc			8.88%, 01/26/2040	51	70
5.14%, 11/01/2043	375	407	WR Berkley Corp		
AXA SA			6.25%, 02/15/2037	29	36
8.60%, 12/15/2030	38	52	XLIT Ltd		
Berkshire Hathaway Finance Corp			2.30%, 12/15/2018	350	354
1.30%, 05/15/2018	300	302	5.25%, 12/15/2043	400	432
2.00%, 08/15/2018	500	511		<u>\$ 17,930</u>	
4.25%, 01/15/2021	102	113	Internet - 0.22%		
4.30%, 05/15/2043	300	333	Alibaba Group Holding Ltd		
5.75%, 01/15/2040	115	153	1.63%, 11/28/2017	750	752
Berkshire Hathaway Inc			3.13%, 11/28/2021	270	276
2.20%, 03/15/2021	380	392	Alphabet Inc		
3.13%, 03/15/2026	330	346	3.38%, 02/25/2024	500	551
3.40%, 01/31/2022	205	221	3.63%, 05/19/2021	51	56
Chubb Corp/The			Amazon.com Inc		
6.50%, 05/15/2038	10	14	1.20%, 11/29/2017	100	100
Chubb INA Holdings Inc			2.50%, 11/29/2022	100	103
2.88%, 11/03/2022	500	523	2.60%, 12/05/2019	250	261
6.70%, 05/15/2036	250	359	4.95%, 12/05/2044	500	609
CNA Financial Corp			Baidu Inc		
5.75%, 08/15/2021	77	89	3.25%, 08/06/2018	500	513
Hartford Financial Services Group Inc/The			eBay Inc		
4.30%, 04/15/2043	250	250	2.60%, 07/15/2022	600	594
6.63%, 03/30/2040	25	32	3.80%, 03/09/2022	500	531
Lincoln National Corp			4.00%, 07/15/2042	100	84
4.00%, 09/01/2023	1,000	1,040	Expedia Inc		
6.15%, 04/07/2036	80	94	7.46%, 08/15/2018	128	142
7.00%, 06/15/2040	47	60		<u>\$ 4,572</u>	
8.75%, 07/01/2019	141	167	Investment Companies - 0.01%		
Loews Corp			Prospect Capital Corp		
2.63%, 05/15/2023	200	202	5.00%, 07/15/2019	250	248
4.13%, 05/15/2043	200	204	Iron & Steel - 0.06%		
Manulife Financial Corp			Nucor Corp		
5.38%, 03/04/2046	250	292	5.75%, 12/01/2017	12	13
Markel Corp			Vale Overseas Ltd		
5.00%, 03/30/2043	200	213	5.63%, 09/15/2019	546	562
Marsh & McLennan Cos Inc			6.88%, 11/21/2036	617	561
2.35%, 03/06/2020	300	306	8.25%, 01/17/2034	38	40
3.75%, 03/14/2026	750	791		<u>\$ 1,176</u>	
MetLife Inc			Lodging - 0.06%		
3.00%, 03/01/2025	300	304	Marriott International Inc/MD		
3.60%, 04/10/2024	250	264	2.88%, 03/01/2021	500	517
4.37%, 09/15/2023 ^(a)	200	221	3.13%, 10/15/2021	500	520
4.60%, 05/13/2046	500	538	Wyndham Worldwide Corp		
5.70%, 06/15/2035	164	198	3.90%, 03/01/2023	300	307
6.40%, 12/15/2066 ^(a)	288	307		<u>\$ 1,344</u>	
7.72%, 02/15/2019	225	261	Machinery - Construction & Mining - 0.08%		
PartnerRe Finance B LLC			Caterpillar Financial Services Corp		
5.50%, 06/01/2020	115	128	1.25%, 08/18/2017	500	501
Progressive Corp/The			2.45%, 09/06/2018	200	206
3.75%, 08/23/2021	277	305	7.05%, 10/01/2018	200	225
4.35%, 04/25/2044	200	229	7.15%, 02/15/2019	113	130
Protective Life Corp					
8.45%, 10/15/2039	51	71			
Prudential Financial Inc					
3.50%, 05/15/2024	1,200	1,247			

See accompanying notes.

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Machinery - Construction & Mining (continued)		
Caterpillar Inc		
3.80%, 08/15/2042	\$ 105	107
4.75%, 05/15/2064	350	389
6.05%, 08/15/2036	132	173
	<u>\$ 1,731</u>	
Machinery - Diversified - 0.12%		
Deere & Co		
4.38%, 10/16/2019	56	62
John Deere Capital Corp		
1.20%, 10/10/2017	200	201
1.30%, 03/12/2018	1,025	1,030
3.90%, 07/12/2021	500	553
Rockwell Automation Inc		
2.05%, 03/01/2020	250	254
6.25%, 12/01/2037	51	69
Roper Technologies Inc		
1.85%, 11/15/2017	300	302
	<u>\$ 2,471</u>	
Media - 0.98%		
21st Century Fox America Inc		
3.70%, 10/15/2025	500	542
4.50%, 02/15/2021	200	223
4.95%, 10/15/2045	350	399
5.65%, 08/15/2020	51	58
6.15%, 02/15/2041	577	721
6.20%, 12/15/2034	154	193
6.40%, 12/15/2035	128	163
6.90%, 03/01/2019	154	175
CBS Corp		
1.95%, 07/01/2017	200	201
4.00%, 01/15/2026	500	534
4.85%, 07/01/2042	200	201
5.75%, 04/15/2020	65	74
7.88%, 07/30/2030	178	252
Comcast Corp		
2.75%, 03/01/2023	80	84
2.85%, 01/15/2023	100	105
3.38%, 08/15/2025	500	540
4.20%, 08/15/2034	750	826
4.25%, 01/15/2033	100	110
4.40%, 08/15/2035	500	564
4.60%, 08/15/2045	250	288
4.65%, 07/15/2042	100	115
5.15%, 03/01/2020	774	875
6.30%, 11/15/2017	128	137
6.40%, 03/01/2040	500	698
6.45%, 03/15/2037	60	83
6.95%, 08/15/2037	274	394
Discovery Communications LLC		
3.25%, 04/01/2023	200	197
4.38%, 06/15/2021	500	537
4.90%, 03/11/2026	500	530
5.05%, 06/01/2020	51	56
5.63%, 08/15/2019	51	56
6.35%, 06/01/2040	43	44
Grupo Televisa SAB		
4.63%, 01/30/2026	500	540
6.63%, 03/18/2025	200	245
Historic TW Inc		
6.88%, 06/15/2018	25	28
NBCUniversal Media LLC		
4.38%, 04/01/2021	151	169
5.15%, 04/30/2020	575	652
5.95%, 04/01/2041	100	135
6.40%, 04/30/2040	251	350
RELX Capital Inc		
3.13%, 10/15/2022	125	127
Scripps Networks Interactive Inc		
2.80%, 06/15/2020	500	508

BONDS (continued)	Principal Amount (000's)	Value (000's)
Media (continued)		
Thomson Reuters Corp		
3.95%, 09/30/2021	\$ 175	187
4.50%, 05/23/2043	300	297
5.85%, 04/15/2040	25	29
Time Warner Cable Inc		
4.00%, 09/01/2021	180	191
5.50%, 09/01/2041	300	315
6.55%, 05/01/2037	151	176
6.75%, 07/01/2018	51	56
6.75%, 06/15/2039	77	90
7.30%, 07/01/2038	300	376
8.25%, 04/01/2019	654	759
8.75%, 02/14/2019	48	56
Time Warner Entertainment Co LP		
8.38%, 07/15/2033	95	129
Time Warner Inc		
4.00%, 01/15/2022	180	194
4.05%, 12/15/2023	500	551
4.65%, 06/01/2044	500	526
4.70%, 01/15/2021	81	90
4.88%, 03/15/2020	42	47
5.38%, 10/15/2041	128	147
6.10%, 07/15/2040	43	53
6.20%, 03/15/2040	51	63
6.50%, 11/15/2036	120	152
7.63%, 04/15/2031	445	610
Viacom Inc		
3.25%, 03/15/2023	750	738
3.88%, 12/15/2021	128	135
4.38%, 03/15/2043	400	323
6.88%, 04/30/2036	166	182
Walt Disney Co/The		
1.10%, 12/01/2017	100	100
2.35%, 12/01/2022	750	775
2.75%, 08/16/2021	102	108
3.70%, 12/01/2042	100	107
3.75%, 06/01/2021	200	222
7.00%, 03/01/2032	51	74
	<u>\$ 20,587</u>	
Metal Fabrication & Hardware - 0.03%		
Precision Castparts Corp		
1.25%, 01/15/2018	200	201
2.50%, 01/15/2023	100	104
4.38%, 06/15/2045	250	292
	<u>\$ 597</u>	
Mining - 0.23%		
Barrick Gold Corp		
4.10%, 05/01/2023	48	51
Barrick North America Finance LLC		
4.40%, 05/30/2021	651	701
Barrick PD Australia Finance Pty Ltd		
5.95%, 10/15/2039	90	94
BHP Billiton Finance USA Ltd		
3.25%, 11/21/2021	128	135
4.13%, 02/24/2042	328	338
5.00%, 09/30/2043	500	581
6.50%, 04/01/2019	23	26
Goldcorp Inc		
3.63%, 06/09/2021	300	309
Newmont Mining Corp		
3.50%, 03/15/2022	102	106
6.25%, 10/01/2039	515	573
Rio Tinto Alcan Inc		
6.13%, 12/15/2033	77	88
Rio Tinto Finance USA Ltd		
7.13%, 07/15/2028	512	650
9.00%, 05/01/2019	83	100
Rio Tinto Finance USA PLC		
4.75%, 03/22/2042	328	347

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BONDS (continued)	Principal Amount (000's)	Value (000's)	BONDS (continued)	Principal Amount (000's)	Value (000's)
Mining (continued)			Oil & Gas (continued)		
Southern Copper Corp			BP Capital Markets PLC (continued)		
5.38%, 04/16/2020	\$	25 \$ 27	3.81%, 02/10/2024	\$	400 \$ 429
5.88%, 04/23/2045		350 330	4.74%, 03/11/2021		128 144
6.75%, 04/16/2040		258 266	4.75%, 03/10/2019		25 27
		<u>\$ 4,722</u>	Canadian Natural Resources Ltd		
			6.25%, 03/15/2038	164	178
Miscellaneous Manufacturers - 0.47%			Chevron Corp		
3M Co			1.79%, 11/16/2018	790	801
5.70%, 03/15/2037	38	51	2.36%, 12/05/2022	300	305
Crane Co			2.41%, 03/03/2022	500	510
4.45%, 12/15/2023	100	106	2.43%, 06/24/2020	450	464
Dover Corp			2.95%, 05/16/2026	355	367
5.38%, 03/01/2041	77	98	4.95%, 03/03/2019	400	438
Eaton Corp			CNOOC Finance 2013 Ltd		
1.50%, 11/02/2017	400	402	1.75%, 05/09/2018	150	150
2.75%, 11/02/2022	100	103	3.00%, 05/09/2023	150	149
4.00%, 11/02/2032	100	107	4.25%, 05/09/2043	100	100
4.15%, 11/02/2042	50	54	CNOOC Nexen Finance 2014 ULC		
General Electric Co			4.25%, 04/30/2024	500	530
2.20%, 01/09/2020	1,110	1,144	Conoco Funding Co		
2.70%, 10/09/2022	300	315	7.25%, 10/15/2031	200	255
4.13%, 10/09/2042	300	330	ConocoPhillips		
4.50%, 03/11/2044	500	577	6.00%, 01/15/2020	293	333
4.63%, 01/07/2021	77	87	6.50%, 02/01/2039	169	218
5.25%, 12/06/2017	300	318	ConocoPhillips Co		
5.30%, 02/11/2021	308	357	3.35%, 05/15/2025	750	775
5.50%, 01/08/2020	295	337	4.30%, 11/15/2044	400	406
5.63%, 09/15/2017	154	163	ConocoPhillips Holding Co		
5.63%, 05/01/2018	800	867	6.95%, 04/15/2029	202	252
5.88%, 01/14/2038	266	360	Devon Energy Corp		
6.00%, 08/07/2019	181	207	5.60%, 07/15/2041	125	121
6.15%, 08/07/2037	155	216	5.85%, 12/15/2025	1,000	1,103
6.75%, 03/15/2032	881	1,236	6.30%, 01/15/2019	154	167
6.88%, 01/10/2039	500	755	7.95%, 04/15/2032	192	220
Illinois Tool Works Inc			Devon Financing Co LLC		
3.50%, 03/01/2024	350	383	7.88%, 09/30/2031	128	149
Ingersoll-Rand Global Holding Co Ltd			Ecopetrol SA		
6.88%, 08/15/2018	490	544	4.13%, 01/16/2025	500	452
Parker-Hannifin Corp			4.25%, 09/18/2018	250	259
3.50%, 09/15/2022	577	633	5.88%, 09/18/2023	250	258
Tyco Electronics Group SA			EOG Resources Inc		
6.55%, 10/01/2017	112	119	2.63%, 03/15/2023	200	199
		<u>\$ 9,869</u>	4.15%, 01/15/2026	350	383
			4.40%, 06/01/2020	51	55
Office & Business Equipment - 0.06%			EQT Corp		
Pitney Bowes Inc			6.50%, 04/01/2018	127	132
5.75%, 09/15/2017	27	28	Exxon Mobil Corp		
Xerox Corp			1.31%, 03/06/2018	570	574
2.75%, 09/01/2020	500	482	2.22%, 03/01/2021	480	495
2.80%, 05/15/2020	500	481	3.04%, 03/01/2026	270	287
4.50%, 05/15/2021	226	229	3.18%, 03/15/2024	500	537
5.63%, 12/15/2019	21	23	3.57%, 03/06/2045	300	311
		<u>\$ 1,243</u>	4.11%, 03/01/2046	90	102
			Hess Corp		
Oil & Gas - 1.86%			5.60%, 02/15/2041	51	51
Anadarko Finance Co			7.13%, 03/15/2033	200	224
7.50%, 05/01/2031	77	92	7.30%, 08/15/2031	38	44
Anadarko Petroleum Corp			8.13%, 02/15/2019	25	28
4.50%, 07/15/2044	100	92	Husky Energy Inc		
6.20%, 03/15/2040	25	28	7.25%, 12/15/2019	550	619
6.38%, 09/15/2017	27	28	Marathon Oil Corp		
6.45%, 09/15/2036	725	835	3.85%, 06/01/2025	500	459
Apache Corp			5.90%, 03/15/2018	251	260
3.63%, 02/01/2021	577	603	6.60%, 10/01/2037	223	225
4.75%, 04/15/2043	128	132	Marathon Petroleum Corp		
5.10%, 09/01/2040	92	96	3.63%, 09/15/2024	400	393
BP Capital Markets PLC			5.00%, 09/15/2054	200	168
2.24%, 09/26/2018	1,000	1,021	5.13%, 03/01/2021	77	85
2.32%, 02/13/2020	200	205	Nabors Industries Inc		
2.50%, 11/06/2022	200	202	6.15%, 02/15/2018	200	206
3.06%, 03/17/2022	300	310			
3.56%, 11/01/2021	200	215			

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BONDS (continued)	Principal		Principal		Principal	
	Amount (000's)	Value (000's)		Amount (000's)	Value (000's)	
Oil & Gas (continued)						
Nexen Energy ULC						
5.88%, 03/10/2035	\$ 500	\$ 585				
6.40%, 05/15/2037	157	194				
7.50%, 07/30/2039	15	20				
Noble Energy Inc						
5.25%, 11/15/2043	350	356				
6.00%, 03/01/2041	102	110				
8.25%, 03/01/2019	400	458				
Occidental Petroleum Corp						
2.70%, 02/15/2023	300	305				
3.50%, 06/15/2025	500	528				
Petro-Canada						
5.95%, 05/15/2035	400	471				
6.80%, 05/15/2038	12	16				
7.88%, 06/15/2026	200	262				
Petroleos Mexicanos						
3.50%, 07/18/2018	1,400	1,409				
3.50%, 07/23/2020	350	350				
4.50%, 01/23/2026	1,000	962				
4.88%, 01/24/2022	385	394				
5.50%, 01/21/2021	208	220				
5.50%, 06/27/2044	350	316				
5.75%, 03/01/2018	141	147				
6.38%, 01/23/2045	400	402				
6.63%, 06/15/2035	1,036	1,068				
8.00%, 05/03/2019	31	35				
Phillips 66						
4.30%, 04/01/2022	1,128	1,232				
5.88%, 05/01/2042	128	154				
Pioneer Natural Resources Co						
3.95%, 07/15/2022	100	105				
Shell International Finance BV						
1.13%, 08/21/2017	200	201				
1.88%, 05/10/2021	1,000	1,005				
2.38%, 08/21/2022	100	102				
3.40%, 08/12/2023	1,500	1,594				
3.63%, 08/21/2042	100	96				
4.00%, 05/10/2046	245	250				
4.13%, 05/11/2035	410	442				
4.30%, 09/22/2019	651	709				
4.38%, 03/25/2020	25	27				
4.38%, 05/11/2045	490	532				
5.50%, 03/25/2040	25	31				
6.38%, 12/15/2038	43	58				
Statoil ASA						
1.15%, 05/15/2018	400	400				
2.25%, 11/08/2019	500	513				
2.65%, 01/15/2024	400	404				
3.15%, 01/23/2022	102	107				
3.95%, 05/15/2043	200	207				
5.10%, 08/17/2040	263	315				
5.25%, 04/15/2019	23	25				
Suncor Energy Inc						
6.10%, 06/01/2018	128	138				
6.50%, 06/15/2038	428	552				
6.85%, 06/01/2039	5	7				
Total Capital International SA						
2.75%, 06/19/2021	400	416				
2.88%, 02/17/2022	128	134				
Total Capital SA						
4.25%, 12/15/2021	51	57				
4.45%, 06/24/2020	500	555				
Valero Energy Corp						
6.13%, 02/01/2020	138	156				
6.63%, 06/15/2037	234	257				
7.50%, 04/15/2032	15	18				
9.38%, 03/15/2019	128	153				
		<u>\$ 38,816</u>				
Oil & Gas Services - 0.12%						
Halliburton Co						
3.25%, 11/15/2021	651	675				
BONDS (continued)						
Oil & Gas Services (continued)						
Halliburton Co (continued)						
3.80%, 11/15/2025	\$ 245	\$ 256				
4.50%, 11/15/2041	51	50				
4.85%, 11/15/2035	275	298				
5.00%, 11/15/2045	340	374				
5.90%, 09/15/2018	350	381				
7.45%, 09/15/2039	10	14				
National Oilwell Varco Inc						
2.60%, 12/01/2022	500	466				
		<u>\$ 2,514</u>				
Other Asset Backed Securities - 0.00%						
CenterPoint Energy Restoration Bond Co LLC						
3.46%, 08/15/2019	68	70				
Packaging & Containers - 0.01%						
WestRock MWV LLC						
7.38%, 09/01/2019	100	115				
Pharmaceuticals - 1.41%						
AbbVie Inc						
1.75%, 11/06/2017	300	302				
2.00%, 11/06/2018	200	202				
2.50%, 05/14/2020	580	593				
2.90%, 11/06/2022	200	204				
3.20%, 05/14/2026	305	309				
3.60%, 05/14/2025	470	492				
4.30%, 05/14/2036	170	173				
4.40%, 11/06/2042	200	204				
4.45%, 05/14/2046	235	238				
4.50%, 05/14/2035	280	293				
4.70%, 05/14/2045	330	349				
Actavis Funding SCS						
1.30%, 06/15/2017	300	299				
3.00%, 03/12/2020	400	413				
3.80%, 03/15/2025	300	313				
3.85%, 06/15/2024	445	466				
4.75%, 03/15/2045	200	210				
4.85%, 06/15/2044	500	527				
Actavis Inc						
1.88%, 10/01/2017	200	201				
3.25%, 10/01/2022	150	153				
4.63%, 10/01/2042	100	103				
6.13%, 08/15/2019	12	13				
AmerisourceBergen Corp						
3.40%, 05/15/2024	250	264				
AstraZeneca PLC						
1.95%, 09/18/2019	600	610				
3.38%, 11/16/2025	275	288				
4.00%, 09/18/2042	100	103				
4.38%, 11/16/2045	135	147				
6.45%, 09/15/2037	144	197				
Baxalta Inc						
2.00%, 06/22/2018	500	500				
3.60%, 06/23/2022	500	516				
5.25%, 06/23/2045	105	114				
Bristol-Myers Squibb Co						
0.88%, 08/01/2017	100	100				
1.75%, 03/01/2019	500	509				
3.25%, 08/01/2042	600	597				
Cardinal Health Inc						
1.70%, 03/15/2018	300	302				
3.20%, 03/15/2023	200	209				
4.60%, 03/15/2043	100	107				
Eli Lilly & Co						
1.95%, 03/15/2019	1,000	1,023				
3.70%, 03/01/2045	500	533				
Express Scripts Holding Co						
3.50%, 06/15/2024	500	516				
3.90%, 02/15/2022	200	214				

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BONDS (continued)	Principal Amount (000's)	Value (000's)	BONDS (continued)	Principal Amount (000's)	Value (000's)
Pharmaceuticals (continued)			Pipelines - 0.84%		
Express Scripts Holding Co (continued)			Boardwalk Pipelines LP		
4.75%, 11/15/2021	\$	77	3.38%, 02/01/2023	\$	200
6.13%, 11/15/2041		77	Buckeye Partners LP		
GlaxoSmithKline Capital Inc			2.65%, 11/15/2018		250
5.38%, 04/15/2034	1,000	1,268	4.88%, 02/01/2021		850
5.65%, 05/15/2018	202	219	Columbia Pipeline Group Inc		
GlaxoSmithKline Capital PLC			5.80%, 06/01/2045		500
2.85%, 05/08/2022	128	135	Enable Midstream Partners LP		
Johnson & Johnson			5.00%, 05/15/2044 ^(c)		500
1.65%, 12/05/2018	500	509	Enbridge Energy Partners LP		
2.95%, 09/01/2020	128	137	5.20%, 03/15/2020		9
3.70%, 03/01/2046	215	242	7.38%, 10/15/2045		100
4.95%, 05/15/2033	201	258	9.88%, 03/01/2019		87
5.55%, 08/15/2017	128	135	Energy Transfer Partners LP		
5.95%, 08/15/2037	775	1,147	4.90%, 02/01/2024		350
McKesson Corp			4.90%, 03/15/2035		300
4.75%, 03/01/2021	250	276	5.20%, 02/01/2022		102
4.88%, 03/15/2044	120	137	5.95%, 10/01/2043		350
Mead Johnson Nutrition Co			6.50%, 02/01/2042		102
4.60%, 06/01/2044	250	265	6.70%, 07/01/2018		23
Medco Health Solutions Inc			9.00%, 04/15/2019		6
7.13%, 03/15/2018	169	185	Enterprise Products Operating LLC		
Merck & Co Inc			3.35%, 03/15/2023		300
1.10%, 01/31/2018	100	100	3.70%, 02/15/2026		500
1.30%, 05/18/2018	200	202	3.75%, 02/15/2025		500
2.35%, 02/10/2022	750	773	3.90%, 02/15/2024		250
2.40%, 09/15/2022	100	103	4.85%, 08/15/2042		300
2.75%, 02/10/2025	350	366	4.90%, 05/15/2046		400
2.80%, 05/18/2023	200	210	5.20%, 09/01/2020		77
3.60%, 09/15/2042	100	103	6.13%, 10/15/2039		123
4.15%, 05/18/2043	200	224	6.45%, 09/01/2040		177
6.55%, 09/15/2037	187	270	6.50%, 01/31/2019		161
Merck Sharp & Dohme Corp			6.88%, 03/01/2033		15
5.00%, 06/30/2019	154	171	Kinder Morgan Energy Partners LP		
Mylan Inc			3.50%, 03/01/2021		750
2.55%, 03/28/2019	250	253	3.50%, 09/01/2023		200
Mylan NV			4.15%, 03/01/2022		300
3.75%, 12/15/2020 ^(c)	750	782	4.70%, 11/01/2042		200
3.95%, 06/15/2026 ^(c)	295	299	5.00%, 03/01/2043		100
5.25%, 06/15/2046 ^(c)	145	151	5.40%, 09/01/2044		400
Novartis Capital Corp			6.38%, 03/01/2041		128
3.00%, 11/20/2025	500	531	6.50%, 09/01/2039		112
4.40%, 04/24/2020	77	86	6.95%, 01/15/2038		112
4.40%, 05/06/2044	330	398	7.40%, 03/15/2031		177
Novartis Securities Investment Ltd			9.00%, 02/01/2019		77
5.13%, 02/10/2019	564	623	Kinder Morgan Inc/DE		
Perrigo Co PLC			3.05%, 12/01/2019		750
5.30%, 11/15/2043	500	522	Magellan Midstream Partners LP		
Pfizer Inc			4.20%, 12/01/2042		200
1.45%, 06/03/2019	600	605	ONEOK Partners LP		
3.00%, 06/15/2023	500	533	5.00%, 09/15/2023		250
3.40%, 05/15/2024	1,000	1,094	6.13%, 02/01/2041		128
4.65%, 03/01/2018	51	54	8.63%, 03/01/2019		20
5.60%, 09/15/2040	380	491	Panhandle Eastern Pipe Line Co LP		
6.20%, 03/15/2019	280	316	6.20%, 11/01/2017		81
7.20%, 03/15/2039	151	230	Plains All American Pipeline LP / PAA Finance Corp		
Sanofi			2.85%, 01/31/2023		200
1.25%, 04/10/2018	400	402	3.65%, 06/01/2022		128
Teva Pharmaceutical Finance Co BV			4.30%, 01/31/2043		200
3.65%, 11/10/2021	400	424	4.70%, 06/15/2044		500
Teva Pharmaceutical Finance Co LLC			5.75%, 01/15/2020		15
6.15%, 02/01/2036	3	4	Regency Energy Partners LP / Regency Energy Finance Corp		
Wyeth LLC			5.88%, 03/01/2022		750
5.95%, 04/01/2037	91	121	Southern Natural Gas Co LLC / Southern Natural Issuing Corp		
6.50%, 02/01/2034	144	198	4.40%, 06/15/2021		51
Zoetis Inc			Spectra Energy Capital LLC		
3.25%, 02/01/2023	100	102	8.00%, 10/01/2019		300
3.45%, 11/13/2020	750	774			344
		<u>\$ 29,512</u>			

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)	BONDS (continued)	Principal Amount (000's)	Value (000's)
Pipelines (continued)			REITS (continued)		
Spectra Energy Partners LP			Duke Realty LP		
5.95%, 09/25/2043	\$ 200	\$ 236	3.88%, 10/15/2022	\$ 100	\$ 106
Sunoco Logistics Partners Operations LP			EPR Properties		
3.45%, 01/15/2023	200	197	7.75%, 07/15/2020	63	73
4.95%, 01/15/2043	200	185	ERP Operating LP		
5.50%, 02/15/2020	46	50	2.38%, 07/01/2019	400	410
Texas Eastern Transmission LP			4.75%, 07/15/2020	51	56
7.00%, 07/15/2032	100	125	Federal Realty Investment Trust		
TransCanada PipeLines Ltd			2.75%, 06/01/2023	150	152
3.80%, 10/01/2020	128	136	HCP Inc		
5.60%, 03/31/2034	300	340	3.40%, 02/01/2025	300	290
6.10%, 06/01/2040	25	30	4.20%, 03/01/2024	250	257
6.50%, 08/15/2018	1,042	1,142	4.25%, 11/15/2023	200	207
7.25%, 08/15/2038	51	69	5.38%, 02/01/2021	51	57
7.63%, 01/15/2039	500	704	6.70%, 01/30/2018	15	16
Williams Partners LP			Highwoods Realty LP		
3.90%, 01/15/2025	350	318	3.20%, 06/15/2021	350	353
4.00%, 09/15/2025	580	532	Hospitality Properties Trust		
5.10%, 09/15/2045	180	154	5.00%, 08/15/2022	100	107
5.25%, 03/15/2020	180	185	6.70%, 01/15/2018	77	81
6.30%, 04/15/2040	343	325	Host Hotels & Resorts LP		
		<u>\$ 17,619</u>	6.00%, 10/01/2021	200	227
Real Estate - 0.01%			Kimco Realty Corp		
Brookfield Asset Management Inc			3.13%, 06/01/2023	200	204
4.00%, 01/15/2025	300	305	3.20%, 05/01/2021	250	260
Regional Authority - 0.18%			Liberty Property LP		
Province of British Columbia Canada			3.38%, 06/15/2023	300	304
2.65%, 09/22/2021	77	82	Mid-America Apartments LP		
6.50%, 01/15/2026	18	25	4.00%, 11/15/2025	500	526
Province of Manitoba Canada			Omega Healthcare Investors Inc		
3.05%, 05/14/2024	500	541	4.50%, 01/15/2025	300	304
Province of Ontario Canada			4.95%, 04/01/2024	750	780
2.50%, 09/10/2021	500	522	Realty Income Corp		
3.15%, 12/15/2017	200	207	2.00%, 01/31/2018	100	101
3.20%, 05/16/2024	750	818	4.65%, 08/01/2023	250	276
4.00%, 10/07/2019	277	302	5.88%, 03/15/2035	51	62
4.40%, 04/14/2020	151	168	Regency Centers LP		
Province of Quebec Canada			3.75%, 06/15/2024	200	208
2.75%, 08/25/2021	231	245	Simon Property Group LP		
3.50%, 07/29/2020	750	813	2.15%, 09/15/2017	102	103
7.50%, 09/15/2029	64	97	2.20%, 02/01/2019	400	409
Province of Saskatchewan Canada			4.13%, 12/01/2021	200	222
8.50%, 07/15/2022	6	8	5.65%, 02/01/2020	47	53
		<u>\$ 3,828</u>	6.75%, 02/01/2040	25	36
REITS - 0.66%			10.35%, 04/01/2019	90	110
Alexandria Real Estate Equities Inc			Tanger Properties LP		
2.75%, 01/15/2020	750	757	3.88%, 12/01/2023	250	261
American Tower Corp			UDR Inc		
3.50%, 01/31/2023	500	517	4.00%, 10/01/2025	200	217
4.70%, 03/15/2022	278	307	Ventas Realty LP / Ventas Capital Corp		
AvalonBay Communities Inc			2.00%, 02/15/2018	750	754
2.95%, 09/15/2022	100	103	4.25%, 03/01/2022	128	138
3.63%, 10/01/2020	100	107	Weingarten Realty Investors		
4.20%, 12/15/2023	400	440	3.38%, 10/15/2022	180	184
Boston Properties LP			Welltower Inc		
3.85%, 02/01/2023	200	214	3.75%, 03/15/2023	200	207
4.13%, 05/15/2021	77	84	6.13%, 04/15/2020	115	131
5.63%, 11/15/2020	25	29	Weyerhaeuser Co		
5.88%, 10/15/2019	750	843	7.38%, 03/15/2032	300	397
Brandywine Operating Partnership LP				<u>\$ 13,694</u>	
3.95%, 02/15/2023	200	202	Retail - 1.13%		
Brixmor Operating Partnership LP			AutoNation Inc		
3.85%, 02/01/2025	300	302	6.75%, 04/15/2018	200	215
CBL & Associates LP			AutoZone Inc		
4.60%, 10/15/2024	750	676	1.63%, 04/21/2019	750	754
Crown Castle International Corp			4.00%, 11/15/2020	251	270
3.70%, 06/15/2026	250	258	Bed Bath & Beyond Inc		
DDR Corp			5.17%, 08/01/2044	500	441
4.63%, 07/15/2022	200	216	Costco Wholesale Corp		
			1.13%, 12/15/2017	1,000	1,006

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BONDS (continued)	Principal Amount (000's)	Value (000's)
Retail (continued)		
CVS Health Corp		
2.25%, 08/12/2019	\$ 500	\$ 514
2.80%, 07/20/2020	530	552
3.50%, 07/20/2022	1,000	1,077
4.13%, 05/15/2021	500	549
5.13%, 07/20/2045	370	459
Darden Restaurants Inc		
6.80%, 10/15/2037 ^(a)	27	32
Dollar General Corp		
1.88%, 04/15/2018	300	303
4.15%, 11/01/2025	500	549
Home Depot Inc/The		
2.25%, 09/10/2018	750	772
3.75%, 02/15/2024	350	392
5.88%, 12/16/2036	987	1,348
5.95%, 04/01/2041	351	484
Kohl's Corp		
4.00%, 11/01/2021	277	290
5.55%, 07/17/2045	250	233
Lowe's Cos Inc		
2.50%, 04/15/2026	500	509
3.80%, 11/15/2021	102	112
4.38%, 09/15/2045	500	573
4.63%, 04/15/2020	77	85
5.80%, 04/15/2040	77	101
6.65%, 09/15/2037	312	441
Macy's Retail Holdings Inc		
2.88%, 02/15/2023	300	285
3.45%, 01/15/2021	500	515
4.30%, 02/15/2043	200	157
6.65%, 07/15/2024	25	29
6.90%, 04/01/2029	125	137
McDonald's Corp		
2.10%, 12/07/2018	500	512
3.38%, 05/26/2025	500	528
3.50%, 07/15/2020	151	161
3.70%, 02/15/2042	128	126
4.88%, 07/15/2040	9	10
4.88%, 12/09/2045	250	292
5.35%, 03/01/2018	36	39
6.30%, 10/15/2037	262	348
Nordstrom Inc		
4.75%, 05/01/2020	36	39
6.25%, 01/15/2018	12	13
O'Reilly Automotive Inc		
3.85%, 06/15/2023	300	323
QVC Inc		
4.38%, 03/15/2023	250	252
Signet UK Finance PLC		
4.70%, 06/15/2024	250	244
Staples Inc		
4.38%, 01/12/2023	180	183
Target Corp		
2.50%, 04/15/2026	1,500	1,538
6.00%, 01/15/2018	149	160
Walgreen Co		
4.40%, 09/15/2042	100	101
5.25%, 01/15/2019	6	7
Walgreens Boots Alliance Inc		
1.75%, 11/17/2017	200	201
2.70%, 11/18/2019	300	310
3.45%, 06/01/2026	380	390
4.80%, 11/18/2044	300	323
Wal-Mart Stores Inc		
2.55%, 04/11/2023	1,450	1,513
3.25%, 10/25/2020	51	55
3.63%, 07/08/2020	51	56
4.13%, 02/01/2019	102	110
4.25%, 04/15/2021	51	58
4.30%, 04/22/2044	500	584
5.25%, 09/01/2035	350	460

BONDS (continued)	Principal Amount (000's)	Value (000's)
Retail (continued)		
Wal-Mart Stores Inc (continued)		
5.63%, 04/01/2040	\$ 38	\$ 51
5.63%, 04/15/2041	280	377
5.80%, 02/15/2018	128	138
6.20%, 04/15/2038	25	35
6.50%, 08/15/2037	415	601
7.55%, 02/15/2030	128	195
	<u>\$</u>	<u>23,517</u>
Semiconductors - 0.27%		
Applied Materials Inc		
3.90%, 10/01/2025	500	554
5.10%, 10/01/2035	250	284
Intel Corp		
1.35%, 12/15/2017	300	302
2.45%, 07/29/2020	500	520
3.30%, 10/01/2021	177	192
3.70%, 07/29/2025	500	555
4.00%, 12/15/2032	200	216
4.25%, 12/15/2042	200	215
4.80%, 10/01/2041	77	88
KLA-Tencor Corp		
4.65%, 11/01/2024	500	545
Lam Research Corp		
2.75%, 03/15/2020	300	307
Maxim Integrated Products Inc		
2.50%, 11/15/2018	200	204
QUALCOMM Inc		
2.25%, 05/20/2020	370	380
3.45%, 05/20/2025	270	287
4.65%, 05/20/2035	100	109
4.80%, 05/20/2045	150	157
Texas Instruments Inc		
1.65%, 08/03/2019	200	203
2.75%, 03/12/2021	400	426
Xilinx Inc		
2.13%, 03/15/2019	175	177
	<u>\$</u>	<u>5,721</u>
Software - 0.48%		
Adobe Systems Inc		
4.75%, 02/01/2020	51	56
CDK Global Inc		
3.30%, 10/15/2019	500	501
Fidelity National Information Services Inc		
2.00%, 04/15/2018	300	302
3.63%, 10/15/2020	340	360
5.00%, 10/15/2025	260	295
Fiserv Inc		
3.50%, 10/01/2022	600	636
Microsoft Corp		
1.30%, 11/03/2018	500	505
2.00%, 11/03/2020	160	164
2.38%, 02/12/2022	350	361
3.00%, 10/01/2020	600	641
3.13%, 11/03/2025	640	686
4.00%, 02/12/2055	850	857
4.20%, 06/01/2019	115	125
4.20%, 11/03/2035	430	487
5.30%, 02/08/2041	77	96
Oracle Corp		
2.38%, 01/15/2019	450	463
2.50%, 10/15/2022	1,500	1,535
3.88%, 07/15/2020	77	84
4.30%, 07/08/2034	1,000	1,064
4.38%, 05/15/2055	590	620
5.00%, 07/08/2019	48	53
5.75%, 04/15/2018	180	195
	<u>\$</u>	<u>10,086</u>

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)	BONDS (continued)	Principal Amount (000's)	Value (000's)
Sovereign - 1.66%			Sovereign (continued)		
Chile Government International Bond			South Africa Government International Bond		
3.13%, 03/27/2025	\$	250	4.67%, 01/17/2024	\$	200
3.25%, 09/14/2021		180	4.88%, 04/14/2026		750
3.88%, 08/05/2020		500	6.25%, 03/08/2041		250
Colombia Government International Bond			6.88%, 05/27/2019		500
4.38%, 07/12/2021		100	Svensk Exportkredit AB		
5.63%, 02/26/2044	1,000	1,107	1.88%, 06/17/2019	500	512
6.13%, 01/18/2041		200	Tennessee Valley Authority		
8.13%, 05/21/2024		201	3.50%, 12/15/2042		400
11.75%, 02/25/2020		180	3.88%, 02/15/2021		500
10.38%, 01/28/2033		100	4.25%, 09/15/2065		200
Export Development Canada			4.50%, 04/01/2018		51
1.75%, 08/19/2019		400	5.25%, 09/15/2039		251
Export-Import Bank of Korea			5.38%, 04/01/2056		154
2.25%, 01/21/2020		300	6.75%, 11/01/2025		102
3.25%, 11/10/2025		500	Turkey Government International Bond		
3.25%, 08/12/2026		500	3.25%, 03/23/2023		700
5.00%, 04/11/2022		200	4.88%, 04/16/2043		900
Financing Corp			5.75%, 03/22/2024		250
9.65%, 11/02/2018		900	6.63%, 02/17/2045		200
Israel Government AID Bond			6.75%, 04/03/2018		500
5.50%, 09/18/2023		25	7.00%, 06/05/2020		500
5.50%, 04/26/2024		125	7.38%, 02/05/2025		750
5.50%, 09/18/2033		12	7.50%, 11/07/2019		300
Israel Government International Bond			8.00%, 02/14/2034		400
4.00%, 06/30/2022		500	Uruguay Government International Bond		
5.13%, 03/26/2019		147	4.13%, 11/20/2045		100
Italy Government International Bond			4.38%, 10/27/2027		940
5.38%, 06/15/2033		64	8.00%, 11/18/2022	1,015	1,284
6.88%, 09/27/2023		212		\$	34,772
Japan Bank for International Cooperation/Japan			Supranational Bank - 1.64%		
1.13%, 07/19/2017		100	African Development Bank		
1.75%, 07/31/2018		650	0.88%, 03/15/2018		800
2.38%, 04/20/2026		300	1.00%, 05/15/2019		1,000
3.00%, 05/29/2024	1,000	1,086	Asian Development Bank		
Korea International Bond			1.13%, 06/05/2018		530
3.88%, 09/11/2023		250	1.50%, 01/22/2020		300
Mexico Government International Bond			1.75%, 09/11/2018		1,500
3.50%, 01/21/2021		500	1.88%, 02/18/2022		250
3.60%, 01/30/2025		210	2.13%, 11/24/2021		750
3.63%, 03/15/2022		300	2.13%, 03/19/2025		300
4.60%, 01/23/2046		520	5.82%, 06/16/2028		15
4.75%, 03/08/2044		506	6.38%, 10/01/2028		51
5.55%, 01/21/2045		300	Corp Andina de Fomento		
5.95%, 03/19/2019		778	4.38%, 06/15/2022		22
6.05%, 01/11/2040		464	Council Of Europe Development Bank		
8.30%, 08/15/2031		738	1.13%, 05/31/2018		1,000
Panama Government International Bond			1.63%, 03/10/2020		300
5.20%, 01/30/2020	1,154	1,278	European Bank for Reconstruction & Development		
6.70%, 01/26/2036		224	1.63%, 04/10/2018		250
8.88%, 09/30/2027		77	1.63%, 11/15/2018		300
Peruvian Government International Bond			1.75%, 06/14/2019		500
5.63%, 11/18/2050		528	1.88%, 02/23/2022		250
6.55%, 03/14/2037		126	European Investment Bank		
7.13%, 03/30/2019		30	1.00%, 08/17/2017		1,000
7.35%, 07/21/2025		180	1.00%, 03/15/2018		750
8.75%, 11/21/2033		192	1.13%, 09/15/2017		1,400
Philippine Government International Bond			1.25%, 05/15/2018		500
3.95%, 01/20/2040		300	1.25%, 05/15/2019		1,400
5.00%, 01/13/2037		300	1.63%, 03/16/2020		300
6.38%, 10/23/2034		210	1.88%, 03/15/2019		500
6.50%, 01/20/2020		200	2.00%, 03/15/2021		775
8.38%, 06/17/2019		500	2.50%, 04/15/2021		1,500
9.50%, 02/02/2030		400	3.25%, 01/29/2024		1,000
10.63%, 03/16/2025		400	4.88%, 02/15/2036		25
Poland Government International Bond			FMS Wertmanagement AoER		
4.00%, 01/22/2024	1,000	1,080	1.75%, 03/17/2020		300
5.00%, 03/23/2022		528	Inter-American Development Bank		
5.13%, 04/21/2021		51	1.00%, 07/14/2017		1,000
			1.00%, 05/13/2019		1,000

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BONDS (continued)	Principal Amount (000's)	Value (000's)	MUNICIPAL BONDS (continued)	Principal Amount (000's)	Value (000's)
Transportation (continued)			California (continued)		
FedEx Corp (continued)			State of California (continued)		
4.75%, 11/15/2045	\$ 500	\$ 557	7.95%, 03/01/2036	\$ 500	\$ 608
Norfolk Southern Corp			University of California		
3.25%, 12/01/2021	251	265	1.80%, 07/01/2019	300	307
3.85%, 01/15/2024	200	219	3.93%, 05/15/2045	200	214
4.80%, 08/15/2043	350	408	5.77%, 05/15/2043	200	270
4.84%, 10/01/2041	100	114		<u>\$ 8,032</u>	
7.25%, 02/15/2031	130	187			
Ryder System Inc			Connecticut - 0.03%		
2.35%, 02/26/2019	200	202	State of Connecticut		
2.45%, 09/03/2019	350	356	5.85%, 03/15/2032	525	683
Union Pacific Corp			District of Columbia - 0.03%		
4.15%, 01/15/2045	350	384	District of Columbia Water & Sewer		
4.16%, 07/15/2022	241	271	Authority		
4.75%, 09/15/2041	77	91	4.81%, 10/01/2114	450	525
United Parcel Service Inc			Florida - 0.01%		
1.13%, 10/01/2017	400	402	State Board of Administration Finance Corp		
3.13%, 01/15/2021	1,128	1,209	2.11%, 07/01/2018	200	203
4.88%, 11/15/2040	25	32			
6.20%, 01/15/2038	23	33			
	<u>\$ 11,655</u>		Georgia - 0.03%		
Trucking & Leasing - 0.01%			Municipal Electric Authority of Georgia		
GATX Corp			6.64%, 04/01/2057	151	199
4.75%, 06/15/2022	200	215	7.06%, 04/01/2057	200	241
Water - 0.00%			State of Georgia		
American Water Capital Corp			4.50%, 11/01/2025	175	201
6.59%, 10/15/2037	5	7		<u>\$ 641</u>	
TOTAL BONDS			Illinois - 0.09%		
		<u>\$ 710,104</u>	Chicago Transit Authority		
MUNICIPAL BONDS - 0.96%			6.20%, 12/01/2040	70	86
	Principal	Value (000's)	6.90%, 12/01/2040	200	261
California - 0.37%			City of Chicago IL		
Bay Area Toll Authority			6.31%, 01/01/2044	250	233
6.26%, 04/01/2049	\$ 300	\$ 458	City of Chicago IL Waterworks Revenue		
6.92%, 04/01/2040	120	176	6.74%, 11/01/2040	145	188
City of Los Angeles Department of Airports			County of Cook IL		
6.58%, 05/15/2039	100	139	6.23%, 11/15/2034	102	125
City of San Francisco CA Public Utilities			State of Illinois		
Commission Water Revenue			4.95%, 06/01/2023	30	32
6.00%, 11/01/2040	200	265	5.10%, 06/01/2033	735	706
East Bay Municipal Utility District Water			5.88%, 03/01/2019	345	373
System Revenue			7.35%, 07/01/2035	70	78
5.87%, 06/01/2040	60	83		<u>\$ 2,082</u>	
Los Angeles Community College District/CA			Kansas - 0.01%		
6.60%, 08/01/2042	500	764	State of Kansas Department of		
Los Angeles Department of Water			Transportation		
6.01%, 07/01/2039	55	74	4.60%, 09/01/2035	115	139
Los Angeles Department of Water & Power			Nevada - 0.00%		
6.57%, 07/01/2045	150	226	County of Clark Department of Aviation		
Los Angeles Unified School District/CA			6.82%, 07/01/2045	25	39
5.75%, 07/01/2034	80	106	6.88%, 07/01/2042	70	80
5.76%, 07/01/2029	50	65		<u>\$ 119</u>	
6.76%, 07/01/2034	130	187	New Jersey - 0.10%		
Regents of the University of California			New Jersey Economic Development		
Medical Center Pooled Revenue			Authority (credit support from AGM)		
6.55%, 05/15/2048	250	361	0.00%, 02/15/2023 ^{(b),(d)}	51	40
Sacramento Municipal Utility District			New Jersey Economic Development		
6.16%, 05/15/2036	120	158	Authority (credit support from NATL)		
San Diego County Water Authority Financing			7.43%, 02/15/2029 ^(d)	1,000	1,237
Corp			New Jersey Transportation Trust Fund		
6.14%, 05/01/2049	460	664	Authority		
Santa Clara Valley Transportation Authority			5.75%, 12/15/2028	190	205
5.88%, 04/01/2032	25	32	6.56%, 12/15/2040	210	249
State of California			New Jersey Turnpike Authority		
6.65%, 03/01/2022	1,275	1,575	7.10%, 01/01/2041	147	224
7.30%, 10/01/2039	375	567			
7.60%, 11/01/2040	180	291			
7.63%, 03/01/2040	280	442			

See accompanying notes.

Schedule of Investments
Bond Market Index Account
June 30, 2016 (unaudited)

MUNICIPAL BONDS (continued)	Principal Amount (000's)	Value (000's)
New Jersey (continued)		
Rutgers The State University of New Jersey (credit support from GO OF UNIV)		
5.67%, 05/01/2040 ^(d)	\$ 130	\$ 166
		<u>\$ 2,121</u>
New York - 0.14%		
City of New York NY		
5.52%, 10/01/2037	25	33
5.85%, 06/01/2040	300	415
Metropolitan Transportation Authority		
6.55%, 11/15/2031	180	244
6.65%, 11/15/2039	100	142
6.81%, 11/15/2040	135	197
New York City Transitional Finance Authority		
Future Tax Secured Revenue		
5.51%, 08/01/2037	250	327
New York City Water & Sewer System		
5.72%, 06/15/2042	270	376
5.95%, 06/15/2042	125	179
New York State Dormitory Authority		
5.60%, 03/15/2040	100	135
Port Authority of New York & New Jersey		
4.46%, 10/01/2062	100	114
4.96%, 08/01/2046	300	373
Port Authority of New York & New Jersey (credit support from GO OF AUTH)		
6.04%, 12/01/2029 ^(d)	50	65
		<u>\$ 2,600</u>
Ohio - 0.02%		
American Municipal Power Inc		
6.27%, 02/15/2050	69	90
7.50%, 02/15/2050	75	111
Ohio State University/The		
4.91%, 06/01/2040	125	158
		<u>\$ 359</u>
Texas - 0.11%		
City of Houston TX Combined Utility System Revenue		
3.83%, 05/15/2028	250	282
City Public Service Board of San Antonio TX		
5.72%, 02/01/2041	125	173
5.81%, 02/01/2041	135	188
Dallas Area Rapid Transit		
5.02%, 12/01/2048	50	66
Dallas Convention Center Hotel Development Corp		
7.09%, 01/01/2042	70	99
Dallas County Hospital District		
5.62%, 08/15/2044	83	112
Dallas Independent School District (credit support from PSF-GTD)		
6.45%, 02/15/2035 ^(d)	50	60
Grand Parkway Transportation Corp		
5.18%, 10/01/2042	300	391
State of Texas		
4.68%, 04/01/2040	100	126
5.52%, 04/01/2039	405	564
Texas Transportation Commission State Highway Fund		
5.18%, 04/01/2030	125	161
		<u>\$ 2,222</u>
Utah - 0.02%		
State of Utah		
3.54%, 07/01/2025	300	334

MUNICIPAL BONDS (continued)	Principal Amount (000's)	Value (000's)
Washington - 0.00%		
State of Washington		
5.09%, 08/01/2033	\$ 20	\$ 25
Wisconsin - 0.00%		
State of Wisconsin (credit support from AGM)		
5.70%, 05/01/2026 ^(d)	50	61
TOTAL MUNICIPAL BONDS		\$ 20,146
U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS - 64.73%		
Federal Home Loan Mortgage Corporation (FHLMC) - 7.59%		
2.00%, 09/01/2028	\$ 210	\$ 215
2.00%, 08/01/2029	912	933
2.23%, 07/01/2043 ^(a)	192	198
2.40%, 10/01/2043 ^(a)	515	531
2.50%, 08/01/2027	166	172
2.50%, 08/01/2027	159	165
2.50%, 10/01/2027	288	298
2.50%, 03/01/2028	664	688
2.50%, 04/01/2028	137	142
2.50%, 04/01/2028	48	50
2.50%, 06/01/2028	347	360
2.50%, 06/01/2028	849	880
2.50%, 06/01/2028	153	159
2.50%, 06/01/2028	168	174
2.50%, 07/01/2028	570	591
2.50%, 10/01/2028	288	299
2.50%, 10/01/2028	328	340
2.50%, 10/01/2029	779	806
2.50%, 12/01/2029	957	991
2.50%, 09/01/2030	1,472	1,524
2.50%, 01/01/2031	1,057	1,094
2.50%, 01/01/2031	194	201
2.50%, 01/01/2031	122	126
2.50%, 02/01/2031	169	175
2.50%, 03/01/2031	489	506
2.50%, 04/01/2031	1,258	1,302
2.50%, 07/01/2031 ^(a)	875	905
2.50%, 06/01/2038 ^(a)	4	4
2.50%, 02/01/2043	248	250
2.50%, 03/01/2043	193	195
2.50%, 07/01/2045	199	201
2.67%, 01/01/2042 ^(a)	38	41
3.00%, 04/01/2021	270	283
3.00%, 01/01/2027	324	341
3.00%, 02/01/2027	283	298
3.00%, 02/01/2027	120	126
3.00%, 03/01/2027	248	260
3.00%, 06/01/2027	194	204
3.00%, 09/01/2028	100	105
3.00%, 10/01/2028	714	750
3.00%, 07/01/2029	862	905
3.00%, 07/01/2029	501	526
3.00%, 07/01/2029	768	806
3.00%, 08/01/2029	377	396
3.00%, 09/01/2029	161	169
3.00%, 10/01/2029	226	237
3.00%, 11/01/2029	390	410
3.00%, 11/01/2029	229	241
3.00%, 12/01/2029	79	82
3.00%, 07/01/2030	805	845
3.00%, 09/01/2030	1,088	1,142
3.00%, 11/01/2030	166	175
3.00%, 11/01/2030	70	73
3.00%, 11/01/2030	270	283
3.00%, 01/01/2031	382	401
3.00%, 04/01/2031	495	520
3.00%, 07/01/2031 ^(a)	525	551

Schedule of Investments
Bond Market Index Account
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U.S. GOVERNMENT & GOVERNMENT	Principal	
AGENCY OBLIGATIONS (continued)	Amount (000's)	Value (000's)
Federal Home Loan Mortgage Corporation (FHLMC)		
(continued)		
3.00%, 02/01/2032	\$ 145	\$ 153
3.00%, 04/01/2033	371	391
3.00%, 04/01/2033	373	393
3.00%, 06/01/2033	227	239
3.00%, 09/01/2033	312	329
3.00%, 09/01/2033	310	327
3.00%, 01/01/2035	83	87
3.00%, 05/01/2035	933	982
3.00%, 01/01/2043	702	730
3.00%, 01/01/2043	516	536
3.00%, 04/01/2043	454	472
3.00%, 05/01/2043	472	491
3.00%, 06/01/2043	874	908
3.00%, 06/01/2043	269	279
3.00%, 07/01/2043	770	800
3.00%, 07/01/2043	82	86
3.00%, 07/01/2043	1,430	1,485
3.00%, 07/01/2043	758	787
3.00%, 08/01/2043	309	321
3.00%, 08/01/2043	350	363
3.00%, 08/01/2043	2,385	2,477
3.00%, 08/01/2043	445	462
3.00%, 08/01/2043	164	170
3.00%, 08/01/2043	318	330
3.00%, 08/01/2043	42	43
3.00%, 09/01/2043	96	100
3.00%, 09/01/2043	851	884
3.00%, 09/01/2043	534	554
3.00%, 09/01/2043	414	430
3.00%, 10/01/2043	208	216
3.00%, 10/01/2043	707	735
3.00%, 03/01/2045	1,172	1,217
3.00%, 04/01/2045	372	386
3.00%, 06/01/2045	1,275	1,324
3.00%, 07/01/2045	949	985
3.00%, 08/01/2045 ^(e)	725	750
3.00%, 08/01/2045	1,270	1,317
3.00%, 08/01/2045	420	435
3.00%, 08/01/2045	344	357
3.00%, 12/01/2045	2,113	2,193
3.00%, 03/01/2046	991	1,028
3.00%, 03/01/2046	399	414
3.00%, 07/01/2046 ^(e)	2,250	2,332
3.50%, 01/01/2019	39	41
3.50%, 04/01/2021	273	289
3.50%, 10/01/2023	134	142
3.50%, 10/01/2025	19	20
3.50%, 10/01/2025	14	15
3.50%, 11/01/2025	45	47
3.50%, 11/01/2025	34	36
3.50%, 11/01/2025	9	10
3.50%, 11/01/2025	15	16
3.50%, 11/01/2025	6	6
3.50%, 12/01/2025	39	41
3.50%, 12/01/2025	12	13
3.50%, 01/01/2026	619	657
3.50%, 01/01/2026	25	27
3.50%, 02/01/2026	21	22
3.50%, 04/01/2026	58	62
3.50%, 05/01/2026	68	72
3.50%, 06/01/2026	14	15
3.50%, 06/01/2026	9	9
3.50%, 07/01/2026	55	58
3.50%, 07/01/2026	40	42
3.50%, 07/01/2026	9	9
3.50%, 08/01/2026	33	35
3.50%, 08/01/2026	116	123
3.50%, 09/01/2026	45	48
3.50%, 10/01/2026	25	26
3.50%, 01/01/2027	56	59
3.50%, 12/01/2028	100	106

U.S. GOVERNMENT & GOVERNMENT	Principal	
AGENCY OBLIGATIONS (continued)	Amount (000's)	Value (000's)
Federal Home Loan Mortgage Corporation (FHLMC)		
(continued)		
3.50%, 01/01/2029	\$ 371	\$ 393
3.50%, 06/01/2029	399	423
3.50%, 07/01/2029	145	154
3.50%, 08/01/2029	94	100
3.50%, 09/01/2029	86	91
3.50%, 01/01/2030	47	50
3.50%, 01/01/2032	203	217
3.50%, 02/01/2032	127	136
3.50%, 03/01/2032	155	166
3.50%, 04/01/2032	146	156
3.50%, 08/01/2032	120	128
3.50%, 01/01/2034	139	148
3.50%, 01/01/2035	288	306
3.50%, 02/01/2035	255	271
3.50%, 07/01/2035	269	286
3.50%, 09/01/2035	642	684
3.50%, 02/01/2041	59	62
3.50%, 10/01/2041	55	58
3.50%, 11/01/2041	54	57
3.50%, 01/01/2042	123	130
3.50%, 02/01/2042	716	757
3.50%, 02/01/2042	58	62
3.50%, 03/01/2042	16	17
3.50%, 03/01/2042	65	68
3.50%, 04/01/2042	155	164
3.50%, 04/01/2042	41	43
3.50%, 04/01/2042	141	149
3.50%, 04/01/2042	172	182
3.50%, 04/01/2042	176	188
3.50%, 06/01/2042	118	125
3.50%, 06/01/2042	434	458
3.50%, 06/01/2042	121	128
3.50%, 07/01/2042	619	655
3.50%, 07/01/2042	739	780
3.50%, 08/01/2042	310	327
3.50%, 08/01/2042	154	163
3.50%, 08/01/2042	750	792
3.50%, 02/01/2043	730	770
3.50%, 08/01/2043	63	67
3.50%, 02/01/2044	762	804
3.50%, 06/01/2044	1,403	1,479
3.50%, 08/01/2044	862	910
3.50%, 09/01/2044	746	787
3.50%, 03/01/2045	1,133	1,196
3.50%, 06/01/2045	1,188	1,254
3.50%, 07/01/2045	2,085	2,202
3.50%, 08/01/2045 ^(e)	600	632
3.50%, 09/01/2045	1,189	1,255
3.50%, 09/01/2045	56	59
3.50%, 10/01/2045	1,312	1,386
3.50%, 11/01/2045	772	815
3.50%, 12/01/2045	200	211
3.50%, 12/01/2045	988	1,044
3.50%, 12/01/2045	1,650	1,743
3.50%, 01/01/2046	189	199
3.50%, 03/01/2046	2,196	2,320
3.50%, 04/01/2046	397	420
3.50%, 07/01/2046 ^(e)	15,875	16,736
4.00%, 05/01/2018	54	56
4.00%, 05/01/2018	5	6
4.00%, 10/01/2018	42	43
4.00%, 04/01/2019	11	11
4.00%, 10/01/2020	49	51
4.00%, 05/01/2024	95	100
4.00%, 05/01/2024	49	52
4.00%, 12/01/2024	12	13
4.00%, 01/01/2025	30	32
4.00%, 02/01/2025	19	19
4.00%, 03/01/2025	24	25
4.00%, 03/01/2025	14	14
4.00%, 04/01/2025	27	29

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U.S. GOVERNMENT & GOVERNMENT			U.S. GOVERNMENT & GOVERNMENT		
AGENCY OBLIGATIONS (continued)			AGENCY OBLIGATIONS (continued)		
	Principal			Principal	
	Amount (000's)	Value (000's)		Amount (000's)	Value (000's)
Federal Home Loan Mortgage Corporation (FHLMC)			Federal Home Loan Mortgage Corporation (FHLMC)		
(continued)			(continued)		
4.00%, 06/01/2025	\$	23	4.00%, 12/01/2044	\$	1,599
4.00%, 06/01/2025		21	4.00%, 01/01/2045		324
4.00%, 06/01/2025		266	4.00%, 02/01/2045		731
4.00%, 06/01/2025		37	4.00%, 02/01/2045		32
4.00%, 07/01/2025		390	4.00%, 04/01/2045		29
4.00%, 07/01/2025		8	4.00%, 05/01/2045		281
4.00%, 08/01/2025		19	4.00%, 07/01/2045		719
4.00%, 08/01/2025		26	4.00%, 08/01/2045		99
4.00%, 09/01/2025		5	4.00%, 08/01/2045		2,163
4.00%, 10/01/2025		58	4.00%, 09/01/2045		2,474
4.00%, 02/01/2026		27	4.00%, 09/01/2045		34
4.00%, 05/01/2026		73	4.00%, 10/01/2045		981
4.00%, 07/01/2026		47	4.00%, 01/01/2046		193
4.00%, 12/01/2030		70	4.00%, 07/01/2046 ^(e)		4,300
4.00%, 08/01/2031		79	4.50%, 05/01/2018		21
4.00%, 10/01/2031		102	4.50%, 08/01/2018		47
4.00%, 11/01/2031		32	4.50%, 11/01/2018		11
4.00%, 12/01/2031		52	4.50%, 04/01/2019		11
4.00%, 11/01/2033		136	4.50%, 04/01/2023		11
4.00%, 01/01/2034		218	4.50%, 01/01/2024		7
4.00%, 07/01/2035		90	4.50%, 01/01/2024		13
4.00%, 06/01/2039		5	4.50%, 04/01/2024		97
4.00%, 07/01/2039		49	4.50%, 05/01/2024		178
4.00%, 09/01/2039		26	4.50%, 07/01/2024		15
4.00%, 12/01/2039		35	4.50%, 09/01/2024		25
4.00%, 12/01/2039		24	4.50%, 09/01/2024		21
4.00%, 01/01/2040		30	4.50%, 11/01/2024		155
4.00%, 03/01/2040		17	4.50%, 04/01/2025		22
4.00%, 09/01/2040		8	4.50%, 05/01/2025		23
4.00%, 09/01/2040		51	4.50%, 07/01/2025		27
4.00%, 10/01/2040		91	4.50%, 09/01/2026		204
4.00%, 10/01/2040		41	4.50%, 02/01/2030		24
4.00%, 12/01/2040		67	4.50%, 08/01/2030		19
4.00%, 12/01/2040		56	4.50%, 05/01/2031		24
4.00%, 12/01/2040		44	4.50%, 06/01/2031		157
4.00%, 12/01/2040		115	4.50%, 05/01/2034		1
4.00%, 12/01/2040		66	4.50%, 08/01/2035		135
4.00%, 02/01/2041		132	4.50%, 08/01/2035		71
4.00%, 02/01/2041		429	4.50%, 08/01/2036		24
4.00%, 02/01/2041		101	4.50%, 02/01/2039		58
4.00%, 04/01/2041		51	4.50%, 02/01/2039		2
4.00%, 07/01/2041		40	4.50%, 03/01/2039		36
4.00%, 08/01/2041		38	4.50%, 04/01/2039		83
4.00%, 08/01/2041		92	4.50%, 05/01/2039		229
4.00%, 10/01/2041		15	4.50%, 06/01/2039		49
4.00%, 10/01/2041		121	4.50%, 06/01/2039		251
4.00%, 10/01/2041		57	4.50%, 09/01/2039		413
4.00%, 10/01/2041		128	4.50%, 10/01/2039		184
4.00%, 10/01/2041		49	4.50%, 10/01/2039		97
4.00%, 11/01/2041		134	4.50%, 11/01/2039		24
4.00%, 11/01/2041		238	4.50%, 11/01/2039		50
4.00%, 11/01/2041		84	4.50%, 11/01/2039		68
4.00%, 03/01/2042		139	4.50%, 11/01/2039		75
4.00%, 06/01/2042		268	4.50%, 12/01/2039		37
4.00%, 06/01/2042		229	4.50%, 12/01/2039		116
4.00%, 08/01/2043		974	4.50%, 02/01/2040		98
4.00%, 11/01/2043		26	4.50%, 02/01/2040		15
4.00%, 01/01/2044		312	4.50%, 02/01/2040		65
4.00%, 02/01/2044		195	4.50%, 02/01/2040		92
4.00%, 02/01/2044		682	4.50%, 04/01/2040		73
4.00%, 02/01/2044		365	4.50%, 05/01/2040		21
4.00%, 03/01/2044		192	4.50%, 05/01/2040		84
4.00%, 04/01/2044		1,023	4.50%, 07/01/2040		70
4.00%, 05/01/2044		132	4.50%, 07/01/2040		62
4.00%, 05/01/2044		269	4.50%, 08/01/2040		57
4.00%, 07/01/2044		627	4.50%, 08/01/2040		29
4.00%, 07/01/2044		155	4.50%, 08/01/2040		109
4.00%, 07/01/2044		871	4.50%, 08/01/2040		29
4.00%, 10/01/2044		722	4.50%, 08/01/2040		40
4.00%, 11/01/2044		1,106	4.50%, 09/01/2040		25
4.00%, 12/01/2044		27	4.50%, 09/01/2040		17

See accompanying notes.

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U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal Home Loan Mortgage Corporation (FHLMC)		
(continued)		
4.50%, 09/01/2040	\$ 25	\$ 27
4.50%, 10/01/2040	282	309
4.50%, 02/01/2041	55	60
4.50%, 03/01/2041	80	88
4.50%, 03/01/2041	493	540
4.50%, 03/01/2041	529	581
4.50%, 03/01/2041	728	797
4.50%, 04/01/2041	104	114
4.50%, 04/01/2041	66	73
4.50%, 05/01/2041	106	115
4.50%, 05/01/2041	38	41
4.50%, 05/01/2041	115	127
4.50%, 06/01/2041	61	67
4.50%, 06/01/2041	44	49
4.50%, 06/01/2041	32	34
4.50%, 06/01/2041	57	63
4.50%, 07/01/2041 ^(e)	300	327
4.50%, 07/01/2041	70	77
4.50%, 07/01/2041	70	77
4.50%, 08/01/2041	49	53
4.50%, 08/01/2041 ^(e)	200	218
4.50%, 09/01/2041	584	641
4.50%, 10/01/2041	97	106
4.50%, 11/01/2041	539	591
4.50%, 03/01/2042	98	107
4.50%, 09/01/2043	66	71
4.50%, 09/01/2043	383	418
4.50%, 10/01/2043	24	26
4.50%, 11/01/2043	71	77
4.50%, 11/01/2043	260	284
4.50%, 11/01/2043	142	155
4.50%, 11/01/2043	184	202
4.50%, 11/01/2043	28	31
4.50%, 01/01/2044	381	417
4.50%, 01/01/2044	306	334
4.50%, 03/01/2044	139	151
4.50%, 03/01/2044	389	424
4.50%, 05/01/2044	575	627
4.50%, 07/01/2044	145	158
4.50%, 07/01/2044	231	252
4.50%, 09/01/2044	218	237
4.50%, 07/01/2045	75	82
4.50%, 09/01/2045	191	208
5.00%, 05/01/2018	3	3
5.00%, 08/01/2018	7	7
5.00%, 10/01/2018	15	15
5.00%, 04/01/2019	6	6
5.00%, 12/01/2019	16	17
5.00%, 12/01/2021	33	34
5.00%, 02/01/2022	8	8
5.00%, 09/01/2022	9	10
5.00%, 06/01/2023	171	184
5.00%, 06/01/2023	6	7
5.00%, 09/01/2023	148	163
5.00%, 12/01/2023	78	84
5.00%, 04/01/2024	60	66
5.00%, 07/01/2024	9	10
5.00%, 06/01/2025	10	11
5.00%, 06/01/2026	64	68
5.00%, 08/01/2026	106	117
5.00%, 12/01/2027	55	60
5.00%, 02/01/2030	11	12
5.00%, 03/01/2030	8	9
5.00%, 07/01/2031	195	215
5.00%, 08/01/2033	7	8
5.00%, 08/01/2033	59	66
5.00%, 09/01/2033	10	11
5.00%, 09/01/2033	19	22
5.00%, 03/01/2034	14	15
5.00%, 04/01/2034	147	163
5.00%, 04/01/2034	25	28

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal Home Loan Mortgage Corporation (FHLMC)		
(continued)		
5.00%, 05/01/2034	\$ 44	\$ 49
5.00%, 05/01/2035	47	52
5.00%, 06/01/2035	246	274
5.00%, 08/01/2035	15	17
5.00%, 08/01/2035	7	7
5.00%, 09/01/2035	16	18
5.00%, 09/01/2035	43	47
5.00%, 10/01/2035	19	21
5.00%, 11/01/2035	75	83
5.00%, 12/01/2035	43	48
5.00%, 12/01/2035	68	75
5.00%, 04/01/2036	2	3
5.00%, 06/01/2036	8	9
5.00%, 08/01/2036	35	39
5.00%, 01/01/2037	79	87
5.00%, 01/01/2038	352	388
5.00%, 02/01/2038	195	215
5.00%, 02/01/2038	20	22
5.00%, 03/01/2038	3	3
5.00%, 06/01/2038	8	8
5.00%, 09/01/2038	14	16
5.00%, 09/01/2038	2	3
5.00%, 11/01/2038	25	28
5.00%, 11/01/2038	436	481
5.00%, 12/01/2038	398	439
5.00%, 01/01/2039	423	467
5.00%, 01/01/2039	39	43
5.00%, 02/01/2039	23	25
5.00%, 03/01/2039	35	39
5.00%, 06/01/2039	10	11
5.00%, 07/01/2039	33	37
5.00%, 09/01/2039	81	91
5.00%, 09/01/2039	620	684
5.00%, 10/01/2039	58	65
5.00%, 01/01/2040	103	116
5.00%, 01/01/2040	427	471
5.00%, 03/01/2040	16	18
5.00%, 07/01/2040	60	67
5.00%, 07/01/2040	62	69
5.00%, 08/01/2040	48	53
5.00%, 08/01/2040	172	190
5.00%, 09/01/2040	156	173
5.00%, 02/01/2041	800	886
5.00%, 04/01/2041	46	51
5.00%, 04/01/2041	249	276
5.00%, 05/01/2041	10	11
5.00%, 06/01/2041	198	220
5.00%, 07/01/2041	58	64
5.00%, 09/01/2041	76	84
5.00%, 10/01/2041	164	181
5.00%, 10/01/2041	88	97
5.00%, 11/01/2041	239	264
5.50%, 02/01/2017	1	1
5.50%, 01/01/2018	2	2
5.50%, 01/01/2018	4	4
5.50%, 01/01/2022	7	8
5.50%, 04/01/2023	27	29
5.50%, 01/01/2028	137	153
5.50%, 12/01/2032	51	57
5.50%, 03/01/2033	4	5
5.50%, 12/01/2033	2	3
5.50%, 01/01/2034	16	18
5.50%, 01/01/2034	88	100
5.50%, 02/01/2034	173	193
5.50%, 03/01/2034	34	39
5.50%, 10/01/2034	13	14
5.50%, 10/01/2034	2	2
5.50%, 02/01/2035	29	33
5.50%, 03/01/2035	21	23
5.50%, 05/01/2035	25	28

See accompanying notes.

Schedule of Investments
Bond Market Index Account
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U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal Home Loan Mortgage Corporation (FHLMC)		
(continued)		
5.50%, 11/01/2035	\$ 32	\$ 36
5.50%, 04/01/2036	419	469
5.50%, 05/01/2036	37	41
5.50%, 05/01/2036	9	10
5.50%, 07/01/2036	31	35
5.50%, 07/01/2036	120	135
5.50%, 11/01/2036	15	16
5.50%, 12/01/2036	215	240
5.50%, 12/01/2036	5	6
5.50%, 12/01/2036	250	281
5.50%, 12/01/2036	1	1
5.50%, 01/01/2037	222	250
5.50%, 02/01/2037	96	107
5.50%, 02/01/2037	1	1
5.50%, 07/01/2037	3	3
5.50%, 07/01/2037	15	17
5.50%, 09/01/2037	9	10
5.50%, 11/01/2037	11	12
5.50%, 01/01/2038	8	9
5.50%, 01/01/2038	50	56
5.50%, 04/01/2038	2	2
5.50%, 04/01/2038	5	6
5.50%, 04/01/2038	32	36
5.50%, 05/01/2038	10	11
5.50%, 05/01/2038	6	6
5.50%, 06/01/2038	2	2
5.50%, 06/01/2038	12	14
5.50%, 06/01/2038	121	136
5.50%, 07/01/2038	4	5
5.50%, 07/01/2038	5	6
5.50%, 07/01/2038	26	30
5.50%, 08/01/2038	37	41
5.50%, 09/01/2038	172	194
5.50%, 09/01/2038	10	11
5.50%, 10/01/2038	139	155
5.50%, 10/01/2038	6	6
5.50%, 11/01/2038	6	7
5.50%, 11/01/2038	1	1
5.50%, 12/01/2038	131	148
5.50%, 01/01/2039	20	22
5.50%, 02/01/2039	218	242
5.50%, 03/01/2039	380	427
5.50%, 04/01/2039	26	29
5.50%, 09/01/2039	52	58
5.50%, 12/01/2039	40	45
5.50%, 01/01/2040	39	44
5.50%, 03/01/2040	6	6
5.50%, 06/01/2040	50	56
5.50%, 06/01/2041	50	56
5.50%, 06/01/2041	506	568
6.00%, 05/01/2021	1	1
6.00%, 11/01/2022	6	7
6.00%, 02/01/2027	19	22
6.00%, 07/01/2029	1	1
6.00%, 07/01/2029	4	5
6.00%, 02/01/2031	4	4
6.00%, 12/01/2031	3	4
6.00%, 01/01/2032	28	32
6.00%, 11/01/2033	48	56
6.00%, 06/01/2034	39	45
6.00%, 08/01/2034	5	6
6.00%, 05/01/2036	21	24
6.00%, 06/01/2036	45	52
6.00%, 11/01/2036	39	44
6.00%, 12/01/2036	216	249
6.00%, 02/01/2037	3	4
6.00%, 03/01/2037	2	2
6.00%, 05/01/2037	2	3
6.00%, 10/01/2037	18	21
6.00%, 11/01/2037	22	25
6.00%, 12/01/2037	91	104

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal Home Loan Mortgage Corporation (FHLMC)		
(continued)		
6.00%, 12/01/2037	\$ 4	\$ 5
6.00%, 01/01/2038	6	6
6.00%, 01/01/2038	20	23
6.00%, 01/01/2038	22	25
6.00%, 01/01/2038	69	79
6.00%, 01/01/2038 ^(a)	7	8
6.00%, 01/01/2038	17	20
6.00%, 04/01/2038	145	166
6.00%, 05/01/2038	27	32
6.00%, 07/01/2038	9	10
6.00%, 07/01/2038	17	19
6.00%, 08/01/2038	8	10
6.00%, 09/01/2038	13	16
6.00%, 09/01/2038	8	9
6.00%, 12/01/2039	4	4
6.50%, 06/01/2017	1	1
6.50%, 04/01/2028	1	1
6.50%, 03/01/2029	1	2
6.50%, 05/01/2031	4	5
6.50%, 06/01/2031	1	1
6.50%, 10/01/2031	1	1
6.50%, 05/01/2032	1	1
6.50%, 04/01/2035	2	2
6.50%, 09/01/2036	9	11
6.50%, 10/01/2037	22	26
6.50%, 11/01/2037	12	14
6.50%, 12/01/2037	1	2
6.50%, 02/01/2038	3	4
6.50%, 09/01/2038	14	17
6.50%, 10/01/2038	4	5
6.50%, 01/01/2039	7	8
6.50%, 09/01/2039	20	23
7.00%, 10/01/2029	1	1
7.00%, 09/01/2031	5	6
7.00%, 09/01/2038	4	5
7.50%, 07/01/2029	21	26
7.50%, 10/01/2030	2	2
		\$ 158,727
Federal National Mortgage Association (FNMA) - 12.33%		
2.00%, 08/01/2028	194	198
2.00%, 09/01/2028	280	286
2.00%, 11/01/2028	55	57
2.00%, 01/01/2029	22	22
2.00%, 05/01/2029	817	835
2.00%, 05/01/2030	556	564
2.17%, 05/01/2043 ^(a)	357	368
2.38%, 01/01/2036 ^(a)	4	4
2.50%, 12/01/2027	18	19
2.50%, 01/01/2028	302	314
2.50%, 02/01/2028	75	78
2.50%, 06/01/2028	485	504
2.50%, 06/01/2028	19	20
2.50%, 07/01/2028	354	367
2.50%, 08/01/2028	322	334
2.50%, 08/01/2028	168	175
2.50%, 08/01/2028	357	371
2.50%, 08/01/2028	20	21
2.50%, 09/01/2028	411	427
2.50%, 09/01/2028	147	153
2.50%, 10/01/2028	449	466
2.50%, 05/01/2029	75	78
2.50%, 06/01/2029	707	734
2.50%, 07/01/2029	227	235
2.50%, 07/01/2029	327	339
2.50%, 07/01/2029	492	510
2.50%, 09/01/2029	75	78
2.50%, 09/01/2029	481	499
2.50%, 12/01/2029	85	88
2.50%, 12/01/2029	126	131

Schedule of Investments
Bond Market Index Account
June 30, 2016 (unaudited)

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal National Mortgage Association (FNMA) (continued)		
2.50%, 12/01/2029	\$ 410	\$ 425
2.50%, 01/01/2030	370	383
2.50%, 02/01/2030	167	173
2.50%, 04/01/2030	489	506
2.50%, 04/01/2030	23	24
2.50%, 05/01/2030	1,121	1,161
2.50%, 06/01/2030	160	166
2.50%, 06/01/2030	120	125
2.50%, 06/01/2030	591	612
2.50%, 06/01/2030	109	113
2.50%, 08/01/2030	249	258
2.50%, 08/01/2030	1,098	1,137
2.50%, 12/01/2030	1,321	1,368
2.50%, 01/01/2031	294	305
2.50%, 01/01/2031	509	527
2.50%, 02/01/2031	471	488
2.50%, 02/01/2031	490	508
2.50%, 05/01/2031	296	307
2.50%, 06/01/2031	496	513
2.50%, 07/01/2031 ^(e)	925	957
2.50%, 11/01/2032	74	76
2.50%, 07/01/2033	154	158
2.50%, 01/01/2043	752	761
2.50%, 07/01/2043	68	69
2.50%, 08/01/2043	189	191
2.50%, 10/01/2043	444	450
2.50%, 05/01/2046	100	101
2.51%, 07/01/2041	33	35
2.56%, 02/01/2042 ^(a)	71	74
2.68%, 12/01/2043 ^(a)	88	91
2.70%, 11/01/2043 ^(a)	218	225
2.81%, 01/01/2042 ^(a)	80	83
2.86%, 02/01/2042 ^(a)	52	54
2.94%, 05/01/2042 ^(a)	337	352
2.96%, 06/01/2040 ^(a)	19	20
3.00%, 09/01/2026	79	83
3.00%, 11/01/2026	282	296
3.00%, 11/01/2026	99	104
3.00%, 01/01/2027	74	78
3.00%, 02/01/2027	66	70
3.00%, 04/01/2027	118	123
3.00%, 04/01/2027	110	115
3.00%, 07/01/2027	329	345
3.00%, 08/01/2027	358	376
3.00%, 10/01/2027	306	321
3.00%, 10/01/2028	612	643
3.00%, 11/01/2028	385	405
3.00%, 12/01/2028	42	44
3.00%, 12/01/2028	63	66
3.00%, 02/01/2029	303	318
3.00%, 03/01/2029	256	269
3.00%, 03/01/2029	509	534
3.00%, 04/01/2029	73	76
3.00%, 04/01/2029	365	383
3.00%, 05/01/2029	272	285
3.00%, 05/01/2029	136	143
3.00%, 05/01/2029	82	86
3.00%, 06/01/2029	181	190
3.00%, 07/01/2029	18	19
3.00%, 07/01/2029	179	188
3.00%, 08/01/2029	344	361
3.00%, 08/01/2029	326	342
3.00%, 08/01/2029	34	35
3.00%, 08/01/2029	399	419
3.00%, 10/01/2029	195	205
3.00%, 10/01/2029	350	367
3.00%, 10/01/2029	235	247
3.00%, 11/01/2029	155	163
3.00%, 01/01/2030	117	123
3.00%, 01/01/2030	442	464
3.00%, 01/01/2030	970	1,018

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal National Mortgage Association (FNMA) (continued)		
3.00%, 01/01/2030	\$ 1,067	\$ 1,119
3.00%, 06/01/2030	586	615
3.00%, 06/01/2030	550	577
3.00%, 08/01/2030	457	479
3.00%, 09/01/2030	208	218
3.00%, 09/01/2030	1,022	1,072
3.00%, 10/01/2030	608	638
3.00%, 11/01/2030	462	484
3.00%, 02/01/2031	273	286
3.00%, 07/01/2031 ^(e)	475	498
3.00%, 08/01/2032	487	513
3.00%, 10/01/2032	523	552
3.00%, 08/01/2033	1,218	1,284
3.00%, 12/01/2033	545	576
3.00%, 10/01/2034	149	157
3.00%, 11/01/2034	156	164
3.00%, 02/01/2035	413	434
3.00%, 03/01/2035	171	179
3.00%, 04/01/2035	176	185
3.00%, 06/01/2035	370	389
3.00%, 07/01/2035	139	145
3.00%, 11/01/2035	215	226
3.00%, 04/01/2042	324	337
3.00%, 09/01/2042	166	173
3.00%, 12/01/2042	172	179
3.00%, 02/01/2043	721	750
3.00%, 02/01/2043	712	748
3.00%, 04/01/2043	401	417
3.00%, 04/01/2043	444	462
3.00%, 04/01/2043	714	743
3.00%, 04/01/2043	610	635
3.00%, 04/01/2043	554	576
3.00%, 04/01/2043	723	751
3.00%, 04/01/2043	561	583
3.00%, 04/01/2043	1,610	1,675
3.00%, 05/01/2043	811	844
3.00%, 05/01/2043	537	558
3.00%, 05/01/2043	89	92
3.00%, 05/01/2043	449	467
3.00%, 06/01/2043	37	39
3.00%, 06/01/2043	749	779
3.00%, 06/01/2043	733	763
3.00%, 06/01/2043	552	574
3.00%, 06/01/2043	29	30
3.00%, 07/01/2043	414	430
3.00%, 07/01/2043	180	187
3.00%, 07/01/2043	49	51
3.00%, 07/01/2043	251	261
3.00%, 07/01/2043	354	369
3.00%, 07/01/2043	596	619
3.00%, 08/01/2043	896	932
3.00%, 08/01/2043	375	390
3.00%, 08/01/2043	100	104
3.00%, 08/01/2043	1,242	1,291
3.00%, 08/01/2043	168	174
3.00%, 08/01/2043	639	664
3.00%, 08/01/2043	258	269
3.00%, 08/01/2043	402	418
3.00%, 08/01/2043	21	22
3.00%, 09/01/2043	21	22
3.00%, 09/01/2043	439	457
3.00%, 09/01/2043	29	30
3.00%, 09/01/2043	1,014	1,055
3.00%, 10/01/2043	245	254
3.00%, 11/01/2043	390	405
3.00%, 11/01/2043	159	165
3.00%, 11/01/2043	163	169
3.00%, 11/01/2043	249	259
3.00%, 12/01/2043	25	26
3.00%, 01/01/2044	180	187
3.00%, 01/01/2045	38	40

See accompanying notes.

Schedule of Investments
Bond Market Index Account
June 30, 2016 (unaudited)

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal National Mortgage Association (FNMA) (continued)		
3.00%, 01/01/2045	\$ 1,088	\$ 1,130
3.00%, 05/01/2045	1,213	1,260
3.00%, 06/01/2045	35	36
3.00%, 06/01/2045	95	99
3.00%, 08/01/2045 ^(e)	1,675	1,735
3.00%, 09/01/2045	215	224
3.00%, 09/01/2045	197	205
3.00%, 10/01/2045	856	889
3.00%, 11/01/2045	199	207
3.00%, 11/01/2045	450	468
3.00%, 12/01/2045	85	89
3.00%, 12/01/2045	133	139
3.00%, 12/01/2045	105	109
3.00%, 12/01/2045	1,015	1,054
3.00%, 01/01/2046	611	635
3.00%, 01/01/2046	26	27
3.00%, 02/01/2046	1,226	1,273
3.00%, 02/01/2046	37	39
3.00%, 02/01/2046	634	659
3.00%, 02/01/2046	398	414
3.00%, 03/01/2046	127	132
3.00%, 04/01/2046	996	1,035
3.00%, 05/01/2046	422	439
3.00%, 05/01/2046	639	664
3.00%, 06/01/2046	275	286
3.00%, 07/01/2046	1,125	1,169
3.00%, 07/01/2046 ^(e)	7,575	7,861
3.06%, 12/01/2041 ^(a)	41	43
3.16%, 12/01/2040 ^(a)	25	26
3.42%, 05/01/2041 ^(a)	27	29
3.50%, 04/01/2022	225	238
3.50%, 08/01/2025	25	27
3.50%, 10/01/2025	20	21
3.50%, 11/01/2025	23	25
3.50%, 11/01/2025	300	318
3.50%, 12/01/2025	134	142
3.50%, 12/01/2025	43	46
3.50%, 12/01/2025	26	28
3.50%, 01/01/2026	684	726
3.50%, 01/01/2026	30	32
3.50%, 01/01/2026	81	86
3.50%, 02/01/2026	208	220
3.50%, 03/01/2026	587	623
3.50%, 03/01/2026	9	9
3.50%, 05/01/2026	12	13
3.50%, 06/01/2026	67	71
3.50%, 07/01/2026	11	11
3.50%, 08/01/2026	8	9
3.50%, 08/01/2026	99	105
3.50%, 09/01/2026	403	428
3.50%, 10/01/2026	34	36
3.50%, 12/01/2026	121	129
3.50%, 12/01/2026	461	489
3.50%, 01/01/2027	79	84
3.50%, 01/01/2027	135	143
3.50%, 02/01/2027	298	316
3.50%, 11/01/2028	425	450
3.50%, 12/01/2028	21	22
3.50%, 12/01/2028	229	243
3.50%, 01/01/2029	245	259
3.50%, 03/01/2029	25	26
3.50%, 03/01/2029	374	397
3.50%, 12/01/2029	96	102
3.50%, 04/01/2030	188	199
3.50%, 11/01/2030	97	103
3.50%, 01/01/2031	16	17
3.50%, 04/01/2031	31	33
3.50%, 07/01/2031 ^(e)	200	212
3.50%, 04/01/2032	132	140
3.50%, 05/01/2032	287	306
3.50%, 06/01/2032	479	511

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal National Mortgage Association (FNMA) (continued)		
3.50%, 07/01/2032	\$ 182	\$ 194
3.50%, 09/01/2032	285	303
3.50%, 09/01/2033	137	146
3.50%, 10/01/2033	280	297
3.50%, 11/01/2033	282	300
3.50%, 01/01/2034	205	218
3.50%, 06/01/2034	387	412
3.50%, 08/01/2034	106	113
3.50%, 11/01/2034	235	250
3.50%, 12/01/2035	523	556
3.50%, 10/01/2040	14	15
3.50%, 11/01/2040	53	56
3.50%, 12/01/2040	59	62
3.50%, 01/01/2041	40	42
3.50%, 02/01/2041	26	27
3.50%, 02/01/2041	23	24
3.50%, 03/01/2041	135	143
3.50%, 03/01/2041	91	97
3.50%, 10/01/2041	244	258
3.50%, 12/01/2041	704	745
3.50%, 12/01/2041	247	262
3.50%, 12/01/2041	764	809
3.50%, 01/01/2042	136	144
3.50%, 01/01/2042	252	267
3.50%, 01/01/2042	134	142
3.50%, 02/01/2042	59	62
3.50%, 02/01/2042	28	30
3.50%, 03/01/2042	172	182
3.50%, 03/01/2042	291	308
3.50%, 03/01/2042	63	67
3.50%, 03/01/2042	80	84
3.50%, 03/01/2042	528	559
3.50%, 03/01/2042	146	154
3.50%, 04/01/2042	115	121
3.50%, 04/01/2042	150	158
3.50%, 04/01/2042	101	107
3.50%, 04/01/2042	132	140
3.50%, 05/01/2042	171	182
3.50%, 07/01/2042	184	195
3.50%, 07/01/2042	327	346
3.50%, 08/01/2042	229	243
3.50%, 09/01/2042	76	81
3.50%, 09/01/2042	180	191
3.50%, 10/01/2042	640	678
3.50%, 10/01/2042	20	21
3.50%, 04/01/2043	301	319
3.50%, 04/01/2043	162	172
3.50%, 05/01/2043	972	1,033
3.50%, 05/01/2043	806	861
3.50%, 05/01/2043	412	435
3.50%, 06/01/2043	813	869
3.50%, 06/01/2043	475	502
3.50%, 07/01/2043	454	485
3.50%, 08/01/2043	237	252
3.50%, 08/01/2043	1,050	1,110
3.50%, 09/01/2043	816	864
3.50%, 09/01/2043	304	322
3.50%, 12/01/2043	260	275
3.50%, 01/01/2044	76	81
3.50%, 02/01/2044	364	384
3.50%, 02/01/2044	707	747
3.50%, 04/01/2044	74	78
3.50%, 10/01/2044	1,126	1,188
3.50%, 10/01/2044	210	222
3.50%, 10/01/2044	35	37
3.50%, 10/01/2044	389	411
3.50%, 11/01/2044	1,126	1,188
3.50%, 12/01/2044	972	1,026
3.50%, 12/01/2044	988	1,043
3.50%, 02/01/2045	150	158
3.50%, 04/01/2045	1,186	1,254

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U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal National Mortgage Association (FNMA) (continued)		
3.50%, 05/01/2045	\$ 378	\$ 399
3.50%, 07/01/2045 ^(e)	30,400	32,077
3.50%, 07/01/2045	195	206
3.50%, 07/01/2045	960	1,013
3.50%, 08/01/2045	1,240	1,309
3.50%, 08/01/2045	1,187	1,253
3.50%, 08/01/2045 ^(e)	1,225	1,291
3.50%, 09/01/2045	1,177	1,242
3.50%, 11/01/2045	496	524
3.50%, 11/01/2045	961	1,015
3.50%, 11/01/2045	1,237	1,305
3.50%, 12/01/2045	1,000	1,056
3.50%, 02/01/2046	880	929
3.51%, 02/01/2041 ^(a)	32	34
3.56%, 01/01/2040 ^(a)	31	33
3.58%, 08/01/2040 ^(a)	18	19
3.68%, 05/01/2041 ^(a)	22	24
4.00%, 08/01/2018	204	211
4.00%, 09/01/2018	20	20
4.00%, 09/01/2018	33	35
4.00%, 09/01/2018	73	76
4.00%, 05/01/2019	91	94
4.00%, 07/01/2019	12	12
4.00%, 03/01/2024	88	94
4.00%, 05/01/2024	16	17
4.00%, 05/01/2024	21	22
4.00%, 06/01/2024	33	35
4.00%, 07/01/2024	32	34
4.00%, 09/01/2024	15	16
4.00%, 10/01/2024	123	131
4.00%, 11/01/2024	7	7
4.00%, 01/01/2025	25	27
4.00%, 03/01/2025	30	32
4.00%, 04/01/2025	9	9
4.00%, 04/01/2025	142	151
4.00%, 05/01/2025	23	24
4.00%, 05/01/2025	4	4
4.00%, 05/01/2025	8	8
4.00%, 05/01/2025	24	26
4.00%, 05/01/2025	28	30
4.00%, 06/01/2025	21	22
4.00%, 06/01/2025	8	8
4.00%, 07/01/2025	40	42
4.00%, 08/01/2025	26	27
4.00%, 09/01/2025	29	31
4.00%, 11/01/2025	38	40
4.00%, 12/01/2025	48	51
4.00%, 01/01/2026	178	185
4.00%, 01/01/2026	24	25
4.00%, 01/01/2026	100	105
4.00%, 03/01/2026	62	66
4.00%, 03/01/2026	5	5
4.00%, 03/01/2026	111	119
4.00%, 05/01/2026	33	34
4.00%, 06/01/2026	34	36
4.00%, 07/01/2026	33	35
4.00%, 08/01/2026	152	162
4.00%, 09/01/2026	70	75
4.00%, 04/01/2029	9	9
4.00%, 10/01/2030	26	28
4.00%, 12/01/2030	219	237
4.00%, 02/01/2031	74	80
4.00%, 07/01/2031	47	51
4.00%, 10/01/2031	182	198
4.00%, 11/01/2031	43	47
4.00%, 12/01/2031	36	39
4.00%, 01/01/2032	55	60
4.00%, 09/01/2033	381	412
4.00%, 01/01/2036	384	416
4.00%, 03/01/2039	13	14
4.00%, 08/01/2039	8	8

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal National Mortgage Association (FNMA) (continued)		
4.00%, 08/01/2039	\$ 45	\$ 49
4.00%, 10/01/2039	489	526
4.00%, 10/01/2039	19	20
4.00%, 11/01/2039	52	56
4.00%, 12/01/2039	15	16
4.00%, 02/01/2040	54	58
4.00%, 05/01/2040	6	7
4.00%, 05/01/2040	44	47
4.00%, 08/01/2040	30	32
4.00%, 10/01/2040	54	58
4.00%, 10/01/2040	50	54
4.00%, 10/01/2040	18	19
4.00%, 10/01/2040	95	102
4.00%, 10/01/2040	28	30
4.00%, 10/01/2040	32	35
4.00%, 10/01/2040	16	17
4.00%, 11/01/2040	24	25
4.00%, 12/01/2040	104	111
4.00%, 12/01/2040	61	66
4.00%, 12/01/2040	96	103
4.00%, 12/01/2040	72	77
4.00%, 12/01/2040	23	25
4.00%, 01/01/2041	121	130
4.00%, 01/01/2041	47	51
4.00%, 01/01/2041	669	719
4.00%, 01/01/2041	77	82
4.00%, 02/01/2041	59	63
4.00%, 02/01/2041	109	117
4.00%, 02/01/2041	190	204
4.00%, 02/01/2041	555	597
4.00%, 02/01/2041	111	120
4.00%, 02/01/2041	75	80
4.00%, 03/01/2041	537	577
4.00%, 03/01/2041	108	117
4.00%, 03/01/2041	51	55
4.00%, 04/01/2041	9	10
4.00%, 07/01/2041 ^(e)	19,000	20,371
4.00%, 09/01/2041	28	30
4.00%, 09/01/2041	244	262
4.00%, 09/01/2041	177	190
4.00%, 10/01/2041	188	201
4.00%, 10/01/2041	91	98
4.00%, 10/01/2041	17	18
4.00%, 11/01/2041	35	37
4.00%, 11/01/2041	77	83
4.00%, 11/01/2041	108	116
4.00%, 11/01/2041	156	168
4.00%, 11/01/2041	13	14
4.00%, 12/01/2041	95	102
4.00%, 12/01/2041	273	293
4.00%, 12/01/2041	145	156
4.00%, 12/01/2041	101	109
4.00%, 12/01/2041	101	108
4.00%, 01/01/2042	34	36
4.00%, 01/01/2042	104	112
4.00%, 01/01/2042	126	135
4.00%, 02/01/2042	73	78
4.00%, 05/01/2042	679	732
4.00%, 02/01/2043	253	272
4.00%, 02/01/2043	119	127
4.00%, 08/01/2043	200	214
4.00%, 09/01/2043	147	158
4.00%, 12/01/2043	289	310
4.00%, 01/01/2044	765	828
4.00%, 02/01/2044	68	73
4.00%, 04/01/2044	925	991
4.00%, 06/01/2044	145	156
4.00%, 06/01/2044	781	846
4.00%, 06/01/2044	542	581
4.00%, 07/01/2044	755	809
4.00%, 07/01/2044	1,003	1,075

See accompanying notes.

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U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal National Mortgage Association (FNMA) (continued)		
4.00%, 09/01/2044	\$ 371	\$ 398
4.00%, 10/01/2044	347	372
4.00%, 11/01/2044	242	259
4.00%, 11/01/2044	478	513
4.00%, 11/01/2044	161	173
4.00%, 12/01/2044	696	746
4.00%, 12/01/2044	137	147
4.00%, 12/01/2044	161	173
4.00%, 12/01/2044	664	712
4.00%, 12/01/2044	113	122
4.00%, 01/01/2045	65	70
4.00%, 01/01/2045	56	60
4.00%, 01/01/2045	20	21
4.00%, 01/01/2045	378	405
4.00%, 02/01/2045	963	1,032
4.00%, 02/01/2045	434	465
4.00%, 02/01/2045	360	385
4.00%, 08/01/2045	65	70
4.00%, 08/01/2045	22	24
4.00%, 09/01/2045	985	1,057
4.00%, 09/01/2045 ^(e)	250	268
4.00%, 10/01/2045	941	1,009
4.00%, 10/01/2045	174	187
4.00%, 11/01/2045	200	214
4.00%, 11/01/2045	400	431
4.00%, 11/01/2045	1,000	1,073
4.00%, 12/01/2045	373	400
4.00%, 03/01/2046	200	214
4.00%, 04/01/2046	784	841
4.50%, 02/01/2018	11	12
4.50%, 05/01/2018	176	180
4.50%, 08/01/2018	129	132
4.50%, 09/01/2018	182	187
4.50%, 12/01/2018	124	127
4.50%, 01/01/2019	1	1
4.50%, 03/01/2019	68	70
4.50%, 05/01/2019	29	30
4.50%, 01/01/2020	164	169
4.50%, 09/01/2020	5	5
4.50%, 05/01/2022	15	16
4.50%, 02/01/2024	5	5
4.50%, 04/01/2024	2	2
4.50%, 04/01/2024	3	3
4.50%, 11/01/2024	13	14
4.50%, 12/01/2024	18	20
4.50%, 12/01/2024	34	37
4.50%, 02/01/2025	31	32
4.50%, 02/01/2025	49	52
4.50%, 04/01/2025	5	5
4.50%, 05/01/2025	36	38
4.50%, 04/01/2026	56	60
4.50%, 07/01/2029	4	4
4.50%, 02/01/2030	23	25
4.50%, 04/01/2030	8	9
4.50%, 08/01/2030	159	173
4.50%, 09/01/2030	127	139
4.50%, 01/01/2031	27	30
4.50%, 04/01/2031	15	17
4.50%, 05/01/2031	24	26
4.50%, 07/01/2031	95	104
4.50%, 08/01/2031	50	55
4.50%, 08/01/2033	2	2
4.50%, 08/01/2033	24	27
4.50%, 11/01/2033	63	69
4.50%, 02/01/2035	204	224
4.50%, 12/01/2035	169	186
4.50%, 01/01/2036	2	3
4.50%, 03/01/2036	7	8
4.50%, 04/01/2038	28	30
4.50%, 06/01/2038	35	39
4.50%, 01/01/2039	8	8

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal National Mortgage Association (FNMA) (continued)		
4.50%, 02/01/2039	\$ 19	\$ 20
4.50%, 04/01/2039	64	70
4.50%, 04/01/2039	80	89
4.50%, 04/01/2039	14	16
4.50%, 06/01/2039	20	21
4.50%, 06/01/2039	72	79
4.50%, 06/01/2039	35	38
4.50%, 06/01/2039	99	110
4.50%, 07/01/2039	60	65
4.50%, 07/01/2039	40	44
4.50%, 07/01/2039	80	88
4.50%, 08/01/2039	42	47
4.50%, 09/01/2039	39	42
4.50%, 10/01/2039	24	26
4.50%, 10/01/2039	73	79
4.50%, 10/01/2039	114	125
4.50%, 12/01/2039	24	26
4.50%, 12/01/2039	53	59
4.50%, 12/01/2039	127	141
4.50%, 12/01/2039	30	33
4.50%, 12/01/2039	81	89
4.50%, 01/01/2040	104	115
4.50%, 01/01/2040	150	164
4.50%, 02/01/2040	75	83
4.50%, 02/01/2040	43	47
4.50%, 03/01/2040	48	53
4.50%, 04/01/2040	75	82
4.50%, 05/01/2040	48	53
4.50%, 05/01/2040	43	47
4.50%, 05/01/2040	188	207
4.50%, 05/01/2040	121	132
4.50%, 06/01/2040	33	37
4.50%, 07/01/2040	43	48
4.50%, 07/01/2040	2	2
4.50%, 08/01/2040	60	66
4.50%, 08/01/2040 ^(e)	850	927
4.50%, 08/01/2040	335	366
4.50%, 08/01/2040	200	219
4.50%, 08/01/2040	105	115
4.50%, 09/01/2040	39	43
4.50%, 09/01/2040	26	28
4.50%, 09/01/2040	31	34
4.50%, 10/01/2040	149	163
4.50%, 12/01/2040	30	33
4.50%, 12/01/2040	550	600
4.50%, 03/01/2041	60	65
4.50%, 03/01/2041	215	236
4.50%, 03/01/2041	44	49
4.50%, 03/01/2041	66	72
4.50%, 04/01/2041	52	57
4.50%, 05/01/2041	216	237
4.50%, 05/01/2041	69	76
4.50%, 05/01/2041	107	117
4.50%, 06/01/2041	217	238
4.50%, 06/01/2041	124	136
4.50%, 06/01/2041	41	44
4.50%, 06/01/2041	62	68
4.50%, 06/01/2041	153	167
4.50%, 07/01/2041	55	61
4.50%, 07/01/2041	77	85
4.50%, 07/01/2041	50	54
4.50%, 07/01/2041 ^(e)	500	546
4.50%, 08/01/2041	78	86
4.50%, 09/01/2041	78	86
4.50%, 09/01/2041	112	123
4.50%, 09/01/2041	389	426
4.50%, 10/01/2041	82	90
4.50%, 11/01/2041	82	90
4.50%, 11/01/2041	81	89
4.50%, 11/01/2041	74	81
4.50%, 11/01/2041	93	101

See accompanying notes.

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Bond Market Index Account
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U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)	U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal National Mortgage Association (FNMA) (continued)			Federal National Mortgage Association (FNMA) (continued)		
4.50%, 12/01/2041	\$ 96	\$ 105	5.00%, 07/01/2035	\$ 6	6
4.50%, 04/01/2042	35	39	5.00%, 09/01/2035	10	11
4.50%, 09/01/2042	158	173	5.00%, 10/01/2035	28	31
4.50%, 09/01/2043	271	296	5.00%, 01/01/2036	53	59
4.50%, 09/01/2043	432	475	5.00%, 03/01/2036	52	58
4.50%, 09/01/2043	691	754	5.00%, 03/01/2036	33	37
4.50%, 10/01/2043	811	885	5.00%, 04/01/2036	2	2
4.50%, 11/01/2043	22	24	5.00%, 05/01/2036	1	1
4.50%, 12/01/2043	236	258	5.00%, 06/01/2036	76	84
4.50%, 12/01/2043	31	34	5.00%, 07/01/2036	69	77
4.50%, 01/01/2044	1,019	1,113	5.00%, 04/01/2037	706	783
4.50%, 03/01/2044	459	501	5.00%, 07/01/2037	19	22
4.50%, 03/01/2044	291	318	5.00%, 02/01/2038	134	149
4.50%, 04/01/2044	172	188	5.00%, 04/01/2038	42	46
4.50%, 04/01/2044	61	66	5.00%, 05/01/2038	2	2
4.50%, 05/01/2044	1,385	1,515	5.00%, 06/01/2038	5	6
4.50%, 05/01/2044	419	457	5.00%, 12/01/2038	10	11
4.50%, 05/01/2044	272	297	5.00%, 01/01/2039	40	45
4.50%, 05/01/2044	166	182	5.00%, 01/01/2039	621	689
4.50%, 05/01/2044	413	451	5.00%, 02/01/2039	42	46
4.50%, 06/01/2044	906	992	5.00%, 03/01/2039	26	29
4.50%, 06/01/2044	329	359	5.00%, 03/01/2039	2	2
4.50%, 06/01/2044	733	800	5.00%, 04/01/2039	58	64
4.50%, 07/01/2044	23	25	5.00%, 04/01/2039	39	44
4.50%, 07/01/2044	752	821	5.00%, 04/01/2039	23	26
4.50%, 07/01/2044	304	332	5.00%, 06/01/2039	134	149
4.50%, 08/01/2044	181	197	5.00%, 07/01/2039	274	303
4.50%, 08/01/2044	68	74	5.00%, 07/01/2039	254	282
4.50%, 08/01/2044	169	185	5.00%, 07/01/2039	65	73
4.50%, 10/01/2044	32	35	5.00%, 10/01/2039	51	57
4.50%, 03/01/2046	150	164	5.00%, 12/01/2039	104	116
5.00%, 12/01/2017	1	1	5.00%, 12/01/2039	42	47
5.00%, 03/01/2018	110	113	5.00%, 01/01/2040	86	97
5.00%, 11/01/2018	2	2	5.00%, 02/01/2040	116	132
5.00%, 06/01/2019	17	17	5.00%, 05/01/2040	224	249
5.00%, 07/01/2019	64	66	5.00%, 05/01/2040	29	33
5.00%, 11/01/2020	112	120	5.00%, 06/01/2040	79	89
5.00%, 11/01/2021	7	7	5.00%, 06/01/2040	69	77
5.00%, 02/01/2023	13	13	5.00%, 06/01/2040	16	17
5.00%, 07/01/2023	1	2	5.00%, 08/01/2040	41	46
5.00%, 09/01/2023	73	78	5.00%, 08/01/2040	28	31
5.00%, 12/01/2023	6	6	5.00%, 08/01/2040	123	136
5.00%, 12/01/2023	10	11	5.00%, 09/01/2040	14	15
5.00%, 01/01/2024	14	14	5.00%, 11/01/2040	47	52
5.00%, 01/01/2024	34	35	5.00%, 04/01/2041	36	40
5.00%, 02/01/2024	126	134	5.00%, 05/01/2041	51	57
5.00%, 07/01/2024	10	11	5.00%, 05/01/2041	51	56
5.00%, 12/01/2024	59	63	5.00%, 05/01/2041	15	17
5.00%, 04/01/2025	297	329	5.00%, 05/01/2041	49	55
5.00%, 04/01/2029	17	19	5.00%, 07/01/2041 ^(e)	600	667
5.00%, 09/01/2029	401	445	5.00%, 07/01/2041	386	430
5.00%, 03/01/2030	31	34	5.00%, 07/01/2041	11	12
5.00%, 08/01/2030	37	41	5.00%, 05/01/2042	767	856
5.00%, 05/01/2033	13	14	5.00%, 09/01/2043	665	738
5.00%, 05/01/2033	19	21	5.00%, 12/01/2043	550	610
5.00%, 07/01/2033	92	102	5.00%, 01/01/2044	134	148
5.00%, 08/01/2033	5	5	5.00%, 01/01/2044	179	200
5.00%, 09/01/2033	41	46	5.00%, 03/01/2044	580	644
5.00%, 09/01/2033	145	161	5.00%, 03/01/2044	386	428
5.00%, 11/01/2033	55	61	5.00%, 05/01/2044	328	365
5.00%, 02/01/2034	7	8	5.00%, 08/01/2044	223	247
5.00%, 03/01/2034	9	10	5.00%, 11/01/2044	593	658
5.00%, 05/01/2034	76	85	5.50%, 10/01/2016	1	1
5.00%, 02/01/2035	65	73	5.50%, 01/01/2017	3	3
5.00%, 03/01/2035	9	10	5.50%, 02/01/2018	15	15
5.00%, 04/01/2035	10	11	5.50%, 12/01/2018	13	13
5.00%, 06/01/2035	124	138	5.50%, 05/01/2019	1	1
5.00%, 07/01/2035	57	64	5.50%, 08/01/2019	22	23
5.00%, 07/01/2035	152	170	5.50%, 12/01/2019	3	3
5.00%, 07/01/2035	264	294	5.50%, 01/01/2021	3	3
5.00%, 07/01/2035	15	17	5.50%, 05/01/2021	6	6

See accompanying notes.

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U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal National Mortgage Association (FNMA) (continued)		
5.50%, 10/01/2021	\$ 3	\$ 3
5.50%, 11/01/2022	8	9
5.50%, 11/01/2022	15	16
5.50%, 02/01/2023	12	13
5.50%, 03/01/2023	12	13
5.50%, 04/01/2023	11	11
5.50%, 07/01/2023	11	12
5.50%, 09/01/2023	12	13
5.50%, 12/01/2023	6	7
5.50%, 05/01/2025	14	14
5.50%, 07/01/2025	335	376
5.50%, 06/01/2028	10	11
5.50%, 09/01/2028	3	3
5.50%, 01/01/2029	7	8
5.50%, 12/01/2029	30	33
5.50%, 06/01/2033	14	16
5.50%, 04/01/2034	68	77
5.50%, 04/01/2034	50	56
5.50%, 04/01/2034	36	41
5.50%, 05/01/2034	44	50
5.50%, 06/01/2034	3	3
5.50%, 11/01/2034	39	44
5.50%, 01/01/2035	39	44
5.50%, 01/01/2035	9	11
5.50%, 03/01/2035	16	18
5.50%, 04/01/2035	1	1
5.50%, 04/01/2035	22	25
5.50%, 08/01/2035	8	9
5.50%, 09/01/2035	3	3
5.50%, 10/01/2035	6	7
5.50%, 10/01/2035	4	5
5.50%, 11/01/2035	280	315
5.50%, 12/01/2035	14	16
5.50%, 01/01/2036	5	5
5.50%, 02/01/2036	45	50
5.50%, 04/01/2036	44	49
5.50%, 04/01/2036	2	2
5.50%, 05/01/2036	192	217
5.50%, 07/01/2036	23	26
5.50%, 08/01/2036	59	66
5.50%, 09/01/2036	63	71
5.50%, 09/01/2036	27	30
5.50%, 10/01/2036	61	69
5.50%, 11/01/2036	22	24
5.50%, 11/01/2036	9	10
5.50%, 11/01/2036	15	17
5.50%, 01/01/2037	22	25
5.50%, 02/01/2037	42	48
5.50%, 03/01/2037	140	158
5.50%, 05/01/2037	2	2
5.50%, 05/01/2037	19	22
5.50%, 05/01/2037	639	720
5.50%, 05/01/2037	208	236
5.50%, 06/01/2037	48	54
5.50%, 07/01/2037	3	3
5.50%, 07/01/2037	6	7
5.50%, 08/01/2037	299	337
5.50%, 08/01/2037	221	250
5.50%, 08/01/2037	231	263
5.50%, 01/01/2038	10	11
5.50%, 01/01/2038	7	8
5.50%, 02/01/2038	60	67
5.50%, 02/01/2038	23	26
5.50%, 02/01/2038	31	35
5.50%, 03/01/2038	16	18
5.50%, 03/01/2038	28	32
5.50%, 03/01/2038	17	19
5.50%, 03/01/2038	93	105
5.50%, 05/01/2038	8	9
5.50%, 05/01/2038	32	36
5.50%, 05/01/2038	508	572

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal National Mortgage Association (FNMA) (continued)		
5.50%, 06/01/2038	\$ 193	\$ 216
5.50%, 06/01/2038	2	2
5.50%, 06/01/2038	257	290
5.50%, 06/01/2038	21	24
5.50%, 06/01/2038	3	3
5.50%, 07/01/2038	12	14
5.50%, 07/01/2038	17	20
5.50%, 08/01/2038	211	237
5.50%, 11/01/2038	10	11
5.50%, 11/01/2038	8	9
5.50%, 11/01/2038	6	7
5.50%, 11/01/2038	238	268
5.50%, 11/01/2038	123	138
5.50%, 11/01/2038	12	13
5.50%, 12/01/2038	18	20
5.50%, 12/01/2038	21	23
5.50%, 12/01/2038	11	12
5.50%, 01/01/2039	20	23
5.50%, 04/01/2039	8	9
5.50%, 06/01/2039	242	272
5.50%, 07/01/2039	56	63
5.50%, 09/01/2039	41	46
5.50%, 10/01/2039	14	16
5.50%, 12/01/2039	82	94
5.50%, 12/01/2039	29	32
5.50%, 05/01/2040	138	155
5.50%, 06/01/2040	9	11
5.50%, 07/01/2040	35	40
5.50%, 07/01/2041	195	220
5.50%, 09/01/2041	57	64
5.50%, 09/01/2041	78	88
6.00%, 06/01/2017	1	1
6.00%, 06/01/2017	5	5
6.00%, 05/01/2024	1	1
6.00%, 12/01/2032	23	27
6.00%, 01/01/2033	5	6
6.00%, 10/01/2033	7	8
6.00%, 12/01/2033	16	19
6.00%, 10/01/2034	24	28
6.00%, 12/01/2034	10	12
6.00%, 01/01/2035	56	64
6.00%, 07/01/2035	43	50
6.00%, 07/01/2035	103	119
6.00%, 10/01/2035	40	46
6.00%, 05/01/2036	6	7
6.00%, 05/01/2036	1	1
6.00%, 05/01/2036	3	4
6.00%, 06/01/2036	28	32
6.00%, 02/01/2037	38	43
6.00%, 02/01/2037	4	5
6.00%, 03/01/2037	28	32
6.00%, 03/01/2037	70	80
6.00%, 06/01/2037	15	17
6.00%, 07/01/2037	5	5
6.00%, 09/01/2037	36	41
6.00%, 10/01/2037	4	5
6.00%, 11/01/2037	1	1
6.00%, 11/01/2037	5	6
6.00%, 11/01/2037	6	6
6.00%, 12/01/2037	12	14
6.00%, 01/01/2038	15	17
6.00%, 01/01/2038	10	11
6.00%, 01/01/2038	232	265
6.00%, 02/01/2038	7	8
6.00%, 03/01/2038	84	97
6.00%, 03/01/2038	13	15
6.00%, 05/01/2038	5	6
6.00%, 05/01/2038	10	11
6.00%, 08/01/2038	15	17

See accompanying notes.

Schedule of Investments
Bond Market Index Account
June 30, 2016 (unaudited)

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal National Mortgage Association (FNMA) (continued)		
6.00%, 09/01/2038	\$ 59	\$ 67
6.00%, 10/01/2038	36	41
6.00%, 11/01/2038	75	86
6.00%, 12/01/2038	7	8
6.00%, 10/01/2039	18	20
6.00%, 10/01/2039	18	20
6.00%, 04/01/2040	40	46
6.00%, 09/01/2040	12	14
6.00%, 10/01/2040	20	23
6.00%, 10/01/2040	45	51
6.00%, 05/01/2041	418	478
6.50%, 12/01/2016	2	2
6.50%, 07/01/2020	1	1
6.50%, 12/01/2031	2	2
6.50%, 03/01/2032	3	3
6.50%, 07/01/2032	8	9
6.50%, 11/01/2033	11	13
6.50%, 08/01/2034	24	29
6.50%, 09/01/2034	19	22
6.50%, 10/01/2034	6	7
6.50%, 07/01/2037	9	10
6.50%, 07/01/2037	12	15
6.50%, 08/01/2037	10	11
6.50%, 10/01/2037	54	62
6.50%, 01/01/2038	8	9
6.50%, 01/01/2038	209	243
6.50%, 02/01/2038	9	12
6.50%, 02/01/2038	11	13
6.50%, 03/01/2038	4	5
6.50%, 03/01/2038	52	65
6.50%, 05/01/2038	14	16
6.50%, 05/01/2038	148	181
6.50%, 09/01/2038	7	8
6.50%, 10/01/2039	13	15
7.00%, 12/01/2037	9	10
7.00%, 12/01/2037	18	21
7.50%, 05/01/2031	12	15
	<u>\$ 257,789</u>	

**Government National Mortgage Association (GNMA) -
7.88%**

2.50%, 09/20/2027	233	243
2.50%, 01/20/2028	281	293
2.50%, 04/20/2028	209	217
2.50%, 07/20/2028	203	212
2.50%, 11/20/2030	94	98
2.50%, 03/20/2041 ^(a)	237	243
2.50%, 02/20/2042 ^(a)	74	76
2.50%, 01/20/2043 ^(a)	107	110
2.50%, 03/15/2043	248	253
2.50%, 07/20/2043	320	328
2.50%, 11/20/2043 ^(a)	375	385
2.50%, 06/20/2045	190	194
3.00%, 04/15/2027	122	129
3.00%, 04/20/2027	210	222
3.00%, 09/20/2027	217	230
3.00%, 11/20/2027	110	117
3.00%, 09/20/2028	128	136
3.00%, 10/20/2028	188	200
3.00%, 11/20/2028	77	82
3.00%, 01/20/2029	61	65
3.00%, 05/20/2029	244	258
3.00%, 07/20/2030	485	515
3.00%, 11/20/2041 ^(a)	87	90
3.00%, 02/20/2042 ^(a)	75	77
3.00%, 04/15/2042	28	29
3.00%, 04/20/2042 ^(a)	223	230
3.00%, 07/20/2042 ^(a)	303	311
3.00%, 08/20/2042	16	17
3.00%, 09/20/2042	332	348
3.00%, 10/15/2042	349	365

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Government National Mortgage Association (GNMA) (continued)		
3.00%, 12/20/2042	\$ 662	\$ 694
3.00%, 01/20/2043	936	982
3.00%, 03/20/2043	388	407
3.00%, 03/20/2043	1,258	1,320
3.00%, 04/15/2043	74	77
3.00%, 04/20/2043	971	1,019
3.00%, 05/15/2043	58	61
3.00%, 05/15/2043	28	29
3.00%, 06/15/2043	608	636
3.00%, 06/20/2043	365	383
3.00%, 07/15/2043	200	209
3.00%, 08/15/2043	530	555
3.00%, 08/15/2043	373	389
3.00%, 08/20/2043	169	177
3.00%, 09/20/2043	618	648
3.00%, 10/20/2043	305	320
3.00%, 11/20/2043	228	239
3.00%, 03/20/2044	468	491
3.00%, 05/15/2044	56	59
3.00%, 08/20/2044	1,947	2,043
3.00%, 11/15/2044	696	729
3.00%, 11/20/2044	780	816
3.00%, 12/20/2044	976	1,022
3.00%, 02/15/2045	383	402
3.00%, 04/20/2045	91	95
3.00%, 05/20/2045	820	858
3.00%, 07/20/2045	2,433	2,547
3.00%, 08/01/2045	1,525	1,591
3.00%, 08/15/2045	272	285
3.00%, 08/20/2045	685	717
3.00%, 11/20/2045	898	940
3.00%, 12/20/2045	1,300	1,361
3.00%, 07/01/2046 ^(a)	25	26
3.00%, 07/01/2046	11,625	12,155
3.50%, 12/15/2025	15	16
3.50%, 02/15/2026	54	57
3.50%, 05/15/2026	22	23
3.50%, 03/20/2027	53	56
3.50%, 04/20/2027	81	87
3.50%, 09/20/2028	168	179
3.50%, 07/20/2040	15	16
3.50%, 01/20/2041	79	84
3.50%, 05/20/2041	46	48
3.50%, 11/15/2041	59	63
3.50%, 11/20/2041	24	26
3.50%, 01/15/2042	69	74
3.50%, 01/20/2042	114	121
3.50%, 02/15/2042	114	121
3.50%, 02/15/2042	393	423
3.50%, 02/20/2042	108	115
3.50%, 03/15/2042	103	110
3.50%, 03/15/2042	87	92
3.50%, 03/20/2042	124	132
3.50%, 04/15/2042	207	220
3.50%, 04/15/2042	548	585
3.50%, 04/20/2042	251	268
3.50%, 05/15/2042	159	169
3.50%, 05/15/2042	12	13
3.50%, 05/20/2042	879	937
3.50%, 06/20/2042	528	563
3.50%, 08/15/2042	97	103
3.50%, 08/20/2042	401	427
3.50%, 10/20/2042	1,199	1,278
3.50%, 01/15/2043	418	445
3.50%, 01/15/2043	660	705
3.50%, 01/20/2043	596	635
3.50%, 02/20/2043	642	684
3.50%, 03/20/2043	582	620
3.50%, 04/15/2043	167	178
3.50%, 04/15/2043	94	100
3.50%, 04/20/2043	599	638

Schedule of Investments
Bond Market Index Account
June 30, 2016 (unaudited)

U.S. GOVERNMENT & GOVERNMENT	Principal	
AGENCY OBLIGATIONS (continued)	Amount (000's)	Value (000's)
Government National Mortgage Association (GNMA)		
(continued)		
3.50%, 06/15/2043	\$ 115	\$ 123
3.50%, 06/15/2043	73	78
3.50%, 07/20/2043	1,219	1,299
3.50%, 08/15/2043	238	253
3.50%, 08/20/2043	326	348
3.50%, 01/20/2044	16	17
3.50%, 02/20/2044	135	143
3.50%, 04/20/2044	599	636
3.50%, 07/20/2044	1,633	1,737
3.50%, 08/20/2044	1,671	1,778
3.50%, 09/20/2044	617	656
3.50%, 10/20/2044	687	729
3.50%, 11/20/2044	750	796
3.50%, 12/20/2044	861	915
3.50%, 02/20/2045	876	930
3.50%, 05/20/2045	1,141	1,212
3.50%, 06/20/2045	238	253
3.50%, 07/20/2045	833	885
3.50%, 08/01/2045	1,875	1,987
3.50%, 08/20/2045	754	801
3.50%, 09/20/2045	403	428
3.50%, 10/20/2045	98	104
3.50%, 11/20/2045	94	100
3.50%, 12/20/2045	143	152
3.50%, 01/20/2046	850	903
3.50%, 03/20/2046	1,374	1,461
3.50%, 07/01/2046	31,975	33,937
4.00%, 07/15/2024	90	97
4.00%, 08/15/2024	24	25
4.00%, 12/15/2024	20	21
4.00%, 11/15/2025	14	15
4.00%, 05/15/2026	21	22
4.00%, 06/15/2039	12	13
4.00%, 07/20/2040	49	53
4.00%, 08/15/2040	42	45
4.00%, 08/15/2040	202	218
4.00%, 09/15/2040	8	9
4.00%, 09/15/2040	40	43
4.00%, 09/15/2040	77	84
4.00%, 10/15/2040	63	68
4.00%, 11/15/2040	9	10
4.00%, 11/15/2040	47	51
4.00%, 11/20/2040	39	42
4.00%, 12/20/2040	73	79
4.00%, 01/15/2041	65	71
4.00%, 01/15/2041	43	47
4.00%, 01/15/2041	130	140
4.00%, 01/20/2041	124	133
4.00%, 05/15/2041	83	90
4.00%, 05/15/2041	45	49
4.00%, 07/20/2041	43	47
4.00%, 07/20/2041 ^(a)	24	25
4.00%, 08/15/2041	71	77
4.00%, 08/15/2041	171	184
4.00%, 08/15/2041	33	35
4.00%, 09/15/2041	47	51
4.00%, 09/15/2041	106	114
4.00%, 09/15/2041	136	147
4.00%, 09/20/2041	214	231
4.00%, 10/15/2041	47	50
4.00%, 10/15/2041	75	81
4.00%, 11/15/2041	233	251
4.00%, 11/20/2041	75	81
4.00%, 12/15/2041	76	82
4.00%, 12/15/2041	37	40
4.00%, 12/20/2041	73	78
4.00%, 01/15/2042	90	97
4.00%, 01/15/2042	25	27
4.00%, 01/20/2042	394	424
4.00%, 02/20/2042	316	339
4.00%, 03/15/2042	135	146

U.S. GOVERNMENT & GOVERNMENT	Principal	
AGENCY OBLIGATIONS (continued)	Amount (000's)	Value (000's)
Government National Mortgage Association (GNMA)		
(continued)		
4.00%, 03/15/2042	\$ 202	\$ 217
4.00%, 03/20/2042	374	403
4.00%, 04/20/2042	330	355
4.00%, 05/15/2042	555	598
4.00%, 05/20/2042	31	34
4.00%, 07/20/2042	736	792
4.00%, 06/20/2043	95	103
4.00%, 08/15/2043	19	20
4.00%, 09/15/2043	311	334
4.00%, 09/20/2043	146	157
4.00%, 10/20/2043	222	237
4.00%, 11/20/2043	519	555
4.00%, 02/20/2044	1,205	1,289
4.00%, 03/15/2044	454	488
4.00%, 04/20/2044	584	625
4.00%, 05/20/2044	796	852
4.00%, 06/20/2044	591	632
4.00%, 07/20/2044	2,365	2,529
4.00%, 08/20/2044	1,652	1,766
4.00%, 09/20/2044	1,495	1,599
4.00%, 10/20/2044	2,022	2,162
4.00%, 11/20/2044	939	1,004
4.00%, 12/20/2044	1,618	1,730
4.00%, 01/15/2045	130	140
4.00%, 01/20/2045	1,339	1,432
4.00%, 03/15/2045	101	108
4.00%, 04/15/2045	99	107
4.00%, 04/20/2045	878	939
4.00%, 05/15/2045	474	510
4.00%, 07/20/2045	376	402
4.00%, 08/15/2045	100	107
4.00%, 08/20/2045	1,109	1,186
4.00%, 09/20/2045	1,606	1,717
4.00%, 10/20/2045	848	907
4.00%, 11/20/2045	300	321
4.00%, 07/01/2046	950	1,015
4.50%, 04/20/2026	14	15
4.50%, 11/20/2033	9	9
4.50%, 02/15/2039	260	287
4.50%, 03/15/2039	54	59
4.50%, 03/15/2039	102	113
4.50%, 03/15/2039	39	44
4.50%, 03/15/2039	27	30
4.50%, 03/20/2039	59	63
4.50%, 04/15/2039	80	88
4.50%, 04/15/2039	44	49
4.50%, 04/15/2039	110	121
4.50%, 05/15/2039	85	96
4.50%, 05/15/2039	272	300
4.50%, 05/15/2039	15	16
4.50%, 05/15/2039	16	18
4.50%, 05/15/2039	140	154
4.50%, 06/15/2039	115	128
4.50%, 07/15/2039	26	28
4.50%, 08/15/2039	113	126
4.50%, 09/15/2039	3	3
4.50%, 11/15/2039	22	24
4.50%, 11/15/2039	361	405
4.50%, 12/15/2039	91	102
4.50%, 01/15/2040	105	117
4.50%, 02/15/2040	20	22
4.50%, 02/15/2040	15	17
4.50%, 02/15/2040	27	30
4.50%, 02/15/2040	24	26
4.50%, 02/15/2040	46	51
4.50%, 02/15/2040	11	12
4.50%, 03/15/2040	25	27
4.50%, 04/15/2040	790	871
4.50%, 05/15/2040	35	38
4.50%, 06/15/2040	36	40
4.50%, 06/15/2040	26	29

See accompanying notes.

Schedule of Investments
Bond Market Index Account
June 30, 2016 (unaudited)

U.S. GOVERNMENT & GOVERNMENT			U.S. GOVERNMENT & GOVERNMENT		
AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)	AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Government National Mortgage Association (GNMA)			Government National Mortgage Association (GNMA)		
(continued)			(continued)		
4.50%, 07/15/2040	\$ 29	\$ 32	5.00%, 01/15/2039	\$ 183	\$ 204
4.50%, 07/15/2040	39	43	5.00%, 01/15/2039	155	172
4.50%, 07/15/2040	544	602	5.00%, 02/15/2039	140	156
4.50%, 08/15/2040	60	66	5.00%, 02/15/2039	133	149
4.50%, 08/15/2040	169	187	5.00%, 04/15/2039	152	170
4.50%, 08/15/2040	45	50	5.00%, 05/15/2039	13	15
4.50%, 08/15/2040	65	72	5.00%, 06/15/2039	59	67
4.50%, 08/15/2040	47	52	5.00%, 06/15/2039	41	46
4.50%, 09/15/2040	60	66	5.00%, 06/20/2039	50	56
4.50%, 09/15/2040	55	62	5.00%, 07/15/2039	66	76
4.50%, 10/15/2040	63	70	5.00%, 07/15/2039	38	42
4.50%, 12/15/2040	31	34	5.00%, 07/15/2039	40	44
4.50%, 01/20/2041	75	83	5.00%, 07/15/2039	30	34
4.50%, 01/20/2041	58	64	5.00%, 08/15/2039	43	49
4.50%, 02/20/2041	68	74	5.00%, 09/15/2039	44	49
4.50%, 02/20/2041	75	83	5.00%, 09/15/2039	16	18
4.50%, 03/15/2041	26	28	5.00%, 09/15/2039	33	37
4.50%, 03/15/2041	144	158	5.00%, 09/15/2039	41	47
4.50%, 03/20/2041	62	69	5.00%, 09/15/2039	50	56
4.50%, 03/20/2041	37	41	5.00%, 11/15/2039	61	69
4.50%, 04/15/2041	61	67	5.00%, 12/15/2039	74	83
4.50%, 04/15/2041	29	33	5.00%, 02/15/2040	50	56
4.50%, 04/20/2041	71	77	5.00%, 02/15/2040	64	73
4.50%, 05/15/2041	53	60	5.00%, 02/15/2040	61	70
4.50%, 05/15/2041	42	46	5.00%, 04/15/2040	38	43
4.50%, 06/15/2041	143	157	5.00%, 05/15/2040	48	54
4.50%, 06/20/2041	230	251	5.00%, 05/15/2040	20	22
4.50%, 07/15/2041	235	259	5.00%, 05/20/2040	14	15
4.50%, 07/15/2041	28	31	5.00%, 06/15/2040	36	40
4.50%, 07/15/2041	96	107	5.00%, 06/15/2040	5	6
4.50%, 07/20/2041	443	483	5.00%, 06/15/2040	85	96
4.50%, 07/20/2041	18	19	5.00%, 06/15/2040	61	68
4.50%, 08/15/2041	172	190	5.00%, 06/20/2040	63	70
4.50%, 08/20/2041	166	181	5.00%, 07/15/2040	30	34
4.50%, 09/20/2041	41	44	5.00%, 07/20/2040	63	71
4.50%, 11/20/2041	590	645	5.00%, 01/20/2041	35	40
4.50%, 12/20/2041	41	44	5.00%, 02/20/2041	79	88
4.50%, 01/20/2042	293	319	5.00%, 04/15/2041	336	378
4.50%, 02/20/2042	152	166	5.00%, 05/20/2041	70	78
4.50%, 03/20/2042	38	41	5.00%, 06/20/2041	19	21
4.50%, 04/20/2042	71	77	5.00%, 07/20/2041	29	32
4.50%, 05/20/2042	82	90	5.00%, 08/20/2041	197	219
4.50%, 05/20/2043	374	409	5.00%, 10/20/2041	24	27
4.50%, 06/20/2043	325	355	5.00%, 11/20/2041	70	79
4.50%, 08/20/2043	58	62	5.00%, 12/20/2041	54	61
4.50%, 09/20/2043	175	188	5.00%, 02/20/2042	254	283
4.50%, 10/20/2043	337	362	5.00%, 03/20/2042	55	62
4.50%, 11/20/2043	1,048	1,126	5.00%, 04/20/2042	615	677
4.50%, 03/20/2044	1,390	1,493	5.00%, 12/20/2042	485	529
4.50%, 04/20/2044	62	67	5.00%, 01/20/2043	97	106
4.50%, 05/20/2044	1,046	1,124	5.00%, 05/20/2043	118	129
4.50%, 07/20/2044	543	584	5.00%, 07/20/2043	289	314
4.50%, 09/20/2044	35	38	5.00%, 11/20/2043	333	362
4.50%, 10/20/2044	79	85	5.00%, 01/20/2044	211	230
4.50%, 11/20/2044	160	171	5.00%, 02/20/2044	306	333
4.50%, 12/20/2044	255	274	5.00%, 03/20/2044	216	235
4.50%, 02/20/2045	679	730	5.00%, 05/20/2044	97	106
4.50%, 04/20/2045	380	408	5.00%, 07/20/2044	189	206
4.50%, 10/20/2045	214	230	5.00%, 08/20/2044	91	99
4.50%, 12/20/2045	188	202	5.00%, 12/20/2044	145	158
4.50%, 07/01/2046	350	376	5.50%, 01/15/2024	9	10
5.00%, 08/15/2033	63	72	5.50%, 11/15/2033	31	35
5.00%, 02/15/2034	76	85	5.50%, 03/15/2034	9	11
5.00%, 07/15/2035	194	219	5.50%, 04/15/2034	12	14
5.00%, 08/15/2035	46	52	5.50%, 07/15/2034	9	10
5.00%, 04/20/2037	5	6	5.50%, 11/15/2034	43	50
5.00%, 04/20/2038	405	456	5.50%, 02/15/2035	21	24
5.00%, 05/15/2038	89	100	5.50%, 03/15/2036	12	14
5.00%, 06/20/2038	40	45	5.50%, 04/15/2036	18	21
5.00%, 08/15/2038	196	221	5.50%, 12/15/2036	14	16
5.00%, 10/15/2038	23	26	5.50%, 04/15/2037	43	48

See accompanying notes.

Schedule of Investments
Bond Market Index Account
June 30, 2016 (unaudited)

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Government National Mortgage Association (GNMA) (continued)		
5.50%, 05/15/2038	\$ 17	\$ 20
5.50%, 06/15/2038	25	29
5.50%, 08/15/2038	170	192
5.50%, 08/15/2038	73	83
5.50%, 09/15/2038	53	60
5.50%, 10/20/2038	49	54
5.50%, 11/15/2038	17	19
5.50%, 12/20/2038	19	22
5.50%, 01/15/2039	14	15
5.50%, 01/15/2039	4	5
5.50%, 01/15/2039	32	36
5.50%, 01/15/2039	41	47
5.50%, 02/15/2039	13	15
5.50%, 02/20/2039	104	116
5.50%, 05/15/2039	5	5
5.50%, 12/15/2039	27	30
5.50%, 01/15/2040	222	250
5.50%, 03/15/2040	99	111
5.50%, 04/15/2040	210	236
5.50%, 06/20/2040	114	127
5.50%, 07/20/2040	32	35
5.50%, 11/15/2040	25	28
5.50%, 12/20/2040	24	27
5.50%, 01/20/2041	389	435
5.50%, 04/20/2041	70	78
5.50%, 10/20/2041	60	67
5.50%, 11/20/2041	67	75
5.50%, 10/20/2042	187	207
5.50%, 11/20/2042	173	193
5.50%, 06/20/2043	186	205
5.50%, 09/20/2043	248	271
6.00%, 07/15/2032	1	1
6.00%, 12/15/2032	2	2
6.00%, 10/15/2034	28	32
6.00%, 04/15/2035	22	25
6.00%, 04/15/2036	16	18
6.00%, 06/15/2036	24	28
6.00%, 04/15/2037	43	50
6.00%, 05/15/2037	49	56
6.00%, 10/20/2037	60	70
6.00%, 11/20/2037	23	27
6.00%, 01/15/2038	17	19
6.00%, 08/15/2038	15	17
6.00%, 01/15/2039	134	154
6.00%, 09/15/2039	72	83
6.00%, 09/15/2039	41	47
6.00%, 11/15/2039	105	120
6.00%, 01/20/2042	63	72
6.50%, 10/20/2028	1	1
6.50%, 05/20/2029	1	1
6.50%, 02/20/2032	1	1
6.50%, 05/20/2032	6	8
6.50%, 05/15/2037	55	63
6.50%, 08/20/2038	20	24
6.50%, 09/15/2038	13	15
7.00%, 03/15/2029	2	3
7.00%, 07/15/2031	2	2
	<u>\$ 164,772</u>	
U.S. Treasury - 36.93%		
0.50%, 07/31/2017	4,000	3,999
0.63%, 07/31/2017	2,700	2,703
0.63%, 08/31/2017	6,315	6,321
0.63%, 09/30/2017	2,517	2,519
0.63%, 11/30/2017	5,641	5,646
0.63%, 04/30/2018	4,980	4,983
0.63%, 06/30/2018	2,810	2,811
0.75%, 10/31/2017	9,132	9,154
0.75%, 12/31/2017	3,419	3,428
0.75%, 01/31/2018	2,000	2,005

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
U.S. Treasury (continued)		
0.75%, 02/28/2018	\$ 6,000	\$ 6,016
0.75%, 03/31/2018	3,385	3,394
0.75%, 04/15/2018	3,455	3,464
0.75%, 04/30/2018	2,795	2,803
0.75%, 02/15/2019	2,460	2,465
0.88%, 08/15/2017	2,530	2,539
0.88%, 10/15/2017	2,705	2,716
0.88%, 11/15/2017	6,235	6,261
0.88%, 11/30/2017	4,000	4,017
0.88%, 01/15/2018	3,795	3,812
0.88%, 01/31/2018	3,800	3,818
0.88%, 03/31/2018	2,750	2,763
0.88%, 05/31/2018	3,000	3,016
0.88%, 07/15/2018	3,426	3,445
0.88%, 10/15/2018	5,130	5,158
0.88%, 04/15/2019	2,580	2,592
0.88%, 05/15/2019	2,545	2,557
0.88%, 06/15/2019	2,595	2,608
0.88%, 07/31/2019	4,000	4,016
1.00%, 09/15/2017	2,588	2,602
1.00%, 12/15/2017	3,455	3,476
1.00%, 12/31/2017	2,780	2,797
1.00%, 02/15/2018	4,000	4,026
1.00%, 03/15/2018	2,420	2,437
1.00%, 05/15/2018	1,930	1,945
1.00%, 05/31/2018	3,135	3,159
1.00%, 08/15/2018	4,045	4,077
1.00%, 09/15/2018	855	862
1.00%, 03/15/2019	2,535	2,557
1.00%, 06/30/2019	2,040	2,057
1.00%, 08/31/2019	1,680	1,693
1.00%, 09/30/2019	3,580	3,607
1.00%, 11/30/2019	2,530	2,547
1.13%, 06/15/2018	2,840	2,869
1.13%, 01/15/2019	2,430	2,457
1.13%, 05/31/2019	2,000	2,025
1.13%, 12/31/2019	3,630	3,669
1.13%, 03/31/2020	3,130	3,162
1.13%, 04/30/2020	2,492	2,516
1.13%, 06/30/2021	5,200	5,226
1.25%, 10/31/2018	3,910	3,964
1.25%, 11/15/2018	2,500	2,535
1.25%, 11/30/2018	3,825	3,880
1.25%, 12/15/2018	2,565	2,602
1.25%, 01/31/2019	945	959
1.25%, 04/30/2019	4,000	4,063
1.25%, 01/31/2020	3,688	3,742
1.25%, 02/29/2020	603	612
1.25%, 03/31/2021	5,240	5,301
1.38%, 06/30/2018	3,183	3,231
1.38%, 07/31/2018	855	868
1.38%, 09/30/2018	2,020	2,053
1.38%, 11/30/2018	1,380	1,404
1.38%, 12/31/2018	2,000	2,035
1.38%, 02/28/2019	4,037	4,110
1.38%, 01/31/2020	1,500	1,529
1.38%, 02/29/2020	3,130	3,189
1.38%, 03/31/2020	3,365	3,429
1.38%, 04/30/2020	2,870	2,924
1.38%, 05/31/2020	2,300	2,342
1.38%, 08/31/2020	2,515	2,561
1.38%, 09/30/2020	1,400	1,425
1.38%, 10/31/2020	3,405	3,467
1.38%, 01/31/2021	3,660	3,725
1.38%, 04/30/2021	2,830	2,879
1.38%, 05/31/2021	3,500	3,563
1.38%, 06/30/2023	3,030	3,046
1.50%, 08/31/2018	920	937
1.50%, 12/31/2018	2,569	2,622
1.50%, 01/31/2019	3,205	3,272
1.50%, 02/28/2019	3,184	3,252

See accompanying notes.

Schedule of Investments
Bond Market Index Account
June 30, 2016 (unaudited)

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)	U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
U.S. Treasury (continued)			U.S. Treasury (continued)		
1.50%, 03/31/2019	\$ 730	\$ 746	2.38%, 07/31/2017	\$ 2,140	\$ 2,182
1.50%, 05/31/2019	3,955	4,044	2.38%, 05/31/2018	638	659
1.50%, 10/31/2019	3,268	3,344	2.38%, 06/30/2018	3,188	3,300
1.50%, 11/30/2019	2,480	2,538	2.38%, 12/31/2020	1,689	1,793
1.50%, 05/31/2020	4,230	4,329	2.38%, 08/15/2024	5,405	5,818
1.50%, 01/31/2022	5,039	5,141	2.50%, 08/15/2023	2,982	3,231
1.50%, 02/28/2023	7,605	7,716	2.50%, 05/15/2024	6,070	6,593
1.50%, 03/31/2023	2,960	3,003	2.50%, 02/15/2045	5,065	5,273
1.63%, 03/31/2019	5,000	5,125	2.50%, 02/15/2046	4,315	4,493
1.63%, 04/30/2019	1,120	1,149	2.50%, 05/15/2046	2,915	3,038
1.63%, 06/30/2019	5,000	5,133	2.63%, 01/31/2018	1,266	1,306
1.63%, 07/31/2019	3,675	3,774	2.63%, 04/30/2018	1,800	1,867
1.63%, 08/31/2019	5,270	5,413	2.63%, 08/15/2020	7,000	7,483
1.63%, 12/31/2019	3,105	3,191	2.63%, 11/15/2020	5,532	5,927
1.63%, 06/30/2020	4,400	4,525	2.75%, 12/31/2017	2,625	2,709
1.63%, 07/31/2020	5,000	5,142	2.75%, 02/28/2018	1,673	1,732
1.63%, 11/30/2020	4,830	4,972	2.75%, 02/15/2019	4,803	5,063
1.63%, 08/15/2022	3,400	3,487	2.75%, 11/15/2023	2,406	2,652
1.63%, 11/15/2022	1,000	1,024	2.75%, 02/15/2024	5,326	5,879
1.63%, 04/30/2023	3,010	3,078	2.75%, 08/15/2042	2,111	2,326
1.63%, 05/31/2023	2,970	3,037	2.75%, 11/15/2042	3,730	4,103
1.63%, 02/15/2026	7,112	7,192	2.88%, 03/31/2018	3,692	3,837
1.63%, 05/15/2026	7,300	7,389	2.88%, 05/15/2043	5,153	5,795
1.75%, 10/31/2018	1,320	1,354	2.88%, 08/15/2045	4,055	4,553
1.75%, 09/30/2019	2,745	2,831	3.00%, 05/15/2042	1,587	1,833
1.75%, 10/31/2020	3,000	3,101	3.00%, 11/15/2044	4,945	5,686
1.75%, 12/31/2020	3,975	4,112	3.00%, 05/15/2045	4,400	5,057
1.75%, 02/28/2022	3,995	4,129	3.00%, 11/15/2045	4,355	5,008
1.75%, 03/31/2022	2,365	2,444	3.13%, 05/15/2019	2,656	2,838
1.75%, 04/30/2022	3,685	3,807	3.13%, 05/15/2021	2,420	2,663
1.75%, 05/15/2022	4,660	4,815	3.13%, 11/15/2041	1,977	2,335
1.75%, 09/30/2022	2,460	2,538	3.13%, 02/15/2042	2,318	2,740
1.75%, 01/31/2023	4,680	4,824	3.13%, 02/15/2043	2,250	2,652
1.75%, 05/15/2023	4,617	4,763	3.13%, 08/15/2044	4,400	5,179
1.88%, 08/31/2017	2,704	2,746	3.38%, 11/15/2019	3,640	3,955
1.88%, 09/30/2017	345	350	3.38%, 05/15/2044	4,540	5,595
1.88%, 10/31/2017	2,984	3,035	3.50%, 02/15/2018	3,247	3,400
1.88%, 06/30/2020	2,740	2,845	3.50%, 05/15/2020	3,477	3,821
1.88%, 11/30/2021	4,522	4,709	3.50%, 02/15/2039	1,290	1,628
1.88%, 05/31/2022	2,755	2,865	3.63%, 08/15/2019	2,578	2,807
1.88%, 08/31/2022	1,810	1,881	3.63%, 02/15/2020	3,986	4,386
1.88%, 10/31/2022	2,555	2,655	3.63%, 02/15/2021	6,000	6,715
2.00%, 07/31/2020	3,064	3,198	3.63%, 08/15/2043	3,100	4,000
2.00%, 09/30/2020	3,000	3,133	3.63%, 02/15/2044	4,370	5,635
2.00%, 11/30/2020	2,290	2,393	3.75%, 11/15/2018	2,685	2,882
2.00%, 02/28/2021	4,580	4,791	3.75%, 08/15/2041	1,000	1,304
2.00%, 05/31/2021	3,800	3,979	3.75%, 11/15/2043	4,510	5,950
2.00%, 08/31/2021	5,345	5,598	3.88%, 05/15/2018	1,000	1,062
2.00%, 10/31/2021	3,600	3,771	3.88%, 08/15/2040	2,544	3,377
2.00%, 11/15/2021	4,500	4,717	4.00%, 08/15/2018	2,505	2,688
2.00%, 02/15/2022	4,135	4,331	4.25%, 11/15/2017	1,733	1,820
2.00%, 07/31/2022	2,021	2,116	4.25%, 05/15/2039	1,739	2,430
2.00%, 11/30/2022	4,710	4,930	4.25%, 11/15/2040	1,800	2,520
2.00%, 02/15/2023	6,787	7,109	4.38%, 02/15/2038	1,145	1,632
2.00%, 02/15/2025	6,445	6,743	4.38%, 11/15/2039	3,150	4,477
2.00%, 08/15/2025	6,250	6,534	4.38%, 05/15/2040	1,024	1,457
2.13%, 08/31/2020	1,500	1,573	4.38%, 05/15/2041	1,770	2,527
2.13%, 01/31/2021	3,615	3,801	4.50%, 02/15/2036	645	929
2.13%, 06/30/2021	2,050	2,159	4.50%, 05/15/2038	1,000	1,451
2.13%, 08/15/2021	4,350	4,584	4.50%, 08/15/2039	1,126	1,628
2.13%, 09/30/2021	3,055	3,219	4.63%, 02/15/2040	1,930	2,837
2.13%, 12/31/2021	3,435	3,621	4.75%, 08/15/2017	5,174	5,415
2.13%, 06/30/2022	3,845	4,054	4.75%, 02/15/2037	500	744
2.13%, 12/31/2022	3,100	3,268	4.75%, 02/15/2041	1,028	1,542
2.13%, 05/15/2025	5,410	5,715	5.00%, 05/15/2037	400	615
2.25%, 07/31/2018	1,000	1,034	5.25%, 11/15/2028	1,140	1,605
2.25%, 03/31/2021	2,810	2,973	5.25%, 02/15/2029	940	1,329
2.25%, 04/30/2021	3,447	3,648	5.38%, 02/15/2031	3,876	5,749
2.25%, 07/31/2021	4,420	4,684	5.50%, 08/15/2028	810	1,158
2.25%, 11/15/2024	6,773	7,225	6.00%, 02/15/2026	509	717
2.25%, 11/15/2025	8,315	8,871	6.13%, 11/15/2027	1,100	1,624

See accompanying notes.

Schedule of Investments
Bond Market Index Account
June 30, 2016 (unaudited)

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
U.S. Treasury (continued)		
6.38%, 08/15/2027	\$ 750	\$ 1,121
6.50%, 11/15/2026	1,300	1,925
6.75%, 08/15/2026	150	225
6.88%, 08/15/2025	20	29
7.50%, 11/15/2024	280	416
7.63%, 02/15/2025	1,819	2,744
	<u>\$</u>	<u>771,858</u>
TOTAL U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS		\$ 1,353,146
Total Investments		\$ 2,238,612
Other Assets and Liabilities - (7.09)%		\$ (148,297)
TOTAL NET ASSETS - 100.00%		\$ 2,090,315

- (a) Variable Rate. Rate shown is in effect at June 30, 2016.
- (b) Non-Income Producing Security
- (c) Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At the end of the period, the value of these securities totaled \$12,133 or 0.58% of net assets.
- (d) Credit support indicates investments that benefit from credit enhancement or liquidity support provided by a third party bank, institution, or government agency.
- (e) Security was purchased in a "to-be-announced" ("TBA") transaction. See Notes to Financial Statements for additional information.

Portfolio Summary (unaudited)

Sector	Percent
Government	42.72%
Mortgage Securities	29.51%
Financial	8.03%
Investment Companies	7.43%
Consumer, Non-cyclical	4.34%
Energy	2.82%
Communications	2.71%
Industrial	1.92%
Consumer, Cyclical	1.92%
Utilities	1.89%
Technology	1.48%
Basic Materials	0.91%
Revenue Bonds	0.47%
Asset Backed Securities	0.45%
General Obligation Unlimited	0.41%
Insured	0.07%
General Obligation Limited	0.01%
Investments Sold Short	(0.02)%
Other Assets and Liabilities	(7.07)%
TOTAL NET ASSETS	100.00%

Short Sales Outstanding

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS - (0.02)%	Principal Amount (000's)	Value (000's)
Federal Home Loan Mortgage Corporation (FHLMC) - 0.00%		
3.50%, 08/01/2030	\$ 100	106
Federal National Mortgage Association (FNMA) - (0.02)%		
2.00%, 08/01/2028	100	101
2.50%, 08/01/2045	300	303
	<u>\$</u>	<u>404</u>
TOTAL U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (proceeds \$510)		\$ 510
TOTAL SHORT SALES (proceeds \$510)		\$ 510

Schedule of Investments
Core Plus Bond Account
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 6.08%	Shares Held	Value (000's)
Money Market Funds - 6.08%		
BlackRock Liquidity Funds FedFund Portfolio	18,608,405	\$ 18,608
TOTAL INVESTMENT COMPANIES		\$ 18,608
PREFERRED STOCKS - 0.45%	Shares Held	Value (000's)
Banks - 0.41%		
Morgan Stanley ^(a)	15,000	406
State Street Corp 5.90%; Series D ^(a)	30,000	845
		\$ 1,251
Telecommunications - 0.04%		
Verizon Communications Inc	5,000	138
TOTAL PREFERRED STOCKS		\$ 1,389
BONDS - 62.34%	Principal Amount (000's)	Value (000's)
Advertising - 0.03%		
MDC Partners Inc 6.50%, 05/01/2024 ^(b)	\$ 100	\$ 99
Aerospace & Defense - 0.33%		
Air 2 US 8.63%, 10/01/2020 ^(b)	20	20
BAE Systems Holdings Inc 2.85%, 12/15/2020 ^(b)	145	148
3.85%, 12/15/2025 ^(b)	265	281
Lockheed Martin Corp 2.50%, 11/23/2020	195	201
3.55%, 01/15/2026	140	152
4.70%, 05/15/2046	90	106
United Technologies Corp 4.50%, 06/01/2042	100	115
		\$ 1,023
Agriculture - 0.77%		
Altria Group Inc 4.50%, 05/02/2043	215	243
9.95%, 11/10/2038	90	162
BAT International Finance PLC 2.75%, 06/15/2020 ^(b)	35	36
Imperial Brands Finance PLC 3.75%, 07/21/2022 ^(b)	220	232
Philip Morris International Inc 1.88%, 02/25/2021	365	369
4.38%, 11/15/2041	140	154
Pinnacle Operating Corp 9.00%, 11/15/2020 ^(b)	158	133
Reynolds American Inc 3.25%, 06/12/2020	108	114
4.45%, 06/12/2025	240	269
5.70%, 08/15/2035	300	365
5.85%, 08/15/2045	105	134
6.88%, 05/01/2020	130	154
		\$ 2,365
Airlines - 0.47%		
American Airlines 2013-1 Class B Pass Through Trust 5.63%, 01/15/2021 ^(b)	171	176
American Airlines 2014-1 Class A Pass Through Trust 3.70%, 04/01/2028	151	157
American Airlines 2015-1 Class A Pass Through Trust 3.38%, 11/01/2028	372	374
American Airlines 2015-1 Class B Pass Through Trust 3.70%, 11/01/2024	18	18
United Airlines 2014-1 Class A Pass Through Trust 4.00%, 10/11/2027	217	229
United Airlines 2014-2 Class A Pass Through Trust 3.75%, 03/03/2028	291	308

See accompanying notes.

BONDS (continued)	Principal Amount (000's)	Value (000's)
Airlines (continued)		
US Airways 2001-1G Pass Through Trust 7.08%, 09/20/2022	\$ 29	\$ 32
US Airways 2013-1 Class A Pass Through Trust 3.95%, 05/15/2027	131	138
		\$ 1,432
Apparel - 0.04%		
Hanesbrands Inc 4.63%, 05/15/2024 ^(b)	20	20
NIKE Inc 3.88%, 11/01/2045	100	111
		\$ 131
Automobile Asset Backed Securities - 7.51%		
Ally Auto Receivables Trust 2014-3 0.81%, 09/15/2017 ^(c)	137	137
Ally Auto Receivables Trust 2014-SN2 1.03%, 09/20/2017 ^(c)	2,310	2,310
1.21%, 02/20/2019 ^(c)	600	600
Ally Auto Receivables Trust 2015-2 0.87%, 03/15/2018 ^(c)	1,893	1,894
Ally Auto Receivables Trust 2016-2 1.35%, 05/15/2020	775	778
AmeriCredit Automobile Receivables 2015-4 2.11%, 01/08/2021 ^(c)	425	429
AmeriCredit Automobile Receivables 2016-1 1.20%, 06/10/2019 ^(c)	1,000	1,001
AmeriCredit Automobile Receivables Trust 2015-3 0.96%, 01/08/2019 ^(c)	949	949
AmeriCredit Automobile Receivables Trust 2016-2 2.87%, 11/08/2021 ^(c)	425	434
BMW Vehicle Lease Trust 2015-1 1.24%, 12/20/2017	300	300
Capital Auto Receivables Asset Trust 2014-2 1.26%, 05/21/2018 ^(c)	2,411	2,413
Capital Auto Receivables Asset Trust 2015-1 1.42%, 06/20/2018	350	351
Capital Auto Receivables Asset Trust 2015-2 0.85%, 10/20/2017 ^(c)	590	590
Capital Auto Receivables Asset Trust 2016-1 1.15%, 11/20/2018 ^(c)	295	295
CarMax Auto Owner Trust 2014-4 1.25%, 11/15/2019	1,000	1,002
CarMax Auto Owner Trust 2015-2 0.72%, 06/15/2018 ^(c)	1,433	1,433
Chesapeake Funding LLC 1.69%, 04/07/2024 ^{(b),(c)}	81	81
Drive Auto Receivables Trust 2015-D 1.31%, 06/15/2018 ^{(b),(c)}	1,027	1,027
Enterprise Fleet Financing LLC 1.59%, 02/22/2021 ^{(b),(c)}	319	319
Ford Credit Auto Owner Trust 2016-A 1.39%, 07/15/2020	450	453
GM Financial Automobile Leasing Trust 2014-1 1.76%, 05/21/2018 ^(b)	645	646
GM Financial Automobile Leasing Trust 2016-2 0.95%, 10/22/2018 ^(c)	1,000	1,000
Honda Auto Receivables 2015-3 Owner Trust 0.92%, 11/20/2017	694	694
Mercedes Benz Auto Lease Trust 2015-B 0.96%, 01/16/2018 ^(c)	897	897
Nissan Auto Receivables 2013-C Owner Trust 0.67%, 08/15/2018 ^(c)	693	692
Santander Drive Auto Receivables Trust 2014-5 1.77%, 09/16/2019	450	451

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BONDS (continued)	Principal Amount (000's)	Value (000's)
Automobile Asset Backed Securities (continued)		
Santander Drive Auto Receivables Trust 2015-5	\$ 525	\$ 527
1.58%, 09/16/2019 ^(c)		
SunTrust Auto Receivables Trust 2015-1	156	156
0.99%, 06/15/2018 ^{(b),(c)}		
Volkswagen Auto Loan Enhanced Trust 2014-1	433	432
0.91%, 10/22/2018		
World Omni Auto Receivables Trust 2014-B	700	701
1.14%, 01/15/2020		
	<u>\$ 22,992</u>	
Automobile Floor Plan Asset Backed Securities - 1.60%		
Ally Master Owner Trust	300	301
1.60%, 10/15/2019		
Ford Credit Floorplan Master Owner Trust A	3,100	3,099
0.84%, 02/15/2019 ^(c)		
GE Dealer Floorplan Master Note Trust	1,500	1,497
0.83%, 07/20/2019 ^(c)		
	<u>\$ 4,897</u>	
Automobile Manufacturers - 1.10%		
American Honda Finance Corp	360	374
2.45%, 09/24/2020		
Daimler Finance North America LLC	210	214
2.25%, 03/02/2020 ^(b)		
2.45%, 05/18/2020 ^(b)	40	41
Ford Motor Co	175	246
7.40%, 11/01/2046		
Ford Motor Credit Co LLC	185	191
8.00%, 12/15/2016		
General Motors Co	410	422
3.50%, 10/02/2018		
4.88%, 10/02/2023	170	181
6.25%, 10/02/2043	35	39
6.60%, 04/01/2036	75	86
General Motors Financial Co Inc	355	358
2.63%, 07/10/2017		
3.25%, 05/15/2018	190	194
3.45%, 04/10/2022	90	90
4.30%, 07/13/2025	5	5
Jaguar Land Rover Automotive PLC	200	202
4.13%, 12/15/2018 ^(b)		
Navistar International Corp	120	84
8.25%, 11/01/2021		
Nissan Motor Acceptance Corp	410	410
1.23%, 03/03/2017 ^{(b),(c)}		
Volkswagen International Finance NV	235	235
1.13%, 11/18/2016 ^(b)		
	<u>\$ 3,372</u>	
Automobile Parts & Equipment - 0.20%		
Dana Holding Corp	130	123
5.50%, 12/15/2024		
Lear Corp	135	142
5.25%, 01/15/2025		
Nemak SAB de CV	200	207
5.50%, 02/28/2023 ^(b)		
ZF North America Capital Inc	150	152
4.75%, 04/29/2025 ^(b)		
	<u>\$ 624</u>	
Banks - 7.35%		
Associated Banc-Corp	160	162
2.75%, 11/15/2019		
4.25%, 01/15/2025	425	439
Banco Inbursa SA Institucion de Banca Multiple	200	200
4.13%, 06/06/2024 ^(b)		
Bank of America Corp	645	655
2.63%, 04/19/2021		
3.50%, 04/19/2026	135	139
3.95%, 04/21/2025	310	316
4.20%, 08/26/2024	355	367

BONDS (continued)	Principal Amount (000's)	Value (000's)
Banks (continued)		
Bank of America Corp (continued)	\$ 276	\$ 286
4.25%, 10/22/2026		
6.10%, 12/29/2049 ^{(a),(c)}	405	411
6.25%, 09/29/2049 ^{(a),(c)}	305	310
Bank of New York Mellon Corp/The	110	114
2.50%, 04/15/2021		
4.95%, 12/29/2049 ^{(a),(c)}	840	843
Barclays PLC	215	210
8.25%, 12/29/2049 ^{(a),(c)}		
BPCE SA	305	314
2.65%, 02/03/2021		
Citigroup Inc	365	371
2.70%, 03/30/2021		
3.40%, 05/01/2026	180	185
4.60%, 03/09/2026	110	117
4.75%, 05/18/2046	65	65
CoBank ACB	115	121
6.25%, 12/29/2049 ^{(a),(c)}		
Compass Bank	270	267
2.75%, 09/29/2019		
Cooperatieve Rabobank UA	350	366
4.38%, 08/04/2025		
5.25%, 08/04/2045	390	434
11.00%, 12/29/2049 ^{(a),(b),(c)}	281	335
Discover Bank/Greenwood DE	500	508
2.60%, 11/13/2018		
Fifth Third Bank/Cincinnati OH	235	239
2.25%, 06/14/2021		
2.88%, 10/01/2021	430	444
First Horizon National Corp	410	414
3.50%, 12/15/2020		
Goldman Sachs Group Inc/The	405	414
2.55%, 10/23/2019		
2.60%, 04/23/2020	170	173
3.50%, 01/23/2025	180	185
3.85%, 07/08/2024	370	392
4.25%, 10/21/2025	265	274
5.15%, 05/22/2045	285	297
5.38%, 12/29/2049 ^{(a),(c)}	845	836
6.00%, 06/15/2020	200	228
6.75%, 10/01/2037	280	345
HSBC Holdings PLC	200	202
2.95%, 05/25/2021		
3.60%, 05/25/2023	240	245
Huntington National Bank/The	1,500	1,499
1.06%, 04/24/2017 ^(c)		
ING Bank NV	270	273
2.00%, 11/26/2018 ^(b)		
5.80%, 09/25/2023 ^(b)	200	219
Intesa Sanpaolo SpA	545	499
5.02%, 06/26/2024 ^(b)		
5.71%, 01/15/2026 ^(b)	340	322
JPMorgan Chase & Co	20	21
4.13%, 12/15/2026		
4.25%, 10/01/2027	210	222
4.50%, 01/24/2022	245	273
4.95%, 06/01/2045	450	494
5.00%, 12/29/2049 ^{(a),(c)}	280	268
5.63%, 08/16/2043	195	228
Morgan Stanley	85	86
2.38%, 07/23/2019		
2.50%, 04/21/2021	310	313
2.65%, 01/27/2020	100	102
4.00%, 07/23/2025	390	418
4.10%, 05/22/2023	655	679
4.30%, 01/27/2045	345	363
4.88%, 11/01/2022	280	307
5.55%, 12/29/2049 ^{(a),(c)}	220	218
Popular Inc	75	73
7.00%, 07/01/2019		
RBC USA Holdco Corp	290	327
5.25%, 09/15/2020		

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)	BONDS (continued)	Principal Amount (000's)	Value (000's)
Banks (continued)			Chemicals (continued)		
Royal Bank of Scotland Group PLC 5.13%, 05/28/2024	\$ 50	\$ 49	Axiall Corp 4.88%, 05/15/2023	\$ 25	26
Skandinaviska Enskilda Banken AB 5.75%, 11/29/2049 ^{(a),(c)}	615	583	Blue Cube Spinco Inc 9.75%, 10/15/2023 ^(b)	40	46
UBS AG/Jersey 7.25%, 02/22/2022 ^(c)	245	251	Braskem Finance Ltd 5.75%, 04/15/2021 ^(b)	200	200
UBS AG/Stamford CT 2.35%, 03/26/2020	270	277	CF Industries Inc 4.95%, 06/01/2043	95	87
UBS Group Funding Jersey Ltd 2.95%, 09/24/2020 ^(b)	365	371	5.15%, 03/15/2034	70	68
US Bancorp 2.35%, 01/29/2021	600	619	Consolidated Energy Finance SA 6.75%, 10/15/2019 ^(b)	200	188
Wells Fargo & Co 2.50%, 03/04/2021	440	451	Cornerstone Chemical Co 9.38%, 03/15/2018 ^(b)	70	69
2.60%, 07/22/2020	180	185	Dow Chemical Co/The 4.38%, 11/15/2042	80	82
4.40%, 06/14/2046	170	173	Eagle Spinco Inc 4.63%, 02/15/2021	40	41
5.87%, 12/29/2049 ^{(a),(c)}	110	117	Monsanto Co 3.95%, 04/15/2045	195	181
	<u>\$ 22,503</u>		4.40%, 07/15/2044	55	54
			Solvay Finance America LLC 3.40%, 12/03/2020 ^(b)	225	236
				<u>\$ 1,766</u>	
Beverages - 1.42%			Commercial Mortgage Backed Securities - 5.44%		
Anheuser-Busch InBev Finance Inc 2.65%, 02/01/2021	955	990	Banc of America Commercial Mortgage Trust 2007-3 0.73%, 06/10/2049 ^{(b),(c)}	300	296
3.30%, 02/01/2023	265	279	Banc of America Commercial Mortgage Trust 2015-UBS7 3.71%, 09/15/2048	500	549
3.65%, 02/01/2026	870	932	Banc of America Commercial Mortgage Trust 2016-UBS10 4.91%, 06/15/2049 ^(c)	300	306
4.70%, 02/01/2036	510	573	BCRR Trust 2009-1 5.86%, 07/17/2040 ^(b)	220	225
4.90%, 02/01/2046	650	762	CD 2006-CD3 Mortgage Trust 5.62%, 10/15/2048	169	170
Coca-Cola Icecek AS 4.75%, 10/01/2018 ^(b)	250	261	Citigroup Commercial Mortgage Trust 2015- GC27 3.57%, 02/10/2048 ^(c)	900	944
Constellation Brands Inc 3.75%, 05/01/2021	25	26	Citigroup Commercial Mortgage Trust 2015- GC29 3.19%, 04/10/2048 ^(c)	750	791
3.88%, 11/15/2019	20	21	4.29%, 04/10/2048 ^(c)	500	494
4.25%, 05/01/2023	105	109	Citigroup Commercial Mortgage Trust 2016- GC37 3.58%, 04/10/2049 ^(c)	350	367
Corp Lindley SA 6.75%, 11/23/2021 ^(b)	44	50	COMM 2007-C9 Mortgage Trust 6.01%, 12/10/2049 ^(c)	1,000	1,005
6.75%, 11/23/2021	66	75	COMM 2013-CCRE11 Mortgage Trust 1.20%, 10/10/2046 ^{(c),(d)}	6,891	408
Pernod Ricard SA 5.75%, 04/07/2021 ^(b)	235	271	COMM 2015-PC1 Mortgage Trust 4.29%, 07/10/2050 ^(c)	250	273
	<u>\$ 4,349</u>		Credit Suisse Commercial Mortgage Trust Series 2006-C5 0.86%, 12/15/2039 ^{(c),(d)}	2,299	2
			Credit Suisse Commercial Mortgage Trust Series 2007-C3 5.89%, 06/15/2039 ^(c)	338	343
			Credit Suisse First Boston Mortgage Securities Corp 0.57%, 11/15/2037 ^{(b),(c),(d)}	415	—
			4.77%, 07/15/2037	3	3
			CSMC Series 2009-RR1 5.38%, 02/15/2040 ^(b)	385	388
			CSMC Series 2009-RR3 5.34%, 12/15/2043 ^{(b),(c)}	340	344
			DBUBS 2011-LC2 Mortgage Trust 4.54%, 07/10/2044 ^(b)	750	834
			GS Mortgage Securities Trust 2011-GC5 1.59%, 08/10/2044 ^{(b),(c),(d)}	10,518	542
Biotechnology - 0.20%					
Celgene Corp 2.88%, 08/15/2020	235	243			
4.63%, 05/15/2044	30	31			
5.00%, 08/15/2045	85	94			
5.25%, 08/15/2043	30	34			
Gilead Sciences Inc 3.05%, 12/01/2016	135	136			
4.60%, 09/01/2035	45	50			
4.75%, 03/01/2046	15	17			
	<u>\$ 605</u>				
Building Materials - 0.85%					
Boise Cascade Co 6.38%, 11/01/2020	55	56			
Cemex SAB de CV 7.25%, 01/15/2021 ^(b)	200	211			
7.75%, 04/16/2026 ^(b)	200	210			
CRH America Inc 8.13%, 07/15/2018	510	572			
Martin Marietta Materials Inc 1.73%, 06/30/2017 ^(c)	1,385	1,381			
Masco Corp 4.38%, 04/01/2026	80	82			
Norbord Inc 5.38%, 12/01/2020 ^(b)	95	98			
	<u>\$ 2,610</u>				
Chemicals - 0.58%					
A Schulman Inc 6.88%, 06/01/2023 ^(b)	55	55			
Agrium Inc 3.38%, 03/15/2025	350	356			
Aruba Investments Inc 8.75%, 02/15/2023 ^(b)	80	77			

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)
Commercial Mortgage Backed Securities (continued)		
GS Mortgage Securities Trust 2012-GCJ7 2.66%, 05/10/2045 ^{(c),(d)}	\$ 2,716	219
GS Mortgage Securities Trust 2013-GC16 1.62%, 11/10/2046 ^{(c),(d)}	2,849	167
GS Mortgage Securities Trust 2013-GCJ12 3.78%, 06/10/2046 ^(c)	250	263
GS Mortgage Securities Trust 2014-GC26 1.25%, 11/10/2047 ^{(c),(d)}	5,000	326
GS Mortgage Securities Trust 2015-GC34 3.51%, 10/10/2048 ^(c)	375	405
JP Morgan Chase Commercial Mortgage Securities Corp 1.99%, 12/15/2047 ^{(c),(d)}	3,721	262
JP Morgan Chase Commercial Mortgage Securities Trust 2006-CIBC17 5.43%, 12/12/2043	232	233
JP Morgan Chase Commercial Mortgage Securities Trust 2010-C1 5.95%, 06/15/2043 ^(b)	400	430
JP Morgan Chase Commercial Mortgage Securities Trust 2011-C5 3.15%, 08/15/2046	154	154
5.49%, 08/15/2046 ^{(b),(c)}	350	381
JP Morgan Chase Commercial Mortgage Securities Trust 2013-C16 1.30%, 12/15/2046 ^{(c),(d)}	10,836	574
JPMBB Commercial Mortgage Securities Trust 2014-C24 4.57%, 11/15/2047 ^(c)	500	508
LB-UBS Commercial Mortgage Trust 2007- C1 0.60%, 02/15/2040 ^{(c),(d)}	15,460	30
LB-UBS Commercial Mortgage Trust 2007- C2 5.43%, 02/15/2040	275	279
Morgan Stanley Bank of America Merrill Lynch Trust 2012-C5 1.89%, 08/15/2045 ^{(b),(c),(d)}	4,456	273
Morgan Stanley Bank of America Merrill Lynch Trust 2014-C14 1.43%, 02/15/2047 ^{(c),(d)}	9,805	521
Morgan Stanley Bank of America Merrill Lynch Trust 2014-C16 1.38%, 06/15/2047 ^{(c),(d)}	4,421	269
Morgan Stanley Bank of America Merrill Lynch Trust 2015-C26 3.89%, 10/15/2048	250	271
Morgan Stanley Bank of America Merrill Lynch Trust 2015-C27 3.75%, 12/15/2047 ^(c)	100	110
Morgan Stanley Capital I Trust 2007-IQ13 5.36%, 03/15/2044 ^(c)	103	104
MSBAM Commercial Mortgage Securities Trust 2012-CKSV 1.26%, 10/15/2030 ^{(b),(c),(d)}	3,709	215
UBS Commercial Mortgage Trust 2012-C1 3.40%, 05/10/2045 ^(c)	150	161
UBS-Barclays Commercial Mortgage Trust 2012-C3 3.09%, 08/10/2049 ^(c)	255	270
UBS-Barclays Commercial Mortgage Trust 2012-C4 1.93%, 12/10/2045 ^{(b),(c),(d)}	1,412	113
3.32%, 12/10/2045 ^{(b),(c)}	500	525
UBS-Barclays Commercial Mortgage Trust 2013-C5 3.18%, 03/10/2046 ^(c)	335	355
4.22%, 03/10/2046 ^{(b),(c)}	175	157
WFRBS Commercial Mortgage Trust 2013- C12 1.54%, 03/15/2048 ^{(b),(c),(d)}	3,756	232

BONDS (continued)	Principal Amount (000's)	Value (000's)
Commercial Mortgage Backed Securities (continued)		
WFRBS Commercial Mortgage Trust 2014- C22 4.07%, 09/15/2057	\$ 500	547
	\$	16,638
Commercial Services - 0.04%		
Ahern Rentals Inc 7.38%, 05/15/2023 ^(b)	55	38
Jurassic Holdings III Inc 6.88%, 02/15/2021 ^(b)	55	35
TMS International Corp 7.63%, 10/15/2021 ^(b)	85	59
	\$	132
Computers - 0.79%		
Apple Inc 0.89%, 05/03/2018 ^(c)	750	751
1.70%, 02/22/2019	175	178
2.85%, 05/06/2021	20	21
2.85%, 02/23/2023	125	131
3.25%, 02/23/2026	125	133
3.45%, 02/09/2045	155	146
4.65%, 02/23/2046	145	164
Compiler Finance Sub Inc 7.00%, 05/01/2021 ^(b)	80	34
Denali International LLC / Denali Finance Corp 5.63%, 10/15/2020 ^(b)	110	115
Diamond 1 Finance Corp / Diamond 2 Finance Corp 4.42%, 06/15/2021 ^(b)	230	237
5.88%, 06/15/2021 ^(b)	45	46
6.02%, 06/15/2026 ^(b)	130	136
7.13%, 06/15/2024 ^(b)	50	52
Hewlett Packard Enterprise Co 2.85%, 10/05/2018 ^(b)	95	97
4.90%, 10/15/2025 ^(b)	50	52
6.20%, 10/15/2035 ^(b)	120	121
	\$	2,414
Consumer Products - 0.02%		
Spectrum Brands Inc 5.75%, 07/15/2025	55	57
Credit Card Asset Backed Securities - 1.00%		
Barclays Dryrock Issuance Trust 0.80%, 12/16/2019 ^(c)	2,000	2,001
Citibank Credit Card Issuance Trust 0.65%, 08/24/2018 ^(c)	550	550
World Financial Network Credit Card Master Trust 1.76%, 05/17/2021 ^(c)	500	503
	\$	3,054
Distribution & Wholesale - 0.11%		
American Builders & Contractors Supply Co Inc 5.75%, 12/15/2023 ^(b)	45	47
Global Partners LP / GLP Finance Corp 7.00%, 06/15/2023	80	67
HD Supply Inc 5.75%, 04/15/2024 ^(b)	25	26
7.50%, 07/15/2020	111	116
WW Grainger Inc 4.60%, 06/15/2045	65	77
	\$	333
Diversified Financial Services - 1.72%		
AerCap Ireland Capital Ltd / AerCap Global Aviation Trust 3.95%, 02/01/2022	150	150
Aircastle Ltd 4.63%, 12/15/2018	55	57
5.00%, 04/01/2023	60	61

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)	BONDS (continued)	Principal Amount (000's)	Value (000's)
Diversified Financial Services (continued)			Electric (continued)		
Aircastle Ltd (continued)			Exelon Corp		
5.13%, 03/15/2021	\$ 150	156	2.85%, 06/15/2020	\$ 330	340
5.50%, 02/15/2022	40	42	4.45%, 04/15/2046	140	149
Ally Financial Inc			5.10%, 06/15/2045	115	132
3.25%, 11/05/2018	85	85	Florida Power & Light Co		
5.75%, 11/20/2025	90	90	4.05%, 06/01/2042	160	179
CIT Group Inc			Indiantown Cogeneration LP		
3.88%, 02/19/2019	380	382	9.77%, 12/15/2020	109	120
Credit Acceptance Corp			ITC Holdings Corp		
6.13%, 02/15/2021	105	100	3.25%, 06/30/2026 ^(c)	75	75
7.38%, 03/15/2023	65	62	Kentucky Utilities Co		
Fly Leasing Ltd			3.30%, 10/01/2025	285	308
6.38%, 10/15/2021	200	194	Louisville Gas & Electric Co		
GE Capital International Funding Co			3.30%, 10/01/2025	115	124
Unlimited Co			MidAmerican Energy Co		
2.34%, 11/15/2020 ^(b)	163	168	4.25%, 05/01/2046	205	232
4.42%, 11/15/2035 ^(b)	438	491	Mirant Mid-Atlantic Series C Pass Through		
Intercontinental Exchange Inc			Trust		
2.75%, 12/01/2020	320	332	10.06%, 12/30/2028	127	120
International Lease Finance Corp			Northern States Power Co/MN		
6.25%, 05/15/2019	95	102	3.40%, 08/15/2042	40	41
National Rural Utilities Cooperative Finance			NRG Energy Inc		
Corp			8.25%, 09/01/2020	125	129
4.75%, 04/30/2043 ^(c)	125	123	Oncor Electric Delivery Co LLC		
Navient Corp			5.25%, 09/30/2040	120	147
5.00%, 10/26/2020	10	9	Pacific Gas & Electric Co		
5.88%, 03/25/2021	65	61	3.50%, 06/15/2025	245	267
6.13%, 03/25/2024	80	70	4.45%, 04/15/2042	105	118
Peachtree Corners Funding Trust			PacifiCorp		
3.98%, 02/15/2025 ^(b)	125	125	2.95%, 06/01/2023	185	195
Springleaf Finance Corp			3.85%, 06/15/2021	150	165
5.25%, 12/15/2019	110	103	PPL Capital Funding Inc		
Vesey Street Investment Trust I			3.10%, 05/15/2026	190	192
4.40%, 09/01/2016 ^(c)	765	769	PPL Electric Utilities Corp		
Visa Inc			3.00%, 09/15/2021	80	85
2.20%, 12/14/2020	615	634	4.75%, 07/15/2043	115	139
3.15%, 12/14/2025	630	674	PPL WEM Ltd / Western Power Distribution		
4.30%, 12/14/2045	205	237	Ltd		
	<u>\$ 5,277</u>		5.38%, 05/01/2021 ^(b)	440	490
Electric - 3.09%			Public Service Electric & Gas Co		
Alabama Power Co			4.15%, 11/01/2045	115	130
3.75%, 03/01/2045	140	146	Puget Energy Inc		
3.85%, 12/01/2042	125	130	6.00%, 09/01/2021	285	332
4.15%, 08/15/2044	235	257	Southern California Edison Co		
CMS Energy Corp			3.60%, 02/01/2045	260	270
3.00%, 05/15/2026	140	143	Southern Co/The		
4.70%, 03/31/2043	135	152	2.95%, 07/01/2023	145	150
4.88%, 03/01/2044	130	149	4.40%, 07/01/2046	105	113
Commonwealth Edison Co			Virginia Electric & Power Co		
3.70%, 03/01/2045	120	123	4.00%, 01/15/2043	35	37
4.35%, 11/15/2045	125	142	4.45%, 02/15/2044	125	144
Consolidated Edison Co of New York Inc			4.65%, 08/15/2043	65	76
4.50%, 12/01/2045	210	239	Wisconsin Electric Power Co		
4.63%, 12/01/2054	150	172	4.30%, 12/15/2045	105	120
Dominion Resources Inc/VA			Xcel Energy Inc		
3.90%, 10/01/2025	325	348	3.30%, 06/01/2025	180	190
DTE Energy Co				<u>\$ 9,467</u>	
6.38%, 04/15/2033	305	392	Electronics - 0.15%		
Dynegy Inc			Fortive Corp		
7.38%, 11/01/2022	125	121	2.35%, 06/15/2021 ^(b)	110	112
Edison International			3.15%, 06/15/2026 ^(b)	180	185
3.75%, 09/15/2017	160	165	Keysight Technologies Inc		
Electricite de France SA			3.30%, 10/30/2019	115	117
2.35%, 10/13/2020 ^(b)	400	409	Sanmina Corp		
3.63%, 10/13/2025 ^(b)	230	240	4.38%, 06/01/2019 ^(b)	15	15
4.95%, 10/13/2045 ^(b)	105	116	Tyco Electronics Group SA		
5.63%, 12/29/2049 ^{(a),(b),(c)}	400	381	7.13%, 10/01/2037	20	27
Elwood Energy LLC				<u>\$ 456</u>	
8.16%, 07/05/2026	132	145			
Emera US Finance LP					
2.70%, 06/15/2021 ^(b)	185	188			

See accompanying notes.

Schedule of Investments
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BONDS (continued)	Principal Amount (000's)	Value (000's)
Engineering & Construction - 0.06%		
SBA Tower Trust 2.90%, 10/15/2044 ^(b)	\$ 170	172
Entertainment - 0.41%		
Carmike Cinemas Inc 6.00%, 06/15/2023 ^(b)	55	57
CCM Merger Inc 9.13%, 05/01/2019 ^(b)	195	204
Cinemark USA Inc 4.88%, 06/01/2023	145	144
DreamWorks Animation SKG Inc 6.88%, 08/15/2020 ^(b)	115	122
Eldorado Resorts Inc 7.00%, 08/01/2023	85	88
GLP Capital LP / GLP Financing II Inc 4.38%, 04/15/2021	10	10
5.38%, 04/15/2026	80	82
Lions Gate Entertainment Corp 5.25%, 08/01/2018	70	71
Peninsula Gaming LLC / Peninsula Gaming Corp 8.38%, 02/15/2018 ^(b)	130	131
Pinnacle Entertainment Inc 5.63%, 05/01/2024 ^(b)	70	70
Regal Entertainment Group 5.75%, 03/15/2022	100	102
WMG Acquisition Corp 6.00%, 01/15/2021 ^(b)	24	25
WMG Holdings Corp 13.75%, 10/01/2019	131	140
	<u>\$ 1,246</u>	
Environmental Control - 0.02%		
Republic Services Inc 2.90%, 07/01/2026 ^(e)	45	46
Food - 1.22%		
Arcor SAIC 6.00%, 07/06/2023 ^{(b),(e),(f)}	75	75
BI-LO LLC / BI-LO Finance Corp 9.25%, 02/15/2019 ^(b)	85	74
Cencosud SA 5.50%, 01/20/2021	150	161
Gruma SAB de CV 4.88%, 12/01/2024 ^(b)	350	378
Grupo Bimbo SAB de CV 4.88%, 06/27/2044 ^(b)	200	197
Ingles Markets Inc 5.75%, 06/15/2023	90	91
JBS USA LLC / JBS USA Finance Inc 5.75%, 06/15/2025 ^(b)	85	80
7.25%, 06/01/2021 ^(b)	25	26
JM Smucker Co/The 2.50%, 03/15/2020	125	129
3.50%, 03/15/2025	130	140
4.38%, 03/15/2045	215	234
Kraft Heinz Foods Co 2.80%, 07/02/2020 ^(b)	460	478
4.38%, 06/01/2046 ^(b)	450	476
5.00%, 07/15/2035 ^(b)	80	92
5.20%, 07/15/2045 ^(b)	70	83
Post Holdings Inc 7.38%, 02/15/2022	50	52
7.75%, 03/15/2024 ^(b)	35	38
Smithfield Foods Inc 5.25%, 08/01/2018 ^(b)	70	71
5.88%, 08/01/2021 ^(b)	95	99
TreeHouse Foods Inc 6.00%, 02/15/2024 ^(b)	75	79
Wm Wrigley Jr Co 2.40%, 10/21/2018 ^(b)	235	240

BONDS (continued)	Principal Amount (000's)	Value (000's)
Food (continued)		
Wm Wrigley Jr Co (continued) 3.38%, 10/21/2020 ^(b)	\$ 415	443
	<u>\$ 3,736</u>	
Forest Products & Paper - 0.15%		
Domtar Corp 6.25%, 09/01/2042	285	295
Resolute Forest Products Inc 5.88%, 05/15/2023	75	59
Sappi Papier Holding GmbH 7.50%, 06/15/2032 ^(b)	50	44
Tembec Industries Inc 9.00%, 12/15/2019 ^(b)	75	58
Verso Paper Holdings LLC / Verso Paper Inc 0.00%, 01/15/2019 ^(e)	55	9
	<u>\$ 465</u>	
Gas - 0.09%		
Dominion Gas Holdings LLC 2.80%, 11/15/2020	260	268
4.80%, 11/01/2043	10	11
	<u>\$ 279</u>	
Healthcare - Products - 1.15%		
ConvaTec Finance International SA 8.25%, PIK 9.00%, 01/15/2019 ^{(b),(h)}	200	196
DJO Finco Inc / DJO Finance LLC / DJO Finance Corp 8.13%, 06/15/2021 ^(b)	135	117
Hill-Rom Holdings Inc 5.75%, 09/01/2023 ^{(b),(e)}	60	61
Kinetic Concepts Inc / KCI USA Inc 7.88%, 02/15/2021 ^(b)	70	75
10.50%, 11/01/2018	65	65
Mallinckrodt International Finance SA / Mallinckrodt CB LLC 5.63%, 10/15/2023 ^(b)	165	154
Medtronic Inc 2.50%, 03/15/2020	355	368
4.38%, 03/15/2035	440	498
4.63%, 03/15/2045	400	470
Teleflex Inc 4.88%, 06/01/2026	40	40
Universal Hospital Services Inc 7.63%, 08/15/2020	110	101
Zimmer Biomet Holdings Inc 2.00%, 04/01/2018	285	287
2.70%, 04/01/2020	810	820
3.15%, 04/01/2022	95	97
3.55%, 04/01/2025	150	155
	<u>\$ 3,504</u>	
Healthcare - Services - 1.46%		
Aetna Inc 2.40%, 06/15/2021	365	372
2.75%, 11/15/2022	35	36
2.80%, 06/15/2023	455	465
3.20%, 06/15/2026	305	314
4.25%, 06/15/2036	140	145
4.38%, 06/15/2046	170	177
Anthem Inc 3.13%, 05/15/2022	75	78
4.35%, 08/15/2020	130	141
4.63%, 05/15/2042	130	136
Centene Corp 4.75%, 05/15/2022	155	158
5.63%, 02/15/2021 ^(b)	40	42
5.75%, 06/01/2017	188	192
6.13%, 02/15/2024 ^(b)	60	64
Cigna Corp 4.00%, 02/15/2022	170	183
Fresenius Medical Care US Finance II Inc 4.75%, 10/15/2024 ^(b)	100	103
5.88%, 01/31/2022 ^(b)	85	93

See accompanying notes.

Schedule of Investments
Core Plus Bond Account
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BONDS (continued)	Principal Amount (000's)	Value (000's)
Healthcare - Services (continued)		
Fresenius Medical Care US Finance II Inc (continued)		
6.50%, 09/15/2018 ^(b)	\$ 55	59
HCA Inc		
4.75%, 05/01/2023	245	251
5.00%, 03/15/2024	125	129
5.25%, 04/15/2025	105	110
5.88%, 03/15/2022	85	92
Molina Healthcare Inc		
5.38%, 11/15/2022 ^(b)	80	80
MPH Acquisition Holdings LLC		
7.13%, 06/01/2024 ^(b)	160	168
UnitedHealth Group Inc		
1.90%, 07/16/2018	220	224
4.63%, 07/15/2035	435	505
4.75%, 07/15/2045	65	78
WellCare Health Plans Inc		
5.75%, 11/15/2020	70	72
	<u>\$ 4,467</u>	
Holding Companies - Diversified - 0.03%		
Argos Merger Sub Inc		
7.13%, 03/15/2023 ^(b)	90	93
Home Builders - 0.19%		
CalAtlantic Group Inc		
5.88%, 11/15/2024	35	36
Lennar Corp		
4.13%, 12/01/2018	90	91
4.50%, 11/15/2019	20	21
4.75%, 11/15/2022 ^(c)	105	107
4.88%, 12/15/2023	40	40
WCI Communities Inc		
6.88%, 08/15/2021	150	149
Woodside Homes Co LLC / Woodside Homes Finance Inc		
6.75%, 12/15/2021 ^(b)	135	125
	<u>\$ 569</u>	
Home Equity Asset Backed Securities - 0.06%		
New Century Home Equity Loan Trust 2005-1		
1.03%, 03/25/2035 ^(c)	25	25
Saxon Asset Securities Trust 2004-1		
2.15%, 03/25/2035 ^(c)	127	53
Specialty Underwriting & Residential Finance Trust Series 2004-BC1		
1.22%, 02/25/2035 ^(c)	123	113
	<u>\$ 191</u>	
Housewares - 0.04%		
Newell Brands Inc		
3.15%, 04/01/2021	50	52
3.85%, 04/01/2023	65	69
	<u>\$ 121</u>	
Insurance - 1.41%		
American International Group Inc		
3.30%, 03/01/2021	290	300
3.38%, 08/15/2020	385	404
Chubb INA Holdings Inc		
2.30%, 11/03/2020	845	869
3.35%, 05/03/2026	300	320
CNO Financial Group Inc		
4.50%, 05/30/2020	35	36
Liberty Mutual Group Inc		
7.00%, 03/07/2067 ^{(b),(c)}	215	181
Markel Corp		
5.00%, 04/05/2046	280	295
Prudential Financial Inc		
5.38%, 05/15/2045 ^(c)	150	151
Travelers Cos Inc/The		
3.75%, 05/15/2046	140	146

BONDS (continued)	Principal Amount (000's)	Value (000's)
Insurance (continued)		
Voya Financial Inc		
5.65%, 05/15/2053 ^(c)	\$ 435	410
XLIT Ltd		
4.45%, 03/31/2025	725	732
5.50%, 03/31/2045	490	484
	<u>\$ 4,328</u>	
Internet - 0.14%		
Alibaba Group Holding Ltd		
3.13%, 11/28/2021	250	256
Zayo Group LLC / Zayo Capital Inc		
6.00%, 04/01/2023	170	172
	<u>\$ 428</u>	
Iron & Steel - 0.30%		
AK Steel Corp		
7.50%, 07/15/2023	50	51
7.63%, 05/15/2020	50	48
ArcelorMittal		
6.50%, 03/01/2021 ^(c)	15	15
8.00%, 10/15/2039 ^(c)	255	247
BlueScope Steel Finance Ltd/BlueScope Steel Finance USA LLC		
6.50%, 05/15/2021 ^(b)	35	36
Commercial Metals Co		
4.88%, 05/15/2023	240	227
Signode Industrial Group Lux SA/Signode Industrial Group US Inc		
6.38%, 05/01/2022 ^(b)	165	158
Vale Overseas Ltd		
5.88%, 06/10/2021	130	130
	<u>\$ 912</u>	
Leisure Products & Services - 0.06%		
NCL Corp Ltd		
4.63%, 11/15/2020 ^(b)	100	100
5.25%, 11/15/2019 ^(b)	80	81
	<u>\$ 181</u>	
Lodging - 0.17%		
Boyd Gaming Corp		
6.88%, 05/15/2023	45	48
MGM Growth Properties Operating Partnership LP / MGP Escrow Co-Issuer Inc		
5.63%, 05/01/2024 ^(b)	60	63
MGM Resorts International		
6.00%, 03/15/2023	55	58
6.63%, 12/15/2021	30	33
Wyndham Worldwide Corp		
2.50%, 03/01/2018	305	308
	<u>\$ 510</u>	
Machinery - Construction & Mining - 0.01%		
Vander Intermediate Holding II Corp		
9.75%, PIK 10.50%, 02/01/2019 ^{(b),(h)}	78	42
Machinery - Diversified - 0.01%		
CNH Industrial Capital LLC		
4.88%, 04/01/2021	30	31
Media - 2.37%		
21st Century Fox America Inc		
4.75%, 09/15/2044	90	100
5.40%, 10/01/2043	230	267
6.15%, 02/15/2041	30	37
Altice Financing SA		
6.50%, 01/15/2022 ^(b)	200	202
Altice Finco SA		
7.63%, 02/15/2025 ^(b)	75	69
CBS Corp		
5.75%, 04/15/2020	180	206

See accompanying notes.

Schedule of Investments
Core Plus Bond Account
June 30, 2016 (unaudited)

BONDS (continued)	Principal Amount (000's)	Value (000's)	BONDS (continued)	Principal Amount (000's)	Value (000's)
Media (continued)			Mining (continued)		
CCO Holdings LLC / CCO Holdings Capital Corp			Barrick North America Finance LLC		
5.13%, 05/01/2023 ^(b)	\$	345\$	4.40%, 05/30/2021	\$	220\$
5.50%, 05/01/2026 ^(b)		35	BHP Billiton Finance USA Ltd		
5.75%, 02/15/2026 ^(b)		15	2.05%, 09/30/2018	5	5
Charter Communications Operating LLC / Charter Communications Operating Capital			FMG Resources August 2006 Pty Ltd		
4.46%, 07/23/2022 ^(b)		350	6.88%, 04/01/2022 ^(b)	135	128
4.91%, 07/23/2025 ^(b)		220	9.75%, 03/01/2022 ^(b)	95	105
6.38%, 10/23/2035 ^(b)		40	Freeport-McMoRan Inc		
6.48%, 10/23/2045 ^(b)		120	2.30%, 11/14/2017	75	74
6.83%, 10/23/2055 ^(b)		170	Newmont Mining Corp		
Comcast Corp			4.88%, 03/15/2042	115	114
3.15%, 03/01/2026		170	St Barbara Ltd		
3.38%, 02/15/2025		85	8.88%, 04/15/2018 ^(b)	200	201
4.20%, 08/15/2034		35	Taseko Mines Ltd		
4.60%, 08/15/2045		25	7.75%, 04/15/2019	80	50
6.40%, 03/01/2040		345	Teck Resources Ltd		
6.50%, 11/15/2035		15	3.75%, 02/01/2023	70	53
DISH DBS Corp			8.00%, 06/01/2021 ^(b)	20	21
5.88%, 07/15/2022		85	8.50%, 06/01/2024 ^(b)	15	16
5.88%, 11/15/2024		110		<u>\$</u>	<u>1,019</u>
6.75%, 06/01/2021		105	Miscellaneous Manufacturers - 0.28%		
7.75%, 07/01/2026 ^(b)		25	Bombardier Inc		
7.88%, 09/01/2019		274	5.50%, 09/15/2018 ^(b)	55	54
NBCUniversal Enterprise Inc			7.50%, 03/15/2025 ^(b)	45	39
1.31%, 04/15/2018 ^{(b),(c)}		720	General Electric Co		
Neptune Finco Corp			5.30%, 02/11/2021	129	150
10.13%, 01/15/2023 ^(b)		215	Ingersoll-Rand Global Holding Co Ltd		
Numericable-SFR SA			2.88%, 01/15/2019	150	155
7.38%, 05/01/2026 ^(b)		200	5.75%, 06/15/2043	60	74
RCN Telecom Services LLC / RCN Capital Corp			Ingersoll-Rand Luxembourg Finance SA		
8.50%, 08/15/2020 ^(b)		125	3.55%, 11/01/2024	205	216
Time Warner Cable Inc			Tyco International Finance SA		
5.88%, 11/15/2040		5	150	172	
6.75%, 07/01/2018		120	5.13%, 09/14/2045	<u>\$</u>	<u>860</u>
Time Warner Inc			Mortgage Backed Securities - 1.96%		
2.10%, 06/01/2019		135	Fannie Mae REMIC Trust 2005-W2		
2.95%, 07/15/2026		80	0.65%, 05/25/2035 ^(c)	102	101
3.60%, 07/15/2025		150	Fannie Mae REMICS		
3.88%, 01/15/2026		70	2.25%, 07/25/2040	199	201
4.05%, 12/15/2023		135	3.00%, 04/25/2022 ^(d)	994	50
4.65%, 06/01/2044		70	3.00%, 04/25/2027 ^(d)	462	41
4.85%, 07/15/2045		120	3.50%, 11/25/2027 ^{(c),(d)}	325	34
6.25%, 03/29/2041		165	3.50%, 07/25/2028 ^{(c),(d)}	652	68
Unitymedia Hessen GmbH & Co KG / Unitymedia NRW GmbH			3.50%, 03/25/2031 ^{(c),(d)}	807	82
5.50%, 01/15/2023 ^(b)		150	5.55%, 07/25/2039 ^{(c),(d)}	1,682	211
Univision Communications Inc			5.56%, 07/25/2046 ^{(c),(d),(f)}	1,000	267
8.50%, 05/15/2021 ^(b)		37	5.60%, 01/25/2044 ^{(c),(d)}	3,018	540
Viacom Inc			5.65%, 02/25/2043 ^{(c),(d)}	613	126
4.85%, 12/15/2034		295	5.65%, 03/25/2043 ^{(c),(d)}	866	208
Virgin Media Finance PLC			6.05%, 03/25/2022 ^{(c),(d)}	91	9
6.00%, 10/15/2024 ^(b)		200	Freddie Mac REMICS		
Walt Disney Co/The			0.89%, 06/15/2023 ^(c)	7	7
2.30%, 02/12/2021		175	3.00%, 09/15/2025 ^{(c),(d)}	279	12
WideOpenWest Finance LLC / WideOpenWest Capital Corp			3.00%, 03/15/2026 ^{(c),(d)}	544	26
13.38%, 10/15/2019		130	3.00%, 05/15/2027 ^{(c),(d)}	690	43
10.25%, 07/15/2019		75	3.00%, 10/15/2027 ^{(c),(d)}	208	19
		<u>\$</u>	3.50%, 11/15/2020 ^{(c),(d)}	866	41
		<u>7,250</u>	3.50%, 09/15/2026 ^{(c),(d)}	1,114	115
			4.00%, 11/15/2038 ^(d)	1,380	114
			5.61%, 04/15/2040 ^{(c),(d)}	1,552	332
			Freddie Mac Structured Agency Credit Risk		
			Debt Notes		
			1.30%, 04/25/2024 ^(c)	221	221
			Ginnie Mae		
			4.00%, 07/20/2036 ^{(c),(d)}	522	8
			4.50%, 04/16/2044 ^(d)	546	85
			5.15%, 02/20/2045 ^{(c),(d)}	3,136	667
			5.60%, 08/20/2043 ^{(c),(d)}	614	96
			5.66%, 07/16/2043 ^{(c),(d)}	754	145
			5.75%, 09/20/2044 ^{(c),(d)}	1,231	261
			5.75%, 11/20/2045 ^{(c),(d)}	1,181	263
Metal Fabrication & Hardware - 0.02%					
Wise Metals Intermediate Holdings LLC/Wise Holdings Finance Corp					
9.75%, PIK 10.50%, 06/15/2019 ^{(b),(h)}		84			
Mining - 0.33%					
Aleris International Inc					
9.50%, 04/01/2021 ^(b)		15			

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)
Mortgage Backed Securities (continued)		
Ginnie Mae (continued)		
5.75%, 01/20/2046 ^{(c),(d)}	\$ 1,082	\$ 274
6.16%, 04/16/2040 ^{(c),(d)}	1,130	274
6.21%, 04/16/2042 ^{(c),(d)}	2,004	435
HomeBanc Mortgage Trust 2005-5		
0.79%, 01/25/2036 ^(c)	605	523
Washington Mutual Mortgage Pass-Through Certificates WMALT Series 2006-AR1 Trust		
0.70%, 02/25/2036 ^(c)	131	92
	<u>\$ 5,991</u>	
Office & Business Equipment - 0.09%		
Xerox Corp		
2.95%, 03/15/2017	80	81
3.50%, 08/20/2020	125	124
6.75%, 02/01/2017	10	10
6.75%, 12/15/2039	50	48
	<u>\$ 263</u>	
Oil & Gas - 2.49%		
Anadarko Petroleum Corp		
3.45%, 07/15/2024	250	244
5.55%, 03/15/2026	260	287
6.60%, 03/15/2046	100	121
Apache Corp		
4.25%, 01/15/2044	25	24
4.75%, 04/15/2043	90	92
Baytex Energy Corp		
5.13%, 06/01/2021 ^(b)	45	38
BP Capital Markets PLC		
1.17%, 05/10/2019 ^(c)	650	645
3.12%, 05/04/2026	155	158
Carrizo Oil & Gas Inc		
6.25%, 04/15/2023	10	10
7.50%, 09/15/2020	125	127
Chaparral Energy Inc		
0.00%, 10/01/2020 ^(g)	90	53
0.00%, 11/15/2022 ^(g)	81	49
Chesapeake Energy Corp		
8.00%, 12/15/2022 ^(b)	150	127
ConocoPhillips Co		
1.53%, 05/15/2022 ^(c)	235	223
Continental Resources Inc/OK		
3.80%, 06/01/2024	170	148
4.50%, 04/15/2023	115	107
5.00%, 09/15/2022	70	68
Devon Energy Corp		
2.25%, 12/15/2018	625	621
Ecopetrol SA		
5.38%, 06/26/2026	50	49
Encana Corp		
5.15%, 11/15/2041	150	118
EP Energy LLC / Everest Acquisition Finance Inc		
6.38%, 06/15/2023	65	39
9.38%, 05/01/2020	170	120
Exxon Mobil Corp		
2.22%, 03/01/2021	360	371
4.11%, 03/01/2046	30	34
Halcon Resources Corp		
8.63%, 02/01/2020 ^(b)	105	99
12.00%, 02/15/2022 ^(b)	9	8
Kerr-McGee Corp		
7.88%, 09/15/2031	115	137
Laredo Petroleum Inc		
5.63%, 01/15/2022	5	5
7.38%, 05/01/2022	45	45
Marathon Petroleum Corp		
4.75%, 09/15/2044	81	69
Noble Energy Inc		
3.90%, 11/15/2024	160	163
5.05%, 11/15/2044	135	136

BONDS (continued)	Principal Amount (000's)	Value (000's)
Oil & Gas (continued)		
Northern Blizzard Resources Inc		
7.25%, 02/01/2022 ^(b)	\$ 93	\$ 85
Oasis Petroleum Inc		
6.50%, 11/01/2021	65	59
6.88%, 03/15/2022	45	42
6.88%, 01/15/2023	140	127
PDC Energy Inc		
7.75%, 10/15/2022	135	140
Petrobras Global Finance BV		
4.38%, 05/20/2023	250	203
8.38%, 05/23/2021	160	165
Petroleos de Venezuela SA		
6.00%, 05/16/2024	200	71
Petroleos Mexicanos		
4.88%, 01/18/2024	100	101
6.88%, 08/04/2026 ^(b)	60	67
8.00%, 05/03/2019	300	334
Phillips 66		
4.65%, 11/15/2034	165	176
Pioneer Natural Resources Co		
3.45%, 01/15/2021	280	289
4.45%, 01/15/2026	110	120
Repsol Oil & Gas Canada Inc		
7.75%, 06/01/2019	430	472
Seven Generations Energy Ltd		
6.75%, 05/01/2023 ^(b)	20	20
Shell International Finance BV		
4.00%, 05/10/2046	135	138
Sunoco LP / Sunoco Finance Corp		
5.50%, 08/01/2020 ^(b)	60	59
6.38%, 04/01/2023 ^(b)	90	89
Whiting Petroleum Corp		
5.00%, 03/15/2019	70	64
5.75%, 03/15/2021	35	32
Woodside Finance Ltd		
3.65%, 03/05/2025 ^(b)	80	78
WPX Energy Inc		
7.50%, 08/01/2020	100	100
YPF SA		
8.50%, 03/23/2021 ^(b)	55	59
	<u>\$ 7,625</u>	
Oil & Gas Services - 0.08%		
Archrock Partners LP / Archrock Partners Finance Corp		
6.00%, 10/01/2022	55	49
PHI Inc		
5.25%, 03/15/2019	65	60
Schlumberger Investment SA		
3.30%, 09/14/2021 ^(b)	85	90
Seventy Seven Operating LLC		
0.00%, 11/15/2019 ^(g)	90	45
	<u>\$ 244</u>	
Other Asset Backed Securities - 1.21%		
CNH Equipment Trust 2014-C		
1.65%, 09/15/2021 ^(c)	500	504
Dell Equipment Finance Trust 2015-2		
1.72%, 09/22/2020 ^{(b),(c)}	625	626
JP Morgan Mortgage Acquisition Trust 2007- CH3		
0.60%, 03/25/2037 ^(c)	183	181
Kubota Credit Owner Trust 2015-1		
1.54%, 03/15/2019 ^{(b),(c)}	700	704
Trade MAPS 1 Ltd		
1.15%, 12/10/2018 ^{(b),(c)}	1,500	1,494
Washington Mutual Asset-Backed Certificates WMABS Series 2006-HE1 Trust		
0.63%, 04/25/2036 ^(c)	181	178
	<u>\$ 3,687</u>	

See accompanying notes.

Schedule of Investments
Core Plus Bond Account
June 30, 2016 (unaudited)

BONDS (continued)	Principal Amount (000's)	Value (000's)
Packaging & Containers - 0.54%		
Ardagh Packaging Finance PLC / Ardagh Holdings USA Inc		
3.65%, 12/15/2019 ^{(b),(c)}	\$ 200	201
Beverage Packaging Holdings Luxembourg II SA / Beverage Packaging Holdings II		
5.63%, 12/15/2016 ^(b)	25	25
Coveris Holding Corp		
10.00%, 06/01/2018 ^(b)	105	105
Crown Cork & Seal Co Inc		
7.38%, 12/15/2026	132	145
Packaging Corp of America		
4.50%, 11/01/2023	330	359
Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer (Luxembourg) S.A.		
4.13%, 07/15/2021 ^{(b),(c)}	40	40
5.13%, 07/15/2023 ^(b)	65	66
5.75%, 10/15/2020	105	108
7.00%, 07/15/2024 ^(b)	15	15
WestRock RKT Co		
3.50%, 03/01/2020	565	583
	<u>\$ 1,647</u>	
Pharmaceuticals - 0.74%		
AbbVie Inc		
2.50%, 05/14/2020	415	424
3.20%, 05/14/2026	50	51
4.70%, 05/14/2045	230	243
Actavis Funding SCS		
3.80%, 03/15/2025	205	214
4.55%, 03/15/2035	25	26
Baxalta Inc		
4.00%, 06/23/2025	55	57
5.25%, 06/23/2045	95	103
Forest Laboratories LLC		
5.00%, 12/15/2021 ^(b)	320	358
JLL/Delta Dutch Pledgeco BV		
8.75%, PIK 9.50%, 05/01/2020 ^{(b),(h)}	80	80
Johnson & Johnson		
2.45%, 03/01/2026	85	88
3.70%, 03/01/2046	260	293
Novartis Capital Corp		
4.00%, 11/20/2045	155	177
Valeant Pharmaceuticals International Inc		
5.63%, 12/01/2021 ^(b)	45	37
5.88%, 05/15/2023 ^(b)	65	52
7.50%, 07/15/2021 ^(b)	60	53
	<u>\$ 2,256</u>	
Pipelines - 1.56%		
Boardwalk Pipelines LP		
3.38%, 02/01/2023	250	229
Columbia Pipeline Group Inc		
3.30%, 06/01/2020	400	414
Enbridge Inc		
1.14%, 06/02/2017 ^(c)	520	511
Energy Transfer Equity LP		
5.88%, 01/15/2024	50	49
Energy Transfer Partners LP		
4.05%, 03/15/2025	245	240
4.90%, 03/15/2035	70	62
EnLink Midstream Partners LP		
4.15%, 06/01/2025	355	327
4.40%, 04/01/2024	320	300
5.05%, 04/01/2045	150	123
Enterprise Products Operating LLC		
3.70%, 02/15/2026	135	140
4.90%, 05/15/2046	195	210
Kinder Morgan Energy Partners LP		
4.70%, 11/01/2042	220	198

BONDS (continued)	Principal Amount (000's)	Value (000's)
Pipelines (continued)		
Kinder Morgan Inc/DE		
3.05%, 12/01/2019	\$ 100	101
Magellan Midstream Partners LP		
5.00%, 03/01/2026	65	73
MPLX LP		
4.88%, 06/01/2025 ^(b)	88	86
ONEOK Partners LP		
4.90%, 03/15/2025	185	194
Sabine Pass Liquefaction LLC		
5.63%, 03/01/2025	175	174
6.25%, 03/15/2022	110	113
Tesoro Logistics LP / Tesoro Logistics Finance Corp		
6.13%, 10/15/2021	110	114
6.25%, 10/15/2022	15	16
6.38%, 05/01/2024	15	16
TransCanada PipeLines Ltd		
4.63%, 03/01/2034	135	142
5.00%, 10/16/2043	50	56
7.13%, 01/15/2019	95	107
Western Gas Partners LP		
4.65%, 07/01/2026 ^{(e),(f)}	115	115
5.45%, 04/01/2044	240	225
Williams Partners LP		
3.60%, 03/15/2022	245	232
Williams Partners LP / ACMP Finance Corp		
4.88%, 05/15/2023	210	203
	<u>\$ 4,770</u>	
Private Equity - 0.05%		
Icahn Enterprises LP / Icahn Enterprises Finance Corp		
4.88%, 03/15/2019	55	54
6.00%, 08/01/2020	105	103
	<u>\$ 157</u>	
Real Estate - 0.22%		
American Campus Communities Operating Partnership LP		
3.35%, 10/01/2020	235	244
4.13%, 07/01/2024	205	216
Crescent Resources LLC / Crescent Ventures Inc		
10.25%, 08/15/2017 ^(b)	110	110
Prologis LP		
3.75%, 11/01/2025	100	107
	<u>\$ 677</u>	
Regional Authority - 0.05%		
Provincia de Buenos Aires/Argentina		
9.13%, 03/16/2024	150	165
REITS - 1.38%		
American Tower Corp		
3.30%, 02/15/2021	80	84
3.50%, 01/31/2023	125	129
AvalonBay Communities Inc		
2.95%, 05/11/2026	285	286
Brixmor Operating Partnership LP		
4.13%, 06/15/2026	120	123
DDR Corp		
3.63%, 02/01/2025	205	206
Duke Realty LP		
3.25%, 06/30/2026	65	66
DuPont Fabros Technology LP		
5.88%, 09/15/2021	105	110
Equinix Inc		
4.88%, 04/01/2020	35	36
5.38%, 01/01/2022	35	36
5.38%, 04/01/2023	115	119
5.88%, 01/15/2026	40	42
Essex Portfolio LP		
3.38%, 04/15/2026	355	362

See accompanying notes.

Schedule of Investments
Core Plus Bond Account
June 30, 2016 (unaudited)

BONDS (continued)	Principal Amount (000's)	Value (000's)
REITS (continued)		
Hospitality Properties Trust 4.25%, 02/15/2021	\$	355\$ 370
Host Hotels & Resorts LP 4.50%, 02/01/2026		95 100
Iron Mountain Inc 4.38%, 06/01/2021 ^(b)		115 116
Iron Mountain US Holdings Inc 5.38%, 06/01/2026 ^(b)		65 63
iStar Inc 4.88%, 07/01/2018		35 34
5.00%, 07/01/2019		15 14
6.50%, 07/01/2021		30 28
9.00%, 06/01/2017		80 83
Kimco Realty Corp 3.40%, 11/01/2022		190 199
4.25%, 04/01/2045		100 102
MPT Operating Partnership LP / MPT Finance Corp 6.38%, 03/01/2024		43 46
Retail Properties of America Inc 4.00%, 03/15/2025		300 290
Select Income REIT 4.15%, 02/01/2022		250 251
Simon Property Group LP 2.50%, 09/01/2020		145 150
2.50%, 07/15/2021		230 237
Ventas Realty LP 3.13%, 06/15/2023		240 245
VEREIT Operating Partnership LP 4.13%, 06/01/2021		105 110
4.88%, 06/01/2026		130 133
Welltower Inc 4.25%, 04/01/2026		55 59
		<u>\$ 4,229</u>
Retail - 1.34%		
BMC Stock Holdings Inc 9.00%, 09/15/2018 ^(b)		135 141
Claire's Stores Inc 9.00%, 03/15/2019 ^(b)		54 32
CVS Health Corp 4.75%, 12/01/2022		460 525
5.00%, 12/01/2024		190 222
5.13%, 07/20/2045		320 397
CVS Pass-Through Trust 7.51%, 01/10/2032 ^(b)		51 64
Dollar Tree Inc 5.75%, 03/01/2023 ^(b)		55 58
Home Depot Inc/The 3.35%, 09/15/2025		415 452
JC Penney Corp Inc 5.65%, 06/01/2020		120 113
5.88%, 07/01/2023 ^(b)		25 25
KFC Holding Co/Pizza Hut Holdings LLC/Taco Bell of America LLC 5.00%, 06/01/2024 ^(b)		100 102
5.25%, 06/01/2026 ^(b)		80 82
L Brands Inc 6.88%, 11/01/2035		60 61
Landry's Holdings II Inc 10.25%, 01/01/2018 ^(b)		90 91
Landry's Inc 9.38%, 05/01/2020 ^(b)		105 110
Macy's Retail Holdings Inc 5.90%, 12/01/2016		420 429
6.90%, 04/01/2029		25 28
McDonald's Corp 2.10%, 12/07/2018		75 77
2.75%, 12/09/2020		185 193
3.70%, 01/30/2026		95 103
4.70%, 12/09/2035		85 96
4.88%, 12/09/2045		285 333

BONDS (continued)	Principal Amount (000's)	Value (000's)
Retail (continued)		
Michaels Stores Inc 5.88%, 12/15/2020 ^(b)	\$	91\$ 94
Rite Aid Corp 6.13%, 04/01/2023 ^(b)		90 96
Target Corp 3.63%, 04/15/2046		75 77
Tops Holding LLC / Tops Markets II Corp 8.00%, 06/15/2022 ^(b)		100 88
		<u>\$ 4,089</u>
Shipbuilding - 0.03%		
Huntington Ingalls Industries Inc 5.00%, 11/15/2025 ^(b)		100 106
Software - 0.54%		
Activision Blizzard Inc 6.13%, 09/15/2023 ^(b)		145 158
Fidelity National Information Services Inc 2.85%, 10/15/2018		175 180
First Data Corp 5.00%, 01/15/2024 ^(b)		125 125
5.75%, 01/15/2024 ^(b)		40 40
Microsoft Corp 2.00%, 11/03/2020		170 174
4.45%, 11/03/2045		110 124
MSCI Inc 5.25%, 11/15/2024 ^(b)		75 77
5.75%, 08/15/2025 ^(b)		25 26
Oracle Corp 1.90%, 09/15/2021 ^(c)		260 261
2.65%, 07/15/2026 ^(c)		235 235
4.00%, 07/15/2046 ^(c)		120 121
4.38%, 05/15/2055		130 136
		<u>\$ 1,657</u>
Sovereign - 0.81%		
Argentine Republic Government International Bond 6.88%, 04/22/2021 ^(b)		150 160
7.50%, 04/22/2026 ^(b)		150 162
Brazilian Government International Bond 4.25%, 01/07/2025		200 197
Croatia Government International Bond 6.38%, 03/24/2021		200 218
Dominican Republic International Bond 6.88%, 01/29/2026 ^(b)		100 110
Hungary Government International Bond 5.38%, 02/21/2023		70 78
Mexico Government International Bond 4.13%, 01/21/2026		200 217
Panama Government International Bond 4.00%, 09/22/2024		200 215
Peruvian Government International Bond 5.63%, 11/18/2050		60 74
Poland Government International Bond 3.25%, 04/06/2026		75 76
Qatar Government International Bond 2.38%, 06/02/2021 ^(b)		200 202
3.25%, 06/02/2026 ^(b)		250 255
Romanian Government International Bond 4.88%, 01/22/2024 ^(b)		70 77
Russian Foreign Bond - Eurobond 5.00%, 04/29/2020		100 108
7.50%, 03/31/2030 ^(c)		184 224
Uruguay Government International Bond 5.10%, 06/18/2050		60 60
Venezuela Government International Bond 12.75%, 08/23/2022		95 48
		<u>\$ 2,481</u>

See accompanying notes.

**Schedule of Investments
Core Plus Bond Account
June 30, 2016 (unaudited)**

BONDS (continued)	Principal Amount (000's)	Value (000's)
Student Loan Asset Backed Securities - 1.02%		
Navient Private Education Loan Trust 2014-A		
0.92%, 05/16/2022 ^{(b),(c)}	\$ 57	57
Navient Student Loan Trust 2014-8		
0.73%, 08/25/2020 ^(c)	202	202
Navient Student Loan Trust 2015-1		
0.75%, 09/26/2022 ^(c)	1,607	1,602
SLM Private Education Loan Trust 2012-A		
1.84%, 08/15/2025 ^{(b),(c)}	119	119
SLM Private Education Loan Trust 2012-C		
1.54%, 08/15/2023 ^{(b),(c)}	8	8
SLM Private Education Loan Trust 2012-E		
1.19%, 10/16/2023 ^{(b),(c)}	306	306
SLM Private Education Loan Trust 2013-A		
1.04%, 08/15/2022 ^{(b),(c)}	836	835
	<u>\$ 3,129</u>	
Telecommunications - 2.62%		
AT&T Inc		
2.45%, 06/30/2020	230	235
3.60%, 02/17/2023	365	381
3.80%, 03/15/2022	335	356
4.13%, 02/17/2026	200	215
4.45%, 05/15/2021	95	104
4.50%, 05/15/2035	365	373
6.00%, 08/15/2040	195	228
6.38%, 03/01/2041	135	164
B Communications Ltd		
7.38%, 02/15/2021 ^(b)	35	37
CC Holdings GS V LLC / Crown Castle GS III Corp		
3.85%, 04/15/2023	510	544
Cisco Systems Inc		
1.60%, 02/28/2019	145	147
2.20%, 02/28/2021	265	273
Frontier Communications Corp		
8.88%, 09/15/2020	25	27
11.00%, 09/15/2025	175	181
10.50%, 09/15/2022	120	127
Goodman Networks Inc		
12.13%, 07/01/2018	95	48
Intelsat Jackson Holdings SA		
7.25%, 10/15/2020	95	68
8.00%, 02/15/2024 ^(b)	20	20
Intelsat Luxembourg SA		
7.75%, 06/01/2021	95	23
8.13%, 06/01/2023	115	28
Level 3 Communications Inc		
5.75%, 12/01/2022	55	56
Level 3 Financing Inc		
5.13%, 05/01/2023	35	35
5.38%, 01/15/2024	80	80
6.13%, 01/15/2021	40	42
Ooredoo International Finance Ltd		
3.88%, 01/31/2028	250	250
Sprint Capital Corp		
6.88%, 11/15/2028	85	67
Sprint Communications Inc		
6.00%, 11/15/2022	15	12
7.00%, 08/15/2020	135	120
9.00%, 11/15/2018 ^(b)	20	21
9.13%, 03/01/2017	25	26
Sprint Corp		
7.13%, 06/15/2024	140	112
7.88%, 09/15/2023	130	106
T-Mobile USA Inc		
6.00%, 03/01/2023	60	62
6.13%, 01/15/2022	20	21
6.25%, 04/01/2021	675	704
6.50%, 01/15/2024	30	32
6.50%, 01/15/2026	95	100
6.63%, 04/28/2021	85	89

BONDS (continued)	Principal Amount (000's)	Value (000's)
Telecommunications (continued)		
Verizon Communications Inc		
1.35%, 06/09/2017	\$ 410	411
2.41%, 09/14/2018 ^(c)	750	769
2.63%, 02/21/2020	11	11
4.52%, 09/15/2048	226	235
5.01%, 08/21/2054	261	276
5.15%, 09/15/2023	150	175
Vodafone Group PLC		
2.50%, 09/26/2022	360	355
Wind Acquisition Finance SA		
7.38%, 04/23/2021 ^(b)	290	276
	<u>\$ 8,022</u>	
Transportation - 0.75%		
Burlington Northern Santa Fe LLC		
3.85%, 09/01/2023	185	206
4.90%, 04/01/2044	95	113
CSX Corp		
3.70%, 10/30/2020	320	344
3.95%, 05/01/2050	50	50
5.50%, 04/15/2041	85	109
6.25%, 03/15/2018	200	217
7.38%, 02/01/2019	170	195
Eletson Holdings Inc		
9.63%, 01/15/2022 ^(b)	110	86
FedEx Corp		
4.55%, 04/01/2046	75	81
4.75%, 11/15/2045	345	385
Hornbeck Offshore Services Inc		
5.00%, 03/01/2021	65	39
Navios Maritime Acquisition Corp / Navios Acquisition Finance US Inc		
8.13%, 11/15/2021 ^(b)	190	149
Navios Maritime Holdings Inc / Navios Maritime Finance II US Inc		
7.38%, 01/15/2022 ^(b)	140	62
Navios South American Logistics Inc / Navios Logistics Finance US Inc		
7.25%, 05/01/2022 ^(b)	185	130
Union Pacific Corp		
4.38%, 11/15/2065	120	128
	<u>\$ 2,294</u>	
Trucking & Leasing - 0.07%		
Penske Truck Leasing Co Lp / PTL Finance Corp		
3.38%, 02/01/2022 ^(b)	200	204
TOTAL BONDS		<u>\$ 190,784</u>
Convertible Bonds		
Convertible Bonds - 0.03%		Principal Amount (000's) Value (000's)
Semiconductors - 0.03%		
Jazz US Holdings Inc		
8.00%, 12/31/2018	60	86
TOTAL CONVERTIBLE BONDS		<u>\$ 86</u>
Senior Floating Rate Interests - 1.94%		
Aerospace & Defense - 0.04%		Principal Amount (000's) Value (000's)
B/E Aerospace Inc, Term Loan B		
3.75%, 12/16/2021 ^(c)	\$ 131	132
Automobile Manufacturers - 0.04%		
FCA US LLC, Term Loan B		
3.50%, 05/24/2017 ^(c)	72	72
Navistar Inc, Term Loan B		
6.50%, 08/06/2020 ^(c)	45	42
	<u>\$ 114</u>	
Building Materials - 0.05%		
Builders FirstSource Inc, Term Loan B		
6.00%, 07/22/2022 ^(c)	64	64

See accompanying notes.

Schedule of Investments
Core Plus Bond Account
June 30, 2016 (unaudited)

SENIOR FLOATING RATE INTERESTS (continued)	Principal Amount (000's)	Value (000's)
Building Materials (continued)		
GYP Holdings III Corp, Term Loan B 4.75%, 03/26/2021 ^(c)	\$ 88	\$ 86
		<u>\$ 150</u>
Chemicals - 0.17%		
A Schulman Inc, Term Loan B 4.00%, 05/11/2022 ^(c)	59	59
Aruba Investments Inc, Term Loan B 4.50%, 02/02/2022 ^(c)	15	14
Axiall Holdco Inc, Term Loan B 4.00%, 02/25/2022 ^(c)	40	40
Emerald Performance Materials LLC, Term Loan 7.75%, 07/22/2022 ^(c)	140	136
Ineos US Finance LLC, Term Loan B 3.75%, 12/15/2020 ^(c)	175	171
Methanol Holdings Trinidad Ltd, Term Loan B 4.25%, 06/16/2022 ^(c)	113	111
		<u>\$ 531</u>
Computers - 0.02%		
Oberthur Technologies of America Corp, Term Loan B2 4.50%, 10/18/2019 ^(c)	75	74
Consumer Products - 0.06%		
Dell International LLC, Term Loan B 0.00%, 06/02/2023 ^{(c),(i)}	60	60
Dell International LLC, Term Loan B2 4.00%, 04/29/2020 ^(c)	120	119
		<u>\$ 179</u>
Diversified Financial Services - 0.05%		
Delos Finance Sarl, Term Loan B 3.50%, 02/26/2021 ^(c)	150	150
Electric - 0.02%		
Dynegy Inc, Term Loan C 0.00%, 06/22/2023 ^{(c),(i)}	50	49
Entertainment - 0.23%		
CCM Merger Inc, Term Loan B 4.50%, 07/30/2021 ^(c)	155	155
Eldorado Resorts Inc, Term Loan B 3.55%, 07/15/2022 ^(c)	63	64
Lions Gate Entertainment Corp, Term Loan B 5.00%, 03/11/2022 ^(c)	140	142
Peninsula Gaming LLC, Term Loan B 4.25%, 11/30/2017 ^(c)	79	79
WMG Acquisition Corp, Term Loan B 3.75%, 07/07/2020 ^(c)	272	268
		<u>\$ 708</u>
Food - 0.03%		
B&G Foods Inc, Term Loan B 3.75%, 10/21/2022 ^(c)	34	34
JBS USA LLC, Term Loan B 4.16%, 08/18/2022 ^(c)	25	25
Pinnacle Foods Finance LLC, Term Loan I 3.61%, 01/13/2023 ^(c)	40	40
		<u>\$ 99</u>
Forest Products & Paper - 0.10%		
Caraustar Industries Inc, Term Loan B 8.00%, 04/26/2019 ^(c)	84	84
	154	154
NewPage Corp, DIP Delay-Draw Term Loan DD 11.00%, 07/26/2017 ^(c)	23	23
NewPage Corp, DIP Term Loan ROLL UP 11.00%, 07/26/2017 ^(c)	62	34

See accompanying notes.

SENIOR FLOATING RATE INTERESTS (continued)	Principal Amount (000's)	Value (000's)
Forest Products & Paper (continued)		
NewPage Corp, Term Loan B 0.00%, 02/05/2021 ^{(c),(g)}	\$ 115	\$ 16
		<u>\$ 311</u>
Healthcare - Products - 0.05%		
Kinetic Concepts Inc, Term Loan F1 5.00%, 11/04/2020 ^(c)	62	61
Mallinckrodt International Finance SA, Term Loan B 3.25%, 03/19/2021 ^(c)	84	83
		<u>\$ 144</u>
Healthcare - Services - 0.20%		
Acadia Healthcare Co Inc, Term Loan B2 4.39%, 02/04/2023 ^(c)	55	54
DaVita HealthCare Partners Inc, Term Loan B 3.50%, 06/18/2021 ^(c)	44	44
Lantheus Medical Imaging Inc, Term Loan B 7.00%, 06/24/2022 ^(c)	228	201
MPH Acquisition Holdings LLC, Term Loan B 5.00%, 05/25/2023 ^(c)	170	170
Radnet Management Inc, Term Loan B 4.35%, 10/10/2018 ^(c)	14	14
	130	124
		<u>\$ 607</u>
Insurance - 0.05%		
Asurion LLC, Term Loan 8.50%, 02/19/2021 ^(c)	65	62
Asurion LLC, Term Loan B1 5.00%, 05/24/2019 ^(c)	32	32
Asurion LLC, Term Loan B2 4.25%, 06/19/2020 ^(c)	51	49
		<u>\$ 143</u>
Internet - 0.03%		
Zayo Group LLC, Term Loan B 3.75%, 05/06/2021 ^(c)	81	81
Investment Companies - 0.04%		
Frank Russell Co, Term Loan B 6.75%, 05/10/2023 ^(c)	125	120
Lodging - 0.03%		
Hilton Worldwide Finance LLC, Term Loan B 3.50%, 09/23/2020 ^(c)	95	95
Media - 0.05%		
Numericable US LLC, Term Loan B 5.00%, 01/08/2024 ^(c)	50	50
Univision Communications Inc, Term Loan C3 4.00%, 03/01/2020 ^(c)	24	24
Univision Communications Inc, Term Loan C4 4.00%, 03/01/2020 ^(c)	74	73
WideOpenWest Finance LLC, Term Loan B 4.50%, 04/01/2019 ^(c)	19	19
		<u>\$ 166</u>
Mining - 0.03%		
FMG Resources August 2006 Pty Ltd, Term Loan B 4.25%, 06/30/2019 ^(c)	97	92
Oil & Gas - 0.04%		
Drillships Financing Holding Inc, Term Loan B1 6.00%, 03/31/2021 ^(c)	67	26

Schedule of Investments
Core Plus Bond Account
June 30, 2016 (unaudited)

SENIOR FLOATING RATE INTERESTS (continued)	Principal Amount (000's)	Value (000's)
Oil & Gas (continued)		
EP Energy LLC, Term Loan B3 3.50%, 05/24/2018 ^(c)	\$ 40	\$ 35
Seadrill Operating LP, Term Loan B 4.00%, 02/12/2021 ^(c)	131	58
	<u>\$</u>	<u>119</u>
Oil & Gas Services - 0.09%		
Navios Maritime Midstream Partners LP, Term Loan B 5.36%, 06/15/2020 ^(c)	267	255
Seventy Seven Operating LLC, Term Loan B 3.75%, 06/17/2021 ^(c)	29	25
	<u>\$</u>	<u>280</u>
Packaging & Containers - 0.03%		
Berry Plastics Group Inc, Term Loan H 3.75%, 10/01/2022 ^(c)	39	38
SIG Combibloc PurchaseCo Sarl, Term Loan B 4.25%, 03/11/2022 ^(c)	54	54
	<u>\$</u>	<u>92</u>
Pharmaceuticals - 0.11%		
DPx Holdings BV, Term Loan B 4.25%, 01/22/2021 ^(c)	63	61
Endo Luxembourg Finance Co I Sarl, Term Loan B 3.75%, 06/24/2022 ^(c)	45	44
Grifols Worldwide Operations USA Inc, Term Loan B 3.46%, 03/05/2021 ^(c)	83	82
Valeant Pharmaceuticals International Inc, Term Loan BE1 4.75%, 08/05/2020 ^(c)	105	102
Valeant Pharmaceuticals International Inc, Term Loan BF1 5.00%, 04/01/2022 ^(c)	48	47
	<u>\$</u>	<u>336</u>
REITS - 0.08%		
iStar Inc, Term Loan B 5.50%, 07/01/2020 ^(c)	240	239
MGM Growth Properties Operating Partnership LP, Term Loan B 4.00%, 04/07/2023 ^(c)	10	10
	<u>\$</u>	<u>249</u>
Retail - 0.16%		
Academy Ltd, Term Loan B 5.00%, 06/16/2022 ^(c)	106	99
Dollar Tree Inc, Term Loan B2 4.18%, 07/06/2022 ^(c)	130	130
JC Penney Corp Inc 5.25%, 06/09/2023 ^(c)	45	45
KFC Holding Co 0.00%, 06/02/2023 ^{(c),(i)}	60	60
Michaels Stores Inc, Term Loan B2 4.00%, 01/20/2028 ^(c)	80	80
PetSmart Inc, Term Loan B 4.25%, 03/11/2022 ^(c)	94	93
	<u>\$</u>	<u>507</u>
Semiconductors - 0.06%		
Avago Technologies Cayman Finance Ltd, Term Loan B1 4.25%, 11/11/2022 ^(c)	85	85
NXP BV, Term Loan B 3.75%, 11/05/2020 ^(c)	91	91
	<u>\$</u>	<u>176</u>
Software - 0.05%		
Activision Blizzard Inc, Term Loan B 3.25%, 07/26/2020 ^(c)	6	6
Evergreen Skills Lux Sarl, Term Loan 3.75%, 04/08/2021 ^(c)	59	59

SENIOR FLOATING RATE INTERESTS (continued)	Principal Amount (000's)	Value (000's)
Software (continued)		
First Data Corp, Term Loan B 4.20%, 07/08/2022 ^(c)	\$ 60	\$ 59
4.45%, 03/24/2021 ^(c)	20	20
	<u>\$</u>	<u>144</u>
Trucking & Leasing - 0.03%		
Fly Funding II Sarl, Term Loan 3.50%, 08/09/2019 ^(c)	80	79
TOTAL SENIOR FLOATING RATE INTERESTS		<u>\$ 5,927</u>
U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS - 36.94%		
Federal Home Loan Mortgage Corporation (FHLMC) - 4.41%		
2.75%, 02/01/2037 ^(c)	\$ 24	\$ 25
2.86%, 02/01/2034 ^(c)	3	4
3.00%, 11/01/2042	440	461
3.00%, 03/01/2043	1,919	2,022
3.50%, 10/01/2045	815	871
3.50%, 07/01/2046 ⁽ⁱ⁾	800	843
4.00%, 02/01/2044	530	574
4.00%, 10/01/2044	746	807
4.00%, 01/01/2045	702	760
4.00%, 01/01/2046	1,469	1,576
4.50%, 07/01/2024	44	48
4.50%, 12/01/2043	1,803	1,987
4.50%, 09/01/2044	426	468
5.00%, 05/01/2018	67	68
5.00%, 06/01/2031	204	227
5.00%, 10/01/2035	72	80
5.00%, 06/01/2041	2,012	2,255
6.00%, 03/01/2031	17	19
6.00%, 06/01/2032	38	43
6.00%, 10/01/2032	24	27
6.00%, 01/01/2038	112	131
6.50%, 03/01/2029	6	7
6.50%, 05/01/2029	8	10
6.50%, 04/01/2031	4	4
6.50%, 02/01/2032	8	9
6.50%, 05/01/2032	7	9
6.50%, 05/01/2032	8	9
6.50%, 04/01/2035	12	14
7.00%, 12/01/2029	22	24
7.00%, 06/01/2030	4	5
7.00%, 12/01/2030	4	4
7.00%, 01/01/2031	1	1
7.00%, 01/01/2031	3	4
7.00%, 02/01/2031	1	2
7.00%, 12/01/2031	35	37
7.50%, 04/01/2030	5	6
7.50%, 09/01/2030	2	2
7.50%, 03/01/2031	14	16
8.00%, 09/01/2030	37	39
	<u>\$</u>	<u>13,498</u>
Federal National Mortgage Association (FNMA) - 13.70%		
2.43%, 07/01/2034 ^(c)	3	3
2.50%, 03/01/2030	871	904
2.50%, 07/01/2031 ⁽ⁱ⁾	5,880	6,083
3.00%, 10/01/2030	2,334	2,462
3.00%, 07/01/2031 ⁽ⁱ⁾	750	786
3.00%, 03/01/2034	582	614
3.00%, 11/01/2042	1,078	1,132
3.00%, 05/01/2043	266	279
3.00%, 07/01/2046 ⁽ⁱ⁾	1,450	1,505
3.50%, 04/01/2030	639	687
3.50%, 08/01/2034	706	751
3.50%, 01/01/2041	64	68
3.50%, 11/01/2042	1,275	1,346
3.50%, 07/01/2043	1,329	1,421
3.50%, 07/01/2043	517	553
3.50%, 09/01/2044	3,053	3,264
3.50%, 11/01/2044	2,492	2,660

See accompanying notes.

Schedule of Investments
Core Plus Bond Account
June 30, 2016 (unaudited)

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal National Mortgage Association (FNMA) (continued)		
3.50%, 07/01/2045 ⁽ⁱ⁾	\$ 3,825	\$ 4,036
4.00%, 10/01/2019	36	37
4.00%, 08/01/2020	180	187
4.00%, 03/01/2034	680	740
4.00%, 11/01/2040	2,219	2,421
4.00%, 09/01/2043	974	1,056
4.00%, 06/01/2044	450	486
4.00%, 05/01/2045	700	757
4.00%, 12/01/2045	1,232	1,326
4.50%, 07/01/2025	89	95
4.50%, 11/01/2040	1,354	1,493
4.50%, 09/01/2041	378	415
4.50%, 12/01/2044	268	293
5.00%, 02/01/2035	264	297
5.00%, 06/01/2040	23	26
5.00%, 10/01/2041	353	394
5.00%, 01/01/2042	367	413
5.50%, 06/01/2019	26	27
5.50%, 07/01/2019	15	16
5.50%, 07/01/2019	7	7
5.50%, 08/01/2019	4	4
5.50%, 08/01/2019	21	22
5.50%, 10/01/2019	31	32
5.50%, 10/01/2019	40	43
5.50%, 12/01/2022	35	39
5.50%, 07/01/2033	405	459
5.50%, 04/01/2035	40	45
5.50%, 08/01/2036	805	907
5.50%, 02/01/2037	14	16
5.50%, 05/01/2040	68	77
6.00%, 05/01/2031	4	5
6.00%, 07/01/2035	253	292
6.00%, 02/01/2037	208	237
6.00%, 02/01/2038	104	121
6.50%, 03/01/2032	11	12
6.50%, 07/01/2037	49	59
6.50%, 07/01/2037	70	85
6.50%, 02/01/2038	54	66
6.50%, 03/01/2038	28	32
6.50%, 09/01/2038	282	333
7.00%, 02/01/2032	17	18
	<u>\$ 41,944</u>	

Government National Mortgage Association (GNMA) - 6.41%

1.50%, 07/20/2043 ^(c)	371	380
3.00%, 02/15/2043	630	660
3.00%, 07/20/2044	967	1,013
3.00%, 01/20/2046	682	714
3.00%, 07/01/2046	2,900	3,032
3.50%, 10/15/2042	76	81
3.50%, 07/01/2046	5,450	5,784
4.00%, 02/15/2042	249	271
4.00%, 07/01/2045 ⁽ⁱ⁾	2,750	2,955
4.00%, 02/20/2046	624	668
4.50%, 09/15/2039	888	978
4.50%, 11/15/2040	213	237
4.50%, 07/20/2045	694	745
5.00%, 02/15/2034	407	460
5.00%, 10/15/2034	145	164
5.00%, 10/20/2039	91	101
5.00%, 07/20/2040	47	52
5.00%, 02/15/2042	166	186
5.50%, 12/20/2033	200	226
5.50%, 05/20/2035	22	25
6.00%, 01/20/2029	37	43
6.00%, 07/20/2029	6	8
6.00%, 12/15/2033	35	41
6.00%, 12/20/2036	113	131
6.50%, 03/20/2028	6	7
6.50%, 05/20/2029	5	7
6.50%, 12/15/2032	517	595
7.00%, 03/15/2031	14	16

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Government National Mortgage Association (GNMA) (continued)		
7.50%, 05/15/2029	\$ 18	\$ 18
8.00%, 12/15/2030	9	11
	<u>\$ 19,609</u>	
U.S. Treasury - 11.33%		
0.50%, 11/30/2016	445	445
0.63%, 08/15/2016	910	911
0.88%, 04/30/2017 ^(k)	850	853
0.88%, 07/15/2018	1,125	1,131
1.00%, 08/31/2016	300	300
1.38%, 01/31/2020	5,825	5,936
1.38%, 03/31/2020	250	255
1.38%, 04/30/2020	300	306
1.75%, 09/30/2019 ^(l)	4,800	4,950
1.75%, 04/30/2022	60	62
1.88%, 11/30/2021	2,550	2,655
2.00%, 05/31/2021	720	754
2.00%, 10/31/2021	540	566
2.00%, 02/15/2025	1,300	1,360
2.13%, 05/15/2025	750	792
2.63%, 01/31/2018	1,700	1,755
2.75%, 08/15/2042	210	231
2.88%, 08/15/2045	675	758
3.00%, 11/15/2044	1,450	1,667
3.00%, 05/15/2045	190	218
3.00%, 11/15/2045	2,000	2,300
3.13%, 02/15/2042	590	697
3.13%, 08/15/2044	70	82
3.75%, 11/15/2043	1,500	1,979
4.75%, 02/15/2037	2,500	3,719
	<u>\$ 34,682</u>	
U.S. Treasury Inflation-Indexed Obligations - 1.09%		
0.13%, 04/15/2019	163	167
0.13%, 01/15/2022	359	366
0.25%, 01/15/2025	2,753	2,795
	<u>\$ 3,328</u>	
TOTAL U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS		
	<u>\$ 113,061</u>	
Total Investments		
	<u>\$ 329,855</u>	
Other Assets and Liabilities - (7.78)%		
	<u>\$ (23,804)</u>	
TOTAL NET ASSETS - 100.00%		
	<u>\$ 306,051</u>	

- (a) *Perpetual security. Perpetual securities pay an indefinite stream of interest, but they may be called by the issuer at an earlier date.*
- (b) *Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At the end of the period, the value of these securities totaled \$37,742 or 12.33% of net assets.*
- (c) *Variable Rate. Rate shown is in effect at June 30, 2016.*
- (d) *Security is an Interest Only Strip.*
- (e) *Security purchased on a when-issued basis.*
- (f) *Fair value of these investments is determined in good faith by the Manager under procedures established and periodically reviewed by the Board of Directors. At the end of the period, the fair value of these securities totaled \$457 or 0.15% of net assets.*
- (g) *Non-Income Producing Security*
- (h) *Payment in kind; the issuer has the option of paying additional securities in lieu of cash.*
- (i) *This Senior Floating Rate Note will settle after June 30, 2016, at which time the interest rate will be determined.*
- (j) *Security was purchased in a "to-be-announced" ("TBA") transaction. See Notes to Financial Statements for additional information.*
- (k) *Security or a portion of the security was pledged to cover margin requirements for futures contracts. At the end of the period, the value of these securities totaled \$362 or 0.12% of net assets.*
- (l) *Security or a portion of the security was pledged to cover margin requirements for swap and/or swaption contracts. At the end of the period, the value of these securities totaled \$794 or 0.26% of net assets.*

**Schedule of Investments
Core Plus Bond Account
June 30, 2016 (unaudited)**

Portfolio Summary (unaudited)

Sector	Percent
Mortgage Securities	31.92%
Government	13.28%
Financial	12.76%
Asset Backed Securities	12.40%
Consumer, Non-cyclical	7.47%
Investment Companies	6.08%
Communications	5.28%
Consumer, Cyclical	4.59%
Energy	4.26%
Industrial	3.27%
Utilities	3.20%
Basic Materials	1.66%
Technology	1.58%
Diversified	0.03%
Other Assets and Liabilities	(7.78)%
TOTAL NET ASSETS	100.00%

Exchange Cleared Credit Default Swaps

Buy Protection							
Reference Entity	(Pay)/ Receive Fixed Rate	Expiration Date	Notional Amount	Upfront Premiums Paid/(Received)	Unrealized Appreciation/ (Depreciation)	Fair Value	
CDX.HY.26	(5.00)%	06/20/2021	\$ 3,500	(98)	\$ (14)	\$ (112)	
CDX.NA.HY.25	(5.00)%	12/20/2020	4,356	19	(200)	(181)	
CDX.NA.HY.25	(5.00)%	12/20/2020	4,356	(13)	(168)	(181)	
Total				\$ (92)	\$ (382)	\$ (474)	

Amounts in thousands

Futures Contracts

Type	Long/Short	Contracts	Notional Value	Fair Value	Unrealized Appreciation/(Depreciation)
US 10 Year Ultra Note; September 2016	Long	22	\$ 3,097	\$ 3,205	\$ 108
US 2 Year Note; September 2016	Short	25	5,445	5,483	(38)
US 5 Year Note; September 2016	Long	66	7,924	8,063	139
US Long Bond; September 2016	Long	13	2,122	2,240	118
US Ultra Bond; September 2016	Long	22	3,829	4,100	271
Total					\$ 598

Amounts in thousands except contracts

Schedule of Investments
Diversified Balanced Account
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 100.03%	Shares Held	Value (000's)
Principal Funds, Inc. Institutional Class - 14.55%		
International Equity Index Fund ^(a)	8,126,932	\$ 71,761
MidCap S&P 400 Index Fund ^(a)	2,258,691	42,599
SmallCap S&P 600 Index Fund ^(a)	1,856,979	42,525
		<u>\$ 156,885</u>
Principal Variable Contracts Funds, Inc. Class 1 - 85.48%		
Bond Market Index Account ^(a)	50,931,240	546,492
LargeCap S&P 500 Index Account ^(a)	25,143,863	375,649
		<u>\$ 922,141</u>
TOTAL INVESTMENT COMPANIES		<u>\$ 1,079,026</u>
Total Investments		<u>\$ 1,079,026</u>
Other Assets and Liabilities - (0.03)%		<u>\$ (273)</u>
TOTAL NET ASSETS - 100.00%		<u>\$ 1,078,753</u>

(a) *Affiliated Security. Please see Affiliated Sub-Schedule for transactional information.*

Portfolio Summary (unaudited)

Fund Type	Percent
Fixed Income Funds	50.66%
Domestic Equity Funds	42.71%
International Equity Funds	6.66%
Other Assets and Liabilities	(0.03)%
TOTAL NET ASSETS	<u>100.00%</u>

Affiliated Securities	December 31, 2015		December 31, 2015		Purchases		Purchases		Sales		Sales		June 30, 2016		June 30, 2016	
	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Proceeds	Shares	Proceeds	Shares	Cost	Shares	Cost
Bond Market Index Account	50,813,812	\$ 511,814	4,103,149	\$ 43,068	3,985,721	\$ 41,413	50,931,240	\$ 513,466					50,931,240	\$ 513,466		
International Equity Index Fund	7,867,228	77,275	975,921	8,394	716,217	6,322	8,126,932	79,335					8,126,932	79,335		
LargeCap S&P 500 Index Account	24,934,691	242,039	1,952,956	26,862	1,743,784	25,045	25,143,863	244,387					25,143,863	244,387		
MidCap S&P 400 Index Fund	2,342,483	35,165	224,551	3,717	308,343	5,509	2,258,691	33,383					2,258,691	33,383		
SmallCap S&P 600 Index Fund	1,892,320	33,588	222,563	4,542	257,904	5,662	1,856,979	32,461					1,856,979	32,461		
		<u>\$ 899,881</u>		<u>\$ 86,583</u>		<u>\$ 83,951</u>										<u>\$ 903,032</u>

	Income		Realized Gain/Loss on Investments		Realized Gain from Capital Gain Distributions	
	\$	—	\$	(3)	\$	—
Bond Market Index Account	\$	—	\$	(3)	\$	—
International Equity Index Fund		—		(12)		—
LargeCap S&P 500 Index Account		—		531		—
MidCap S&P 400 Index Fund		—		10		—
SmallCap S&P 600 Index Fund		—		(7)		—
	<u>\$</u>	<u>—</u>	<u>\$</u>	<u>519</u>	<u>\$</u>	<u>—</u>

Amounts in thousands except shares

Schedule of Investments
Diversified Balanced Managed Volatility Account
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 100.03%	Shares Held	Value (000's)
Principal Funds, Inc. Institutional Class - 14.54%		
International Equity Index Fund ^(a)	1,165,613	\$ 10,292
MidCap S&P 400 Index Fund ^(a)	323,974	6,110
SmallCap S&P 600 Index Fund ^(a)	266,356	6,100
		<u>\$ 22,502</u>
Principal Variable Contracts Funds, Inc. Class 1 - 85.49%		
Bond Market Index Account ^(a)	7,305,775	78,391
LargeCap S&P 500 Managed Volatility Index Account ^(a)	4,640,716	53,925
		<u>\$ 132,316</u>
TOTAL INVESTMENT COMPANIES		<u>\$ 154,818</u>
Total Investments		<u>\$ 154,818</u>
Other Assets and Liabilities - (0.03)%		<u>\$ (43)</u>
TOTAL NET ASSETS - 100.00%		<u>\$ 154,775</u>

(a) *Affiliated Security. Please see Affiliated Sub-Schedule for transactional information.*

Portfolio Summary (unaudited)

Fund Type	Percent
Fixed Income Funds	50.65%
Domestic Equity Funds	42.73%
International Equity Funds	6.65%
Other Assets and Liabilities	(0.03)%
TOTAL NET ASSETS	<u>100.00%</u>

Affiliated Securities	December 31, 2015		December 31, 2015		Sales		Sales		June 30, 2016		June 30, 2016	
	Shares	Cost	Shares	Cost	Shares	Proceeds	Shares	Cost	Shares	Cost		
Bond Market Index Account	6,817,647	\$ 69,933	999,484	\$ 10,469	511,356	\$ 5,306	7,305,775	\$ 75,095				
International Equity Index Fund	1,055,620	10,691	211,350	1,830	101,357	894	1,165,613	11,629				
LargeCap S&P 500 Managed Volatility Index Account	4,281,462	47,120	621,602	6,820	262,348	2,932	4,640,716	51,008				
MidCap S&P 400 Index Fund	314,314	6,082	53,101	901	43,441	773	323,974	6,212				
SmallCap S&P 600 Index Fund	253,917	6,107	48,887	1,015	36,448	798	266,356	6,325				
		<u>\$ 139,933</u>		<u>\$ 21,035</u>		<u>\$ 10,703</u>		<u>\$ 150,269</u>				

	Income		Realized Gain/Loss on Investments		Realized Gain from Capital Gain Distributions	
	\$	\$	\$	\$	\$	\$
Bond Market Index Account	—	—	(1)	—	—	—
International Equity Index Fund	—	—	2	—	—	—
LargeCap S&P 500 Managed Volatility Index Account	—	—	—	—	—	—
MidCap S&P 400 Index Fund	—	—	2	—	—	—
SmallCap S&P 600 Index Fund	—	—	1	—	—	—
	<u>\$ —</u>	<u>\$ —</u>	<u>4</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>

Amounts in thousands except shares

Schedule of Investments
Diversified Growth Account
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 100.02%	Shares Held	Value (000's)
Principal Funds, Inc. Institutional Class - 19.45%		
International Equity Index Fund ^(a)	36,755,414	\$ 324,550
MidCap S&P 400 Index Fund ^(a)	8,936,322	168,539
SmallCap S&P 600 Index Fund ^(a)	7,346,975	168,246
		<u>\$ 661,335</u>
Principal Variable Contracts Funds, Inc. Class 1 - 80.57%		
Bond Market Index Account ^(a)	112,818,512	1,210,543
LargeCap S&P 500 Index Account ^(a)	102,318,548	1,528,639
		<u>\$ 2,739,182</u>
TOTAL INVESTMENT COMPANIES		<u>\$ 3,400,517</u>
Total Investments		<u>\$ 3,400,517</u>
Other Assets and Liabilities - (0.02)%		<u>\$ (845)</u>
TOTAL NET ASSETS - 100.00%		<u>\$ 3,399,672</u>

(a) *Affiliated Security. Please see Affiliated Sub-Schedule for transactional information.*

Portfolio Summary (unaudited)

Fund Type	Percent
Domestic Equity Funds	54.87%
Fixed Income Funds	35.61%
International Equity Funds	9.54%
Other Assets and Liabilities	(0.02)%
TOTAL NET ASSETS	<u>100.00%</u>

Affiliated Securities	December 31, 2015		December 31, 2015		Purchases		Purchases		Sales		Sales		June 30, 2016		June 30, 2016	
	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Proceeds	Shares	Proceeds	Shares	Cost	Shares	Cost		
Bond Market Index Account	110,605,381	\$ 1,116,309	11,654,247	\$ 122,290	9,441,116	\$ 97,960	112,818,512	\$ 1,140,603								
International Equity Index Fund	34,947,810	351,945	4,049,083	34,855	2,241,479	19,830	36,755,414	366,933								
LargeCap S&P 500 Index Account	99,688,722	1,086,447	6,818,049	94,177	4,188,223	60,135	102,318,548	1,120,385								
MidCap S&P 400 Index Fund	9,105,130	147,871	780,916	12,978	949,724	16,993	8,936,322	143,868								
SmallCap S&P 600 Index Fund	7,355,404	144,123	791,460	16,210	799,889	17,624	7,346,975	142,714								
		<u>\$ 2,846,695</u>		<u>\$ 280,510</u>		<u>\$ 212,542</u>		<u>\$ 2,914,503</u>								

	Income		Realized Gain/Loss on Investments		Realized Gain from Capital Gain Distributions	
	\$	—	\$	(36)	\$	—
Bond Market Index Account	\$	—	\$	(36)	\$	—
International Equity Index Fund	—	—	—	(37)	—	—
LargeCap S&P 500 Index Account	—	—	—	(104)	—	—
MidCap S&P 400 Index Fund	—	—	—	12	—	—
SmallCap S&P 600 Index Fund	—	—	—	5	—	—
	<u>\$</u>	<u>—</u>	<u>\$</u>	<u>(160)</u>	<u>\$</u>	<u>—</u>

Amounts in thousands except shares

Schedule of Investments
Diversified Growth Managed Volatility Account
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 100.03%	Shares Held	Value (000's)
Principal Funds, Inc. Institutional Class - 19.45%		
International Equity Index Fund ^(a)	3,107,157	\$ 27,436
MidCap S&P 400 Index Fund ^(a)	755,409	14,247
SmallCap S&P 600 Index Fund ^(a)	621,064	14,223
		<u>\$ 55,906</u>
Principal Variable Contracts Funds, Inc. Class 1 - 80.58%		
Bond Market Index Account ^(a)	9,536,110	102,321
LargeCap S&P 500 Managed Volatility Index Account ^(a)	11,129,050	129,320
		<u>\$ 231,641</u>
TOTAL INVESTMENT COMPANIES		<u>\$ 287,547</u>
Total Investments		<u>\$ 287,547</u>
Other Assets and Liabilities - (0.03)%		<u>\$ (75)</u>
TOTAL NET ASSETS - 100.00%		<u>\$ 287,472</u>

(a) *Affiliated Security. Please see Affiliated Sub-Schedule for transactional information.*

Portfolio Summary (unaudited)

Fund Type	Percent
Domestic Equity Funds	54.90%
Fixed Income Funds	35.59%
International Equity Funds	9.54%
Other Assets and Liabilities	(0.03)%
TOTAL NET ASSETS	<u>100.00%</u>

Affiliated Securities	December 31, 2015		December 31, 2015		Sales		Sales		June 30, 2016		June 30, 2016	
	Shares	Cost	Shares	Cost	Shares	Proceeds	Shares	Cost	Shares	Cost		
Bond Market Index Account	8,723,872	\$ 89,404	1,556,395	\$ 16,319	744,157	\$ 7,718	9,536,110	\$ 98,005				
International Equity Index Fund	2,756,555	28,002	553,560	4,802	202,958	1,789	3,107,157	31,017				
LargeCap S&P 500 Managed Volatility Index Account	10,062,306	110,845	1,448,275	15,972	381,531	4,248	11,129,050	122,568				
MidCap S&P 400 Index Fund	718,180	13,911	120,106	2,053	82,877	1,476	755,409	14,494				
SmallCap S&P 600 Index Fund	580,172	13,984	110,860	2,316	69,968	1,536	621,064	14,763				
		<u>\$ 256,146</u>		<u>\$ 41,462</u>		<u>\$ 16,767</u>		<u>\$ 280,847</u>				

	Income		Realized Gain/Loss on Investments		Realized Gain from Capital Gain Distributions	
	\$	\$	\$	\$	\$	\$
Bond Market Index Account	—	—	—	—	—	—
International Equity Index Fund	—	—	—	2	—	—
LargeCap S&P 500 Managed Volatility Index Account	—	—	—	(1)	—	—
MidCap S&P 400 Index Fund	—	—	—	6	—	—
SmallCap S&P 600 Index Fund	—	—	—	(1)	—	—
	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>6</u>	<u>\$</u>	<u>—</u>

Amounts in thousands except shares

Schedule of Investments
Diversified Income Account
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 100.03%	Shares Held	Value (000's)
Principal Funds, Inc. Institutional Class - 9.68%		
International Equity Index Fund ^(a)	977,442	\$ 8,631
MidCap S&P 400 Index Fund ^(a)	356,666	6,727
SmallCap S&P 600 Index Fund ^(a)	293,235	6,715
		<u>\$ 22,073</u>
Principal Variable Contracts Funds, Inc. Class 1 - 90.35%		
Bond Market Index Account ^(a)	13,941,967	149,597
LargeCap S&P 500 Index Account ^(a)	3,781,446	56,495
		<u>\$ 206,092</u>
TOTAL INVESTMENT COMPANIES		<u>\$ 228,165</u>
Total Investments		<u>\$ 228,165</u>
Other Assets and Liabilities - (0.03)%		<u>\$ (61)</u>
TOTAL NET ASSETS - 100.00%		<u>\$ 228,104</u>

(a) *Affiliated Security. Please see Affiliated Sub-Schedule for transactional information.*

Portfolio Summary (unaudited)

Fund Type	Percent
Fixed Income Funds	65.58%
Domestic Equity Funds	30.67%
International Equity Funds	3.78%
Other Assets and Liabilities	(0.03)%
TOTAL NET ASSETS	<u>100.00%</u>

Affiliated Securities	December 31, 2015		December 31, 2015		Purchases		Purchases		Sales		Sales		June 30, 2016		June 30, 2016	
	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Proceeds	Shares	Proceeds	Shares	Cost	Shares	Cost		
Bond Market Index Account	12,714,521	\$ 129,365	2,294,518	\$ 24,058	1,067,072	\$ 11,130	13,941,967	\$ 142,299								
International Equity Index Fund	865,340	8,768	230,849	1,994	118,747	1,047	977,442	9,716								
LargeCap S&P 500 Index Account	3,428,317	41,108	744,866	10,399	391,737	5,635	3,781,446	45,872								
MidCap S&P 400 Index Fund	338,175	5,822	78,977	1,342	60,486	1,081	356,666	6,084								
SmallCap S&P 600 Index Fund	273,191	5,787	70,533	1,466	50,489	1,105	293,235	6,145								
		<u>\$ 190,850</u>		<u>\$ 39,259</u>		<u>\$ 19,998</u>		<u>\$ 210,116</u>								

	Income		Realized Gain/Loss on Investments		Realized Gain from Capital Gain Distributions	
	\$	—	\$	6	\$	—
Bond Market Index Account	\$	—	\$	6	\$	—
International Equity Index Fund	—	—	—	1	—	—
LargeCap S&P 500 Index Account	—	—	—	—	—	—
MidCap S&P 400 Index Fund	—	—	—	1	—	—
SmallCap S&P 600 Index Fund	—	—	—	(3)	—	—
	<u>\$</u>	<u>—</u>	<u>\$</u>	<u>5</u>	<u>\$</u>	<u>—</u>

Amounts in thousands except shares

Schedule of Investments
Diversified International Account
June 30, 2016 (unaudited)

COMMON STOCKS - 98.94%	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Advertising - 0.95%			Chemicals (continued)		
WPP PLC	115,051	\$ 2,398	Givaudan SA	594	\$ 1,196
Aerospace & Defense - 0.78%			Lonza Group AG ^(a)	10,912	1,812
Safran SA	12,605	849			<u>\$ 4,182</u>
Thales SA	13,565	1,126	Commercial Services - 1.59%		
		<u>\$ 1,975</u>	Ashtead Group PLC	48,988	700
Agriculture - 2.65%			Brookfield Business Partners LP ^(a)	1,806	34
British American Tobacco PLC	53,577	3,473	Kroton Educacional SA	187,000	790
Imperial Brands PLC	23,270	1,262	New Oriental Education & Technology Group Inc ADR	14,468	606
KT&G Corp	16,604	1,967	Ritchie Bros Auctioneers Inc	17,800	601
		<u>\$ 6,702</u>	TAL Education Group ADR ^(a)	20,671	1,283
Airlines - 0.47%					<u>\$ 4,014</u>
Ryanair Holdings PLC ADR	16,952	1,179	Computers - 0.80%		
Apparel - 0.60%			Capgemini SA	15,262	1,317
Adidas AG	10,481	1,505	CGI Group Inc ^(a)	16,400	701
Automobile Manufacturers - 3.65%					<u>\$ 2,018</u>
Fuji Heavy Industries Ltd	63,100	2,169	Cosmetics & Personal Care - 0.68%		
Maruti Suzuki India Ltd	20,640	1,283	Svenska Cellulosa AB SCA	53,588	1,722
Renault SA	20,048	1,514	Distribution & Wholesale - 0.73%		
Tata Motors Ltd ADR	20,912	725	ITOCHU Corp	108,000	1,321
Toyota Motor Corp	71,563	3,528	Mitsubishi Corp	30,300	534
		<u>\$ 9,219</u>			<u>\$ 1,855</u>
Automobile Parts & Equipment - 1.35%			Diversified Financial Services - 1.64%		
Bridgestone Corp	26,603	855	Euronext NV ^(c)	10,676	392
Continental AG	7,919	1,498	Intermediate Capital Group PLC	68,523	449
Toyota Industries Corp	26,600	1,058	Macquarie Group Ltd	18,527	964
		<u>\$ 3,411</u>	ORIX Corp	139,400	1,804
Banks - 10.88%			Zenkoku Hoshu Co Ltd	14,800	541
Axis Bank Ltd	144,921	1,152			<u>\$ 4,150</u>
Bancolumbia SA ADR	12,113	423	Electric - 2.53%		
Bangkok Bank PCL	105,700	489	Enel SpA	361,443	1,604
Bank of Ireland ^(a)	3,029,337	625	Iberdrola SA	341,998	2,333
Bank of Montreal	23,367	1,482	Korea Electric Power Corp	46,917	2,463
Bank of Nova Scotia/The	36,000	1,764			<u>\$ 6,400</u>
Bank Rakyat Indonesia Persero Tbk PT	874,400	719	Electrical Components & Equipment - 0.31%		
Barclays Africa Group Ltd	114,309	1,121	Prysmian SpA	35,729	784
BNP Paribas SA	55,050	2,414	Electronics - 1.88%		
Credicorp Ltd	4,906	757	Hon Hai Precision Industry Co Ltd	977,996	2,519
Danske Bank A/S	52,566	1,384	Hoya Corp	44,996	1,607
Erste Group Bank AG	31,894	726	Yokogawa Electric Corp	54,600	616
HDFC Bank Ltd ^(b)	15,377	312			<u>\$ 4,742</u>
HDFC Bank Ltd ADR	11,200	743	Energy - Alternate Sources - 0.59%		
Mediobanca SpA	137,967	795	Vestas Wind Systems A/S	21,913	1,489
Mitsubishi UFJ Financial Group Inc	602,949	2,703	Engineering & Construction - 2.93%		
Royal Bank of Canada	38,459	2,273	Aena SA ^(c)	7,408	982
Siam Commercial Bank PCL/The ^(b)	130,500	519	Eiffage SA	18,798	1,336
Skandinaviska Enskilda Banken AB	138,671	1,211	Obayashi Corp	97,500	1,038
Societe Generale SA	14,036	439	Promotora y Operadora de Infraestructura	57,493	708
Sumitomo Mitsui Trust Holdings Inc	291,000	947	SAB de CV		
Toronto-Dominion Bank/The	80,308	3,449	Skanska AB	40,506	848
Yes Bank Ltd	64,646	1,065	Vinci SA	35,457	2,502
		<u>\$ 27,512</u>			<u>\$ 7,414</u>
Beverages - 0.51%			Entertainment - 0.20%		
Ambev SA	217,700	1,291	Paddy Power Betfair PLC	4,826	508
Biotechnology - 1.15%			Food - 3.09%		
CSL Ltd	14,700	1,240	Delhaize Group	19,767	2,088
Genmab A/S ^(a)	9,182	1,674	Greencore Group PLC	114,637	472
		<u>\$ 2,914</u>	Gruma SAB de CV	40,703	586
Building Materials - 1.25%			Jeronimo Martins SGPS SA	34,954	551
CRH PLC	74,655	2,176	Koninklijke Ahold NV	22,830	504
Kingspan Group PLC	44,647	972	Nestle SA	38,369	2,973
		<u>\$ 3,148</u>			
Chemicals - 1.65%					
Evonik Industries AG	39,379	1,174			

See accompanying notes.

Schedule of Investments
Diversified International Account
June 30, 2016 (unaudited)

COMMON STOCKS (continued)	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Food (continued)			Media - 0.43%		
Uni-President Enterprises Corp	327,280	\$ 646	ProSiebenSat.1 Media SE	24,896	\$ 1,089
		\$ 7,820			
Food Service - 0.44%			Mining - 1.06%		
Compass Group PLC	59,107	1,125	Kinross Gold Corp ^(a)	273,800	1,343
			Yamana Gold Inc	254,700	1,325
					\$ 2,668
Forest Products & Paper - 0.94%			Miscellaneous Manufacturers - 0.70%		
Mondi PLC	66,474	1,244	FUJIFILM Holdings Corp	45,580	1,769
UPM-Kymmene OYJ	61,824	1,136			
		\$ 2,380			
Gas - 0.79%			Oil & Gas - 4.72%		
National Grid PLC	135,014	1,985	Bharat Petroleum Corp Ltd	58,018	923
			Caltex Australia Ltd	36,889	889
			Canadian Natural Resources Ltd	44,600	1,376
			Cenovus Energy Inc	44,729	619
			China Petroleum & Chemical Corp	1,106,000	799
			Lukoil PJSC ADR	37,427	1,566
			Royal Dutch Shell PLC - A Shares	11,256	309
			Seven Generations Energy Ltd ^(a)	38,900	743
			Statoil ASA	95,207	1,645
			TOTAL SA	63,759	3,058
					\$ 11,927
Holding Companies - Diversified - 0.99%			Oil & Gas Services - 0.24%		
CK Hutchison Holdings Ltd	104,011	1,144	Technip SA	11,281	611
Wharf Holdings Ltd/The	224,000	1,367			
		\$ 2,511			
Home Builders - 2.22%			Pharmaceuticals - 6.39%		
Barratt Developments PLC	223,029	1,212	Actelion Ltd ^(a)	9,861	1,660
Persimmon PLC	34,189	663	BTG PLC ^(a)	75,025	725
Sekisui House Ltd	121,832	2,133	Daiichi Sankyo Co Ltd	42,200	1,025
Taylor Wimpey PLC	898,880	1,595	Novo Nordisk A/S	77,184	4,157
		\$ 5,603	Recordati SpA	25,836	777
			Roche Holding AG	20,013	5,281
			Shire PLC	40,822	2,523
					\$ 16,148
Home Furnishings - 1.05%			Pipelines - 1.42%		
Howden Joinery Group PLC	118,262	607	Keyera Corp	21,340	653
Steinhoff International Holdings NV	357,537	2,051	TransCanada Corp	65,173	2,949
		\$ 2,658			\$ 3,602
Insurance - 5.42%			Private Equity - 0.57%		
AXA SA	98,431	1,946	3i Group PLC	197,714	1,451
BB Seguridade Participacoes SA	184,100	1,600			
Direct Line Insurance Group PLC	368,362	1,703			
Fairfax Financial Holdings Ltd	1,788	963			
Hannover Rueck SE	20,688	2,168			
NN Group NV	37,869	1,042			
PICC Property & Casualty Co Ltd	342,225	540			
Sanlam Ltd	153,807	635			
SCOR SE	36,598	1,082			
Swiss Re AG	14,332	1,252			
Tokio Marine Holdings Inc	23,350	777			
		\$ 13,708			
Internet - 2.70%			Real Estate - 2.48%		
Alibaba Group Holding Ltd ADR ^(a)	9,116	725	Brookfield Asset Management Inc	90,313	2,988
Auto Trader Group PLC ^(c)	179,349	848	Cheung Kong Property Holdings Ltd	112,160	707
NAVER Corp	1,919	1,189	Deutsche Wohnen AG	35,410	1,206
Tencent Holdings Ltd	176,693	4,053	Vonovia SE	22,990	839
		\$ 6,815	Wheelock & Co Ltd	113,369	532
					\$ 6,272
Investment Companies - 0.51%			REITS - 0.29%		
Investor AB	38,635	1,298	Fibra Uno Administracion SA de CV	339,474	723
Iron & Steel - 0.45%			Retail - 3.48%		
Fortescue Metals Group Ltd	234,630	628	Alimentation Couche-Tard Inc	50,923	2,187
Hitachi Metals Ltd	50,400	512	Dollarama Inc	31,384	2,191
		\$ 1,140	Pandora A/S	20,244	2,757
			Wal-Mart de Mexico SAB de CV	687,722	1,655
					\$ 8,790
Machinery - Construction & Mining - 0.43%			Semiconductors - 4.33%		
ABB Ltd ^(a)	54,428	1,077	Infinion Technologies AG	103,004	1,491
			Samsung Electronics Co Ltd	2,557	3,184
			Taiwan Semiconductor Manufacturing Co Ltd	745,140	3,755
			Tokyo Electron Ltd	23,400	1,978
			Ulvac Inc	17,100	525
					\$ 10,933
Machinery - Diversified - 0.63%			Software - 1.61%		
Hexagon AB	23,450	858	HCL Technologies Ltd	47,886	520
Mitsubishi Heavy Industries Ltd	181,000	728	Open Text Corp	10,200	603
		\$ 1,586	SAP SE	24,551	1,844

See accompanying notes.

Schedule of Investments
Diversified International Account
June 30, 2016 (unaudited)

COMMON STOCKS (continued)	Shares Held	Value (000's)	Portfolio Summary (unaudited)	
Software (continued)			Country	Percent
UBISOFT Entertainment ^(a)	30,103	\$ 1,096	Japan	15.13%
		\$ 4,063	Canada	11.99%
			France	8.95%
Telecommunications - 8.63%			United Kingdom	8.88%
Bharti Infratel Ltd	155,786	798	Germany	7.08%
BT Group PLC	410,313	2,255	Switzerland	6.05%
China Mobile Ltd	198,954	2,299	Denmark	4.53%
China Telecom Corp Ltd	2,792,556	1,256	China	3.67%
Deutsche Telekom AG	159,843	2,726	Korea, Republic Of	3.48%
KDDI Corp	76,362	2,322	India	2.98%
Koninklijke KPN NV	286,344	1,021	Taiwan, Province Of China	2.74%
MTN Group Ltd	54,528	530	Hong Kong	2.39%
Nippon Telegraph & Telephone Corp	59,113	2,772	Ireland	2.36%
NTT DOCOMO Inc	94,000	2,535	Sweden	2.34%
Orange SA	137,769	2,240	South Africa	2.20%
Telekomunikasi Indonesia Persero Tbk PT	3,494,900	1,063	Italy	1.57%
		\$ 21,817	Australia	1.47%
			United States	1.46%
Transportation - 1.59%			Mexico	1.45%
Canadian National Railway Co	35,028	2,069	Brazil	1.45%
East Japan Railway Co	21,000	1,946	Spain	1.31%
		\$ 4,015	Netherlands	1.29%
Water - 0.43%			Belgium	0.82%
Veolia Environnement SA	49,986	1,079	Indonesia	0.70%
			Norway	0.65%
			Russian Federation	0.62%
TOTAL COMMON STOCKS		\$ 250,071	Finland	0.45%
INVESTMENT COMPANIES - 0.46%	Shares Held	Value (000's)	Thailand	0.40%
Money Market Funds - 0.46%			Peru	0.30%
BlackRock Liquidity Funds FedFund Portfolio	1,158,101	1,159	Austria	0.29%
			Portugal	0.22%
TOTAL INVESTMENT COMPANIES		\$ 1,159	Colombia	0.17%
Total Investments		\$ 251,230	Bermuda	0.01%
Other Assets and Liabilities - 0.60%		\$ 1,522	Other Assets and Liabilities	0.60%
TOTAL NET ASSETS - 100.00%		\$ 252,752	TOTAL NET ASSETS	100.00%

(a) Non-Income Producing Security

(b) Fair value of these investments is determined in good faith by the Manager under procedures established and periodically reviewed by the Board of Directors. At the end of the period, the fair value of these securities totaled \$831 or 0.33% of net assets.

(c) Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At the end of the period, the value of these securities totaled \$2,222 or 0.88% of net assets.

Schedule of Investments
Equity Income Account
June 30, 2016 (unaudited)

COMMON STOCKS - 98.50%	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Aerospace & Defense - 1.54%			Gas - 1.27%		
Boeing Co/The	34,982	\$ 4,543	Sempra Energy	60,235	\$ 6,868
Lockheed Martin Corp	4,535	1,126	Healthcare - Products - 3.95%		
Raytheon Co	19,650	2,671	Abbott Laboratories	180,194	7,084
		<u>\$ 8,340</u>	Becton Dickinson and Co	33,175	5,626
Airlines - 0.76%			Medtronic PLC	99,578	8,640
Delta Air Lines Inc	113,062	4,119			<u>\$ 21,350</u>
Apparel - 1.04%			Insurance - 5.24%		
VF Corp	91,655	5,636	Allstate Corp/The	81,875	5,727
Automobile Manufacturers - 1.39%			Chubb Ltd	117,615	15,374
PACCAR Inc	145,518	7,548	MetLife Inc	117,201	4,668
Automobile Parts & Equipment - 2.17%			Swiss Re AG ADR	116,921	2,566
Autoliv Inc	68,217	7,330			<u>\$ 28,335</u>
Johnson Controls Inc	99,489	4,403	Machinery - Diversified - 2.09%		
		<u>\$ 11,733</u>	Deere & Co	139,405	11,297
Banks - 8.81%			Media - 0.35%		
Bank of Nova Scotia/The	109,900	5,386	Walt Disney Co/The	19,623	1,920
Grupo Financiero Santander Mexico SAB de CV ADR	241,097	2,192	Miscellaneous Manufacturers - 2.10%		
JPMorgan Chase & Co	179,417	11,149	3M Co	18,952	3,319
M&T Bank Corp	31,576	3,733	Parker-Hannifin Corp	74,255	8,023
PNC Financial Services Group Inc/The	112,657	9,169			<u>\$ 11,342</u>
US Bancorp	189,268	7,633	Oil & Gas - 10.60%		
Wells Fargo & Co	177,325	8,393	Chevron Corp	66,391	6,960
		<u>\$ 47,655</u>	Cimarex Energy Co	72,227	8,618
Beverages - 0.81%			Exxon Mobil Corp	97,103	9,102
Coca-Cola Co/The	96,734	4,385	HollyFrontier Corp	46,141	1,097
Chemicals - 1.96%			Marathon Petroleum Corp	251,459	9,545
Air Products & Chemicals Inc	34,362	4,881	Occidental Petroleum Corp	144,693	10,933
EI du Pont de Nemours & Co	52,126	3,378	Royal Dutch Shell PLC - B shares ADR	197,817	11,078
PPG Industries Inc	22,462	2,339			<u>\$ 57,333</u>
		<u>\$ 10,598</u>	Pharmaceuticals - 7.87%		
Computers - 4.38%			Johnson & Johnson	62,101	7,533
Accenture PLC - Class A	17,741	2,010	Merck & Co Inc	136,042	7,837
Apple Inc	140,487	13,431	Novartis AG ADR	72,778	6,005
EMC Corp/MA	216,432	5,880	Pfizer Inc	204,408	7,197
International Business Machines Corp	15,638	2,374	Roche Holding AG ADR	277,737	9,152
		<u>\$ 23,695</u>	Teva Pharmaceutical Industries Ltd ADR	96,721	4,858
Diversified Financial Services - 6.72%					<u>\$ 42,582</u>
BlackRock Inc	32,841	11,249	Pipelines - 2.44%		
Discover Financial Services	221,728	11,882	Enterprise Products Partners LP	441,781	12,926
FNF Group	353,027	13,239	Kinder Morgan Inc/DE	14,887	279
		<u>\$ 36,370</u>			<u>\$ 13,205</u>
Electric - 5.73%			Private Equity - 1.15%		
Eversource Energy	132,006	7,907	KKR & Co LP	504,447	6,225
NextEra Energy Inc	50,440	6,577	REITS - 3.68%		
WEC Energy Group Inc	125,750	8,212	American Capital Agency Corp	272,107	5,393
Xcel Energy Inc	185,212	8,294	Annaly Capital Management Inc	546,659	6,051
		<u>\$ 30,990</u>	Digital Realty Trust Inc	77,499	8,447
Electrical Components & Equipment - 0.80%					<u>\$ 19,891</u>
Emerson Electric Co	83,605	4,361	Retail - 2.78%		
Electronics - 1.11%			Costco Wholesale Corp	25,005	3,927
Garmin Ltd	25,243	1,071	Genuine Parts Co	42,089	4,261
Honeywell International Inc	42,267	4,916	Starbucks Corp	115,188	6,580
		<u>\$ 5,987</u>	Tiffany & Co	4,223	256
Food - 3.09%					<u>\$ 15,024</u>
Kraft Heinz Co/The	78,348	6,932	Semiconductors - 6.11%		
Kroger Co/The	266,041	9,788	Applied Materials Inc	334,805	8,025
		<u>\$ 16,720</u>	Maxim Integrated Products Inc	149,440	5,334
			Microchip Technology Inc	241,351	12,251
			Taiwan Semiconductor Manufacturing Co Ltd ADR	285,187	7,480
					<u>\$ 33,090</u>

See accompanying notes.

**Schedule of Investments
Equity Income Account
June 30, 2016 (unaudited)**

COMMON STOCKS (continued)	Shares Held	Value (000's)
Software - 1.50%		
Fidelity National Information Services Inc	44,437	\$ 3,274
Microsoft Corp	94,774	4,850
		<u>\$ 8,124</u>
Telecommunications - 2.79%		
BCE Inc	162,192	7,673
Verizon Communications Inc	132,531	7,401
		<u>\$ 15,074</u>
Toys, Games & Hobbies - 2.31%		
Hasbro Inc	148,834	12,501
Transportation - 1.96%		
Norfolk Southern Corp	3,209	273
Union Pacific Corp	76,893	6,709
United Parcel Service Inc	33,579	3,617
		<u>\$ 10,599</u>
TOTAL COMMON STOCKS		<u>\$ 532,897</u>
INVESTMENT COMPANIES - 1.26%	Shares Held	Value (000's)
Money Market Funds - 1.26%		
BlackRock Liquidity Funds FedFund Portfolio	6,830,403	6,830
TOTAL INVESTMENT COMPANIES		<u>\$ 6,830</u>
Total Investments		<u>\$ 539,727</u>
Other Assets and Liabilities - 0.24%		<u>\$ 1,295</u>
TOTAL NET ASSETS - 100.00%		<u>\$ 541,022</u>

Portfolio Summary (unaudited)

Sector	Percent
Financial	25.60%
Consumer, Non-cyclical	15.72%
Energy	13.04%
Technology	12.00%
Consumer, Cyclical	10.45%
Industrial	9.60%
Utilities	7.00%
Communications	3.13%
Basic Materials	1.96%
Investment Companies	1.26%
Other Assets and Liabilities	0.24%
TOTAL NET ASSETS	<u>100.00%</u>

Schedule of Investments
Government & High Quality Bond Account
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 0.79%	Shares Held	Value (000's)
Money Market Funds - 0.79%		
BlackRock Liquidity Funds FedFund Portfolio	2,084,208	\$ 2,084
TOTAL INVESTMENT COMPANIES		\$ 2,084
	Principal	
BONDS - 30.96%	Amount (000's)	Value (000's)
Commercial Mortgage Backed Securities - 10.15%		
CFCRE Commercial Mortgage Trust 2011-C1		
6.39%, 04/15/2044 ^{(a),(b)}	\$ 1,000	\$ 1,081
COMM 2014-UBS4 Mortgage Trust		
4.78%, 08/10/2047 ^(a)	1,000	1,005
Ginnie Mae		
0.10%, 04/16/2053 ^{(a),(c)}	8,719	207
0.52%, 01/16/2054 ^{(a),(c)}	19,160	867
0.67%, 04/16/2047 ^{(a),(c)}	14,537	730
0.69%, 03/16/2049 ^{(a),(c)}	7,794	287
0.73%, 11/16/2045 ^{(a),(c)}	24,081	1,215
0.77%, 09/16/2051 ^{(a),(c)}	4,915	284
0.77%, 12/16/2053 ^{(a),(c)}	14,394	799
0.78%, 10/16/2054 ^{(a),(c)}	13,324	550
0.82%, 11/16/2052 ^{(a),(c)}	16,707	962
0.82%, 02/16/2053 ^{(a),(c)}	14,097	888
0.88%, 03/16/2052 ^{(a),(c)}	16,471	1,105
0.91%, 07/16/2047 ^{(a),(c)}	7,609	477
0.94%, 02/16/2055 ^{(a),(c)}	24,816	1,041
0.96%, 02/16/2046 ^{(a),(c)}	13,010	763
0.96%, 09/16/2053 ^{(a),(c)}	13,545	800
0.96%, 10/16/2056 ^{(a),(c)}	6,366	514
2.27%, 03/16/2046 ^(a)	1,580	1,601
GS Mortgage Securities Trust 2011-GC5		
5.55%, 08/10/2044 ^{(a),(b)}	900	892
GS Mortgage Securities Trust 2015-GC34		
4.81%, 10/10/2048 ^(a)	900	909
JP Morgan Chase Commercial Mortgage Securities Trust 2011-C5		
5.49%, 08/15/2046 ^{(a),(b)}	2,000	2,235
JP Morgan Chase Commercial Mortgage Securities Trust 2013-C16		
5.08%, 12/15/2046 ^(a)	1,800	2,033
JPMBB Commercial Mortgage Securities Trust 2014-C25		
4.60%, 11/15/2047 ^(a)	1,000	1,000
WFRBS Commercial Mortgage Trust 2013-C14		
4.13%, 06/15/2046 ^{(a),(b)}	1,000	881
WFRBS Commercial Mortgage Trust 2014-C23		
4.52%, 10/15/2057 ^(a)	1,000	1,092
WFRBS Commercial Mortgage Trust 2014-LC14		
4.34%, 03/15/2047 ^(a)	2,450	2,513
		<u>\$ 26,731</u>
Home Equity Asset Backed Securities - 1.15%		
ACE Securities Corp Mortgage Loan Trust Series 2007-D1		
6.34%, 02/25/2038 ^{(a),(b)}	1,800	1,728
6.93%, 02/25/2038 ^(b)	1,309	1,288
		<u>\$ 3,016</u>
Mortgage Backed Securities - 19.63%		
Citigroup Mortgage Loan Trust 2009-11		
1.80%, 10/25/2035 ^{(a),(b)}	8	8
Citigroup Mortgage Loan Trust 2010-10		
2.65%, 02/25/2036 ^{(a),(b)}	1,400	1,415
Fannie Mae Grantor Trust 2005-T1		
0.80%, 05/25/2035 ^(a)	365	358
Fannie Mae Interest Strip		
3.50%, 12/25/2043 ^(c)	2,555	386
Fannie Mae REMICS		
1.68%, 03/25/2046 ^{(a),(c)}	9,255	617
1.74%, 05/25/2046 ^{(a),(c)}	14,259	870
1.76%, 09/25/2055 ^{(a),(c)}	8,550	573

BONDS (continued)	Principal Amount (000's)	Value (000's)
Mortgage Backed Securities (continued)		
Fannie Mae REMICS (continued)		
1.82%, 04/25/2045 ^{(a),(c)}	\$ 10,697	\$ 741
1.82%, 06/25/2045 ^{(a),(c)}	14,602	1,045
1.86%, 07/25/2045 ^{(a),(c)}	9,562	677
1.89%, 12/25/2044 ^{(a),(c)}	14,991	1,032
1.92%, 08/25/2044 ^{(a),(c)}	7,095	484
2.00%, 02/25/2040 ^(a)	1,389	1,407
2.50%, 11/25/2041	942	975
3.00%, 12/25/2032 ^{(a),(c)}	6,360	803
3.50%, 01/25/2028 ^{(a),(c)}	4,689	529
3.50%, 01/25/2040 ^{(a),(c)}	5,314	565
3.50%, 11/25/2042	2,500	2,738
3.50%, 11/25/2042 ^{(a),(c)}	5,803	960
4.00%, 12/25/2039 ^(c)	2,934	345
4.00%, 11/25/2042 ^{(a),(c)}	3,049	645
4.50%, 04/25/2045 ^{(a),(c)}	5,312	1,183
7.00%, 04/25/2032	194	225
8.70%, 12/25/2019	2	2
Freddie Mac REMICS		
1.50%, 04/15/2028	1,915	1,930
1.87%, 05/15/2038 ^{(a),(c)}	8,882	511
1.91%, 04/15/2040 ^{(a),(c)}	11,425	886
2.00%, 10/15/2040 ^{(a),(c)}	5,835	468
2.50%, 11/15/2028 ^{(a),(c)}	6,371	448
2.50%, 11/15/2032	1,542	1,566
2.50%, 01/15/2043 ^{(a),(c)}	4,004	470
2.50%, 02/15/2043	1,460	1,473
3.00%, 11/15/2030 ^{(a),(c)}	4,719	299
3.00%, 06/15/2033 ^{(a),(c)}	8,431	521
3.00%, 11/15/2035	950	990
3.00%, 06/15/2040	818	853
3.50%, 10/15/2027 ^(c)	6,540	737
3.50%, 08/15/2040 ^{(a),(c)}	5,191	525
4.00%, 02/15/2039 ^{(a),(c)}	5,775	554
4.00%, 05/15/2039	4,200	4,510
4.00%, 10/15/2040	3,000	3,276
4.50%, 05/15/2037 ^(a)	827	858
Freddie Mac Strips		
1.96%, 02/15/2038 ^{(a),(c)}	14,403	991
3.00%, 12/15/2032 ^{(a),(c)}	9,083	1,000
Ginnie Mae		
1.17%, 09/20/2037 ^{(a),(c)}	12,824	488
1.19%, 03/20/2041 ^{(a),(c)}	5,252	208
3.50%, 12/20/2034 ^{(a),(c)}	4,720	170
3.50%, 05/20/2039	315	328
3.50%, 05/20/2043 ^{(a),(c)}	6,687	1,078
4.00%, 04/20/2045 ^{(a),(c)}	5,025	911
JP Morgan Mortgage Trust 2013-1		
3.00%, 03/25/2043 ^(b)	1,297	1,313
New Residential Mortgage Loan Trust 2014-1		
5.00%, 01/25/2054 ^{(a),(b)}	1,810	1,938
New Residential Mortgage Loan Trust 2014-3		
4.75%, 11/25/2054 ^{(a),(b)}	1,236	1,353
New Residential Mortgage Loan Trust 2015-2		
5.61%, 08/25/2055 ^{(a),(b)}	1,351	1,456
Springleaf Mortgage Loan Trust 2013-3		
3.79%, 09/25/2057 ^{(a),(b)}	1,000	1,005
		<u>\$ 51,697</u>
Other Asset Backed Securities - 0.03%		
Chase Funding Trust Series 2004-1		
0.91%, 12/25/2033 ^(a)	98	92
TOTAL BONDS	\$	81,536
U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS - 67.32%	Principal Amount (000's)	Value (000's)
Federal Home Loan Mortgage Corporation (FHLMC) - 15.57%		
2.00%, 02/01/2028	\$ 1,726	\$ 1,765
2.00%, 03/01/2028	433	443

See accompanying notes.

Schedule of Investments
Government & High Quality Bond Account
June 30, 2016 (unaudited)

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal Home Loan Mortgage Corporation (FHLMC)		
(continued)		
2.48%, 09/01/2032 ^(a)	\$ 245	25
2.50%, 09/01/2027	620	642
2.50%, 02/01/2028	1,248	1,296
3.00%, 02/01/2027	466	491
3.00%, 08/01/2042	1,059	1,100
3.00%, 10/01/2042	1,382	1,437
3.00%, 10/01/2042	767	799
3.00%, 10/01/2042	1,481	1,560
3.00%, 05/01/2043	1,546	1,621
3.50%, 02/01/2032	1,964	2,104
3.50%, 04/01/2042	548	579
3.50%, 04/01/2042	2,400	2,543
3.50%, 05/01/2042	838	895
3.50%, 07/01/2042	3,070	3,263
3.50%, 09/01/2042	1,393	1,476
3.50%, 10/01/2042	835	892
3.50%, 02/01/2044	1,277	1,361
3.50%, 08/01/2045	1,304	1,396
4.00%, 12/01/2040	572	623
4.00%, 07/01/2042	1,138	1,254
4.00%, 01/01/2043	1,687	1,828
4.00%, 06/01/2043	1,951	2,127
4.50%, 08/01/2033	72	79
4.50%, 07/01/2039	1,025	1,125
4.50%, 12/01/2040	1,141	1,253
4.50%, 05/01/2041	1,127	1,245
4.50%, 11/01/2043	1,514	1,703
5.00%, 10/01/2025	253	279
5.00%, 02/01/2033	312	348
5.00%, 06/01/2033	289	326
5.00%, 07/01/2035	188	208
5.00%, 07/01/2035	51	57
5.00%, 07/01/2035	22	24
5.00%, 10/01/2035	88	99
5.50%, 04/01/2018	18	18
5.50%, 03/01/2024	15	17
5.50%, 03/01/2033	212	239
5.50%, 04/01/2038	17	19
5.50%, 05/01/2038	80	90
6.00%, 04/01/2017	5	5
6.00%, 04/01/2017	7	7
6.00%, 05/01/2017	6	6
6.00%, 07/01/2017	2	2
6.00%, 12/01/2023	6	7
6.00%, 05/01/2031	20	22
6.00%, 12/01/2031	23	27
6.00%, 09/01/2032	26	30
6.00%, 11/01/2033	51	59
6.00%, 11/01/2033	71	81
6.00%, 05/01/2034	313	353
6.00%, 05/01/2034	154	175
6.00%, 09/01/2034	97	112
6.00%, 02/01/2035	96	109
6.00%, 10/01/2036 ^(a)	87	100
6.00%, 03/01/2037	69	80
6.00%, 01/01/2038	156	183
6.00%, 01/01/2038 ^(a)	51	59
6.00%, 04/01/2038	84	97
6.50%, 06/01/2017	9	9
6.50%, 06/01/2018	4	4
6.50%, 08/01/2021	4	4
6.50%, 12/01/2021	27	31
6.50%, 04/01/2022	30	34
6.50%, 05/01/2022	13	15
6.50%, 05/01/2023	18	19
6.50%, 04/01/2024	7	8
6.50%, 04/01/2026	5	5
6.50%, 05/01/2026	2	3
6.50%, 05/01/2026	6	7
6.50%, 12/01/2027	6	7
6.50%, 01/01/2028	7	8

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal Home Loan Mortgage Corporation (FHLMC)		
(continued)		
6.50%, 03/01/2028	\$ 45	5
6.50%, 09/01/2028	1	2
6.50%, 10/01/2028	29	34
6.50%, 11/01/2028	6	7
6.50%, 12/01/2028	15	17
6.50%, 03/01/2029	6	7
6.50%, 07/01/2031	66	76
6.50%, 08/01/2031	6	7
6.50%, 10/01/2031	9	10
6.50%, 10/01/2031	14	17
6.50%, 12/01/2031	27	31
6.50%, 02/01/2032	23	27
6.50%, 05/01/2032	59	70
6.50%, 04/01/2035	9	11
7.00%, 09/01/2023	11	12
7.00%, 12/01/2023	5	6
7.00%, 01/01/2024	5	6
7.00%, 09/01/2027	6	8
7.00%, 01/01/2028	56	63
7.00%, 04/01/2028	28	32
7.00%, 05/01/2028	4	5
7.00%, 10/01/2031	11	12
7.00%, 10/01/2031	15	17
7.00%, 04/01/2032	88	108
7.50%, 10/01/2030	14	17
7.50%, 02/01/2031	6	7
7.50%, 02/01/2031	7	8
7.50%, 02/01/2031	11	13
8.00%, 10/01/2030	25	30
8.00%, 12/01/2030	2	2
8.50%, 07/01/2029	32	35
	<u>\$</u>	<u>41,019</u>
Federal National Mortgage Association (FNMA) - 33.90%		
2.00%, 10/01/2027	1,593	1,627
2.00%, 10/01/2027	629	642
2.43%, 07/01/2034 ^(a)	64	68
2.45%, 12/01/2032 ^(a)	47	49
2.48%, 12/01/2033 ^(a)	167	173
2.50%, 05/01/2027	1,621	1,682
2.50%, 06/01/2027	1,950	2,023
2.50%, 05/01/2028	978	1,024
2.50%, 07/01/2028	735	758
2.50%, 08/01/2028	1,374	1,438
3.00%, 05/01/2028	1,236	1,305
3.00%, 05/01/2029	1,502	1,587
3.00%, 10/01/2042	2,185	2,297
3.00%, 11/01/2042	768	799
3.00%, 11/01/2042	2,372	2,493
3.00%, 01/01/2043	1,011	1,062
3.00%, 02/01/2043	1,521	1,603
3.00%, 04/01/2043	1,376	1,431
3.00%, 06/01/2043	2,682	2,818
3.50%, 02/01/2042	1,664	1,790
3.50%, 09/01/2042	2,847	3,045
3.50%, 11/01/2042	2,016	2,161
3.50%, 12/01/2042	2,124	2,273
3.50%, 02/01/2043	738	792
3.50%, 10/01/2044	877	944
3.50%, 11/01/2044	884	951
3.50%, 03/01/2045	916	982
3.50%, 03/01/2045	2,173	2,324
3.50%, 06/01/2045	1,542	1,659
3.50%, 09/01/2045	1,328	1,421
3.50%, 01/01/2046	974	1,047
4.00%, 01/01/2034	925	1,002
4.00%, 11/01/2040	902	971
4.00%, 12/01/2040	877	962
4.00%, 02/01/2041	2,213	2,427
4.00%, 03/01/2041	2,143	2,304
4.00%, 02/01/2042	1,366	1,498
4.00%, 04/01/2042	1,008	1,083

See accompanying notes.

Schedule of Investments
Government & High Quality Bond Account
June 30, 2016 (unaudited)

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal National Mortgage Association (FNMA) (continued)		
4.00%, 08/01/2043	\$ 754	\$ 828
4.00%, 10/01/2043	705	772
4.00%, 10/01/2043	718	778
4.00%, 08/01/2044	837	919
4.00%, 10/01/2044	2,540	2,758
4.00%, 02/01/2045	1,366	1,502
4.00%, 09/01/2045	2,690	2,962
4.50%, 12/01/2019	34	35
4.50%, 01/01/2020	126	130
4.50%, 08/01/2039	712	795
4.50%, 09/01/2039	1,069	1,176
4.50%, 03/01/2042	721	806
4.50%, 09/01/2043	1,175	1,317
4.50%, 09/01/2043	2,864	3,212
4.50%, 10/01/2043	1,440	1,614
4.50%, 11/01/2043	1,626	1,823
4.50%, 09/01/2044	847	952
5.00%, 01/01/2018	49	50
5.00%, 11/01/2018	48	49
5.00%, 05/01/2033	2,000	2,270
5.00%, 04/01/2035	157	177
5.00%, 04/01/2035	201	227
5.00%, 07/01/2035	10	11
5.00%, 02/01/2038	548	621
5.00%, 02/01/2040	2,230	2,531
5.00%, 07/01/2041	1,775	2,023
5.50%, 08/01/2017	13	13
5.50%, 12/01/2017	9	9
5.50%, 01/01/2018	17	18
5.50%, 07/01/2019	28	29
5.50%, 08/01/2019	5	5
5.50%, 08/01/2019	8	8
5.50%, 08/01/2019	8	8
5.50%, 08/01/2019	64	66
5.50%, 08/01/2019	13	14
5.50%, 08/01/2019	6	6
5.50%, 09/01/2019	37	39
5.50%, 10/01/2019	16	17
5.50%, 05/01/2024	16	18
5.50%, 05/01/2033	34	37
5.50%, 06/01/2033	126	143
5.50%, 06/01/2033	97	110
5.50%, 09/01/2033	508	584
5.50%, 02/01/2037	13	14
5.50%, 03/01/2038	197	227
5.50%, 03/01/2038	280	318
5.50%, 08/01/2038	152	174
6.00%, 12/01/2016	3	3
6.00%, 08/01/2017	17	17
6.00%, 06/01/2022	33	37
6.00%, 11/01/2028	15	17
6.00%, 08/01/2031	68	78
6.00%, 12/01/2031	18	20
6.00%, 01/01/2033	100	116
6.00%, 02/01/2034	24	28
6.00%, 05/01/2037	218	240
6.00%, 07/01/2037	243	280
6.00%, 11/01/2037	30	34
6.00%, 12/01/2037	9	10
6.00%, 03/01/2038	100	114
6.00%, 08/01/2038	589	682
6.50%, 08/01/2017	5	5
6.50%, 11/01/2023	25	29
6.50%, 05/01/2024	18	21
6.50%, 09/01/2024	20	23
6.50%, 07/01/2025	13	15
6.50%, 08/01/2025	33	36
6.50%, 02/01/2026	6	7
6.50%, 03/01/2026	2	2
6.50%, 05/01/2026	4	5
6.50%, 06/01/2026	2	3

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal National Mortgage Association (FNMA) (continued)		
6.50%, 07/01/2028	\$ 115	\$ 13
6.50%, 09/01/2028	19	22
6.50%, 02/01/2029	4	5
6.50%, 03/01/2029	11	12
6.50%, 04/01/2029	5	6
6.50%, 06/01/2031	12	13
6.50%, 06/01/2031	10	12
6.50%, 01/01/2032	4	5
6.50%, 04/01/2032	62	72
6.50%, 08/01/2032	20	23
6.50%, 11/01/2032	32	37
6.50%, 02/01/2033	32	36
6.50%, 12/01/2036	73	84
6.50%, 07/01/2037	54	65
6.50%, 07/01/2037	38	46
6.50%, 02/01/2038	42	52
7.00%, 11/01/2027	7	8
7.00%, 08/01/2028	27	31
7.00%, 12/01/2028	22	26
7.00%, 10/01/2029	26	31
7.00%, 05/01/2031	5	5
7.00%, 11/01/2031	46	51
7.50%, 04/01/2022	1	1
7.50%, 11/01/2029	15	16
8.00%, 05/01/2027	19	21
8.00%, 09/01/2027	10	10
8.00%, 06/01/2030	3	4
8.50%, 10/01/2027	32	33
9.00%, 09/01/2030	9	11
	<u>\$</u>	<u>89,283</u>
Government National Mortgage Association (GNMA) - 8.20%		
3.00%, 04/15/2027	950	1,002
3.00%, 11/15/2042	1,518	1,587
3.00%, 12/15/2042	2,748	2,874
3.00%, 02/15/2043	2,243	2,359
3.50%, 12/20/2041	1,461	1,556
3.50%, 01/15/2043	1,784	1,915
3.50%, 06/20/2043	1,153	1,240
3.50%, 04/20/2045	1,300	1,389
3.50%, 09/20/2045	1,658	1,780
4.00%, 08/15/2041	1,505	1,642
4.50%, 07/15/2040	1,153	1,279
5.00%, 09/15/2033	9	10
5.00%, 02/15/2034	528	596
5.00%, 09/15/2039	75	85
5.50%, 07/20/2033	239	269
5.50%, 11/15/2033	46	53
5.50%, 03/20/2034	255	293
5.50%, 05/20/2035	222	250
5.50%, 01/15/2039	72	83
5.50%, 03/15/2039	139	157
6.00%, 06/20/2024	49	55
6.00%, 02/20/2026	5	6
6.00%, 04/20/2026	8	10
6.00%, 05/20/2026	5	6
6.00%, 06/20/2026	7	7
6.00%, 06/20/2026	9	10
6.00%, 07/20/2026	3	4
6.00%, 09/20/2026	9	10
6.00%, 03/20/2027	22	25
6.00%, 01/20/2028	6	7
6.00%, 03/20/2028	4	5
6.00%, 06/20/2028	23	26
6.00%, 07/20/2028	15	17
6.00%, 02/20/2029	14	16
6.00%, 03/20/2029	27	31
6.00%, 07/20/2029	29	33
6.00%, 05/20/2032 ^(a)	48	57
6.00%, 07/20/2033	188	221

Schedule of Investments
Government & High Quality Bond Account
June 30, 2016 (unaudited)

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Government National Mortgage Association (GNMA) (continued)		
6.50%, 12/20/2025	\$ 13	15
6.50%, 01/20/2026	8	8
6.50%, 02/20/2026	13	15
6.50%, 03/20/2031	17	21
6.50%, 04/20/2031	18	22
7.00%, 01/15/2028	1	2
7.00%, 01/15/2028	8	9
7.00%, 01/15/2028	1	1
7.00%, 01/15/2028	4	4
7.00%, 01/15/2028	1	1
7.00%, 03/15/2028	104	117
7.00%, 05/15/2028	39	43
7.00%, 01/15/2029	17	19
7.00%, 03/15/2029	5	5
7.00%, 05/15/2031	13	16
7.00%, 06/20/2031	13	16
7.00%, 09/15/2031	36	42
7.00%, 06/15/2032	200	236
7.50%, 01/15/2023	1	1
7.50%, 02/15/2023	1	1
7.50%, 02/15/2023	2	2
7.50%, 04/15/2023	13	14
7.50%, 09/15/2023	4	4
7.50%, 09/15/2023	3	3
7.50%, 10/15/2023	6	7
7.50%, 11/15/2023	6	7
8.00%, 07/15/2026	2	2
8.00%, 08/15/2026	4	4
8.00%, 01/15/2027	1	1
8.00%, 02/15/2027	1	1
	<u>\$ 21,604</u>	
U.S. Treasury - 9.65%		
1.00%, 02/15/2018	5,600	5,637
2.25%, 11/30/2017	5,000	5,118
3.13%, 05/15/2021	6,000	6,601
4.25%, 11/15/2040	800	1,120
5.25%, 11/15/2028	1,500	2,111
6.25%, 08/15/2023	3,600	4,825
	<u>\$ 25,412</u>	
TOTAL U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS	<u>\$ 177,318</u>	
Total Investments	<u>\$ 260,938</u>	
Other Assets and Liabilities - 0.93%	<u>\$ 2,440</u>	
TOTAL NET ASSETS - 100.00%	<u>\$ 263,378</u>	

- (a) Variable Rate. Rate shown is in effect at June 30, 2016.
- (b) Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At the end of the period, the value of these securities totaled \$16,593 or 6.30% of net assets.
- (c) Security is an Interest Only Strip.

Portfolio Summary (unaudited)

Sector	Percent
Mortgage Securities	87.45%
Government	9.65%
Asset Backed Securities	1.18%
Investment Companies	0.79%
Other Assets and Liabilities	0.93%
TOTAL NET ASSETS	<u>100.00%</u>

Schedule of Investments
Income Account
June 30, 2016 (unaudited)

COMMON STOCKS - 0.00%	Shares Held	Value (000's)
Computers - 0.00%		
GCB S3 Inc ^{(a),(b),(c)}	500,000	\$ —
Transportation - 0.00%		
Trailer Bridge Inc ^{(a),(c)}	1,186	—
TOTAL COMMON STOCKS		\$ —
INVESTMENT COMPANIES - 1.19%	Shares Held	Value (000's)
Money Market Funds - 1.19%		
BlackRock Liquidity Funds FedFund Portfolio	2,869,091	2,869
TOTAL INVESTMENT COMPANIES		\$ 2,869
BONDS - 64.53%	Principal Amount (000's)	Value (000's)
Aerospace & Defense - 0.47%		
Boeing Co/The		
8.75%, 08/15/2021	\$ 850	\$ 1,135
Airlines - 0.00%		
Southwest Airlines Co 1994-A Pass Through Trust		
9.15%, 07/01/2016	6	6
Apparel - 0.21%		
Under Armour Inc		
3.25%, 06/15/2026	500	505
Automobile Floor Plan Asset Backed Securities - 2.48%		
BMW Floorplan Master Owner Trust		
0.94%, 07/15/2020 ^{(d),(e)}	1,500	1,500
CNH Wholesale Master Note Trust		
1.04%, 08/15/2019 ^{(d),(e)}	2,000	2,000
Ford Credit Floorplan Master Owner Trust A		
0.84%, 02/15/2019 ^(d)	500	500
Volkswagen Credit Auto Master Trust		
0.80%, 07/22/2019 ^{(d),(e)}	2,000	1,975
		<u>\$ 5,975</u>
Automobile Manufacturers - 0.66%		
American Honda Finance Corp		
1.13%, 10/07/2016 ^(d)	500	501
Ford Motor Credit Co LLC		
4.39%, 01/08/2026	500	546
General Motors Co		
4.88%, 10/02/2023	500	532
		<u>\$ 1,579</u>
Banks - 8.61%		
Bank of America Corp		
5.42%, 03/15/2017	800	822
8.00%, 07/29/2049 ^{(d),(f)}	1,000	994
8.13%, 12/29/2049 ^{(d),(f)}	1,000	1,002
Bank of New York Mellon Corp/The		
2.80%, 05/04/2026	500	519
Citigroup Inc		
3.88%, 03/26/2025	1,000	1,010
4.50%, 01/14/2022	1,000	1,105
Goldman Sachs Group Inc/The		
5.38%, 03/15/2020	2,000	2,225
ING Bank NV		
5.00%, 06/09/2021 ^(e)	1,000	1,135
JPMorgan Chase & Co		
3.63%, 05/13/2024	1,000	1,062
7.90%, 04/29/2049 ^{(d),(f)}	1,000	1,020
Morgan Stanley		
5.50%, 07/28/2021	1,000	1,142
6.25%, 08/09/2026	850	1,069
PNC Financial Services Group Inc/The		
6.75%, 07/29/2049 ^{(d),(f)}	2,000	2,232
SunTrust Bank/Atlanta GA		
2.75%, 05/01/2023	1,000	1,006

BONDS (continued)	Principal Amount (000's)	Value (000's)
Banks (continued)		
US Bancorp		
1.65%, 05/15/2017	\$ 2,000	\$ 2,010
3.60%, 09/11/2024	250	269
Wells Fargo & Co		
7.98%, 12/31/2049 ^{(d),(f)}	2,000	2,093
		<u>\$ 20,715</u>
Beverages - 1.73%		
Anheuser-Busch InBev Finance Inc		
3.65%, 02/01/2026	1,000	1,071
Anheuser-Busch InBev Worldwide Inc		
2.50%, 07/15/2022	750	763
7.75%, 01/15/2019	1,000	1,157
Innovation Ventures LLC / Innovation Ventures Finance Corp		
9.50%, 08/15/2019 ^(e)	1,114	1,163
		<u>\$ 4,154</u>
Biotechnology - 2.05%		
Amgen Inc		
3.63%, 05/15/2022	500	538
3.88%, 11/15/2021	2,000	2,181
Gilead Sciences Inc		
3.65%, 03/01/2026	1,000	1,088
4.40%, 12/01/2021	1,000	1,129
		<u>\$ 4,936</u>
Chemicals - 0.63%		
Airgas Inc		
1.65%, 02/15/2018	1,000	1,003
Eagle Spinco Inc		
4.63%, 02/15/2021	500	512
		<u>\$ 1,515</u>
Commercial Services - 1.01%		
ERAC USA Finance LLC		
6.38%, 10/15/2017 ^(e)	1,000	1,060
7.00%, 10/15/2037 ^(e)	1,000	1,362
		<u>\$ 2,422</u>
Computers - 0.74%		
Apple Inc		
2.40%, 05/03/2023	1,750	1,782
Credit Card Asset Backed Securities - 0.96%		
Cabela's Credit Card Master Note Trust		
0.79%, 03/16/2020 ^(d)	1,325	1,318
0.99%, 10/15/2019 ^{(d),(e)}	500	500
1.11%, 07/17/2023 ^(d)	500	494
		<u>\$ 2,312</u>
Diversified Financial Services - 1.56%		
GE Capital International Funding Co Unlimited Co		
2.34%, 11/15/2020 ^(e)	413	425
International Lease Finance Corp		
8.75%, 03/15/2017 ^(d)	1,000	1,044
Jefferies Group LLC		
6.25%, 01/15/2036	1,425	1,433
8.50%, 07/15/2019	750	857
		<u>\$ 3,759</u>
Electric - 6.44%		
Entergy Louisiana LLC		
3.25%, 04/01/2028	500	526
Entergy Texas Inc		
2.55%, 06/01/2021	500	516
Exelon Generation Co LLC		
6.20%, 10/01/2017	1,000	1,057
GenOn Americas Generation LLC		
8.50%, 10/01/2021	1,250	994
GenOn Energy Inc		
9.88%, 10/15/2020	750	532
LG&E & KU Energy LLC		
4.38%, 10/01/2021	1,000	1,104

See accompanying notes.

Schedule of Investments
Income Account
June 30, 2016 (unaudited)

BONDS (continued)	Principal Amount (000's)	Value (000's)	BONDS (continued)	Principal Amount (000's)	Value (000's)
Electric (continued)			Iron & Steel - 0.86%		
Metropolitan Edison Co 3.50%, 03/15/2023 ^(e)	\$ 1,000	\$ 1,029	Allegheny Technologies Inc 5.95%, 01/15/2021	\$ 2,000	\$ 1,660
Oncor Electric Delivery Co LLC 7.00%, 09/01/2022	2,000	2,547	7.88%, 08/15/2023 ^(d)	500	417
PacifiCorp 5.25%, 06/15/2035	850	1,027		<u>\$ 2,077</u>	
6.25%, 10/15/2037	500	691	Leisure Products & Services - 1.21%		
Solar Star Funding LLC 5.38%, 06/30/2035 ^(e)	1,500	1,778	Carnival Corp 7.20%, 10/01/2023	1,475	1,827
Southwestern Electric Power Co 3.55%, 02/15/2022	1,000	1,066	Royal Caribbean Cruises Ltd 7.25%, 03/15/2018	1,000	1,080
TransAlta Corp 4.50%, 11/15/2022	1,750	1,595		<u>\$ 2,907</u>	
Tucson Electric Power Co 3.85%, 03/15/2023	1,000	1,041	Lodging - 0.33%		
		<u>\$ 15,503</u>	Boyd Gaming Corp 6.88%, 05/15/2023	750	799
Electronics - 0.56%			Media - 3.21%		
Corning Inc 4.75%, 03/15/2042	750	783	21st Century Fox America Inc 6.40%, 12/15/2035	1,000	1,270
6.63%, 05/15/2019	500	561	8.00%, 10/17/2016	1,000	1,020
		<u>\$ 1,344</u>	Comcast Corp 6.45%, 03/15/2037	2,000	2,752
Entertainment - 0.21%			Historic TW Inc 9.15%, 02/01/2023	250	336
Greektown Holdings LLC/Greektown Mothership Corp 8.88%, 03/15/2019 ^(e)	250	260	Time Warner Cable Inc 6.55%, 05/01/2037	1,500	1,748
Peninsula Gaming LLC / Peninsula Gaming Corp 8.38%, 02/15/2018 ^(e)	250	251	6.75%, 06/15/2039	500	587
		<u>\$ 511</u>		<u>\$ 7,713</u>	
Environmental Control - 1.08%			Miscellaneous Manufacturers - 0.07%		
Advanced Disposal Services Inc 8.25%, 10/01/2020	1,500	1,515	General Electric Co 5.30%, 02/11/2021	144	167
Republic Services Inc 3.55%, 06/01/2022	1,000	1,080			
		<u>\$ 2,595</u>	Oil & Gas - 5.30%		
Food - 0.23%			BG Energy Capital PLC 4.00%, 10/15/2021 ^(e)	2,000	2,181
Kraft Heinz Foods Co 3.95%, 07/15/2025 ^(e)	500	544	BP Capital Markets PLC 3.25%, 05/06/2022	1,000	1,050
Forest Products & Paper - 0.90%			Linn Energy LLC / Linn Energy Finance Corp 0.00%, 05/15/2019 ^(a)	1,000	176
Plum Creek Timberlands LP 4.70%, 03/15/2021	2,000	2,178	Nabors Industries Inc 5.00%, 09/15/2020	1,000	941
Healthcare - Services - 1.69%			Petro-Canada 9.25%, 10/15/2021	1,075	1,406
HCA Inc 7.50%, 11/06/2033	250	266	Phillips 66 4.30%, 04/01/2022	1,000	1,092
HealthSouth Corp 5.75%, 11/01/2024	500	502	Rowan Cos Inc 4.88%, 06/01/2022	750	656
7.75%, 09/15/2022	230	238	5.00%, 09/01/2017	2,000	2,025
Roche Holdings Inc 0.97%, 09/30/2019 ^{(d),(e)}	1,000	1,000	W&T Offshore Inc 8.50%, 06/15/2019	2,500	625
Surgery Center Holdings Inc 8.88%, 04/15/2021 ^(e)	2,000	2,055	Whiting Petroleum Corp 5.75%, 03/15/2021	1,250	1,128
		<u>\$ 4,061</u>	XTO Energy Inc 6.75%, 08/01/2037	1,000	1,477
Housewares - 0.23%				<u>\$ 12,757</u>	
Newell Brands Inc 4.20%, 04/01/2026	500	542	Oil & Gas Services - 2.06%		
Insurance - 2.87%			Archrock Partners LP / Archrock Partners Finance Corp 6.00%, 04/01/2021	2,000	1,790
Fidelity National Financial Inc 6.60%, 05/15/2017	2,500	2,605	Schlumberger Holdings Corp 3.63%, 12/21/2022 ^(e)	500	529
First American Financial Corp 4.30%, 02/01/2023	2,000	2,047	4.00%, 12/21/2025 ^(e)	500	538
Prudential Financial Inc 7.38%, 06/15/2019	1,000	1,160	Weatherford International Ltd 4.50%, 04/15/2022	250	214
8.88%, 06/15/2068 ^(d)	1,000	1,100	5.13%, 09/15/2020	2,000	1,890
		<u>\$ 6,912</u>		<u>\$ 4,961</u>	
			Other Asset Backed Securities - 0.97%		
			Drug Royalty II LP 2 3.48%, 07/15/2023 ^{(d),(e)}	1,361	1,343

See accompanying notes.

Schedule of Investments
Income Account
June 30, 2016 (unaudited)

BONDS (continued)	Principal Amount (000's)	Value (000's)
Other Asset Backed Securities (continued)		
PFS Financing Corp 1.06%, 04/15/2020 ^{(d),(e)}	\$ 1,000	\$ 991
		\$ 2,334
Packaging & Containers - 0.44%		
Sealed Air Corp 6.88%, 07/15/2033 ^(e)	1,000	1,060
Pharmaceuticals - 1.18%		
AbbVie Inc 2.90%, 11/06/2022	1,000	1,019
Actavis Funding SCS 3.80%, 03/15/2025	1,000	1,042
4.55%, 03/15/2035	750	771
		\$ 2,832
Pipelines - 2.94%		
ANR Pipeline Co 9.63%, 11/01/2021	1,000	1,312
Buckeye Partners LP 4.35%, 10/15/2024	500	495
Columbia Pipeline Group Inc 4.50%, 06/01/2025	1,000	1,075
El Paso Natural Gas Co LLC 7.50%, 11/15/2026	2,100	2,280
Express Pipeline LLC 7.39%, 12/31/2019 ^(e)	226	235
Southeast Supply Header LLC 4.25%, 06/15/2024 ^(e)	750	743
Southern Natural Gas Co LLC 8.00%, 03/01/2032	850	942
		\$ 7,082
REITS - 6.43%		
Alexandria Real Estate Equities Inc 4.30%, 01/15/2026	1,000	1,061
4.60%, 04/01/2022	1,250	1,352
CubeSmart LP 4.80%, 07/15/2022	2,000	2,222
HCP Inc 3.75%, 02/01/2019	1,000	1,035
Hospitality Properties Trust 4.65%, 03/15/2024	750	764
5.00%, 08/15/2022	750	806
Kimco Realty Corp 6.88%, 10/01/2019	2,000	2,306
Omega Healthcare Investors Inc 5.25%, 01/15/2026	500	532
Simon Property Group LP 10.35%, 04/01/2019	2,000	2,436
Ventas Realty LP / Ventas Capital Corp 3.25%, 08/15/2022	1,750	1,809
Welltower Inc 6.13%, 04/15/2020	1,000	1,139
		\$ 15,462
Savings & Loans - 0.25%		
First Niagara Financial Group Inc 7.25%, 12/15/2021	500	591
Software - 0.86%		
Oracle Corp 2.50%, 05/15/2022	1,000	1,022
2.95%, 05/15/2025	1,000	1,039
		\$ 2,061
Telecommunications - 1.20%		
Qwest Corp 6.75%, 12/01/2021	2,000	2,164
Sprint Corp 7.88%, 09/15/2023	250	204

BONDS (continued)	Principal Amount (000's)	Value (000's)
Telecommunications (continued)		
T-Mobile USA Inc 6.38%, 03/01/2025	\$ 500	\$ 523
		\$ 2,891
Transportation - 1.05%		
Trailer Bridge Inc 0.00%, 11/15/2016 ^{(a),(b),(c)}	2,000	—
17.00%, PIK 16.50%, 03/31/2017 ^{(b),(c),(d),(g)}	2,826	2,536
		\$ 2,536
Trucking & Leasing - 0.85%		
Penske Truck Leasing Co Lp / PTL Finance Corp 3.75%, 05/11/2017 ^(e)	2,000	2,038
TOTAL BONDS		\$ 155,253
SENIOR FLOATING RATE INTERESTS - 0.08%		
		Principal Amount (000's) Value (000's)
Transportation - 0.08%		
Trailer Bridge Inc, Term Loan 10.00%, 10/03/2016 ^{(b),(c),(d)}	\$ 183	\$ 183
TOTAL SENIOR FLOATING RATE INTERESTS		\$ 183
U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS - 33.00%		
		Principal Amount (000's) Value (000's)
Federal Home Loan Mortgage Corporation (FHLMC) - 5.38%		
3.00%, 10/01/2042	\$ 767	\$ 799
3.00%, 11/01/2042	757	787
3.50%, 10/01/2041	847	895
3.50%, 04/01/2042	1,895	2,007
3.50%, 04/01/2042	1,095	1,158
3.50%, 04/01/2045	935	1,000
4.00%, 02/01/2045	748	801
4.50%, 08/01/2033	266	291
4.50%, 05/01/2039	600	656
4.50%, 06/01/2039	335	366
4.50%, 07/01/2039	1,150	1,274
4.50%, 12/01/2040	611	671
4.50%, 10/01/2041	696	764
5.00%, 08/01/2019	107	110
5.00%, 08/01/2035	847	955
5.50%, 11/01/2017	15	15
5.50%, 01/01/2018	8	8
5.50%, 05/01/2031	40	45
5.50%, 06/01/2035	51	57
6.00%, 03/01/2031	17	19
6.00%, 05/01/2032	29	34
6.00%, 06/01/2038	155	181
6.50%, 06/01/2029	14	17
6.50%, 08/01/2029	21	24
7.00%, 01/01/2032	5	5
9.00%, 01/01/2025	4	4
		\$ 12,943
Federal National Mortgage Association (FNMA) - 14.13%		
3.00%, 03/01/2042	1,277	1,327
3.00%, 03/01/2042	1,344	1,397
3.00%, 05/01/2042	712	740
3.00%, 06/01/2042	646	672
3.00%, 06/01/2042	1,300	1,352
3.50%, 12/01/2040	1,069	1,131
3.50%, 12/01/2041	382	405
3.50%, 03/01/2042	627	664
3.50%, 04/01/2042	1,180	1,249
3.50%, 02/01/2043	782	835
3.50%, 06/01/2043	1,222	1,306
3.50%, 03/01/2045	902	965
4.00%, 03/01/2039	791	850
4.00%, 08/01/2040	663	713
4.00%, 09/01/2040	1,507	1,643
4.00%, 11/01/2040	798	859
4.00%, 10/01/2041	841	902

See accompanying notes.

Schedule of Investments
Income Account
June 30, 2016 (unaudited)

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal National Mortgage Association (FNMA) (continued)		
4.00%, 10/01/2041	\$ 636	638
4.00%, 11/01/2041	924	992
4.00%, 04/01/2042	586	630
4.00%, 11/01/2043	724	784
4.00%, 11/01/2043	1,835	2,003
4.00%, 01/01/2044	1,629	1,765
4.00%, 02/01/2044	2,199	2,394
4.00%, 09/01/2044	778	834
4.50%, 06/01/2039	216	236
4.50%, 08/01/2039	326	362
4.50%, 08/01/2040	1,092	1,195
4.50%, 10/01/2040	1,089	1,193
4.50%, 12/01/2040	636	701
4.50%, 08/01/2041	749	821
4.50%, 05/01/2044	1,065	1,162
5.00%, 01/01/2018	24	25
5.00%, 08/01/2035	345	383
5.50%, 03/01/2033	39	44
5.50%, 06/01/2033	185	210
5.50%, 02/01/2035	343	389
6.00%, 04/01/2032	44	51
6.50%, 05/01/2031	5	6
6.50%, 04/01/2032	71	82
6.50%, 05/01/2032	28	34
7.00%, 01/01/2030	2	2
	<u>\$ 33,991</u>	
Government National Mortgage Association (GNMA) - 0.05%		
6.00%, 05/20/2032 ^(d)	41	48
7.00%, 06/20/2031	46	58
9.00%, 02/15/2025	3	3
	<u>\$ 109</u>	
U.S. Treasury - 13.44%		
0.75%, 10/31/2017	1,000	1,002
0.88%, 02/28/2017	1,000	1,003
1.38%, 11/30/2018	1,000	1,017
1.63%, 11/15/2022	2,000	2,047
1.75%, 05/15/2022	2,000	2,067
2.00%, 11/15/2021	1,000	1,048
2.38%, 05/31/2018	1,000	1,034
2.50%, 05/15/2024	1,000	1,086
2.63%, 11/15/2020	2,000	2,143
2.75%, 02/15/2019	1,000	1,054
2.75%, 02/15/2024	1,000	1,104
2.88%, 05/15/2043	1,000	1,125
2.88%, 08/15/2045	1,000	1,123
3.00%, 11/15/2044	1,000	1,150
3.13%, 05/15/2019	2,000	2,138
3.13%, 05/15/2021	1,000	1,100
3.13%, 08/15/2044	1,000	1,177
3.38%, 05/15/2044	1,000	1,232
3.50%, 02/15/2039	1,000	1,262
3.63%, 02/15/2020	2,000	2,201
3.63%, 02/15/2044	1,000	1,289
3.75%, 08/15/2041	1,000	1,304
3.75%, 11/15/2043	2,000	2,639
	<u>\$ 32,345</u>	
TOTAL U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS	\$ 79,388	
Total Investments	\$ 237,693	
Other Assets and Liabilities - 1.20%	\$ 2,896	
TOTAL NET ASSETS - 100.00%	\$ 240,589	

- (d) Variable Rate. Rate shown is in effect at June 30, 2016.
- (e) Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At the end of the period, the value of these securities totaled \$27,695 or 11.51% of net assets.
- (f) Perpetual security. Perpetual securities pay an indefinite stream of interest, but they may be called by the issuer at an earlier date.
- (g) Payment in kind; the issuer has the option of paying additional securities in lieu of cash.

Portfolio Summary (unaudited)	
Sector	Percent
Financial	19.72%
Mortgage Securities	19.56%
Government	13.44%
Energy	10.30%
Consumer, Non-cyclical	7.89%
Utilities	6.44%
Industrial	4.60%
Communications	4.41%
Asset Backed Securities	4.41%
Consumer, Cyclical	2.85%
Basic Materials	2.39%
Technology	1.60%
Investment Companies	1.19%
Other Assets and Liabilities	1.20%
TOTAL NET ASSETS	100.00%

- (a) Non-Income Producing Security
- (b) Security is Illiquid. At the end of the period, the value of these securities totaled \$2,719 or 1.13% of net assets.
- (c) Fair value of these investments is determined in good faith by the Manager under procedures established and periodically reviewed by the Board of Directors. At the end of the period, the fair value of these securities totaled \$2,719 or 1.13% of net assets.

Schedule of Investments
International Emerging Markets Account
June 30, 2016 (unaudited)

COMMON STOCKS - 94.30%	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Agriculture - 2.37%			Diversified Financial Services (continued)		
Golden Agri-Resources Ltd	1,507,200	\$ 394	Mega Financial Holding Co Ltd	842,731	\$ 637
Gudang Garam Tbk PT	60,100	314	Shinhan Financial Group Co Ltd	26,665	877
KT&G Corp	9,355	1,108	SinoPac Financial Holdings Co Ltd	137,700	41
Kuala Lumpur Kepong Bhd	42,800	248			\$ 2,323
		\$ 2,064	Electric - 2.95%		
Airlines - 0.97%			Enersis Americas SA	2,078,701	356
AirAsia Bhd	755,800	489	Korea Electric Power Corp	28,510	1,497
China Eastern Airlines Corp Ltd ^(a)	722,000	362	NTPC Ltd	42,921	100
		\$ 851	Tenaga Nasional BHD	177,100	620
Automobile Manufacturers - 3.43%					\$ 2,573
Ashok Leyland Ltd	328,430	480	Electronics - 1.03%		
Ford Otomotif Sanayi AS	15,577	166	AAC Technologies Holdings Inc	80,500	688
Guangzhou Automobile Group Co Ltd	724,000	869	Chin-Poon Industrial Co Ltd ^(a)	99,000	214
Kia Motors Corp	12,158	458			\$ 902
Tata Motors Ltd	148,641	1,017	Engineering & Construction - 3.36%		
		\$ 2,990	China Railway Construction Corp Ltd	321,000	404
Automobile Parts & Equipment - 1.85%			Grupo Aeroportuario del Pacifico SAB de CV	52,100	536
Hankook Tire Co Ltd	10,909	485	Grupo Aeroportuario del Sureste SAB de CV	17,541	279
Hiroca Holdings Ltd	126,000	449	Hyundai Development Co-Engineering & Construction	16,112	559
Hota Industrial Manufacturing Co Ltd	55,000	258	Larsen & Toubro Ltd ^(a)	23,066	514
Tong Yang Industry Co Ltd	283,000	422	Promotora y Operadora de Infraestructura SAB de CV	52,308	644
		\$ 1,614			\$ 2,936
Banks - 9.82%			Food - 1.78%		
Abu Dhabi Commercial Bank PJSC	272,489	451	Cencosud SA	138,892	396
Axis Bank Ltd	43,556	346	Charoen Pokphand Foods PCL ^(b)	462,000	379
Bangkok Bank PCL	83,963	389	Grupo Lala SAB de CV	133,700	295
Bank Mandiri Persero Tbk PT	313,600	227	Uni-President Enterprises Corp	243,160	480
Bank Negara Indonesia Persero Tbk PT	956,800	379			\$ 1,550
Barclays Africa Group Ltd	49,600	486	Forest Products & Paper - 0.53%		
China Construction Bank Corp	3,520,902	2,347	Sappi Ltd ^(a)	99,595	464
Credicorp Ltd	3,869	597	Holding Companies - Diversified - 0.85%		
First Gulf Bank PJSC	101,943	350	KOC Holding AS	50,050	229
Investec PLC	61,535	383	Siam Cement PCL/The	37,450	509
Malayan Banking Bhd	210,200	425			\$ 738
OTP Bank PLC	21,718	486	Home Furnishings - 1.22%		
Sberbank of Russia PJSC ADR	85,014	746	Steinhoff International Holdings NV	186,321	1,069
Yes Bank Ltd	58,043	956	Insurance - 4.09%		
		\$ 8,568	AIA Group Ltd	213,000	1,281
Beverages - 0.53%			Dongbu Insurance Co Ltd	9,847	593
Ambev SA	78,300	464	PICC Property & Casualty Co Ltd	584,300	921
Biotechnology - 0.44%			Sanlam Ltd	186,338	770
China Biologic Products Inc ^(a)	3,584	381			\$ 3,565
Chemicals - 1.12%			Internet - 8.40%		
Hanwha Chemical Corp	16,015	335	Alibaba Group Holding Ltd ADR ^(a)	29,612	2,355
Indorama Ventures PCL ^(b)	431,000	358	NAVER Corp	1,290	799
Sinopec Shanghai Petrochemical Co Ltd	620,000	285	Tencent Holdings Ltd	181,800	4,171
		\$ 978			\$ 7,325
Coal - 0.17%			Iron & Steel - 0.64%		
Exxaro Resources Ltd	32,730	151	Kumba Iron Ore Ltd ^(a)	33,257	251
Commercial Services - 3.56%			Ternium SA ADR	16,062	306
CCR SA	97,700	511			\$ 557
Kroton Educacional SA	239,400	1,011	Leisure Products & Services - 0.77%		
New Oriental Education & Technology Group Inc ADR	17,169	719	Hero MotoCorp Ltd	14,134	668
Qualicorp SA	90,100	524	Media - 1.90%		
TAL Education Group ADR ^(a)	5,420	337	Naspers Ltd	10,830	1,654
		\$ 3,102	Metal Fabrication & Hardware - 0.68%		
Computers - 1.61%			Hyosung Corp	5,467	598
Infosys Ltd ADR	57,970	1,035	Diversified Financial Services - 2.66%		
Wistron Corp	526,000	368	E.Sun Financial Holding Co Ltd	728,000	431
		\$ 1,403	Indiabulls Housing Finance Ltd	33,767	337

See accompanying notes.

Schedule of Investments
International Emerging Markets Account
June 30, 2016 (unaudited)

COMMON STOCKS (continued)	Shares Held	Value (000's)
Mining - 0.95%		
AngloGold Ashanti Ltd ^(a)	45,835	\$ 828
Miscellaneous Manufacturers - 1.39%		
Largan Precision Co Ltd	7,000	647
Sunny Optical Technology Group Co Ltd	161,000	567
		<u>\$ 1,214</u>
Oil & Gas - 9.31%		
Bharat Petroleum Corp Ltd	44,303	705
China Petroleum & Chemical Corp	1,578,400	1,141
CNOOC Ltd	412,000	514
Gazprom PJSC ADR	126,204	545
Lukoil PJSC ADR	42,784	1,791
Reliance Industries Ltd	54,698	788
SK Innovation Co Ltd	6,694	825
Tatneft PJSC ADR	22,501	695
Thai Oil PCL ^(b)	236,500	405
Tupras Turkiye Petrol Rafinerileri AS	18,568	412
YPF SA ADR	15,531	298
		<u>\$ 8,119</u>
Pipelines - 0.33%		
Petronet LNG Ltd	66,701	291
Real Estate - 0.78%		
China Overseas Land & Investment Ltd	136,000	434
Housing Development & Infrastructure Ltd ^(a)	161,285	248
		<u>\$ 682</u>
REITS - 1.04%		
Fibra Uno Administracion SA de CV	200,200	427
Macquarie Mexico Real Estate Management SA de CV ^(a)	368,500	483
		<u>\$ 910</u>
Retail - 2.02%		
Lojas Renner SA	76,100	563
Raia Drogasil SA	18,900	374
Wal-Mart de Mexico SAB de CV	342,549	824
		<u>\$ 1,761</u>
Semiconductors - 12.15%		
Powertech Technology Inc	235,000	525
Samsung Electronics Co Ltd	3,564	4,438
Silicon Motion Technology Corp ADR	12,928	618
Taiwan Semiconductor Manufacturing Co Ltd	867,164	4,370
Win Semiconductors Corp	315,505	646
		<u>\$ 10,597</u>
Telecommunications - 8.70%		
China Mobile Ltd	244,459	2,824
China Telecom Corp Ltd	1,146,000	515
Chunghwa Telecom Co Ltd	429,000	1,552
Mobile TeleSystems PJSC ADR	39,683	329
MTN Group Ltd	77,342	752
Telekomunikasi Indonesia Persero Tbk PT	4,138,500	1,259
Vodacom Group Ltd	31,792	362
		<u>\$ 7,593</u>
Textiles - 0.21%		
Welspun India Ltd	115,160	186
Water - 0.69%		
Cia de Saneamento Basico do Estado de Sao Paulo	67,600	606
TOTAL COMMON STOCKS		<u>\$ 82,275</u>
INVESTMENT COMPANIES - 1.56%		
Money Market Funds - 1.56%		
BlackRock Liquidity Funds FedFund Portfolio	1,361,992	1,362
TOTAL INVESTMENT COMPANIES		<u>\$ 1,362</u>

PREFERRED STOCKS - 2.98%	Shares Held	Value (000's)
Banks - 0.56%		
Banco Bradesco SA	62,114	\$ 486
Holding Companies - Diversified - 1.62%		
Itausa - Investimentos Itau SA	606,380	1,416
Iron & Steel - 0.75%		
Vale SA	161,207	651
Media - 0.05%		
Zee Entertainment Enterprises Ltd ^(a)	322,341	43
TOTAL PREFERRED STOCKS		<u>\$ 2,596</u>
Total Investments		<u>\$ 86,233</u>
Other Assets and Liabilities - 1.16%		<u>\$ 1,012</u>
TOTAL NET ASSETS - 100.00%		<u>\$ 87,245</u>

(a) Non-Income Producing Security

(b) Fair value of these investments is determined in good faith by the Manager under procedures established and periodically reviewed by the Board of Directors. At the end of the period, the fair value of these securities totaled \$1,142 or 1.31% of net assets.

Portfolio Summary (unaudited)

Country	Percent
China	19.02%
Korea, Republic Of	14.42%
Taiwan, Province Of China	13.35%
India	8.84%
South Africa	8.21%
Brazil	7.58%
Hong Kong	5.21%
Russian Federation	4.71%
Mexico	3.99%
Indonesia	2.49%
Thailand	2.33%
Malaysia	2.05%
United States	1.56%
Turkey	0.92%
United Arab Emirates	0.92%
Chile	0.86%
Peru	0.68%
Hungary	0.56%
Singapore	0.45%
Luxembourg	0.35%
Argentina	0.34%
Other Assets and Liabilities	1.16%
TOTAL NET ASSETS	<u>100.00%</u>

Schedule of Investments
LargeCap Growth Account
June 30, 2016 (unaudited)

COMMON STOCKS - 96.83%	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Airlines - 1.55%			Iron & Steel - 1.18%		
Delta Air Lines Inc	43,614	\$ 1,589	Nucor Corp	24,400	\$ 1,206
Apparel - 0.84%			Leisure Products & Services - 1.55%		
Under Armour Inc ^(a)	21,345	857	Royal Caribbean Cruises Ltd	23,662	1,589
Automobile Manufacturers - 0.95%			Lodging - 1.08%		
Ford Motor Co	77,600	975	Wynn Resorts Ltd	12,251	1,110
Banks - 1.46%			Oil & Gas - 1.18%		
Capital One Financial Corp	23,588	1,498	Pioneer Natural Resources Co	7,996	1,209
Beverages - 1.65%			Pharmaceuticals - 7.33%		
Constellation Brands Inc	10,255	1,696	Bristol-Myers Squibb Co	57,866	4,256
Biotechnology - 2.31%			DexCom Inc ^(a)	19,610	1,556
Gilead Sciences Inc	28,427	2,371	Eli Lilly & Co	21,525	1,695
Building Materials - 1.83%					<u>\$ 7,507</u>
Masco Corp	60,700	1,878	Retail - 13.40%		
Chemicals - 2.88%			Dollar Tree Inc ^(a)	11,200	1,055
PPG Industries Inc	28,295	2,947	McDonald's Corp	12,690	1,527
Commercial Services - 5.87%			Panera Bread Co ^(a)	5,191	1,100
Equifax Inc	8,153	1,047	Starbucks Corp	40,418	2,309
FleetCor Technologies Inc ^(a)	17,286	2,474	Target Corp	23,077	1,611
PayPal Holdings Inc ^(a)	38,900	1,420	TJX Cos Inc/The	31,682	2,447
S&P Global Inc	9,992	1,072	Ulta Salon Cosmetics & Fragrance Inc ^(a)	15,095	3,678
		<u>\$ 6,013</u>			<u>\$ 13,727</u>
Computers - 4.13%			Semiconductors - 5.83%		
Accenture PLC - Class A	8,700	986	Broadcom Ltd	12,528	1,947
Apple Inc	33,922	3,243	Lam Research Corp	20,826	1,751
		<u>\$ 4,229</u>	Micron Technology Inc ^(a)	53,600	737
Cosmetics & Personal Care - 1.60%			NXP Semiconductors NV ^(a)	19,646	1,539
Procter & Gamble Co/The	19,400	1,643			<u>\$ 5,974</u>
Diversified Financial Services - 7.68%			Software - 5.68%		
MasterCard Inc	42,058	3,703	Activision Blizzard Inc	59,236	2,348
Visa Inc	56,140	4,164	Microsoft Corp	47,900	2,451
		<u>\$ 7,867</u>	salesforce.com Inc ^(a)	12,800	1,016
Entertainment - 0.50%					<u>\$ 5,815</u>
Six Flags Entertainment Corp	8,900	516	Transportation - 0.98%		
Food - 4.74%			FedEx Corp	6,637	1,007
Kellogg Co	22,700	1,853			
Kraft Heinz Co/The	15,300	1,354	TOTAL COMMON STOCKS		<u>\$ 99,213</u>
Mondelez International Inc	36,337	1,654	INVESTMENT COMPANIES - 3.27%	Shares Held	Value (000's)
		<u>\$ 4,861</u>	Money Market Funds - 3.27%		
Healthcare - Products - 7.77%			BlackRock Liquidity Funds FedFund Portfolio	3,353,591	3,354
Boston Scientific Corp ^(a)	45,500	1,063			
Edwards Lifesciences Corp ^(a)	31,327	3,124	TOTAL INVESTMENT COMPANIES		<u>\$ 3,354</u>
Intuitive Surgical Inc ^(a)	3,383	2,238	Total Investments		<u>\$ 102,567</u>
Thermo Fisher Scientific Inc	10,389	1,535	Other Assets and Liabilities - (0.10)%		<u>\$ (107)</u>
		<u>\$ 7,960</u>	TOTAL NET ASSETS - 100.00%		<u>\$ 102,460</u>
Housewares - 1.05%					
Newell Brands Inc	22,100	1,073			
Internet - 11.81%					
Alphabet Inc - A Shares ^(a)	6,170	4,341			
Amazon.com Inc ^(a)	5,213	3,731			
Facebook Inc ^(a)	35,214	4,024			
		<u>\$ 12,096</u>			

(a) Non-Income Producing Security

Portfolio Summary (unaudited)

Sector	Percent
Consumer, Non-cyclical	31.28%
Consumer, Cyclical	20.92%
Technology	15.64%
Communications	11.80%
Financial	9.14%
Basic Materials	4.06%
Investment Companies	3.27%
Industrial	2.81%
Energy	1.18%
Other Assets and Liabilities	(0.10)%
TOTAL NET ASSETS	<u>100.00%</u>

Schedule of Investments
LargeCap Growth Account I
June 30, 2016 (unaudited)

COMMON STOCKS - 96.68%	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Advertising - 0.06%			Beverages (continued)		
Interpublic Group of Cos Inc/The	1,730	\$ 40	PepsiCo Inc	5,151	\$ 546
Omnicom Group Inc	1,381	113			\$ 1,422
		\$ 153	Biotechnology - 3.81%		
Aerospace & Defense - 1.71%			Alexion Pharmaceuticals Inc ^(a)	34,325	4,008
B/E Aerospace Inc	434	20	Alnylam Pharmaceuticals Inc ^(a)	250	14
Boeing Co/The	26,200	3,403	Amgen Inc	2,930	446
General Dynamics Corp	582	81	Biogen Inc ^(a)	2,953	714
HEICO Corp	125	8	BioMarin Pharmaceutical Inc ^(a)	3,933	306
HEICO Corp - Class A	212	11	Celgene Corp ^(a)	11,678	1,152
Lockheed Martin Corp	1,134	281	Charles River Laboratories International Inc ^(a)	212	17
Northrop Grumman Corp	480	107	Gilead Sciences Inc	5,166	431
Raytheon Co	637	87	Illumina Inc ^(a)	2,291	322
Rockwell Collins Inc	538	46	Incyte Corp ^(a)	5,635	451
Spirit AeroSystems Holdings Inc ^(a)	332	14	Intercept Pharmaceuticals Inc ^(a)	63	9
TransDigm Group Inc ^(a)	203	54	Intrexon Corp ^(a)	213	5
		\$ 4,112	Ionis Pharmaceuticals Inc ^(a)	464	11
Agriculture - 0.53%			Juno Therapeutics Inc ^(a)	218	8
Altria Group Inc	5,646	389	Medivation Inc ^(a)	623	38
Philip Morris International Inc	7,860	800	Regeneron Pharmaceuticals Inc ^(a)	302	105
Reynolds American Inc	1,468	79	Seattle Genetics Inc ^(a)	371	15
		\$ 1,268	United Therapeutics Corp ^(a)	47	5
Airlines - 1.29%			Vertex Pharmaceuticals Inc ^(a)	13,139	1,130
Alaska Air Group Inc	18,790	1,095			\$ 9,187
American Airlines Group Inc	63,645	1,802	Building Materials - 0.53%		
Delta Air Lines Inc	2,756	100	Eagle Materials Inc	194	15
JetBlue Airways Corp ^(a)	182	3	Fortune Brands Home & Security Inc	652	38
Southwest Airlines Co	3,050	120	Lennox International Inc	167	24
		\$ 3,120	Martin Marietta Materials Inc	234	45
Apparel - 1.62%			Masco Corp	945	29
Carter's Inc	228	24	Vulcan Materials Co	9,422	1,134
Hanesbrands Inc	35,306	887			\$ 1,285
Michael Kors Holdings Ltd ^(a)	716	35	Chemicals - 1.87%		
NIKE Inc	3,822	211	Air Products & Chemicals Inc	491	70
Ralph Lauren Corp	33	3	Axalta Coating Systems Ltd ^(a)	693	18
Skechers U.S.A. Inc ^(a)	544	16	Celanese Corp	85	6
Under Armour Inc - Class A ^(a)	27,056	1,086	Ecoblab Inc	30,402	3,606
Under Armour Inc - Class C ^(a)	43,605	1,588	EI du Pont de Nemours & Co	2,523	163
VF Corp	981	60	International Flavors & Fragrances Inc	325	41
		\$ 3,910	LyondellBasell Industries NV	897	67
Automobile Manufacturers - 0.83%			Monsanto Co	1,235	128
Ferrari NV	11,440	468	PPG Industries Inc	1,226	128
PACCAR Inc	461	24	Praxair Inc	1,164	131
Tesla Motors Inc ^(a)	7,107	1,509	RPM International Inc	548	27
		\$ 2,001	Sherwin-Williams Co/The	383	112
Automobile Parts & Equipment - 0.43%			WR Grace & Co	178	13
BorgWarner Inc	153	5			\$ 4,510
Delphi Automotive PLC	1,425	89	Commercial Services - 2.08%		
Johnson Controls Inc	559	25	Aramark	494	17
Lear Corp	268	27	Automatic Data Processing Inc	1,314	121
Mobileye NV ^(a)	18,710	863	Booz Allen Hamilton Holding Corp	524	16
Visteon Corp	168	11	CoStar Group Inc ^(a)	127	28
WABCO Holdings Inc ^(a)	222	20	Equifax Inc	490	63
		\$ 1,040	Euronet Worldwide Inc ^(a)	235	16
Banks - 1.35%			FleetCor Technologies Inc ^(a)	16,293	2,332
Citizens Financial Group Inc	968	19	Gartner Inc ^(a)	341	33
Morgan Stanley	94,760	2,462	Global Payments Inc	639	46
Signature Bank/New York NY ^(a)	131	17	KAR Auction Services Inc	607	25
State Street Corp	14,000	755	Moody's Corp	439	41
Western Alliance Bancorp ^(a)	216	7	Morningstar Inc	103	9
		\$ 3,260	Nielsen Holdings PLC	815	42
Beverages - 0.59%			PayPal Holdings Inc ^(a)	51,582	1,883
Brown-Forman Corp - A Shares	117	13	Quanta Services Inc ^(a)	233	5
Brown-Forman Corp - B Shares	385	38	Robert Half International Inc	550	21
Coca-Cola Co/The	11,876	538	RR Donnelley & Sons Co	731	12
Constellation Brands Inc	735	121	S&P Global Inc	759	81
Dr Pepper Snapple Group Inc	1,002	97	Sabre Corp	905	24
Monster Beverage Corp ^(a)	428	69	Service Corp International/US	855	23
			ServiceMaster Global Holdings Inc ^(a)	588	23
			Total System Services Inc	712	38
			TransUnion ^(a)	290	10

See accompanying notes.

Schedule of Investments
LargeCap Growth Account I
June 30, 2016 (unaudited)

COMMON STOCKS (continued)	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Commercial Services (continued)			Electric (continued)		
United Rentals Inc ^(a)	303	\$ 20	ITC Holdings Corp	317	\$ 15
Vantiv Inc ^(a)	661	38			\$ 26
Western Union Co/The	2,110	41	Electrical Components & Equipment - 0.05%		
WEX Inc ^(a)	171	15	Acuty Brands Inc	180	45
		<u>\$ 5,023</u>	AMETEK Inc	195	9
Computers - 3.77%			Emerson Electric Co	887	46
Accenture PLC - Class A	3,583	406	Energizer Holdings Inc	100	5
Apple Inc	30,231	2,890	Hubbell Inc	169	18
Cadence Design Systems Inc ^(a)	1,280	31			<u>\$ 123</u>
Cognizant Technology Solutions Corp ^(a)	41,824	2,395	Electronics - 1.86%		
CSRA Inc	736	17	Agilent Technologies Inc	378	17
DST Systems Inc	153	18	Allegion PLC	419	29
EMC Corp/MA	2,068	56	Amphenol Corp	55,787	3,198
Fortinet Inc ^(a)	609	19	FEI Co	171	18
Genpact Ltd ^(a)	99,344	2,666	Fitbit Inc ^(a)	558	7
IHS Inc ^(a)	250	29	Gentex Corp	926	14
International Business Machines Corp	3,230	490	Honeywell International Inc	3,191	371
Manhattan Associates Inc ^(a)	326	21	Mettler-Toledo International Inc ^(a)	108	39
NCR Corp ^(a)	556	16	National Instruments Corp	26,054	714
Synopsys Inc ^(a)	109	6	PerkinElmer Inc	121	6
Teradata Corp ^(a)	605	15	Trimble Navigation Ltd ^(a)	848	21
VeriFone Systems Inc ^(a)	481	9	Tyco International Plc	106	5
		<u>\$ 9,084</u>	Waters Corp ^(a)	316	45
Consumer Products - 0.13%					<u>\$ 4,484</u>
Avery Dennison Corp	358	27	Engineering & Construction - 1.06%		
Church & Dwight Co Inc	522	54	SBA Communications Corp ^(a)	23,562	2,543
Clorox Co/The	622	86	Entertainment - 0.04%		
Kimberly-Clark Corp	882	121	Cinemark Holdings Inc	493	18
Spectrum Brands Holdings Inc	113	13	Gaming and Leisure Properties Inc	804	28
		<u>\$ 301</u>	Regal Entertainment Group	264	6
Cosmetics & Personal Care - 1.56%			Six Flags Entertainment Corp	333	19
Colgate-Palmolive Co	943	69	Vail Resorts Inc	163	22
Estee Lauder Cos Inc/The	40,514	3,688			<u>\$ 93</u>
		<u>\$ 3,757</u>	Environmental Control - 0.06%		
Distribution & Wholesale - 0.96%			Stericycle Inc ^(a)	303	32
Fastenal Co	48,605	2,158	Waste Management Inc	1,856	123
HD Supply Holdings Inc ^(a)	877	31			<u>\$ 155</u>
LKQ Corp ^(a)	1,258	40	Food - 0.44%		
Pool Corp	195	18	Blue Buffalo Pet Products Inc ^(a)	279	7
Watsco Inc	123	17	Campbell Soup Co	764	51
WW Grainger Inc	230	52	ConAgra Foods Inc	1,827	87
		<u>\$ 2,316</u>	Flowers Foods Inc	698	13
Diversified Financial Services - 5.60%			General Mills Inc	2,695	192
Affiliated Managers Group Inc ^(a)	185	26	Hain Celestial Group Inc/The ^(a)	303	15
Air Lease Corp	231	6	Hershey Co/The	568	64
Alliance Data Systems Corp ^(a)	239	47	Hormel Foods Corp	969	35
Ameriprise Financial Inc	379	34	Ingredion Inc	211	27
Artisan Partners Asset Management Inc	205	6	Kellogg Co	662	54
CBOE Holdings Inc	331	22	Kraft Heinz Co/The	424	38
Charles Schwab Corp/The	42,491	1,076	Kroger Co/The	4,182	154
CME Group Inc/IL	6,700	653	McCormick & Co Inc/MD	470	50
CoreLogic Inc/United States ^(a)	284	11	Pilgrim's Pride Corp	101	3
Credit Acceptance Corp ^(a)	33	6	Post Holdings Inc ^(a)	156	13
Discover Financial Services	920	49	Sprouts Farmers Market Inc ^(a)	590	13
Eaton Vance Corp	460	16	Sysco Corp	2,542	129
Federated Investors Inc	424	12	TreeHouse Foods Inc ^(a)	77	8
Intercontinental Exchange Inc	5,683	1,455	Tyson Foods Inc	931	62
Invesco Ltd	325	8	WhiteWave Foods Co/The ^(a)	676	32
Lazard Ltd	115	3	Whole Foods Market Inc	240	8
LPL Financial Holdings Inc	104	2			<u>\$ 1,055</u>
MasterCard Inc	5,093	448	Food Service - 0.00%		
NorthStar Asset Management Group Inc/New York	766	8	US Foods Holding Corp ^(a)	172	4
Santander Consumer USA Holdings Inc ^(a)	26	—	Hand & Machine Tools - 0.03%		
T Rowe Price Group Inc	537	39	Lincoln Electric Holdings Inc	202	12
TD Ameritrade Holding Corp	35,220	1,003	Snap-on Inc	185	29
Visa Inc	115,578	8,573	Stanley Black & Decker Inc	303	34
		<u>\$ 13,503</u>			<u>\$ 75</u>
Electric - 0.01%					
Dominion Resources Inc/VA	147	11			

See accompanying notes.

Schedule of Investments
LargeCap Growth Account I
June 30, 2016 (unaudited)

COMMON STOCKS (continued)	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Healthcare - Products - 6.79%			Insurance (continued)		
Align Technology Inc ^(a)	301	\$ 24	XL Group PLC	425	\$ 14
Baxter International Inc	928	42			\$ 340
Becton Dickinson and Co	603	102	Internet - 19.39%		
Bio-Techne Corp	156	18	Alphabet Inc - A Shares ^(a)	9,218	6,485
Boston Scientific Corp ^(a)	3,886	91	Alphabet Inc - C Shares ^(a)	8,163	5,649
Bruker Corp	502	11	Amazon.com Inc ^(a)	20,245	14,487
Cooper Cos Inc/The	151	26	CDW Corp/DE	703	28
CR Bard Inc	418	98	Dropbox Inc ^{(a),(b),(c),(d)}	1,434	11
Danaher Corp	80,820	8,163	eBay Inc ^(a)	3,079	72
Edwards Lifesciences Corp ^(a)	1,096	109	Expedia Inc	472	50
Henry Schein Inc ^(a)	333	59	F5 Networks Inc ^(a)	289	33
Hill-Rom Holdings Inc	264	13	Facebook Inc ^(a)	82,968	9,481
Hologic Inc ^(a)	1,036	36	Flipkart Online Services Pvt Ltd ^{(a),(b),(c),(d)}	194	19
IDEXX Laboratories Inc ^(a)	375	35	GoDaddy Inc ^(a)	243	8
Intuitive Surgical Inc ^(a)	9,435	6,241	Groupon Inc ^(a)	1,872	6
ResMed Inc	575	36	IAC/InterActiveCorp	264	15
St Jude Medical Inc	558	44	LinkedIn Corp ^(a)	338	64
Stryker Corp	8,010	960	Match Group Inc ^(a)	258	4
Teleflex Inc	44	8	Netflix Inc ^(a)	14,956	1,369
Thermo Fisher Scientific Inc	895	132	Priceline Group Inc/The ^(a)	3,813	4,760
Varian Medical Systems Inc ^(a)	396	33	Splunk Inc ^(a)	514	28
VWR Corp ^(a)	89	3	Symantec Corp	439	9
West Pharmaceutical Services Inc	309	23	Tencent Holdings Ltd ADR	43,700	1,004
Zimmer Biomet Holdings Inc	543	65	TripAdvisor Inc ^(a)	48,381	3,111
		<u>\$ 16,372</u>	VeriSign Inc ^(a)	401	35
			Yelp Inc ^(a)	225	7
					<u>\$ 46,735</u>
Healthcare - Services - 4.44%			Iron & Steel - 0.00%		
Aetna Inc	8,920	1,090	Steel Dynamics Inc	230	6
Amsurg Corp ^(a)	147	11	Leisure Products & Services - 0.20%		
Anthem Inc	10,918	1,434	Brunswick Corp/DE	345	16
Centene Corp ^(a)	7,622	544	Harley-Davidson Inc	764	35
Cigna Corp	7,846	1,005	Polaris Industries Inc	256	21
DaVita HealthCare Partners Inc ^(a)	30,471	2,356	Royal Caribbean Cruises Ltd	6,200	416
Envision Healthcare Holdings Inc ^(a)	642	16	Vista Outdoor Inc ^(a)	112	5
HCA Holdings Inc ^(a)	601	46			<u>\$ 493</u>
Humana Inc	7,545	1,357	Lodging - 1.54%		
Laboratory Corp of America Holdings ^(a)	195	25	Hilton Worldwide Holdings Inc	85,481	1,926
MEDNAX Inc ^(a)	275	20	Las Vegas Sands Corp	1,051	46
Tenet Healthcare Corp ^(a)	344	10	Marriott International Inc/MD	684	45
UnitedHealth Group Inc	19,506	2,754	MGM Resorts International ^(a)	70,927	1,605
Universal Health Services Inc	99	13	Starwood Hotels & Resorts Worldwide Inc	429	32
WellCare Health Plans Inc ^(a)	180	19	Wyndham Worldwide Corp	476	34
		<u>\$ 10,700</u>	Wynn Resorts Ltd	285	26
					<u>\$ 3,714</u>
Home Builders - 0.04%			Machinery - Diversified - 1.39%		
DR Horton Inc	822	26	BWX Technologies Inc	461	17
Lennar Corp - A Shares	398	18	Cognex Corp	344	15
Lennar Corp - B Shares	90	3	Deere & Co	222	18
NVR Inc ^(a)	16	29	Flowserve Corp	10,308	465
PulteGroup Inc	452	9	Graco Inc	241	19
Thor Industries Inc	237	15	IDEX Corp	312	26
		<u>\$ 100</u>	Manitowoc Foodservice Inc ^(a)	312	6
			Middleby Corp/The ^(a)	237	27
Home Furnishings - 0.02%			Nordson Corp	257	21
Leggett & Platt Inc	593	31	Rockwell Automation Inc	294	34
Tempur Sealy International Inc ^(a)	222	12	Roper Technologies Inc	308	53
Whirlpool Corp	43	7	Wabtec Corp/DE	37,457	2,630
		<u>\$ 50</u>	Xylem Inc/NY	436	19
					<u>\$ 3,350</u>
Housewares - 0.05%			Media - 0.74%		
Newell Brands Inc	1,267	61	AMC Networks Inc ^(a)	278	17
Scotts Miracle-Gro Co/The	198	14	Cable One Inc	23	12
Toro Co/The	247	22	CBS Corp	2,275	124
Tupperware Brands Corp	246	14	Charter Communications Inc ^(a)	578	132
		<u>\$ 111</u>	Comcast Corp - Class A	9,300	606
			Discovery Communications Inc - A Shares ^(a)	634	16
Insurance - 0.14%			Discovery Communications Inc - C Shares ^(a)	974	23
AmTrust Financial Services Inc	117	3	DISH Network Corp ^(a)	709	37
Aon PLC	758	83			
Arthur J Gallagher & Co	529	25			
Brown & Brown Inc	101	4			
Erie Indemnity Co	97	10			
Lincoln National Corp	267	10			
Marsh & McLennan Cos Inc	2,341	160			
Progressive Corp/The	925	31			

See accompanying notes.

Schedule of Investments
LargeCap Growth Account I
June 30, 2016 (unaudited)

COMMON STOCKS (continued)	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Media (continued)			Pharmaceuticals (continued)		
FactSet Research Systems Inc	157	\$ 25	Johnson & Johnson	2,139	\$ 260
Scripps Networks Interactive Inc	377	24	McKesson Corp	647	121
Sirius XM Holdings Inc ^(a)	7,771	31	Mead Johnson Nutrition Co	34,966	3,173
Starz ^(a)	433	13	Mylan NV ^(a)	979	42
Time Warner Inc	1,405	103	Neurocrine Biosciences Inc ^(a)	331	15
Twenty-First Century Fox Inc - A Shares	2,426	66	OPKO Health Inc ^(a)	1,104	10
Twenty-First Century Fox Inc - B Shares	1,610	44	Pfizer Inc	1,220	43
Viacom Inc - A Shares	109	5	Premier Inc ^(a)	110	4
Viacom Inc - B Shares	1,264	52	Quintiles Transnational Holdings Inc ^(a)	245	16
Walt Disney Co/The	4,684	458	VCA Inc ^(a)	333	23
		<u>\$ 1,788</u>	Zoetis Inc	2,189	104
					<u>\$ 17,990</u>
Metal Fabrication & Hardware - 0.01%			Pipelines - 0.03%		
Valmont Industries Inc	92	12	ONEOK Inc	883	42
			Spectra Energy Corp	553	20
Mining - 0.01%			Williams Cos Inc/The	326	7
Freeport-McMoRan Inc	1,059	12			<u>\$ 69</u>
Southern Copper Corp	169	4			
		<u>\$ 16</u>	Real Estate - 0.01%		
			CBRE Group Inc ^(a)	1,208	32
Miscellaneous Manufacturers - 0.56%					
3M Co	1,698	297	REITS - 0.53%		
AptarGroup Inc	90	7	Alexandria Real Estate Equities Inc	54	6
Carlisle Cos Inc	104	11	American Tower Corp	1,741	198
General Electric Co	5,154	162	Boston Properties Inc	268	35
Hexcel Corp	385	16	Care Capital Properties Inc	127	3
Illinois Tool Works Inc	1,401	146	Crown Castle International Corp	858	87
Ingersoll-Rand PLC	905	58	CubeSmart	575	18
Textron Inc	17,967	657	CyrusOne Inc	300	17
		<u>\$ 1,354</u>	Digital Realty Trust Inc	424	46
			Empire State Realty Trust Inc	375	7
Office & Business Equipment - 0.01%			Equinix Inc	199	77
Pitney Bowes Inc	794	14	Equity LifeStyle Properties Inc	339	27
			Essex Property Trust Inc	115	26
Oil & Gas - 0.07%			Extra Space Storage Inc	501	46
Apache Corp	1,101	61	Federal Realty Investment Trust	296	49
Cabot Oil & Gas Corp	1,298	33	Healthcare Trust of America Inc	467	15
Chesapeake Energy Corp ^(a)	333	2	Iron Mountain Inc	1,063	42
Cimarex Energy Co	77	9	Lamar Advertising Co	358	24
Continental Resources Inc/OK ^(a)	191	9	Omega Healthcare Investors Inc	307	10
CVR Energy Inc	19	—	Outfront Media Inc	113	3
Devon Energy Corp	132	5	Public Storage	671	172
EOG Resources Inc	176	15	Regency Centers Corp	101	9
Memorial Resource Development Corp ^(a)	197	3	Senior Housing Properties Trust	216	5
Murphy USA Inc ^(a)	128	10	Simon Property Group Inc	1,196	259
Parsley Energy Inc ^(a)	122	3	Sovran Self Storage Inc	147	15
Southwestern Energy Co ^(a)	1,614	20	Tanger Factory Outlet Centers Inc	405	16
		<u>\$ 170</u>	Taubman Centers Inc	132	10
			Ventas Inc	736	54
					<u>\$ 1,276</u>
Packaging & Containers - 0.08%			Retail - 7.62%		
Ball Corp	569	41	Advance Auto Parts Inc	293	47
Bemis Co Inc	103	5	AutoNation Inc ^(a)	122	6
Berry Plastics Group Inc ^(a)	525	20	AutoZone Inc ^(a)	155	123
Crown Holdings Inc ^(a)	564	29	Bed Bath & Beyond Inc	135	6
Graphic Packaging Holding Co	1,070	13	Brinker International Inc	290	13
Owens-Illinois Inc ^(a)	666	12	Burlington Stores Inc ^(a)	210	14
Packaging Corp of America	399	27	Cabela's Inc ^(a)	47	2
Sealed Air Corp	814	38	Casey's General Stores Inc	160	21
Silgan Holdings Inc	196	10	Coach Inc	252	10
		<u>\$ 195</u>	Copart Inc ^(a)	441	22
			Costco Wholesale Corp	31,473	4,942
Pharmaceuticals - 7.46%			CVS Health Corp	4,204	403
AbbVie Inc	6,310	391	Darden Restaurants Inc	511	32
ACADIA Pharmaceuticals Inc ^(a)	348	11	Dick's Sporting Goods Inc	321	14
Agios Pharmaceuticals Inc ^(a)	100	4	Dollar General Corp	17,214	1,618
Akorn Inc ^(a)	372	11	Dollar Tree Inc ^(a)	653	62
Alkermes PLC ^(a)	580	25	Dunkin' Brands Group Inc	414	18
Allergan plc ^(a)	9,419	2,176	Foot Locker Inc	535	29
AmerisourceBergen Corp	1,111	88	Gap Inc/The	177	4
Bristol-Myers Squibb Co	97,121	7,143	Genuine Parts Co	581	59
Cardinal Health Inc	1,595	124	Home Depot Inc/The	5,157	659
Eli Lilly & Co	11,770	927			
Express Scripts Holding Co ^(a)	43,009	3,261			
Herbalife Ltd ^(a)	314	18			

See accompanying notes.

Schedule of Investments
LargeCap Growth Account I
June 30, 2016 (unaudited)

COMMON STOCKS (continued)	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Retail (continued)			Software (continued)		
Kate Spade & Co ^(a)	557	\$ 12	MSCI Inc	383	\$ 30
L Brands Inc	125	8	NetSuite Inc ^(a)	36,462	2,655
Liberty Interactive Corp QVC Group ^(a)	1,088	28	Nuance Communications Inc ^(a)	818	13
Lowe's Cos Inc	25,384	2,009	Oracle Corp	4,415	181
lululemon athletica Inc ^(a)	388	29	Paychex Inc	931	55
McDonald's Corp	3,732	449	Rackspace Hosting Inc ^(a)	513	11
Michaels Cos Inc/The ^(a)	390	11	Red Hat Inc ^(a)	729	53
MSC Industrial Direct Co Inc	126	9	salesforce.com Inc ^(a)	70,759	5,619
Nu Skin Enterprises Inc	97	5	ServiceNow Inc ^(a)	12,000	797
O'Reilly Automotive Inc ^(a)	497	135	SS&C Technologies Holdings Inc	646	18
Panera Bread Co ^(a)	98	21	Tableau Software Inc ^(a)	235	11
Ross Stores Inc	2,206	125	Tyler Technologies Inc ^(a)	144	24
Sally Beauty Holdings Inc ^(a)	674	20	Ultimate Software Group Inc/The ^(a)	113	24
Signet Jewelers Ltd	296	24	Veeva Systems Inc ^(a)	415	14
Starbucks Corp	93,552	5,343	VMware Inc ^(a)	147	8
Target Corp	804	56	Workday Inc ^(a)	6,205	463
TJX Cos Inc/The	3,055	236			<u>\$ 21,806</u>
Tractor Supply Co	15,487	1,412	Telecommunications - 0.89%		
Ultra Salon Cosmetics & Fragrance Inc ^(a)	236	58	Arista Networks Inc ^(a)	181	12
Urban Outfitters Inc ^(a)	393	11	ARRIS International PLC ^(a)	226	5
Walgreens Boots Alliance Inc	952	79	CommScope Holding Co Inc ^(a)	548	17
Wendy's Co/The	670	6	Juniper Networks Inc	21,600	486
Williams-Sonoma Inc	396	21	Motorola Solutions Inc	121	8
Yum! Brands Inc	1,917	159	Palo Alto Networks Inc ^(a)	2,790	342
		<u>\$ 18,370</u>	T-Mobile US Inc ^(a)	18,980	821
Semiconductors - 2.58%			Verizon Communications Inc	7,961	444
Applied Materials Inc	2,248	54	Zayo Group Holdings Inc ^(a)	629	18
ASML Holding NV - NY Reg Shares	11,610	1,152			<u>\$ 2,153</u>
Broadcom Ltd	1,088	169	Textiles - 0.02%		
Cree Inc ^(a)	146	4	Mohawk Industries Inc ^(a)	207	39
Intel Corp	2,731	90	Toys, Games & Hobbies - 0.04%		
IPG Photonics Corp ^(a)	129	10	Hasbro Inc	481	40
KLA-Tencor Corp	652	48	Mattel Inc	1,394	44
Lam Research Corp	528	44			<u>\$ 84</u>
Linear Technology Corp	499	23	Transportation - 0.69%		
Maxim Integrated Products Inc	1,185	42	CH Robinson Worldwide Inc	605	45
Microchip Technology Inc	875	44	Expeditors International of Washington Inc	559	27
NVIDIA Corp	2,649	124	FedEx Corp	8,470	1,285
NXP Semiconductors NV ^(a)	51,976	4,072	JB Hunt Transport Services Inc	381	31
ON Semiconductor Corp ^(a)	342	3	Landstar System Inc	206	14
Qorvo Inc ^(a)	84	5	Old Dominion Freight Line Inc ^(a)	178	11
QUALCOMM Inc	1,749	94	Teekay Corp	65	1
Skyworks Solutions Inc	704	44	Union Pacific Corp	385	34
Texas Instruments Inc	2,905	182	United Parcel Service Inc	1,996	215
Xilinx Inc	366	17			<u>\$ 1,663</u>
		<u>\$ 6,221</u>	Trucking & Leasing - 0.00%		
Shipbuilding - 0.01%			AMERCO	19	7
Huntington Ingalls Industries Inc	172	29	TOTAL COMMON STOCKS		
Software - 9.05%					<u>\$ 233,069</u>
Activision Blizzard Inc	4,580	182	INVESTMENT COMPANIES - 2.23%		
Adobe Systems Inc ^(a)	25,949	2,486		Shares Held	Value (000's)
Akamai Technologies Inc ^(a)	41,389	2,314	Money Market Funds - 2.23%		
ANSYS Inc ^(a)	20,515	1,862	BlackRock Liquidity Funds FedFund Portfolio	2,359,848	2,360
athenahealth Inc ^(a)	159	22	Cash Account Trust - Government & Agency	115,943	116
Atlassian Corp PLC ^(a)	167	4	Portfolio - Government Cash Managed		
Autodesk Inc ^(a)	697	38	First American Government Obligations Fund	2,896,817	2,897
Black Knight Financial Services Inc ^(a)	143	5			<u>\$ 5,373</u>
Broadridge Financial Solutions Inc	507	33	TOTAL INVESTMENT COMPANIES		
CDK Global Inc	651	36			<u>\$ 5,373</u>
Cerner Corp ^(a)	844	49	CONVERTIBLE PREFERRED STOCKS - 0.37%		
Citrix Systems Inc ^(a)	642	51		Shares Held	Value (000's)
Dun & Bradstreet Corp/The	78	10	Internet - 0.37%		
Electronic Arts Inc ^(a)	838	63	Airbnb Inc - Series D ^{(a),(b),(c),(d)}	3,936	366
Fidelity National Information Services Inc	535	39	Airbnb Inc - Series E ^{(a),(b),(c),(d)}	1,119	104
First Data Corp ^(a)	1,409	16	Dropbox Inc ^{(a),(b),(c),(d)}	8,228	100
Fiserv Inc ^(a)	2,021	220	Flipkart Online Services Pvt Ltd Series A ^{(a),(b),(c),(d)}	68	7
Guidewire Software Inc ^(a)	328	20	Flipkart Online Services Pvt Ltd Series C ^{(a),(b),(c),(d)}	117	11
IMS Health Holdings Inc ^(a)	654	17			
Intuit Inc	703	78			
Jack Henry & Associates Inc	353	31			
Microsoft Corp	83,131	4,254			

See accompanying notes.

Schedule of Investments
LargeCap Growth Account I
June 30, 2016 (unaudited)

CONVERTIBLE PREFERRED STOCKS		
(continued)	Shares Held	Value (000's)
Internet (continued)		
Flipkart Online Services Pvt Ltd Series E (a),(b),(c),(d)	220	\$ 21
Uber Technologies Inc (a),(b),(c),(d)	5,740	280
		\$ 889
TOTAL CONVERTIBLE PREFERRED STOCKS		\$ 889
PREFERRED STOCKS - 0.22%	Shares Held	Value (000's)
Internet - 0.10%		
Flipkart Online Services Pvt Ltd Series G (a),(b),(c),(d)	985	96
Uber Technologies Inc (a),(b),(c),(d)	3,311	161
		\$ 257
Software - 0.12%		
Magic Leap Inc (a),(b),(c),(d)	5,653	130
Snapchat Inc (a),(b),(c),(d)	4,923	151
		\$ 281
TOTAL PREFERRED STOCKS		\$ 538
Total Investments		\$ 239,869
Other Assets and Liabilities - 0.50%		\$ 1,213
TOTAL NET ASSETS - 100.00%		\$ 241,082

- (a) *Non-Income Producing Security*
(b) *Security is Illiquid. At the end of the period, the value of these securities totaled \$1,457 or 0.60% of net assets.*
(c) *Restricted Security. Please see Restricted Security Sub-Schedule for more information.*
(d) *Fair value of these investments is determined in good faith by the Manager under procedures established and periodically reviewed by the Board of Directors. At the end of the period, the fair value of these securities totaled \$1,457 or 0.60% of net assets.*

Portfolio Summary (unaudited)

Sector	Percent
Consumer, Non-cyclical	27.85%
Communications	21.55%
Technology	15.51%
Consumer, Cyclical	14.70%
Industrial	8.04%
Financial	7.63%
Investment Companies	2.23%
Basic Materials	1.88%
Energy	0.10%
Utilities	0.01%
Other Assets and Liabilities	0.50%
TOTAL NET ASSETS	100.00%

Futures Contracts

Type	Long/Short	Contracts	Notional Value	Fair Value	Unrealized Appreciation/(Depreciation)
S&P 500 Emini; September 2016	Long	58	\$ 6,076	\$ 6,062	\$ (14)
Total					\$ (14)

Amounts in thousands except contracts

Restricted Securities

Security Name	Trade Date	Cost	Value	Percent of Net Assets
Airbnb Inc - Series D	04/16/2014	\$ 160	\$ 366	0.15%
Airbnb Inc - Series E	07/14/2015	104	104	0.04%
Dropbox Inc	01/30/2014	157	100	0.04%
Dropbox Inc	11/07/2014	27	11	0.00%
Flipkart Online Services Pvt Ltd	03/19/2015	22	19	0.01%
Flipkart Online Services Pvt Ltd Series A	03/19/2015	8	7	0.00%
Flipkart Online Services Pvt Ltd Series C	03/19/2015	14	11	0.00%
Flipkart Online Services Pvt Ltd Series E	03/19/2015	25	21	0.01%
Flipkart Online Services Pvt Ltd Series G	12/17/2014	118	96	0.04%
Magic Leap Inc	01/20/2016	130	130	0.05%
Snapchat Inc	05/06/2016	151	151	0.06%
Uber Technologies Inc	12/03/2015	162	161	0.07%
Uber Technologies Inc	12/05/2014	191	280	0.12%

Amounts in thousands
See accompanying notes.

Schedule of Investments
LargeCap S&P 500 Index Account
June 30, 2016 (unaudited)

COMMON STOCKS - 97.69%	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Advertising - 0.15%			Banks (continued)		
Interpublic Group of Cos Inc/The	46,639	\$ 1,077	Wells Fargo & Co	535,476	\$ 25,344
Omnicom Group Inc	27,555	2,246	Zions Bancorporation	23,716	596
		<u>\$ 3,323</u>			<u>\$ 133,465</u>
Aerospace & Defense - 2.09%			Beverages - 2.30%		
Boeing Co/The	69,400	9,013	Brown-Forman Corp - B Shares	11,648	1,162
General Dynamics Corp	33,299	4,637	Coca-Cola Co/The	451,270	20,456
Harris Corp	14,455	1,206	Constellation Brands Inc	20,446	3,382
L-3 Communications Holdings Inc	8,918	1,308	Dr Pepper Snapple Group Inc	21,535	2,081
Lockheed Martin Corp	30,346	7,531	Molson Coors Brewing Co	21,340	2,158
Northrop Grumman Corp	20,914	4,649	Monster Beverage Corp ^(a)	16,316	2,622
Raytheon Co	34,420	4,679	PepsiCo Inc	167,409	17,735
Rockwell Collins Inc	15,089	1,285			<u>\$ 49,596</u>
TransDigm Group Inc ^(a)	6,140	1,619			
United Technologies Corp	90,204	9,250			
		<u>\$ 45,177</u>	Biotechnology - 2.42%		
Agriculture - 1.95%			Alexion Pharmaceuticals Inc ^(a)	25,964	3,031
Altria Group Inc	226,751	15,637	Amgen Inc	87,066	13,247
Archer-Daniels-Midland Co	68,101	2,921	Biogen Inc ^(a)	25,388	6,139
Philip Morris International Inc	179,793	18,289	Celgene Corp ^(a)	89,777	8,855
Reynolds American Inc	95,949	5,174	Gilead Sciences Inc	154,359	12,877
		<u>\$ 42,021</u>	Illumina Inc ^(a)	17,060	2,395
			Regeneron Pharmaceuticals Inc ^(a)	9,039	3,157
			Vertex Pharmaceuticals Inc ^(a)	28,668	2,466
					<u>\$ 52,167</u>
Airlines - 0.49%			Building Materials - 0.25%		
Alaska Air Group Inc	14,285	833	Fortune Brands Home & Security Inc	17,756	1,029
American Airlines Group Inc	67,010	1,897	Martin Marietta Materials Inc	7,362	1,414
Delta Air Lines Inc	89,428	3,258	Masco Corp	38,565	1,193
Southwest Airlines Co	74,024	2,902	Vulcan Materials Co	15,436	1,858
United Continental Holdings Inc ^(a)	38,908	1,597			<u>\$ 5,494</u>
		<u>\$ 10,487</u>	Chemicals - 2.01%		
Apparel - 0.71%			Air Products & Chemicals Inc	22,539	3,201
Hanesbrands Inc	43,754	1,099	Albemarle Corp	13,003	1,031
Michael Kors Holdings Ltd ^(a)	20,453	1,012	CF Industries Holdings Inc	27,015	651
NIKE Inc	154,318	8,518	Dow Chemical Co/The	130,137	6,469
Ralph Lauren Corp	6,608	592	Eastman Chemical Co	17,229	1,170
Under Armour Inc - Class A ^(a)	21,226	852	Ecolab Inc	30,594	3,628
Under Armour Inc - Class C ^(a)	21,334	777	EI du Pont de Nemours & Co	101,241	6,560
VF Corp	38,666	2,378	FMC Corp	15,502	718
		<u>\$ 15,228</u>	International Flavors & Fragrances Inc	9,238	1,165
			LyondellBasell Industries NV	39,566	2,945
Automobile Manufacturers - 0.57%			Monsanto Co	50,630	5,236
Ford Motor Co	452,244	5,685	Mosaic Co/The	40,544	1,061
General Motors Co	162,405	4,596	PPG Industries Inc	30,837	3,212
PACCAR Inc	40,619	2,107	Praxair Inc	33,062	3,716
		<u>\$ 12,388</u>	Sherwin-Williams Co/The	9,112	2,676
					<u>\$ 43,439</u>
Automobile Parts & Equipment - 0.32%			Commercial Services - 1.24%		
BorgWarner Inc	25,222	745	Automatic Data Processing Inc	52,797	4,850
Delphi Automotive PLC	31,638	1,980	Cintas Corp	10,045	986
Goodyear Tire & Rubber Co/The	30,823	791	Equifax Inc	13,793	1,771
Johnson Controls Inc	75,146	3,326	Global Payments Inc	17,848	1,274
		<u>\$ 6,842</u>	H&R Block Inc	26,008	598
			Moody's Corp	19,592	1,836
Banks - 6.18%			Nielsen Holdings PLC	41,817	2,173
Bank of America Corp	1,190,527	15,798	PayPal Holdings Inc ^(a)	127,832	4,667
Bank of New York Mellon Corp/The	124,835	4,850	Quanta Services Inc ^(a)	17,505	405
BB&T Corp	95,139	3,388	Robert Half International Inc	15,220	581
Capital One Financial Corp	59,352	3,769	S&P Global Inc	30,667	3,289
Citigroup Inc	340,161	14,419	Total System Services Inc	19,578	1,040
Citizens Financial Group Inc	61,309	1,225	United Rentals Inc ^(a)	10,257	688
Comerica Inc	20,298	835	Verisk Analytics Inc ^(a)	17,931	1,454
Fifth Third Bancorp	88,979	1,565	Western Union Co/The	56,923	1,092
Goldman Sachs Group Inc/The	44,774	6,653			<u>\$ 26,704</u>
Huntington Bancshares Inc/OH	92,589	828			
JPMorgan Chase & Co	423,812	26,336	Computers - 4.85%		
KeyCorp	97,632	1,079	Accenture PLC - Class A	72,298	8,191
M&T Bank Corp	18,428	2,179	Apple Inc	634,840	60,691
Morgan Stanley	175,112	4,549	Cognizant Technology Solutions Corp ^(a)	70,221	4,019
Northern Trust Corp	24,857	1,647	CSRA Inc	15,898	372
PNC Financial Services Group Inc/The	57,872	4,710	EMC Corp/MA	226,377	6,151
Regions Financial Corp	146,813	1,249	Hewlett Packard Enterprise Co	192,594	3,519
State Street Corp	45,889	2,474	HP Inc	198,261	2,488
SunTrust Banks Inc	58,081	2,386			
US Bancorp	188,086	7,586			

See accompanying notes.

Schedule of Investments
LargeCap S&P 500 Index Account
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COMMON STOCKS (continued)	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Computers (continued)			Electrical Components & Equipment - 0.30%		
International Business Machines Corp	102,359	\$ 15,536	Acuity Brands Inc	5,079	\$ 1,259
NetApp Inc	33,505	824	AMETEK Inc	27,052	1,251
Seagate Technology PLC	34,594	843	Emerson Electric Co	74,565	3,889
Teradata Corp ^(a)	15,067	378			<u>\$ 6,399</u>
Western Digital Corp	32,618	1,541			
		<u>\$ 104,553</u>	Electronics - 1.15%		
Consumer Products - 0.47%			Agilent Technologies Inc	37,988	1,685
Avery Dennison Corp	10,336	773	Allegion PLC	11,095	770
Church & Dwight Co Inc	14,873	1,530	Amphenol Corp	35,689	2,046
Clorox Co/The	14,990	2,075	Corning Inc	124,634	2,553
Kimberly-Clark Corp	41,739	5,738	FLIR Systems Inc	15,951	494
		<u>\$ 10,116</u>	Garmin Ltd	13,595	577
Cosmetics & Personal Care - 1.67%			Honeywell International Inc	88,330	10,275
Colgate-Palmolive Co	103,501	7,576	PerkinElmer Inc	12,636	662
Estee Lauder Cos Inc/The	25,797	2,348	TE Connectivity Ltd	41,448	2,367
Procter & Gamble Co/The ^(b)	308,511	26,122	Tyco International Plc	49,315	2,101
		<u>\$ 36,046</u>	Waters Corp ^(a)	9,381	1,319
					<u>\$ 24,849</u>
Distribution & Wholesale - 0.19%			Energy - Alternate Sources - 0.02%		
Fastenal Co	33,481	1,486	First Solar Inc ^(a)	8,887	431
LKQ Corp ^(a)	35,544	1,127			
WW Grainger Inc	6,538	1,486	Engineering & Construction - 0.07%		
		<u>\$ 4,099</u>	Fluor Corp	16,136	795
Diversified Financial Services - 2.97%			Jacobs Engineering Group Inc ^(a)	14,131	704
Affiliated Managers Group Inc ^(a)	6,236	878			<u>\$ 1,499</u>
Alliance Data Systems Corp ^(a)	6,831	1,338	Environmental Control - 0.26%		
American Express Co	93,691	5,693	Republic Services Inc	27,502	1,411
Ameriprise Financial Inc	19,217	1,727	Stericycle Inc ^(a)	9,841	1,025
BlackRock Inc	14,579	4,994	Waste Management Inc	47,886	3,173
Charles Schwab Corp/The	139,398	3,528			<u>\$ 5,609</u>
CME Group Inc/IL	39,248	3,823	Food - 1.97%		
Discover Financial Services	47,777	2,560	Campbell Soup Co	20,781	1,383
E*TRADE Financial Corp ^(a)	32,305	759	ConAgra Foods Inc	50,581	2,418
Franklin Resources Inc	42,710	1,425	General Mills Inc	68,891	4,913
Intercontinental Exchange Inc	13,797	3,532	Hershey Co/The	16,287	1,848
Invesco Ltd	48,362	1,235	Hormel Foods Corp	31,319	1,146
Legg Mason Inc	12,216	360	JM Smucker Co/The	13,871	2,114
MasterCard Inc	112,516	9,908	Kellogg Co	29,211	2,385
Nasdaq Inc	13,347	863	Kraft Heinz Co/The	69,056	6,110
Navigent Corp	38,306	458	Kroger Co/The	110,545	4,067
Synchrony Financial	96,652	2,443	McCormick & Co Inc/MD	13,359	1,425
T Rowe Price Group Inc	28,766	2,099	Mondelez International Inc	179,885	8,187
Visa Inc	220,767	16,374	Sysco Corp	60,740	3,082
		<u>\$ 63,997</u>	Tyson Foods Inc	34,832	2,327
			Whole Foods Market Inc	37,207	1,191
					<u>\$ 42,596</u>
Electric - 3.19%			Forest Products & Paper - 0.09%		
AES Corp/VA	76,378	953	International Paper Co	47,655	2,020
Alliant Energy Corp	26,299	1,044			
Ameren Corp	28,121	1,507	Gas - 0.25%		
American Electric Power Co Inc	56,943	3,991	CenterPoint Energy Inc	49,909	1,198
CMS Energy Corp	32,354	1,484	NiSource Inc	37,267	988
Consolidated Edison Inc	35,252	2,836	Sempra Energy	27,471	3,132
Dominion Resources Inc/VA	71,420	5,566			<u>\$ 5,318</u>
DTE Energy Co	20,796	2,061	Hand & Machine Tools - 0.14%		
Duke Energy Corp	79,844	6,850	Snap-on Inc	6,739	1,064
Edison International	37,761	2,933	Stanley Black & Decker Inc	17,398	1,935
Entergy Corp	20,716	1,685			<u>\$ 2,999</u>
Eversource Energy	36,764	2,202	Healthcare - Products - 3.16%		
Exelon Corp	106,837	3,885	Abbott Laboratories	170,276	6,694
FirstEnergy Corp	49,224	1,718	Baxter International Inc	64,007	2,894
NextEra Energy Inc	53,482	6,974	Becton Dickinson and Co	24,594	4,171
NRG Energy Inc	36,498	547	Boston Scientific Corp ^(a)	157,262	3,675
PG&E Corp	57,491	3,675	CR Bard Inc	8,497	1,998
Pinnacle West Capital Corp	12,881	1,044	Danaher Corp	69,443	7,014
PPL Corp	78,458	2,962	DENTSPLY SIRONA Inc	27,147	1,684
Public Service Enterprise Group Inc	58,637	2,733	Edwards Lifesciences Corp ^(a)	24,543	2,448
SCANA Corp	16,564	1,253	Henry Schein Inc ^(a)	9,511	1,682
Southern Co/The	108,779	5,834	Hologic Inc ^(a)	28,115	973
WEC Energy Group Inc	36,583	2,389			
Xcel Energy Inc	58,872	2,636			
		<u>\$ 68,762</u>			

See accompanying notes.

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COMMON STOCKS (continued)	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Healthcare - Products (continued)			Internet (continued)		
Intuitive Surgical Inc ^(a)	4,411	\$ 2,917	Netflix Inc ^(a)	49,640	\$ 4,541
Medtronic PLC	162,975	14,141	Priceline Group Inc/The ^(a)	5,753	7,182
Patterson Cos Inc	9,647	462	Symantec Corp	70,965	1,458
St Jude Medical Inc	32,948	2,570	TripAdvisor Inc ^(a)	13,247	852
Stryker Corp	36,409	4,363	VeriSign Inc ^(a)	11,063	956
Thermo Fisher Scientific Inc	45,608	6,739	Yahoo! Inc ^(a)	101,289	3,804
Varian Medical Systems Inc ^(a)	11,035	907			\$ 134,338
Zimmer Biomet Holdings Inc	23,074	2,778	Iron & Steel - 0.08%		
		\$ 68,110	Nucor Corp	36,848	1,821
Healthcare - Services - 1.91%			Leisure Products & Services - 0.21%		
Aetna Inc	40,634	4,963	Carnival Corp	50,818	2,246
Anthem Inc	30,476	4,003	Harley-Davidson Inc	20,988	951
Centene Corp ^(a)	19,757	1,410	Royal Caribbean Cruises Ltd	19,458	1,307
Cigna Corp	29,730	3,805			\$ 4,504
DaVita HealthCare Partners Inc ^(a)	18,907	1,462	Lodging - 0.22%		
HCA Holdings Inc ^(a)	34,899	2,687	Marriott International Inc/MD	22,099	1,469
Humana Inc	17,273	3,107	Starwood Hotels & Resorts Worldwide Inc	19,535	1,445
Laboratory Corp of America Holdings ^(a)	11,868	1,546	Wyndham Worldwide Corp	12,975	924
Quest Diagnostics Inc	16,395	1,335	Wynn Resorts Ltd	9,438	855
UnitedHealth Group Inc	110,199	15,560			\$ 4,693
Universal Health Services Inc	10,403	1,395	Machinery - Construction & Mining - 0.24%		
		\$ 41,273	Caterpillar Inc	67,671	5,130
Holding Companies - Diversified - 0.03%			Machinery - Diversified - 0.47%		
Leucadia National Corp	38,634	670	Cummins Inc	18,362	2,065
Home Builders - 0.13%			Deere & Co	34,601	2,804
DR Horton Inc	38,261	1,205	Flowserve Corp	15,109	682
Lennar Corp - A Shares	21,256	980	Rockwell Automation Inc	15,097	1,733
PulteGroup Inc	36,496	711	Roper Technologies Inc	11,729	2,001
		\$ 2,896	Xylem Inc/NY	20,734	926
Home Furnishings - 0.13%					\$ 10,211
Harman International Industries Inc	8,177	587	Media - 2.50%		
Leggett & Platt Inc	15,568	796	CBS Corp	48,135	2,620
Whirlpool Corp	8,804	1,467	Comcast Corp - Class A	280,220	18,267
		\$ 2,850	Discovery Communications Inc - A Shares ^(a)	17,440	440
Housewares - 0.12%			Discovery Communications Inc - C Shares ^(a)	27,671	660
Newell Brands Inc	52,929	2,571	News Corp - A Shares	44,108	501
Insurance - 4.00%			News Corp - B Shares	12,494	146
Aflac Inc	47,981	3,462	Scripps Networks Interactive Inc	11,013	686
Allstate Corp/The	43,389	3,035	TEGNA Inc	25,218	584
American International Group Inc	129,697	6,860	Time Warner Inc	91,144	6,703
Aon PLC	30,704	3,354	Twenty-First Century Fox Inc - A Shares	126,995	3,435
Arthur J Gallagher & Co	20,529	977	Twenty-First Century Fox Inc - B Shares	49,976	1,362
Assurant Inc	7,178	619	Viacom Inc - B Shares	40,172	1,666
Berkshire Hathaway Inc - Class B ^(a)	217,180	31,445	Walt Disney Co/The	172,999	16,923
Chubb Ltd	53,833	7,036			\$ 53,993
Cincinnati Financial Corp	17,143	1,284	Mining - 0.25%		
Hartford Financial Services Group Inc/The	45,593	2,023	Alcoa Inc	152,422	1,413
Lincoln National Corp	27,701	1,074	Freeport-McMoRan Inc	145,124	1,617
Loews Corp	31,041	1,275	Newmont Mining Corp	61,489	2,405
Marsh & McLennan Cos Inc	60,411	4,136			\$ 5,435
MetLife Inc	127,336	5,072	Miscellaneous Manufacturers - 2.79%		
Progressive Corp/The	67,570	2,264	3M Co	70,295	12,310
Prudential Financial Inc	51,228	3,655	Dover Corp	17,981	1,246
Torchmark Corp	13,004	804	Eaton Corp PLC	53,082	3,171
Travelers Cos Inc/The	33,888	4,034	General Electric Co	1,065,787	33,551
Unum Group	27,556	876	Illinois Tool Works Inc	37,486	3,904
Willis Towers Watson PLC	16,045	1,995	Ingersoll-Rand PLC	29,840	1,900
XL Group PLC	32,993	1,099	Parker-Hannifin Corp	15,609	1,687
		\$ 86,379	Pentair PLC	20,945	1,221
Internet - 6.23%			Textron Inc	31,157	1,139
Alphabet Inc - A Shares ^(a)	34,037	23,946			\$ 60,129
Alphabet Inc - C Shares ^(a)	34,232	23,692	Office & Business Equipment - 0.07%		
Amazon.com Inc ^(a)	44,842	32,090	Pitney Bowes Inc	21,861	389
eBay Inc ^(a)	122,506	2,868	Xerox Corp	110,363	1,047
Expedia Inc	13,586	1,444			\$ 1,436
F5 Networks Inc ^(a)	7,763	884			
Facebook Inc ^(a)	267,947	30,621			

See accompanying notes.

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COMMON STOCKS (continued)	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Oil & Gas - 5.72%			Real Estate - 0.04%		
Anadarko Petroleum Corp	59,159	\$ 3,150	CBRE Group Inc ^(a)	33,823	\$ 896
Apache Corp	43,872	2,442	REITS - 3.12%		
Cabot Oil & Gas Corp	53,894	1,387	American Tower Corp	49,207	5,590
Chesapeake Energy Corp ^(a)	67,783	290	Apartment Investment & Management Co	18,151	801
Chevron Corp	218,439	22,899	AvalonBay Communities Inc	15,897	2,868
Cimarex Energy Co	10,989	1,311	Boston Properties Inc	17,803	2,348
Concho Resources Inc ^(a)	15,107	1,802	Crown Castle International Corp	39,046	3,960
ConocoPhillips	143,530	6,258	Digital Realty Trust Inc	17,016	1,855
Devon Energy Corp	60,732	2,202	Equinix Inc	8,046	3,120
Diamond Offshore Drilling Inc	7,472	182	Equity Residential	42,362	2,918
EOG Resources Inc	63,777	5,320	Essex Property Trust Inc	7,583	1,730
EQT Corp	20,020	1,550	Extra Space Storage Inc	14,511	1,343
Exxon Mobil Corp	480,597	45,051	Federal Realty Investment Trust	8,217	1,360
Helmerich & Payne Inc	12,521	841	General Growth Properties Inc	67,559	2,015
Hess Corp	30,552	1,836	HCP Inc	54,136	1,915
Marathon Oil Corp	98,243	1,475	Host Hotels & Resorts Inc	86,614	1,404
Marathon Petroleum Corp	61,408	2,331	Iron Mountain Inc	27,701	1,103
Murphy Oil Corp	18,760	596	Kimco Realty Corp	48,637	1,526
Newfield Exploration Co ^(a)	22,798	1,007	Macerich Co/The	14,628	1,249
Noble Energy Inc	49,671	1,782	Prologis Inc	60,890	2,986
Occidental Petroleum Corp	88,518	6,688	Public Storage	17,080	4,365
Phillips 66	54,214	4,301	Realty Income Corp	29,859	2,071
Pioneer Natural Resources Co	18,956	2,866	Simon Property Group Inc	35,860	7,778
Range Resources Corp	19,673	849	SL Green Realty Corp	11,617	1,237
Southwestern Energy Co ^(a)	54,820	690	UDR Inc	30,961	1,143
Tesoro Corp	13,905	1,042	Ventas Inc	39,189	2,854
Transocean Ltd	39,787	473	Vornado Realty Trust	20,566	2,059
Valero Energy Corp	54,450	2,777	Welltower Inc	41,376	3,152
		<u>\$ 123,398</u>	Weyerhaeuser Co	86,586	2,578
					<u>\$ 67,328</u>
Oil & Gas Services - 1.01%			Retail - 6.52%		
Baker Hughes Inc	50,754	2,291	Advance Auto Parts Inc	8,525	1,378
FMC Technologies Inc ^(a)	26,234	700	AutoNation Inc ^(a)	8,245	387
Halliburton Co	99,589	4,510	AutoZone Inc ^(a)	3,460	2,747
National Oilwell Varco Inc	43,701	1,471	Bed Bath & Beyond Inc	17,891	773
Schlumberger Ltd	161,046	12,735	Best Buy Co Inc	32,678	1,000
		<u>\$ 21,707</u>	CarMax Inc ^(a)	22,465	1,101
			Chipotle Mexican Grill Inc ^(a)	3,384	1,363
Packaging & Containers - 0.18%			Coach Inc	32,224	1,313
Ball Corp	20,142	1,456	Costco Wholesale Corp	50,772	7,973
Owens-Illinois Inc ^(a)	18,766	338	CVS Health Corp	124,480	11,918
Sealed Air Corp	22,848	1,050	Darden Restaurants Inc	13,218	837
WestRock Co	29,277	1,138	Dollar General Corp	32,890	3,092
		<u>\$ 3,982</u>	Dollar Tree Inc ^(a)	27,302	2,573
			Foot Locker Inc	15,773	865
Pharmaceuticals - 7.02%			Gap Inc/The	26,290	558
AbbVie Inc	187,453	11,605	Genuine Parts Co	17,341	1,756
Allergan plc ^(a)	45,845	10,594	Home Depot Inc/The	144,181	18,411
AmerisourceBergen Corp	21,265	1,687	Kohl's Corp	21,292	807
Bristol-Myers Squibb Co	193,474	14,230	L Brands Inc	29,323	1,968
Cardinal Health Inc	37,762	2,946	Lowe's Cos Inc	102,700	8,131
Eli Lilly & Co	112,583	8,866	Macy's Inc	35,743	1,201
Endo International PLC ^(a)	23,742	370	McDonald's Corp	101,744	12,244
Express Scripts Holding Co ^(a)	73,342	5,560	Nordstrom Inc	14,874	566
Johnson & Johnson	318,802	38,671	O'Reilly Automotive Inc ^(a)	11,179	3,031
Mallinckrodt PLC ^(a)	12,671	770	PVH Corp	9,392	885
McKesson Corp	26,080	4,868	Ross Stores Inc	46,569	2,640
Mead Johnson Nutrition Co	21,634	1,963	Signet Jewelers Ltd	9,040	745
Merck & Co Inc	320,817	18,482	Staples Inc	74,905	646
Mylan NV ^(a)	49,493	2,140	Starbucks Corp	169,783	9,698
Perrigo Co PLC	16,599	1,505	Target Corp	68,297	4,769
Pfizer Inc ^(b)	702,923	24,750	Tiffany & Co	12,706	771
Zoetis Inc	52,909	2,511	TJX Cos Inc/The	76,620	5,917
		<u>\$ 151,518</u>	Tractor Supply Co	15,464	1,410
			Ultra Salon Cosmetics & Fragrance Inc ^(a)	7,238	1,763
Pipelines - 0.51%			Urban Outfitters Inc ^(a)	10,044	276
Columbia Pipeline Group Inc	46,342	1,181	Walgreens Boots Alliance Inc	100,161	8,340
Kinder Morgan Inc/DE	212,084	3,970	Wal-Mart Stores Inc	176,999	12,924
ONEOK Inc	24,351	1,156	Yum! Brands Inc	47,222	3,916
Spectra Energy Corp	79,300	2,905			<u>\$ 140,693</u>
Williams Cos Inc/The	79,162	1,712			
		<u>\$ 10,924</u>			

See accompanying notes.

Schedule of Investments
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COMMON STOCKS (continued)	Shares Held	Value (000's)
Savings & Loans - 0.02%		
People's United Financial Inc	36,029	\$ 528
Semiconductors - 2.76%		
Analog Devices Inc	35,622	2,017
Applied Materials Inc	126,233	3,026
Broadcom Ltd	42,990	6,681
Intel Corp	547,285	17,951
KLA-Tencor Corp	18,046	1,322
Lam Research Corp	18,497	1,555
Linear Technology Corp	27,711	1,289
Microchip Technology Inc	24,897	1,264
Micron Technology Inc ^(a)	120,194	1,654
NVIDIA Corp	58,796	2,764
Qorvo Inc ^(a)	14,780	817
QUALCOMM Inc	170,248	9,120
Skyworks Solutions Inc	22,048	1,395
Texas Instruments Inc	116,391	7,292
Xilinx Inc	29,407	1,356
		<u>\$ 59,503</u>
Software - 4.53%		
Activision Blizzard Inc	59,037	2,340
Adobe Systems Inc ^(a)	57,974	5,553
Akamai Technologies Inc ^(a)	20,351	1,138
Autodesk Inc ^(a)	26,030	1,409
CA Inc	34,296	1,126
Cerner Corp ^(a)	34,873	2,044
Citrix Systems Inc ^(a)	17,976	1,440
Dun & Bradstreet Corp/The	4,202	512
Electronic Arts Inc ^(a)	34,956	2,648
Fidelity National Information Services Inc	32,160	2,369
Fiserv Inc ^(a)	25,768	2,802
Intuit Inc	29,655	3,310
Microsoft Corp	911,037	46,618
Oracle Corp	360,730	14,765
Paychex Inc	37,147	2,210
Red Hat Inc ^(a)	21,028	1,527
salesforce.com Inc ^(a)	73,811	5,861
		<u>\$ 97,672</u>
Telecommunications - 3.72%		
AT&T Inc	713,487	30,830
CenturyLink Inc	63,289	1,836
Cisco Systems Inc	582,949	16,725
Frontier Communications Corp	135,961	671
Juniper Networks Inc	40,939	921
Level 3 Communications Inc ^(a)	33,602	1,730
Motorola Solutions Inc	18,415	1,215
Verizon Communications Inc	472,446	26,381
		<u>\$ 80,309</u>
Textiles - 0.06%		
Mohawk Industries Inc ^(a)	7,385	1,401
Toys, Games & Hobbies - 0.11%		
Hasbro Inc	13,007	1,092
Mattel Inc	39,458	1,235
		<u>\$ 2,327</u>
Transportation - 1.48%		
CH Robinson Worldwide Inc	16,546	1,229
CSX Corp	110,786	2,889
Expeditors International of Washington Inc	21,100	1,035
FedEx Corp	28,932	4,391
JB Hunt Transport Services Inc	10,314	835
Kansas City Southern	12,515	1,127
Norfolk Southern Corp	34,276	2,918
Ryder System Inc	6,224	380
Union Pacific Corp	97,476	8,505
United Parcel Service Inc	80,024	8,620
		<u>\$ 31,929</u>

COMMON STOCKS (continued)	Shares Held	Value (000's)
Water - 0.08%		
American Water Works Co Inc	20,597	\$ 1,741
TOTAL COMMON STOCKS		
		<u>\$ 2,107,919</u>
INVESTMENT COMPANIES - 2.46%	Shares Held	Value (000's)
Exchange Traded Funds - 0.80%		
iShares Core S&P 500 ETF	81,316	17,133
Money Market Funds - 1.66%		
BlackRock Liquidity Funds FedFund Portfolio	35,915,190	35,915
TOTAL INVESTMENT COMPANIES		
		<u>\$ 53,048</u>
Total Investments		
		<u>\$ 2,160,967</u>
Other Assets and Liabilities - (0.15)%		
		<u>\$ (3,204)</u>
TOTAL NET ASSETS - 100.00%		
		<u><u>\$ 2,157,763</u></u>

(a) Non-Income Producing Security

(b) Security or a portion of the security was pledged to cover margin requirements for futures contracts. At the end of the period, the value of these securities totaled \$6,684 or 0.31% of net assets.

Portfolio Summary (unaudited)

Sector	Percent
Consumer, Non-cyclical	24.21%
Financial	16.33%
Communications	12.60%
Technology	12.11%
Consumer, Cyclical	9.78%
Industrial	9.42%
Energy	7.26%
Utilities	3.52%
Investment Companies	2.46%
Basic Materials	2.43%
Diversified	0.03%
Other Assets and Liabilities	(0.15)%
TOTAL NET ASSETS	<u><u>100.00%</u></u>

Schedule of Investments
LargeCap S&P 500 Index Account
June 30, 2016 (unaudited)

Futures Contracts

Type	Long/Short	Contracts	Notional Value	Fair Value	Unrealized Appreciation/(Depreciation)
S&P 500 Emini; September 2016	Long	336	\$ 34,904	\$ 35,115	\$ 211
Total					\$ 211

Amounts in thousands except contracts

Schedule of Investments
LargeCap S&P 500 Managed Volatility Index Account
June 30, 2016 (unaudited)

COMMON STOCKS - 93.41%	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Advertising - 0.15%			Banks (continued)		
Interpublic Group of Cos Inc/The	3,788	\$ 88	Wells Fargo & Co	43,500	\$ 2,059
Omnicom Group Inc	2,238	182	Zions Bancorporation	1,926	48
		<u>\$ 270</u>			<u>\$ 10,842</u>
Aerospace & Defense - 2.00%			Beverages - 2.20%		
Boeing Co/The	5,637	732	Brown-Forman Corp - B Shares	946	94
General Dynamics Corp	2,704	377	Coca-Cola Co/The	36,660	1,662
Harris Corp	1,174	98	Constellation Brands Inc	1,661	275
L-3 Communications Holdings Inc	725	106	Dr Pepper Snapple Group Inc	1,749	169
Lockheed Martin Corp	2,465	612	Molson Coors Brewing Co	1,734	175
Northrop Grumman Corp	1,698	378	Monster Beverage Corp ^(a)	1,325	213
Raytheon Co	2,796	380	PepsiCo Inc	13,599	1,441
Rockwell Collins Inc	1,226	104			<u>\$ 4,029</u>
TransDigm Group Inc ^(a)	499	132	Biotechnology - 2.31%		
United Technologies Corp	7,327	751	Alexion Pharmaceuticals Inc ^(a)	2,109	246
		<u>\$ 3,670</u>	Amgen Inc	7,072	1,076
Agriculture - 1.86%			Biogen Inc ^(a)	2,062	499
Altria Group Inc	18,420	1,270	Celgene Corp ^(a)	7,293	719
Archer-Daniels-Midland Co	5,531	237	Gilead Sciences Inc	12,539	1,046
Philip Morris International Inc	14,605	1,486	Illumina Inc ^(a)	1,385	195
Reynolds American Inc	7,794	420	Regeneron Pharmaceuticals Inc ^(a)	734	256
		<u>\$ 3,413</u>	Vertex Pharmaceuticals Inc ^(a)	2,329	200
Airlines - 0.46%					<u>\$ 4,237</u>
Alaska Air Group Inc	1,160	67	Building Materials - 0.24%		
American Airlines Group Inc	5,443	154	Fortune Brands Home & Security Inc	1,442	83
Delta Air Lines Inc	7,265	265	Martin Marietta Materials Inc	598	115
Southwest Airlines Co	6,013	236	Masco Corp	3,132	97
United Continental Holdings Inc ^(a)	3,160	130	Vulcan Materials Co	1,254	151
		<u>\$ 852</u>			<u>\$ 446</u>
Apparel - 0.68%			Chemicals - 1.92%		
Hanesbrands Inc	3,554	90	Air Products & Chemicals Inc	1,830	260
Michael Kors Holdings Ltd ^(a)	1,661	82	Albemarle Corp	1,056	84
NIKE Inc	12,536	692	CF Industries Holdings Inc	2,195	53
Ralph Lauren Corp	536	48	Dow Chemical Co/The	10,571	525
Under Armour Inc - Class A ^(a)	1,724	69	Eastman Chemical Co	1,400	95
Under Armour Inc - Class C ^(a)	1,733	63	Ecolab Inc	2,485	295
VF Corp	3,140	193	EI du Pont de Nemours & Co	8,224	533
		<u>\$ 1,237</u>	FMC Corp	1,259	58
Automobile Manufacturers - 0.55%			International Flavors & Fragrances Inc	751	95
Ford Motor Co	36,739	462	LyondellBasell Industries NV	3,214	239
General Motors Co	13,192	373	Monsanto Co	4,112	425
PACCAR Inc	3,299	171	Mosaic Co/The	3,293	86
		<u>\$ 1,006</u>	PPG Industries Inc	2,505	261
Automobile Parts & Equipment - 0.30%			Praxair Inc	2,686	302
BorgWarner Inc	2,049	61	Sherwin-Williams Co/The	740	217
Delphi Automotive PLC	2,570	161			<u>\$ 3,528</u>
Goodyear Tire & Rubber Co/The	2,504	64	Commercial Services - 1.18%		
Johnson Controls Inc	6,104	270	Automatic Data Processing Inc	4,289	394
		<u>\$ 556</u>	Cintas Corp	816	80
Banks - 5.92%			Equifax Inc	1,120	144
Bank of America Corp	96,716	1,283	Global Payments Inc	1,450	104
Bank of New York Mellon Corp/The	10,141	394	H&R Block Inc	2,112	49
BB&T Corp	7,728	275	Moody's Corp	1,591	149
Capital One Financial Corp	4,820	306	Nielsen Holdings PLC	3,396	176
Citigroup Inc	27,633	1,171	PayPal Holdings Inc ^(a)	10,384	379
Citizens Financial Group Inc	4,980	100	Quanta Services Inc ^(a)	1,422	33
Comerica Inc	1,648	68	Robert Half International Inc	1,236	47
Fifth Third Bancorp	7,227	127	S&P Global Inc	2,491	267
Goldman Sachs Group Inc/The	3,636	540	Total System Services Inc	1,590	84
Huntington Bancshares Inc/OH	7,520	67	United Rentals Inc ^(a)	833	56
JPMorgan Chase & Co	34,429	2,139	Verisk Analytics Inc ^(a)	1,456	118
KeyCorp	7,930	88	Western Union Co/The	4,624	89
M&T Bank Corp	1,496	177			<u>\$ 2,169</u>
Morgan Stanley	14,225	370	Computers - 4.63%		
Northern Trust Corp	2,019	134	Accenture PLC - Class A	5,872	665
PNC Financial Services Group Inc/The	4,701	383	Apple Inc	51,573	4,930
Regions Financial Corp	11,926	102	Cognizant Technology Solutions Corp ^(a)	5,704	327
State Street Corp	3,727	201	CSRA Inc	1,292	30
SunTrust Banks Inc	4,717	194	EMC Corp/MA	18,390	500
US Bancorp	15,279	616	Hewlett Packard Enterprise Co	15,645	286
			HP Inc	16,106	202

See accompanying notes.

Schedule of Investments
LargeCap S&P 500 Managed Volatility Index Account
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COMMON STOCKS (continued)	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Computers (continued)			Electrical Components & Equipment - 0.28%		
International Business Machines Corp	8,314	\$ 1,262	Acuity Brands Inc	412	\$ 102
NetApp Inc	2,721	67	AMETEK Inc	2,198	102
Seagate Technology PLC	2,809	68	Emerson Electric Co	6,056	316
Teradata Corp ^(a)	1,224	31			\$ 520
Western Digital Corp	2,649	125			
		\$ 8,493	Electronics - 1.10%		
Consumer Products - 0.45%			Agilent Technologies Inc	3,085	137
Avery Dennison Corp	839	63	Allegion PLC	901	62
Church & Dwight Co Inc	1,208	124	Amphenol Corp	2,899	166
Clorox Co/The	1,218	169	Corning Inc	10,124	207
Kimberly-Clark Corp	3,390	466	FLIR Systems Inc	1,296	40
		\$ 822	Garmin Ltd	1,104	47
Cosmetics & Personal Care - 1.60%			Honeywell International Inc	7,175	835
Colgate-Palmolive Co	8,407	615	PerkinElmer Inc	1,026	54
Estee Lauder Cos Inc/The	2,096	191	TE Connectivity Ltd	3,367	192
Procter & Gamble Co/The	25,062	2,122	Tyco International Plc	4,006	171
		\$ 2,928	Waters Corp ^(a)	762	107
					\$ 2,018
Distribution & Wholesale - 0.18%			Energy - Alternate Sources - 0.02%		
Fastenal Co	2,720	121	First Solar Inc ^(a)	721	35
LKQ Corp ^(a)	2,887	91			
WW Grainger Inc	531	121	Engineering & Construction - 0.07%		
		\$ 333	Fluor Corp	1,310	65
Diversified Financial Services - 2.84%			Jacobs Engineering Group Inc ^(a)	1,148	57
Affiliated Managers Group Inc ^(a)	506	71			\$ 122
Alliance Data Systems Corp ^(a)	555	109	Environmental Control - 0.25%		
American Express Co	7,610	462	Republic Services Inc	2,234	115
Ameriprise Financial Inc	1,561	140	Stericycle Inc ^(a)	799	83
BlackRock Inc	1,184	406	Waste Management Inc	3,889	258
Charles Schwab Corp/The	11,324	287			\$ 456
CME Group Inc/IL	3,188	311	Food - 1.89%		
Discover Financial Services	3,881	208	Campbell Soup Co	1,688	112
E*TRADE Financial Corp ^(a)	2,624	62	ConAgra Foods Inc	4,109	197
Franklin Resources Inc	3,469	116	General Mills Inc	5,595	399
Intercontinental Exchange Inc	1,121	287	Hershey Co/The	1,323	150
Invesco Ltd	3,928	100	Hormel Foods Corp	2,544	93
Legg Mason Inc	992	29	JM Smucker Co/The	1,126	172
MasterCard Inc	9,140	805	Kellogg Co	2,372	194
Nasdaq Inc	1,085	70	Kraft Heinz Co/The	5,609	496
Navient Corp	3,111	37	Kroger Co/The	8,979	330
Synchrony Financial	7,851	199	McCormick & Co Inc/MD	1,086	116
T Rowe Price Group Inc	2,336	170	Mondelez International Inc	14,613	665
Visa Inc	17,934	1,330	Sysco Corp	4,934	250
		\$ 5,199	Tyson Foods Inc	2,829	189
			Whole Foods Market Inc	3,022	97
					\$ 3,460
Electric - 3.05%			Forest Products & Paper - 0.09%		
AES Corp/VA	6,204	77	International Paper Co	3,871	164
Alliant Energy Corp	2,136	85			
Ameren Corp	2,284	122	Gas - 0.24%		
American Electric Power Co Inc	4,625	324	CenterPoint Energy Inc	4,054	97
CMS Energy Corp	2,628	121	NiSource Inc	3,027	80
Consolidated Edison Inc	2,863	230	Sempra Energy	2,231	255
Dominion Resources Inc/VA	5,802	452			\$ 432
DTE Energy Co	1,689	167	Hand & Machine Tools - 0.13%		
Duke Energy Corp	6,485	556	Snap-on Inc	548	87
Edison International	3,067	238	Stanley Black & Decker Inc	1,413	157
Entergy Corp	1,683	137			\$ 244
Eversource Energy	2,986	179	Healthcare - Products - 3.02%		
Exelon Corp	8,679	316	Abbott Laboratories	13,832	544
FirstEnergy Corp	3,999	140	Baxter International Inc	5,199	235
NextEra Energy Inc	4,344	567	Becton Dickinson and Co	1,998	339
NRG Energy Inc	2,964	44	Boston Scientific Corp ^(a)	12,775	298
PG&E Corp	4,669	298	CR Bard Inc	690	162
Pinnacle West Capital Corp	1,046	85	Danaher Corp	5,640	570
PPL Corp	6,373	241	DENTSPLY SIRONA Inc	2,205	137
Public Service Enterprise Group Inc	4,763	222	Edwards Lifesciences Corp ^(a)	1,994	199
SCANA Corp	1,346	102	Henry Schein Inc ^(a)	772	136
Southern Co/The	8,836	474	Hologic Inc ^(a)	2,284	79
WEC Energy Group Inc	2,972	194			
Xcel Energy Inc	4,782	214			
		\$ 5,585			

See accompanying notes.

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LargeCap S&P 500 Managed Volatility Index Account
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COMMON STOCKS (continued)	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Healthcare - Products (continued)			Internet (continued)		
Intuitive Surgical Inc ^(a)	358	\$ 237	Netflix Inc ^(a)	4,032	\$ 369
Medtronic PLC	13,239	1,149	Priceline Group Inc/The ^(a)	468	584
Patterson Cos Inc	784	37	Symantec Corp	5,764	118
St Jude Medical Inc	2,676	209	TripAdvisor Inc ^(a)	1,076	69
Stryker Corp	2,957	354	VeriSign Inc ^(a)	898	78
Thermo Fisher Scientific Inc	3,704	547	Yahoo! Inc ^(a)	8,228	309
Varian Medical Systems Inc ^(a)	896	74			<u>\$ 10,912</u>
Zimmer Biomet Holdings Inc	1,874	226	Iron & Steel - 0.08%		
		<u>\$ 5,532</u>	Nucor Corp	2,992	148
Healthcare - Services - 1.83%			Leisure Products & Services - 0.20%		
Aetna Inc	3,300	403	Carnival Corp	4,127	183
Anthem Inc	2,475	325	Harley-Davidson Inc	1,705	77
Centene Corp ^(a)	1,605	115	Royal Caribbean Cruises Ltd	1,581	106
Cigna Corp	2,415	309			<u>\$ 366</u>
DaVita HealthCare Partners Inc ^(a)	1,536	119	Lodging - 0.21%		
HCA Holdings Inc ^(a)	2,834	218	Marriott International Inc/MD	1,795	119
Humana Inc	1,403	252	Starwood Hotels & Resorts Worldwide Inc	1,587	117
Laboratory Corp of America Holdings ^(a)	964	126	Wyndham Worldwide Corp	1,054	75
Quest Diagnostics Inc	1,332	108	Wynn Resorts Ltd	766	70
UnitedHealth Group Inc	8,951	1,264			<u>\$ 381</u>
Universal Health Services Inc	845	113	Machinery - Construction & Mining - 0.23%		
		<u>\$ 3,352</u>	Caterpillar Inc	5,497	417
Holding Companies - Diversified - 0.03%			Machinery - Diversified - 0.45%		
Leucadia National Corp	3,138	54	Cummins Inc	1,491	168
Home Builders - 0.13%			Deere & Co	2,810	228
DR Horton Inc	3,108	98	Flowserve Corp	1,227	55
Lennar Corp - A Shares	1,726	79	Rockwell Automation Inc	1,226	141
PulteGroup Inc	2,964	58	Roper Technologies Inc	952	162
		<u>\$ 235</u>	Xylem Inc/NY	1,684	75
Home Furnishings - 0.13%					<u>\$ 829</u>
Harman International Industries Inc	664	48	Media - 2.39%		
Leggett & Platt Inc	1,264	64	CBS Corp	3,910	213
Whirlpool Corp	715	119	Comcast Corp - Class A	22,763	1,484
		<u>\$ 231</u>	Discovery Communications Inc - A Shares ^(a)	1,416	36
Housewares - 0.11%			Discovery Communications Inc - C Shares ^(a)	2,248	54
Newell Brands Inc	4,299	209	News Corp - A Shares	3,582	41
Insurance - 3.83%			News Corp - B Shares	1,015	12
Aflac Inc	3,898	281	Scripps Networks Interactive Inc	894	56
Allstate Corp/The	3,524	247	TEGNA Inc	2,048	47
American International Group Inc	10,535	557	Time Warner Inc	7,403	544
Aon PLC	2,494	272	Twenty-First Century Fox Inc - A Shares	10,316	279
Arthur J Gallagher & Co	1,667	79	Twenty-First Century Fox Inc - B Shares	4,059	110
Assurant Inc	583	50	Viacom Inc - B Shares	3,263	135
Berkshire Hathaway Inc - Class B ^(a)	17,643	2,555	Walt Disney Co/The	14,053	1,375
Chubb Ltd	4,373	572			<u>\$ 4,386</u>
Cincinnati Financial Corp	1,392	104	Mining - 0.24%		
Hartford Financial Services Group Inc/The	3,703	164	Alcoa Inc	12,382	115
Lincoln National Corp	2,250	87	Freeport-McMoRan Inc	11,789	131
Loews Corp	2,521	104	Newmont Mining Corp	4,994	195
Marsh & McLennan Cos Inc	4,907	336			<u>\$ 441</u>
MetLife Inc	10,343	412	Miscellaneous Manufacturers - 2.66%		
Progressive Corp/The	5,488	184	3M Co	5,710	1,000
Prudential Financial Inc	4,161	297	Dover Corp	1,460	101
Torchmark Corp	1,056	65	Eaton Corp PLC	4,312	258
Travelers Cos Inc/The	2,752	328	General Electric Co ^(b)	86,582	2,726
Unum Group	2,238	71	Illinois Tool Works Inc	3,045	317
Willis Towers Watson PLC	1,303	162	Ingersoll-Rand PLC	2,423	154
XL Group PLC	2,679	89	Parker-Hannifin Corp	1,268	137
		<u>\$ 7,016</u>	Pentair PLC	1,701	99
Internet - 5.95%			Textron Inc	2,531	92
Alphabet Inc - A Shares ^(a)	2,765	1,945			<u>\$ 4,884</u>
Alphabet Inc - C Shares ^(a)	2,780	1,924	Office & Business Equipment - 0.06%		
Amazon.com Inc ^(a)	3,642	2,606	Pitney Bowes Inc	1,775	32
eBay Inc ^(a)	9,951	233	Xerox Corp	8,965	85
Expedia Inc	1,103	117			<u>\$ 117</u>
F5 Networks Inc ^(a)	631	72			
Facebook Inc ^(a)	21,766	2,488			

See accompanying notes.

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COMMON STOCKS (continued)	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Oil & Gas - 5.47%			Real Estate - 0.04%		
Anadarko Petroleum Corp	4,805	\$ 256	CBRE Group Inc ^(a)	2,747	\$ 73
Apache Corp	3,564	198	REITS - 2.98%		
Cabot Oil & Gas Corp	4,377	113	American Tower Corp	3,996	454
Chesapeake Energy Corp ^(a)	5,507	24	Apartment Investment & Management Co	1,475	65
Chevron Corp	17,745	1,860	AvalonBay Communities Inc	1,292	233
Cimarex Energy Co	892	107	Boston Properties Inc	1,447	191
Concho Resources Inc ^(a)	1,227	146	Crown Castle International Corp	3,171	322
ConocoPhillips	11,660	508	Digital Realty Trust Inc	1,382	151
Devon Energy Corp	4,933	179	Equinix Inc	654	254
Diamond Offshore Drilling Inc	607	15	Equity Residential	3,441	237
EOG Resources Inc	5,180	432	Essex Property Trust Inc	616	140
EQT Corp	1,627	126	Extra Space Storage Inc	1,179	109
Exxon Mobil Corp ^(b)	39,042	3,660	Federal Realty Investment Trust	667	110
Helmerich & Payne Inc	1,017	68	General Growth Properties Inc	5,487	164
Hess Corp	2,482	149	HCP Inc	4,397	156
Marathon Oil Corp	7,980	120	Host Hotels & Resorts Inc	7,036	114
Marathon Petroleum Corp	4,988	189	Iron Mountain Inc	2,250	90
Murphy Oil Corp	1,524	48	Kimco Realty Corp	3,951	124
Newfield Exploration Co ^(a)	1,851	82	Macerich Co/The	1,189	102
Noble Energy Inc	4,035	145	Prologis Inc	4,945	242
Occidental Petroleum Corp	7,190	543	Public Storage	1,387	354
Phillips 66	4,403	349	Realty Income Corp	2,426	168
Pioneer Natural Resources Co	1,540	233	Simon Property Group Inc	2,912	632
Range Resources Corp	1,598	69	SL Green Realty Corp	944	100
Southwestern Energy Co ^(a)	4,453	56	UDR Inc	2,515	93
Tesoro Corp	1,129	85	Ventas Inc	3,183	232
Transocean Ltd	3,232	38	Vornado Realty Trust	1,670	167
Valero Energy Corp	4,423	226	Welltower Inc	3,361	256
		<u>\$ 10,024</u>	Weyerhaeuser Co	7,034	209
					<u>\$ 5,469</u>
Oil & Gas Services - 0.96%			Retail - 6.23%		
Baker Hughes Inc	4,122	186	Advance Auto Parts Inc	692	112
FMC Technologies Inc ^(a)	2,131	57	AutoNation Inc ^(a)	669	31
Halliburton Co	8,090	366	AutoZone Inc ^(a)	281	223
National Oilwell Varco Inc	3,549	119	Bed Bath & Beyond Inc	1,453	63
Schlumberger Ltd	13,082	1,035	Best Buy Co Inc	2,654	81
		<u>\$ 1,763</u>	CarMax Inc ^(a)	1,824	89
			Chipotle Mexican Grill Inc ^(a)	275	111
Packaging & Containers - 0.18%			Coach Inc	2,617	107
Ball Corp	1,636	118	Costco Wholesale Corp	4,124	648
Owens-Illinois Inc ^(a)	1,525	28	CVS Health Corp	10,111	968
Sealed Air Corp	1,855	85	Darden Restaurants Inc	1,074	68
WestRock Co	2,378	92	Dollar General Corp	2,671	251
		<u>\$ 323</u>	Dollar Tree Inc ^(a)	2,217	209
			Foot Locker Inc	1,281	70
Pharmaceuticals - 6.72%			Gap Inc/The	2,135	45
AbbVie Inc	15,228	943	Genuine Parts Co	1,408	143
Allergan plc ^(a)	3,724	861	Home Depot Inc/The	11,712	1,496
AmerisourceBergen Corp	1,727	137	Kohl's Corp	1,730	66
Bristol-Myers Squibb Co	15,717	1,156	L Brands Inc	2,382	160
Cardinal Health Inc	3,067	239	Lowe's Cos Inc	8,343	661
Eli Lilly & Co	9,145	720	Macy's Inc	2,903	98
Endo International PLC ^(a)	1,928	30	McDonald's Corp	8,264	994
Express Scripts Holding Co ^(a)	5,958	452	Nordstrom Inc	1,208	46
Johnson & Johnson	25,898	3,141	O'Reilly Automotive Inc ^(a)	908	246
Mallinckrodt PLC ^(a)	1,029	63	PVH Corp	763	72
McKesson Corp	2,119	395	Ross Stores Inc	3,782	214
Mead Johnson Nutrition Co	1,758	160	Signet Jewelers Ltd	734	60
Merck & Co Inc	26,062	1,501	Staples Inc	6,085	52
Mylan NV ^(a)	4,020	174	Starbucks Corp	13,792	788
Perrigo Co PLC	1,349	122	Target Corp	5,548	387
Pfizer Inc	57,104	2,011	Tiffany & Co	1,033	63
Zoetis Inc	4,297	204	TJX Cos Inc/The	6,224	481
		<u>\$ 12,309</u>	Tractor Supply Co	1,256	115
			Ultra Salon Cosmetics & Fragrance Inc ^(a)	588	143
Pipelines - 0.48%			Urban Outfitters Inc ^(a)	816	22
Columbia Pipeline Group Inc	3,764	96	Walgreens Boots Alliance Inc	8,136	677
Kinder Morgan Inc/DE	17,229	322	Wal-Mart Stores Inc	14,379	1,050
ONEOK Inc	1,978	94	Yum! Brands Inc	3,835	318
Spectra Energy Corp	6,441	236			<u>\$ 11,428</u>
Williams Cos Inc/The	6,430	139			
		<u>\$ 887</u>			

See accompanying notes.

Schedule of Investments
LargeCap S&P 500 Managed Volatility Index Account
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COMMON STOCKS (continued)	Shares Held	Value (000's)
Savings & Loans - 0.02%		
People's United Financial Inc	2,926	\$ 43
Semiconductors - 2.64%		
Analog Devices Inc	2,894	164
Applied Materials Inc	10,254	246
Broadcom Ltd	3,492	543
Intel Corp	44,459	1,458
KLA-Tencor Corp	1,465	107
Lam Research Corp	1,503	126
Linear Technology Corp	2,251	105
Microchip Technology Inc	2,022	103
Micron Technology Inc ^(a)	9,764	134
NVIDIA Corp	4,776	225
Qorvo Inc ^(a)	1,201	67
QUALCOMM Inc	13,830	741
Skyworks Solutions Inc	1,791	113
Texas Instruments Inc	9,455	592
Xilinx Inc	2,388	110
		<u>\$ 4,834</u>
Software - 4.33%		
Activision Blizzard Inc	4,795	190
Adobe Systems Inc ^(a)	4,709	451
Akamai Technologies Inc ^(a)	1,653	93
Autodesk Inc ^(a)	2,114	114
CA Inc	2,785	91
Cerner Corp ^(a)	2,832	166
Citrix Systems Inc ^(a)	1,460	117
Dun & Bradstreet Corp/The	342	42
Electronic Arts Inc ^(a)	2,840	215
Fidelity National Information Services Inc	2,612	192
Fiserv Inc ^(a)	2,093	228
Intuit Inc	2,409	269
Microsoft Corp ^(b)	74,011	3,787
Oracle Corp	29,304	1,199
Paychex Inc	3,017	180
Red Hat Inc ^(a)	1,708	124
salesforce.com Inc ^(a)	5,995	476
		<u>\$ 7,934</u>
Telecommunications - 3.56%		
AT&T Inc	57,961	2,504
CenturyLink Inc	5,141	149
Cisco Systems Inc	47,357	1,359
Frontier Communications Corp	11,045	55
Juniper Networks Inc	3,325	75
Level 3 Communications Inc ^(a)	2,729	140
Motorola Solutions Inc	1,495	99
Verizon Communications Inc	38,380	2,143
		<u>\$ 6,524</u>
Textiles - 0.06%		
Mohawk Industries Inc ^(a)	600	114
Toys, Games & Hobbies - 0.10%		
Hasbro Inc	1,056	89
Mattel Inc	3,205	100
		<u>\$ 189</u>
Transportation - 1.42%		
CH Robinson Worldwide Inc	1,344	100
CSX Corp	8,999	235
Expeditors International of Washington Inc	1,714	84
FedEx Corp	2,350	357
JB Hunt Transport Services Inc	838	68
Kansas City Southern	1,017	91
Norfolk Southern Corp	2,784	237
Ryder System Inc	505	31
Union Pacific Corp	7,918	691
United Parcel Service Inc	6,500	700
		<u>\$ 2,594</u>

COMMON STOCKS (continued)	Shares Held	Value (000's)
Water - 0.08%		
American Water Works Co Inc	1,673	\$ 141
TOTAL COMMON STOCKS		
		<u>\$ 171,225</u>
INVESTMENT COMPANIES - 6.51%	Shares Held	Value (000's)
Exchange Traded Funds - 0.82%		
iShares Core S&P 500 ETF	7,108	1,498
Money Market Funds - 5.69%		
BlackRock Liquidity Funds FedFund Portfolio	10,426,285	10,426
TOTAL INVESTMENT COMPANIES		
		<u>\$ 11,924</u>
TOTAL PURCHASED OPTIONS - 0.22%		
		<u>\$ 398</u>
Total Investments		
		<u>\$ 183,547</u>
Other Assets and Liabilities - (0.14)%		
		<u>\$ (249)</u>
TOTAL NET ASSETS - 100.00%		
		<u><u>\$ 183,298</u></u>

(a) *Non-Income Producing Security*
(b) *Security or a portion of the security was pledged to cover margin requirements for futures contracts. At the end of the period, the value of these securities totaled \$1,525 or 0.83% of net assets.*

Portfolio Summary (unaudited)

Sector	Percent
Consumer, Non-cyclical	23.16%
Financial	15.62%
Communications	12.05%
Technology	11.56%
Consumer, Cyclical	9.34%
Industrial	9.01%
Energy	6.93%
Investment Companies	6.51%
Utilities	3.37%
Basic Materials	2.34%
Purchased Options	0.22%
Diversified	0.03%
Other Assets and Liabilities	(0.14)%
TOTAL NET ASSETS	<u><u>100.00%</u></u>

Schedule of Investments
LargeCap S&P 500 Managed Volatility Index Account
June 30, 2016 (unaudited)

Futures Contracts

Type	Long/Short	Contracts	Notional Value	Fair Value	Unrealized Appreciation/(Depreciation)
S&P 500 Emini; September 2016	Long	19	\$ 1,971	\$ 1,986	\$ 15
Total				\$	\$ 15

Amounts in thousands except contracts

Options

Purchased Options Outstanding	Exercise Price	Expiration Date	Contracts	Upfront Premiums Paid/(Received)	Fair Value	Unrealized Appreciation/(Depreciation)
Call - S&P 500 Index	\$ 2,100.00	07/18/2016	150	\$ 111	\$ 302	\$ 191
Put - S&P 500 Index	\$ 2,000.00	07/18/2016	250	487	96	(391)
Total				\$ 598	\$ 398	\$ (200)

Written Options Outstanding	Exercise Price	Expiration Date	Contracts	Upfront Premiums Paid/(Received)	Fair Value	Unrealized Appreciation/(Depreciation)
Call - S&P 500 Index	\$ 2,130.00	07/18/2016	150	\$ (58)	\$ (104)	\$ (46)
Put - S&P 500 Index	\$ 1,960.00	07/18/2016	250	(326)	(54)	272
Total				\$ (384)	\$ (158)	\$ 226

Amounts in thousands except contracts

Schedule of Investments
LargeCap Value Account
June 30, 2016 (unaudited)

COMMON STOCKS - 99.25%	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Aerospace & Defense - 1.06%			Healthcare - Services - 3.42%		
General Dynamics Corp	10,510	\$ 1,463	Aetna Inc	9,500	\$ 1,160
Agriculture - 1.36%			Anthem Inc	20,437	2,684
Altria Group Inc	27,280	1,881	UnitedHealth Group Inc	6,300	890
Automobile Manufacturers - 0.95%					<u>\$ 4,734</u>
Ford Motor Co	104,610	1,315	Insurance - 10.27%		
Automobile Parts & Equipment - 0.93%			Aflac Inc	48,610	3,508
Goodyear Tire & Rubber Co/The	50,020	1,284	Assured Guaranty Ltd	28,700	728
Banks - 11.41%			Berkshire Hathaway Inc - Class B ^(a)	14,140	2,047
Bank of America Corp	93,000	1,234	Everest Re Group Ltd	14,075	2,571
Citigroup Inc	41,106	1,743	Travelers Cos Inc/The	31,300	3,726
JPMorgan Chase & Co	104,414	6,488	Unum Group	51,150	1,626
SunTrust Banks Inc	71,500	2,937			<u>\$ 14,206</u>
Wells Fargo & Co	71,400	3,380	Machinery - Diversified - 0.80%		
		<u>\$ 15,782</u>	BWX Technologies Inc	31,000	1,109
Biotechnology - 0.96%			Miscellaneous Manufacturers - 2.50%		
Amgen Inc	8,690	1,322	General Electric Co	75,221	2,368
Building Materials - 2.11%			Parker-Hannifin Corp	10,100	1,091
Owens Corning	56,500	2,911			<u>\$ 3,459</u>
Chemicals - 3.64%			Oil & Gas - 11.18%		
Cabot Corp	22,240	1,015	Chevron Corp	18,882	1,979
Dow Chemical Co/The	80,784	4,016	Exxon Mobil Corp	74,300	6,965
		<u>\$ 5,031</u>	Helmerich & Payne Inc	28,890	1,939
Computers - 0.86%			Murphy Oil Corp	114,400	3,632
Amdocs Ltd	20,491	1,183	Newfield Exploration Co ^(a)	21,400	946
Cosmetics & Personal Care - 1.14%					<u>\$ 15,461</u>
Procter & Gamble Co/The	18,570	1,572	Pharmaceuticals - 5.74%		
Diversified Financial Services - 2.03%			Cardinal Health Inc	35,100	2,738
CME Group Inc/IL	14,900	1,451	Johnson & Johnson	21,700	2,632
CoreLogic Inc/United States ^(a)	29,590	1,139	Pfizer Inc ^(b)	72,700	2,560
Synchrony Financial	8,619	218			<u>\$ 7,930</u>
		<u>\$ 2,808</u>	Pipelines - 0.47%		
Electric - 3.72%			ONEOK Inc	13,700	650
Entergy Corp	48,605	3,954	REITS - 6.58%		
Exelon Corp	32,890	1,196	Duke Realty Corp	48,200	1,285
		<u>\$ 5,150</u>	Equity Residential	13,600	937
Engineering & Construction - 1.46%			Kimco Realty Corp	73,900	2,319
Fluor Corp	40,918	2,016	Public Storage	10,586	2,706
Environmental Control - 0.59%			Regency Centers Corp	5,710	478
Waste Management Inc	12,400	822	Simon Property Group Inc	6,300	1,366
Food - 2.93%					<u>\$ 9,091</u>
Ingredion Inc	8,530	1,104	Retail - 6.95%		
Kroger Co/The	38,600	1,420	CVS Health Corp	8,100	775
Tyson Foods Inc	22,800	1,523	Darden Restaurants Inc	12,994	823
		<u>\$ 4,047</u>	Target Corp	42,733	2,984
Gas - 1.27%			Wal-Mart Stores Inc	52,900	3,863
CenterPoint Energy Inc	73,193	1,757	World Fuel Services Corp	24,500	1,163
Hand & Machine Tools - 1.85%					<u>\$ 9,608</u>
Stanley Black & Decker Inc	23,000	2,558	Semiconductors - 2.99%		
Healthcare - Products - 1.07%			Intel Corp	126,120	4,137
Baxter International Inc	32,600	1,474	Software - 2.32%		
			Microsoft Corp	55,581	2,844
			Nuance Communications Inc ^(a)	23,000	360
					<u>\$ 3,204</u>
			Telecommunications - 6.69%		
			AT&T Inc	79,090	3,418
			Cisco Systems Inc	203,432	5,836
					<u>\$ 9,254</u>
			TOTAL COMMON STOCKS		
					<u>\$ 137,219</u>

See accompanying notes.

**Schedule of Investments
LargeCap Value Account
June 30, 2016 (unaudited)**

INVESTMENT COMPANIES - 0.76%	Shares Held	Value (000's)
Money Market Funds - 0.76%		
BlackRock Liquidity Funds FedFund Portfolio	1,051,894	\$ 1,052
TOTAL INVESTMENT COMPANIES		\$ 1,052
Total Investments		\$ 138,271
Other Assets and Liabilities - (0.01)%		\$ (8)
TOTAL NET ASSETS - 100.00%		\$ 138,263

- (a) *Non-Income Producing Security*
(b) *Security or a portion of the security was pledged to cover margin requirements for futures contracts. At the end of the period, the value of these securities totaled \$915 or 0.66% of net assets.*

Portfolio Summary (unaudited)

Sector	Percent
Financial	30.29%
Consumer, Non-cyclical	16.62%
Energy	11.65%
Industrial	10.37%
Consumer, Cyclical	8.83%
Communications	6.69%
Technology	6.17%
Utilities	4.99%
Basic Materials	3.64%
Investment Companies	0.76%
Other Assets and Liabilities	(0.01)%
TOTAL NET ASSETS	100.00%

Schedule of Investments
MidCap Account
June 30, 2016 (unaudited)

COMMON STOCKS - 99.82%	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Aerospace & Defense - 3.00%			Insurance (continued)		
TransDigm Group Inc ^(a)	69,863	\$ 18,422	Willis Towers Watson PLC	49,575	\$ 6,163
					\$ 81,345
Banks - 1.09%			Internet - 3.07%		
M&T Bank Corp	56,590	6,691	Liberty Ventures ^(a)	206,427	7,652
			VeriSign Inc ^(a)	129,837	11,226
					\$ 18,878
Building Materials - 1.32%			Machinery - Diversified - 1.99%		
Armstrong World Industries Inc ^(a)	70,084	2,744	Roper Technologies Inc	71,496	12,194
Martin Marietta Materials Inc	28,021	5,380			
		\$ 8,124	Media - 6.28%		
Chemicals - 2.27%			FactSet Research Systems Inc	20,495	3,308
Air Products & Chemicals Inc	69,881	9,926	Liberty Braves Group - A Shares ^(a)	8,105	122
Ecolab Inc	32,384	3,841	Liberty Braves Group - C Shares ^(a)	36,850	540
Ingevity Corp ^(a)	4,832	164	Liberty Broadband Corp - A Shares ^(a)	47,802	2,839
		\$ 13,931	Liberty Broadband Corp - C Shares ^(a)	150,362	9,022
Commercial Services - 11.04%			Liberty Global PLC - A Shares ^(a)	61,665	1,792
Brookfield Business Partners LP ^(a)	17,313	330	Liberty Global PLC - C Shares ^(a)	292,351	8,376
KAR Auction Services Inc	196,687	8,210	Liberty Global Plc LiLAC - A Shares ^(a)	11,545	373
Live Nation Entertainment Inc ^(a)	189,859	4,462	Liberty Global Plc LiLAC - C Shares ^(a)	43,643	1,418
Macquarie Infrastructure Corp	100,088	7,411	Liberty Media Group - A Shares ^(a)	20,264	388
Moody's Corp	174,217	16,326	Liberty Media Group - C Shares ^(a)	56,190	1,066
PayPal Holdings Inc ^(a)	145,982	5,330	Liberty SiriusXM Group - A Shares ^(a)	79,159	2,482
Robert Half International Inc	43,317	1,653	Liberty SiriusXM Group - C Shares ^(a)	222,962	6,883
S&P Global Inc	119,216	12,787			\$ 38,609
Verisk Analytics Inc ^(a)	139,282	11,293	Miscellaneous Manufacturers - 1.38%		
		\$ 67,802	Colfax Corp ^(a)	321,165	8,498
Distribution & Wholesale - 0.88%			Packaging & Containers - 0.18%		
Fastenal Co	55,716	2,473	WestRock Co	28,995	1,127
HD Supply Holdings Inc ^(a)	83,432	2,905			
		\$ 5,378	Pharmaceuticals - 3.49%		
Diversified Financial Services - 2.25%			Mead Johnson Nutrition Co	52,283	4,745
FNF Group	340,406	12,765	Zoetis Inc	351,821	16,697
FNFV Group ^(a)	92,795	1,065			\$ 21,442
		\$ 13,830	Private Equity - 0.96%		
Electric - 2.03%			KKR & Co LP	125,801	1,552
Brookfield Infrastructure Partners LP	223,482	10,115	Onex Corp	71,341	4,359
Brookfield Renewable Partners LP	79,898	2,380			\$ 5,911
		\$ 12,495	Real Estate - 7.16%		
Electronics - 0.63%			Brookfield Asset Management Inc	879,128	29,073
Sensata Technologies Holding NV ^(a)	110,061	3,840	Brookfield Property Partners LP	106,622	2,395
			CBRE Group Inc ^(a)	291,247	7,712
Engineering & Construction - 3.66%			Howard Hughes Corp/The ^(a)	42,256	4,830
SBA Communications Corp ^(a)	208,571	22,513			\$ 44,010
Healthcare - Products - 1.81%			REITS - 2.70%		
Becton Dickinson and Co	2,727	463	Crown Castle International Corp	21,034	2,134
CR Bard Inc	45,315	10,656	Equinix Inc	20,505	7,950
		\$ 11,119	Forest City Realty Trust Inc	291,446	6,502
Healthcare - Services - 1.30%					\$ 16,586
DaVita HealthCare Partners Inc ^(a)	103,164	7,977	Retail - 16.65%		
			AutoZone Inc ^(a)	14,087	11,183
Holding Companies - Diversified - 0.88%			CarMax Inc ^(a)	300,692	14,743
Leucadia National Corp	310,989	5,389	Copart Inc ^(a)	134,915	6,612
			Dollar General Corp	47,888	4,501
Home Builders - 0.54%			Dollar Tree Inc ^(a)	178,550	16,827
Lennar Corp - A Shares	72,000	3,319	Liberty Interactive Corp QVC Group ^(a)	332,533	8,436
			O'Reilly Automotive Inc ^(a)	58,292	15,803
Insurance - 13.24%			Restaurant Brands International Inc	267,423	11,125
Alleghany Corp ^(a)	4,772	2,623	Ross Stores Inc	229,983	13,038
Aon PLC	188,095	20,546			\$ 102,268
Arch Capital Group Ltd ^(a)	48,597	3,499	Semiconductors - 1.29%		
Brown & Brown Inc	195,711	7,333	Microchip Technology Inc	156,252	7,931
Loews Corp	246,662	10,135	Software - 5.90%		
Markel Corp ^(a)	23,355	22,252	Autodesk Inc ^(a)	172,665	9,348
Progressive Corp/The	101,842	3,412	CDK Global Inc	72,164	4,005
White Mountains Insurance Group Ltd	6,392	5,382			

See accompanying notes.

Schedule of Investments
MidCap Account
June 30, 2016 (unaudited)

COMMON STOCKS (continued)	Shares Held	Value (000's)
Software (continued)		
Fidelity National Information Services Inc	136,249	\$ 10,039
Intuit Inc	71,565	7,987
MSCI Inc	63,172	4,872
		<u>\$ 36,251</u>
Telecommunications - 1.41%		
EchoStar Corp ^(a)	58,771	2,333
Motorola Solutions Inc	95,827	6,322
		<u>\$ 8,655</u>
Textiles - 1.42%		
Mohawk Industries Inc ^(a)	46,057	8,740
TOTAL COMMON STOCKS		<u>\$ 613,275</u>
INVESTMENT COMPANIES - 0.00%	Shares Held	Value (000's)
Money Market Funds - 0.00%		
BlackRock Liquidity Funds FedFund Portfolio	6,070	6
TOTAL INVESTMENT COMPANIES		<u>\$ 6</u>
Total Investments		<u>\$ 613,281</u>
Other Assets and Liabilities - 0.18%		<u>\$ 1,114</u>
TOTAL NET ASSETS - 100.00%		<u><u>\$ 614,395</u></u>

(a) *Non-Income Producing Security*

Portfolio Summary (unaudited)

Sector	Percent
Financial	27.40%
Consumer, Cyclical	19.49%
Consumer, Non-cyclical	17.64%
Industrial	12.16%
Communications	10.76%
Technology	7.19%
Basic Materials	2.27%
Utilities	2.03%
Diversified	0.88%
Investment Companies	0.00%
Other Assets and Liabilities	0.18%
TOTAL NET ASSETS	<u><u>100.00%</u></u>

Schedule of Investments
Multi-Asset Income Account
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 100.45%	Shares Held	Value
Principal Funds, Inc. Institutional Class - 100.45%		
Equity Income Fund ^(a)	49	\$ 1,294
Global Diversified Income Fund ^(a)	658	8,854
Global Real Estate Securities Fund ^(a)	147	1,383
High Yield Fund ^(a)	512	3,571
International Fund I ^(a)	90	1,136
Preferred Securities Fund ^(a)	228	2,300
Real Estate Debt Income Fund ^(a)	201	1,955
		<u>\$ 20,493</u>
TOTAL INVESTMENT COMPANIES		<u>\$ 20,493</u>
Total Investments		<u>\$ 20,493</u>
Other Assets and Liabilities - (0.45)%		<u>\$ (91)</u>
TOTAL NET ASSETS - 100.00%		<u>\$ 20,402</u>

(a) *Affiliated Security. Please see Affiliated Sub-Schedule for transactional information.*

Portfolio Summary (unaudited)

Fund Type	Percent
Specialty Funds	43.40%
Fixed Income Funds	38.37%
International Equity Funds	12.34%
Domestic Equity Funds	6.34%
Other Assets and Liabilities	(0.45)%
TOTAL NET ASSETS	<u>100.00%</u>

Affiliated Securities	December 31, 2015		December 31, 2015		Purchases Shares	Purchases Cost	Sales Shares	Sales Proceeds	June 30, 2016	
	Shares	Cost	Shares	Cost					Shares	Cost
Equity Income Fund	48	\$ 1,269	1	\$ 15	—	\$ —	—	—	49	\$ 1,284
Global Diversified Income Fund	641	8,871	17	217	—	—	—	—	658	9,088
Global Real Estate Securities Fund	146	1,348	1	9	—	—	—	—	147	1,357
High Yield Fund	496	3,604	16	109	—	—	—	—	512	3,713
International Fund I	90	1,262	—	—	—	—	—	—	90	1,262
Preferred Securities Fund	222	2,282	6	55	—	—	—	—	228	2,337
Real Estate Debt Income Fund	197	1,943	4	30	—	—	—	—	201	1,973
		<u>\$ 20,579</u>		<u>\$ 435</u>		<u>\$ —</u>				<u>\$ 21,014</u>

Affiliated Securities	Income		Realized Gain/Loss on Investments		Realized Gain from Capital Gain Distributions	
	Income	Realized Gain/Loss on Investments	Realized Gain from Capital Gain Distributions			
Equity Income Fund	\$ 15	\$ —	\$ —	\$ —	\$ —	\$ —
Global Diversified Income Fund	217	—	—	—	—	—
Global Real Estate Securities Fund	9	—	—	—	—	—
High Yield Fund	109	—	—	—	—	—
International Fund I	—	—	—	—	—	—
Preferred Securities Fund	55	—	—	—	—	—
Real Estate Debt Income Fund	31	—	—	—	—	—
	<u>\$ 436</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>

Amounts shown are in dollars and not rounded to the thousands

Schedule of Investments
Principal Capital Appreciation Account
June 30, 2016 (unaudited)

COMMON STOCKS - 98.89%	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Aerospace & Defense - 3.10%			Distribution & Wholesale - 0.35%		
Boeing Co/The	13,524	\$ 1,757	Pool Corp	5,916	\$ 556
Northrop Grumman Corp	9,727	2,162			
Teledyne Technologies Inc ^(a)	9,512	942	Diversified Financial Services - 3.96%		
		\$ 4,861	Ameriprise Financial Inc	10,201	917
Airlines - 0.55%			Charles Schwab Corp/The	35,558	900
Alaska Air Group Inc	14,850	866	Discover Financial Services	13,929	746
			FNF Group	39,445	1,479
Apparel - 1.32%			Synchrony Financial	58,628	1,482
Deckers Outdoor Corp ^(a)	9,821	565	T Rowe Price Group Inc	6,219	454
NIKE Inc	27,196	1,501	WisdomTree Investments Inc	23,158	227
		\$ 2,066			\$ 6,205
Automobile Manufacturers - 0.71%			Electric - 2.02%		
PACCAR Inc	21,365	1,108	NextEra Energy Inc	10,430	1,360
			Xcel Energy Inc	40,348	1,807
Automobile Parts & Equipment - 1.24%					\$ 3,167
Autoliv Inc	5,171	556	Electronics - 1.09%		
Johnson Controls Inc	25,004	1,107	Trimble Navigation Ltd ^(a)	24,416	595
Mobileye NV ^(a)	5,968	275	Waters Corp ^(a)	7,967	1,120
		\$ 1,938			\$ 1,715
Banks - 5.77%			Environmental Control - 1.65%		
East West Bancorp Inc	23,793	813	Stericycle Inc ^(a)	4,974	518
Goldman Sachs Group Inc/The	6,987	1,038	Waste Connections Inc	28,625	2,062
JPMorgan Chase & Co	24,782	1,540			\$ 2,580
PNC Financial Services Group Inc/The	13,181	1,073	Food - 3.04%		
SVB Financial Group ^(a)	4,777	455	B&G Foods Inc	12,726	613
US Bancorp	39,858	1,607	General Mills Inc	24,171	1,724
Wells Fargo & Co	53,334	2,524	Kroger Co/The	33,213	1,222
		\$ 9,050	McCormick & Co Inc/MD	11,267	1,202
Beverages - 2.86%			Safeway, Inc. - CVR - Casa Ley ^{(a),(b),(c)}	825	—
Anheuser-Busch InBev SA/NV ADR	7,560	996	Safeway, Inc. - CVR - Property Development	825	—
Brown-Forman Corp - B Shares	5,177	516	Centers ^{(a),(b),(c)}		—
Coca-Cola Co/The	25,794	1,169			\$ 4,761
PepsiCo Inc	16,936	1,794	Gas - 1.47%		
		\$ 4,475	Sempra Energy	20,155	2,298
Biotechnology - 1.53%			Healthcare - Products - 4.60%		
Biogen Inc ^(a)	4,324	1,046	Abbott Laboratories	19,471	765
Gilead Sciences Inc	16,199	1,351	Becton Dickinson and Co	9,880	1,676
		\$ 2,397	Bio-Techne Corp	4,768	538
Building Materials - 0.32%			Edwards Lifesciences Corp ^(a)	8,921	890
Apogee Enterprises Inc	10,778	500	Medtronic PLC	7,704	668
			Thermo Fisher Scientific Inc	13,340	1,971
Chemicals - 2.08%			Varian Medical Systems Inc ^(a)	8,460	696
EI du Pont de Nemours & Co	8,165	529			\$ 7,204
FMC Corp	13,111	607	Healthcare - Services - 1.42%		
Innospec Inc	10,951	504	DaVita HealthCare Partners Inc ^(a)	17,853	1,381
International Flavors & Fragrances Inc	4,281	540	Universal Health Services Inc	6,332	849
PPG Industries Inc	10,430	1,086			\$ 2,230
		\$ 3,266	Housewares - 0.46%		
Commercial Services - 0.93%			Tupperware Brands Corp	12,840	723
Aaron's Inc	24,648	539			
PayPal Holdings Inc ^(a)	19,329	706	Insurance - 2.74%		
Robert Half International Inc	1,446	55	AmTrust Financial Services Inc	57,001	1,397
TrueBlue Inc ^(a)	7,922	150	Chubb Ltd	16,385	2,142
		\$ 1,450	XL Group PLC	22,798	759
Computers - 3.85%					\$ 4,298
Apple Inc	46,786	4,473	Internet - 5.36%		
EMC Corp/MA	45,888	1,247	Alphabet Inc - A Shares ^(a)	2,910	2,047
International Business Machines Corp	2,085	316	Alphabet Inc - C Shares ^(a)	2,003	1,386
		\$ 6,036	Amazon.com Inc ^(a)	2,828	2,024
Consumer Products - 0.33%			comScore Inc ^(a)	2,591	62
Kimberly-Clark Corp	3,748	515	eBay Inc ^(a)	32,263	755
			Facebook Inc ^(a)	18,665	2,133
Cosmetics & Personal Care - 1.02%					\$ 8,407
Procter & Gamble Co/The	18,936	1,603			

See accompanying notes.

Schedule of Investments
Principal Capital Appreciation Account
June 30, 2016 (unaudited)

COMMON STOCKS (continued)	Shares Held	Value (000's)
Iron & Steel - 0.45%		
Reliance Steel & Aluminum Co	9,136	\$ 703
Leisure Products & Services - 0.21%		
Harley-Davidson Inc	7,204	326
Machinery - Diversified - 2.04%		
Deere & Co	19,899	1,613
Flowserve Corp	22,838	1,031
Roper Technologies Inc	3,241	553
		<u>\$ 3,197</u>
Media - 3.25%		
Comcast Corp - Class A	36,819	2,400
Sirius XM Holdings Inc ^(a)	174,596	690
Walt Disney Co/The	20,475	2,003
		<u>\$ 5,093</u>
Miscellaneous Manufacturers - 2.03%		
AptarGroup Inc	13,389	1,059
Crane Co	9,001	510
Donaldson Co Inc	6,018	207
General Electric Co	44,621	1,405
		<u>\$ 3,181</u>
Oil & Gas - 5.38%		
Chevron Corp	15,585	1,634
Cimarex Energy Co	13,612	1,624
Energen Corp	17,569	847
Exxon Mobil Corp	27,514	2,579
HollyFrontier Corp	40,916	973
Noble Energy Inc	21,788	781
		<u>\$ 8,438</u>
Oil & Gas Services - 1.02%		
Schlumberger Ltd	20,315	1,606
Pharmaceuticals - 6.33%		
Allergan plc ^(a)	6,618	1,529
Bristol-Myers Squibb Co	20,408	1,501
Johnson & Johnson	19,762	2,397
McKesson Corp	8,020	1,497
Perrigo Co PLC	5,338	484
Pfizer Inc	40,423	1,423
Teva Pharmaceutical Industries Ltd ADR	3,880	195
VCA Inc ^(a)	13,217	894
		<u>\$ 9,920</u>
Pipelines - 0.60%		
Magellan Midstream Partners LP	12,303	935
REITS - 3.79%		
Alexandria Real Estate Equities Inc	13,661	1,414
Essex Property Trust Inc	3,952	902
Realty Income Corp	22,330	1,549
Ventas Inc	14,765	1,075
Weyerhaeuser Co	33,732	1,004
		<u>\$ 5,944</u>
Retail - 6.05%		
Chipotle Mexican Grill Inc ^(a)	1,637	659
Copart Inc ^(a)	8,656	424
Costco Wholesale Corp	6,291	988
CVS Health Corp	21,319	2,041
Dollar General Corp	21,477	2,019
Home Depot Inc/The	12,838	1,639
Nordstrom Inc	8,907	339
Starbucks Corp	24,169	1,381
		<u>\$ 9,490</u>
Savings & Loans - 0.28%		
Washington Federal Inc	18,075	438
Semiconductors - 3.03%		
Applied Materials Inc	13,455	322

See accompanying notes.

COMMON STOCKS (continued)	Shares Held	Value (000's)
Semiconductors (continued)		
Broadcom Ltd	4,991	\$ 776
Intel Corp	25,368	832
Lam Research Corp	16,619	1,397
Microchip Technology Inc	24,856	1,262
QUALCOMM Inc	2,906	156
		<u>\$ 4,745</u>
Software - 6.03%		
Adobe Systems Inc ^(a)	17,255	1,653
Fair Isaac Corp	6,883	778
Fidelity National Information Services Inc	18,931	1,395
Microsoft Corp	60,153	3,078
Omnicell Inc ^(a)	23,568	807
Oracle Corp	34,328	1,405
Tyler Technologies Inc ^(a)	1,988	331
		<u>\$ 9,447</u>
Telecommunications - 2.92%		
Cisco Systems Inc	33,171	952
Verizon Communications Inc	64,880	3,623
		<u>\$ 4,575</u>
Toys, Games & Hobbies - 0.76%		
Hasbro Inc	14,215	1,194
Transportation - 0.95%		
Expeditors International of Washington Inc	15,954	783
Union Pacific Corp	8,026	700
		<u>\$ 1,483</u>
TOTAL COMMON STOCKS		<u>\$ 154,990</u>
INVESTMENT COMPANIES - 0.85%		
Money Market Funds - 0.85%		
BlackRock Liquidity Funds FedFund Portfolio	1,340,177	1,340
TOTAL INVESTMENT COMPANIES		<u>\$ 1,340</u>
Total Investments		<u>\$ 156,330</u>
Other Assets and Liabilities - 0.26%		<u>\$ 411</u>
TOTAL NET ASSETS - 100.00%		<u>\$ 156,741</u>

(a) Non-Income Producing Security

(b) Security is Illiquid. At the end of the period, the value of these securities totaled \$0 or 0.00% of net assets.

(c) Fair value of these investments is determined in good faith by the Manager under procedures established and periodically reviewed by the Board of Directors. At the end of the period, the fair value of these securities totaled \$0 or 0.00% of net assets.

Portfolio Summary (unaudited)

Sector	Percent
Consumer, Non-cyclical	22.05%
Financial	16.54%
Technology	12.91%
Consumer, Cyclical	11.65%
Communications	11.53%
Industrial	11.18%
Energy	7.00%
Utilities	3.49%
Basic Materials	2.53%
Investment Companies	0.86%
Other Assets and Liabilities	0.26%
TOTAL NET ASSETS	<u>100.00%</u>

Schedule of Investments
Principal LifeTime 2010 Account
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 100.01%	Shares Held	Value (000's)
Principal Funds, Inc. Institutional Class - 67.60%		
Blue Chip Fund ^(a)	76,122	\$ 1,216
Bond Market Index Fund ^(a)	299,551	3,397
Diversified International Fund ^(a)	160,398	1,745
Diversified Real Asset Fund ^(a)	101,288	1,114
Equity Income Fund ^(a)	44,275	1,179
Global Diversified Income Fund ^(a)	280,999	3,782
Global Multi-Strategy Fund ^(a)	210,582	2,253
Global Opportunities Fund ^(a)	121,941	1,380
Inflation Protection Fund ^(a)	421,874	3,649
International Emerging Markets Fund ^(a)	11,523	239
LargeCap Growth Fund I ^(a)	111,123	1,285
LargeCap S&P 500 Index Fund ^(a)	123,422	1,822
LargeCap Value Fund III ^(a)	85,947	1,279
MidCap Fund ^(a)	45,173	984
MidCap Growth Fund III ^{(a),(b)}	38,396	378
MidCap Value Fund III ^(a)	20,679	378
Origin Emerging Markets Fund ^(a)	28,862	243
Overseas Fund ^(a)	195,032	1,743
SmallCap Growth Fund I ^{(a),(b)}	38,393	416
SmallCap Value Fund II ^(a)	34,906	402
		<u>\$ 28,884</u>
Principal Variable Contracts Funds, Inc. Class 1 - 32.41%		
Bond & Mortgage Securities Account ^(a)	729,930	8,518
Short-Term Income Account ^(a)	2,058,897	5,334
		<u>\$ 13,852</u>
TOTAL INVESTMENT COMPANIES		<u>\$ 42,736</u>
Total Investments		<u>\$ 42,736</u>
Other Assets and Liabilities - (0.01)%		<u>\$ (6)</u>
TOTAL NET ASSETS - 100.00%		<u><u>\$ 42,730</u></u>

(a) *Affiliated Security. Please see Affiliated Sub-Schedule for transactional information.*

(b) *Non-Income Producing Security*

Portfolio Summary (unaudited)

Fund Type	Percent
Fixed Income Funds	48.90%
Domestic Equity Funds	21.86%
Specialty Funds	16.73%
International Equity Funds	12.52%
Other Assets and Liabilities	(0.01)%
TOTAL NET ASSETS	<u><u>100.00%</u></u>

Schedule of Investments
Principal LifeTime 2010 Account
June 30, 2016 (unaudited)

Affiliated Securities	December 31, 2015		December 31, 2015		Purchases		Purchases		Sales		Sales		June 30, 2016		June 30, 2016	
	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Proceeds	Shares	Proceeds	Shares	Cost	Shares	Cost
Blue Chip Fund	75,668	\$ 1,191	6,908	\$ 105	6,454	\$ 98	76,122	\$ 1,196								
Bond & Mortgage Securities Account	799,983	9,445	61,572	696	131,625	1,501	729,930	8,641								
Bond Market Index Fund	296,841	3,303	29,204	323	26,494	293	299,551	3,334								
Diversified International Fund	159,358	2,312	14,040	151	13,000	139	160,398	2,323								
Diversified Real Asset Fund	163,196	1,759	11,896	122	73,804	768	101,288	1,105								
Equity Income Fund	54,017	1,023	4,769	120	14,511	372	44,275	840								
Global Diversified Income Fund	260,829	3,169	42,999	563	22,829	298	280,999	3,435								
Global Multi-Strategy Fund	135,645	1,424	90,606	958	15,669	166	210,582	2,216								
Global Opportunities Fund	68,642	734	61,463	703	8,164	91	121,941	1,345								
Inflation Protection Fund	375,041	3,076	82,540	699	35,707	299	421,874	3,476								
International Emerging Markets Fund	17,807	527	1,298	25	7,582	150	11,523	369								
LargeCap Growth Fund I	110,456	1,282	9,305	105	8,638	98	111,123	1,288								
LargeCap S&P 500 Index Fund	122,590	1,430	12,858	180	12,026	168	123,422	1,441								
LargeCap Value Fund III	109,465	1,486	7,429	105	30,947	448	85,947	1,157								
MidCap Fund	79,940	1,204	5,259	106	40,026	843	45,173	662								
MidCap Growth Fund III	—	—	38,396	375	—	—	38,396	375								
MidCap Value Fund III	—	—	20,679	375	—	—	20,679	375								
Origin Emerging Markets Fund	41,520	406	3,214	25	15,872	124	28,862	287								
Overseas Fund	193,839	1,790	16,787	152	15,594	141	195,032	1,801								
Short-Term Income Account	1,773,187	4,497	455,049	1,171	169,339	434	2,058,897	5,234								
SmallCap Growth Fund I	47,655	389	3,333	33	12,595	131	38,393	303								
SmallCap Value Fund II	47,962	387	3,104	33	16,160	181	34,906	271								
		<u>\$ 40,834</u>		<u>\$ 7,125</u>		<u>\$ 6,743</u>		<u>\$ 41,474</u>								

	Income		Realized Gain/Loss on Investments		Realized Gain from Capital Gain Distributions	
	\$		\$		\$	
Blue Chip Fund	\$	—	\$	(2)	\$	—
Bond & Mortgage Securities Account		—		1		—
Bond Market Index Fund		—		1		—
Diversified International Fund		—		(1)		—
Diversified Real Asset Fund		—		(8)		—
Equity Income Fund		15		69		—
Global Diversified Income Fund		90		1		—
Global Multi-Strategy Fund		—		—		—
Global Opportunities Fund		—		(1)		—
Inflation Protection Fund		—		—		—
International Emerging Markets Fund		—		(33)		—
LargeCap Growth Fund I		—		(1)		—
LargeCap S&P 500 Index Fund		—		(1)		—
LargeCap Value Fund III		—		14		—
MidCap Fund		—		195		—
MidCap Growth Fund III		—		—		—
MidCap Value Fund III		—		—		—
Origin Emerging Markets Fund		—		(20)		—
Overseas Fund		—		—		—
Short-Term Income Account		—		—		—
SmallCap Growth Fund I		—		12		—
SmallCap Value Fund II		—		32		—
	<u>\$</u>	<u>105</u>	<u>\$</u>	<u>258</u>	<u>\$</u>	<u>—</u>

Amounts in thousands except shares

Schedule of Investments
Principal LifeTime 2020 Account
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 100.00%	Shares Held	Value (000's)
Principal Funds, Inc. Institutional Class - 77.29%		
Blue Chip Fund ^(a)	483,326	\$ 7,719
Bond Market Index Fund ^(a)	1,078,795	12,233
Diversified International Fund ^(a)	1,040,242	11,318
Diversified Real Asset Fund ^(a)	483,172	5,315
Equity Income Fund ^(a)	299,235	7,966
Global Diversified Income Fund ^(a)	956,736	12,878
Global Multi-Strategy Fund ^(a)	848,002	9,073
Global Opportunities Fund ^(a)	831,517	9,413
Global Real Estate Securities Fund ^(a)	429,013	4,028
Inflation Protection Fund ^(a)	867,769	7,506
International Emerging Markets Fund ^(a)	70,046	1,451
LargeCap Growth Fund I ^(a)	712,745	8,239
LargeCap S&P 500 Index Fund ^(a)	909,773	13,428
LargeCap Value Fund III ^(a)	536,899	7,989
MidCap Fund ^(a)	292,255	6,365
MidCap Growth Fund III ^{(a),(b)}	284,966	2,810
MidCap Value Fund III ^(a)	145,671	2,663
Origin Emerging Markets Fund ^(a)	173,979	1,467
Overseas Fund ^(a)	1,177,481	10,527
SmallCap Growth Fund I ^{(a),(b)}	242,001	2,623
SmallCap Value Fund II ^(a)	228,771	2,633
		<u>\$ 147,644</u>
Principal Variable Contracts Funds, Inc. Class 1 - 22.71%		
Bond & Mortgage Securities Account ^(a)	2,985,568	34,842
Short-Term Income Account ^(a)	3,296,655	8,538
		<u>\$ 43,380</u>
TOTAL INVESTMENT COMPANIES		<u>\$ 191,024</u>
Total Investments		\$ 191,024
Other Assets and Liabilities - 0.00%		\$ (6)
TOTAL NET ASSETS - 100.00%		<u>\$ 191,018</u>

(a) *Affiliated Security. Please see Affiliated Sub-Schedule for transactional information.*

(b) *Non-Income Producing Security*

Portfolio Summary (unaudited)

Fund Type	Percent
Fixed Income Funds	33.05%
Domestic Equity Funds	32.67%
International Equity Funds	20.01%
Specialty Funds	14.27%
Other Assets and Liabilities	0.00%
TOTAL NET ASSETS	<u>100.00%</u>

Schedule of Investments
Principal LifeTime 2020 Account
June 30, 2016 (unaudited)

Affiliated Securities	December 31, 2015		December 31, 2015		Purchases		Purchases		Sales		Sales		June 30, 2016		June 30, 2016	
	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Proceeds	Shares	Proceeds	Shares	Cost	Shares	Cost
Blue Chip Fund	544,885	\$ 8,575	16,471	\$ 255	78,030	\$ 1,217	483,326	\$ 7,608								
Bond & Mortgage Securities Account	3,060,893	36,099	87,226	993	162,551	1,831	2,985,568	35,249								
Bond Market Index Fund	1,106,813	12,315	43,856	487	71,874	792	1,078,795	12,011								
Diversified International Fund	938,018	14,473	163,720	1,825	61,496	657	1,040,242	15,665								
Diversified Real Asset Fund	696,173	7,642	17,188	179	230,189	2,380	483,172	5,402								
Equity Income Fund	320,017	6,504	13,596	349	34,378	866	299,235	5,952								
Global Diversified Income Fund	912,854	12,820	100,081	1,318	56,199	728	956,736	13,403								
Global Multi-Strategy Fund	580,575	6,135	402,514	4,258	135,087	1,428	848,002	8,963								
Global Opportunities Fund	808,194	8,641	70,721	802	47,398	523	831,517	8,919								
Global Real Estate Securities Fund	549,195	4,063	17,547	157	137,729	1,246	429,013	3,138								
Inflation Protection Fund	891,347	7,758	28,950	244	52,528	439	867,769	7,563								
International Emerging Markets Fund	121,552	3,433	2,724	53	54,230	1,067	70,046	2,226								
LargeCap Growth Fund I	816,978	9,481	22,131	251	126,364	1,460	712,745	8,275								
LargeCap S&P 500 Index Fund	1,005,468	12,027	30,622	434	126,317	1,794	909,773	10,622								
LargeCap Value Fund III	620,935	8,170	17,627	251	101,663	1,461	536,899	7,013								
MidCap Fund	264,627	4,806	45,205	953	17,577	355	292,255	5,396								
MidCap Growth Fund III	291,902	2,656	9,247	88	16,183	151	284,966	2,593								
MidCap Value Fund III	149,423	2,362	4,964	88	8,716	152	145,671	2,299								
Origin Emerging Markets Fund	258,785	2,514	6,669	52	91,475	714	173,979	1,713								
Overseas Fund	1,090,859	10,171	159,713	1,472	73,091	654	1,177,481	10,989								
Short-Term Income Account	2,677,366	6,913	802,063	2,068	182,774	467	3,296,655	8,511								
SmallCap Growth Fund I	267,883	2,258	7,851	81	33,733	349	242,001	1,971								
SmallCap Value Fund II	261,847	2,150	7,333	81	40,409	447	228,771	1,775								
		<u>\$ 191,966</u>		<u>\$ 16,739</u>		<u>\$ 21,178</u>		<u>\$ 187,256</u>								

Affiliated Securities	Income		Realized Gain/Loss on Investments		Realized Gain from Capital Gain Distributions	
	\$		\$		\$	
Blue Chip Fund	\$	—	\$	(5)	\$	—
Bond & Mortgage Securities Account		—		(12)		—
Bond Market Index Fund		—		1		—
Diversified International Fund		—		24		—
Diversified Real Asset Fund		—		(39)		—
Equity Income Fund		94		(35)		—
Global Diversified Income Fund		309		(7)		—
Global Multi-Strategy Fund		—		(2)		—
Global Opportunities Fund		—		(1)		—
Global Real Estate Securities Fund		28		164		—
Inflation Protection Fund		—		—		—
International Emerging Markets Fund		—		(193)		—
LargeCap Growth Fund I		—		3		—
LargeCap S&P 500 Index Fund		—		(45)		—
LargeCap Value Fund III		—		53		—
MidCap Fund		—		(8)		—
MidCap Growth Fund III		—		—		—
MidCap Value Fund III		—		1		—
Origin Emerging Markets Fund		—		(139)		—
Overseas Fund		—		—		—
Short-Term Income Account		—		(3)		—
SmallCap Growth Fund I		—		(19)		—
SmallCap Value Fund II		—		(9)		—
	<u>\$</u>	<u>431</u>	<u>\$</u>	<u>(271)</u>	<u>\$</u>	<u>—</u>

Amounts in thousands except shares

Schedule of Investments
Principal LifeTime 2030 Account
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 100.00%	Shares Held	Value (000's)
Principal Funds, Inc. Institutional Class - 86.74%		
Blue Chip Fund ^(a)	341,831	\$ 5,459
Bond Market Index Fund ^(a)	522,605	5,926
Diversified International Fund ^(a)	831,710	9,049
Diversified Real Asset Fund ^(a)	296,798	3,265
Equity Income Fund ^(a)	157,456	4,191
Global Diversified Income Fund ^(a)	392,627	5,285
Global Multi-Strategy Fund ^(a)	390,481	4,178
Global Opportunities Fund ^(a)	684,793	7,752
Global Real Estate Securities Fund ^(a)	470,170	4,415
Inflation Protection Fund ^(a)	323,071	2,795
International Emerging Markets Fund ^(a)	57,966	1,200
LargeCap Growth Fund I ^(a)	637,803	7,373
LargeCap S&P 500 Index Fund ^(a)	733,443	10,826
LargeCap Value Fund ^(a)	398,080	4,610
LargeCap Value Fund III ^(a)	299,884	4,462
MidCap Fund ^(a)	117,193	2,552
MidCap Growth Fund III ^{(a),(b)}	375,936	3,707
MidCap Value Fund III ^(a)	189,580	3,466
Origin Emerging Markets Fund ^(a)	143,740	1,212
Overseas Fund ^(a)	926,950	8,287
SmallCap Growth Fund I ^{(a),(b)}	187,494	2,032
SmallCap Value Fund II ^(a)	176,983	2,037
	<u>\$</u>	<u>104,079</u>
Principal Variable Contracts Funds, Inc. Class 1 - 13.26%		
Bond & Mortgage Securities Account ^(a)	1,363,186	15,908
TOTAL INVESTMENT COMPANIES	<u>\$</u>	<u>119,987</u>
Total Investments	<u>\$</u>	<u>119,987</u>
Other Assets and Liabilities - 0.00%	<u>\$</u>	<u>(5)</u>
TOTAL NET ASSETS - 100.00%	<u>\$</u>	<u>119,982</u>

(a) *Affiliated Security. Please see Affiliated Sub-Schedule for transactional information.*

(b) *Non-Income Producing Security*

Portfolio Summary (unaudited)

Fund Type	Percent
Domestic Equity Funds	42.27%
International Equity Funds	26.60%
Fixed Income Funds	20.53%
Specialty Funds	10.60%
Other Assets and Liabilities	0.00%
TOTAL NET ASSETS	<u>100.00%</u>

Schedule of Investments
Principal LifeTime 2030 Account
June 30, 2016 (unaudited)

Affiliated Securities	December 31, 2015		December 31, 2015		Purchases		Purchases		Sales		Sales		June 30, 2016		June 30, 2016	
	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Proceeds	Shares	Proceeds	Shares	Cost	Shares	Cost
Blue Chip Fund	339,027	\$ 5,338	23,071	\$ 347	20,267	\$ 308					341,831	\$ 5,374				
Bond & Mortgage Securities Account	1,353,345	15,417	84,733	955	74,892	846					1,363,186	15,525				
Bond Market Index Fund	473,505	5,265	81,542	906	32,442	359					522,605	5,813				
Diversified International Fund	758,577	9,220	123,148	1,350	50,015	530					831,710	10,041				
Diversified Real Asset Fund	404,172	4,622	26,082	265	133,456	1,386					296,798	3,506				
Equity Income Fund	154,226	4,107	13,370	333	10,140	253					157,456	4,184				
Global Diversified Income Fund	323,652	4,593	91,537	1,202	22,562	294					392,627	5,500				
Global Multi-Strategy Fund	326,212	3,447	85,609	904	21,340	225					390,481	4,126				
Global Opportunities Fund	503,298	5,474	217,449	2,448	35,954	397					684,793	7,525				
Global Real Estate Securities Fund	463,304	3,492	34,110	298	27,244	240					470,170	3,548				
Inflation Protection Fund	320,587	2,814	21,504	180	19,020	159					323,071	2,835				
International Emerging Markets Fund	95,193	2,087	5,809	109	43,036	847					57,966	1,486				
LargeCap Growth Fund I	748,260	8,696	45,286	504	155,743	1,796					637,803	7,408				
LargeCap S&P 500 Index Fund	789,503	9,885	52,820	729	108,880	1,546					733,443	9,051				
LargeCap Value Fund	394,905	4,937	25,995	284	22,820	252					398,080	4,967				
LargeCap Value Fund III	365,952	4,827	20,513	284	86,581	1,252					299,884	3,914				
MidCap Fund	45,505	1,058	77,748	1,641	6,060	124					117,193	2,574				
MidCap Growth Fund III	372,845	3,542	24,993	231	21,902	205					375,936	3,568				
MidCap Value Fund III	187,959	3,089	13,427	231	11,806	205					189,580	3,114				
Origin Emerging Markets Fund	218,472	2,113	14,140	107	88,872	695					143,740	1,412				
Overseas Fund	853,475	8,534	133,281	1,200	59,806	531					926,950	9,204				
SmallCap Growth Fund I	228,552	2,064	13,378	133	54,436	568					187,494	1,617				
SmallCap Value Fund II	224,050	1,957	12,733	135	59,800	670					176,983	1,401				
		<u>\$ 116,578</u>		<u>\$ 14,776</u>		<u>\$ 13,688</u>						<u>\$ 117,693</u>				

Affiliated Securities	Income		Realized Gain/Loss on Investments		Realized Gain from Capital Gain Distributions	
	\$		\$		\$	
Blue Chip Fund	\$	—	\$	(3)	\$	—
Bond & Mortgage Securities Account		—		(1)		—
Bond Market Index Fund		—		1		—
Diversified International Fund		—		1		—
Diversified Real Asset Fund		—		5		—
Equity Income Fund		47		(3)		—
Global Diversified Income Fund		120		(1)		—
Global Multi-Strategy Fund		—		—		—
Global Opportunities Fund		—		—		—
Global Real Estate Securities Fund		28		(2)		—
Inflation Protection Fund		—		—		—
International Emerging Markets Fund		—		137		—
LargeCap Growth Fund I		—		4		—
LargeCap S&P 500 Index Fund		—		(17)		—
LargeCap Value Fund		—		(2)		—
LargeCap Value Fund III		—		55		—
MidCap Fund		—		(1)		—
MidCap Growth Fund III		—		—		—
MidCap Value Fund III		—		(1)		—
Origin Emerging Markets Fund		—		(113)		—
Overseas Fund		—		1		—
SmallCap Growth Fund I		—		(12)		—
SmallCap Value Fund II		—		(21)		—
	<u>\$</u>	<u>195</u>	<u>\$</u>	<u>27</u>	<u>\$</u>	<u>—</u>

Amounts in thousands except shares

Schedule of Investments
Principal LifeTime 2040 Account
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 100.01%	Shares Held	Value (000's)
Principal Funds, Inc. Institutional Class - 91.35%		
Bond Market Index Fund ^(a)	189,777	\$ 2,152
Diversified International Fund ^(a)	391,929	4,264
Diversified Real Asset Fund ^(a)	113,750	1,251
Global Opportunities Fund ^(a)	158,289	1,792
Global Real Estate Securities Fund ^(a)	228,873	2,149
High Yield Fund I ^(a)	97,051	924
Inflation Protection Fund ^(a)	50,021	433
International Emerging Markets Fund ^(a)	27,212	564
LargeCap Growth Fund ^(a)	70,353	679
LargeCap Growth Fund I ^(a)	456,433	5,276
LargeCap S&P 500 Index Fund ^(a)	351,895	5,194
LargeCap Value Fund ^(a)	256,113	2,966
LargeCap Value Fund III ^(a)	210,168	3,127
MidCap Growth Fund III ^{(a),(b)}	226,783	2,236
MidCap Value Fund III ^(a)	124,389	2,274
Origin Emerging Markets Fund ^(a)	65,774	554
Overseas Fund ^(a)	460,233	4,115
SmallCap Growth Fund I ^{(a),(b)}	99,786	1,082
SmallCap Value Fund II ^(a)	91,213	1,050
		<u>\$ 42,082</u>
Principal Variable Contracts Funds, Inc. Class 1 - 8.66%		
Bond & Mortgage Securities Account ^(a)	342,005	3,991
TOTAL INVESTMENT COMPANIES		<u>\$ 46,073</u>
Total Investments		<u>\$ 46,073</u>
Other Assets and Liabilities - (0.01)%		<u>\$ (6)</u>
TOTAL NET ASSETS - 100.00%		<u>\$ 46,067</u>

- (a) *Affiliated Security. Please see Affiliated Sub-Schedule for transactional information.*
- (b) *Non-Income Producing Security*

Portfolio Summary (unaudited)

Fund Type	Percent
Domestic Equity Funds	51.84%
International Equity Funds	29.17%
Fixed Income Funds	16.28%
Specialty Funds	2.72%
Other Assets and Liabilities	(0.01)%
TOTAL NET ASSETS	<u>100.00%</u>

Schedule of Investments
Principal LifeTime 2040 Account
June 30, 2016 (unaudited)

Affiliated Securities	December 31, 2015		December 31, 2015		Purchases		Purchases		Sales		Sales		June 30, 2016		June 30, 2016	
	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Proceeds	Shares	Proceeds	Shares	Cost	Shares	Cost
Bond & Mortgage Securities Account	297,257	\$ 3,430	76,757	\$ 874	32,009	\$ 369	342,005	\$ 3,935								
Bond Market Index Fund	96,644	1,074	109,894	1,224	16,761	187	189,777	2,112								
Diversified International Fund	334,323	4,137	96,278	1,030	38,672	420	391,929	4,747								
Diversified Real Asset Fund	130,199	1,525	12,990	133	29,439	316	113,750	1,346								
Global Multi-Strategy Fund	96,383	1,019	4,310	45	100,693	1,064	—	—								
Global Opportunities Fund	218,031	2,420	18,747	205	78,489	877	158,289	1,739								
Global Real Estate Securities Fund	257,948	2,036	24,981	219	54,056	492	228,873	1,764								
High Yield Fund I	93,409	931	12,916	119	9,274	87	97,051	963								
Inflation Protection Fund	49,662	425	5,484	46	5,125	44	50,021	427								
International Emerging Markets Fund	41,527	1,140	3,625	69	17,940	355	27,212	823								
LargeCap Growth Fund	175,049	1,855	6,685	61	111,381	1,097	70,353	758								
LargeCap Growth Fund I	414,786	4,836	47,524	534	5,877	63	456,433	5,306								
LargeCap S&P 500 Index Fund	355,694	4,560	36,746	511	40,545	581	351,895	4,489								
LargeCap Value Fund	253,957	3,193	27,053	297	24,897	279	256,113	3,210								
LargeCap Value Fund III	228,927	3,069	21,374	298	40,133	580	210,168	2,794								
MidCap Growth Fund III	174,640	1,858	74,605	718	22,462	215	226,783	2,362								
MidCap Value Fund III	96,332	1,662	40,144	718	12,087	215	124,389	2,165								
Origin Emerging Markets Fund	101,786	1,001	9,115	69	45,127	355	65,774	664								
Overseas Fund	382,879	3,946	123,738	1,130	46,384	419	460,233	4,656								
SmallCap Growth Fund I	98,917	1,129	9,426	94	8,557	89	99,786	1,134								
SmallCap Value Fund II	90,372	888	8,879	95	8,038	91	91,213	892								
		<u>\$ 46,134</u>		<u>\$ 8,489</u>		<u>\$ 8,195</u>		<u>\$ 46,286</u>								

Affiliated Securities	Income		Realized Gain/Loss on Investments		Realized Gain from Capital Gain Distributions	
	\$		\$		\$	
Bond & Mortgage Securities Account	\$	—	\$	—	\$	—
Bond Market Index Fund		—		1		—
Diversified International Fund		—		—		—
Diversified Real Asset Fund		—		4		—
Global Multi-Strategy Fund		—		—		—
Global Opportunities Fund		—		(9)		—
Global Real Estate Securities Fund		14		1		—
High Yield Fund I		27		—		—
Inflation Protection Fund		—		—		—
International Emerging Markets Fund		—		(31)		—
LargeCap Growth Fund		—		(61)		—
LargeCap Growth Fund I		—		(1)		—
LargeCap S&P 500 Index Fund		—		(1)		—
LargeCap Value Fund		—		(1)		—
LargeCap Value Fund III		—		7		—
MidCap Growth Fund III		—		1		—
MidCap Value Fund III		—		—		—
Origin Emerging Markets Fund		—		(51)		—
Overseas Fund		—		(1)		—
SmallCap Growth Fund I		—		—		—
SmallCap Value Fund II		—		—		—
	<u>\$</u>	<u>41</u>	<u>\$</u>	<u>(142)</u>	<u>\$</u>	<u>—</u>

Amounts in thousands except shares

Schedule of Investments
Principal LifeTime 2050 Account
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 100.02%	Shares Held	Value (000's)
Principal Funds, Inc. Institutional Class - 95.35%		
Bond Market Index Fund ^(a)	49,401	\$ 560
Diversified International Fund ^(a)	217,345	2,365
Diversified Real Asset Fund ^(a)	56,051	617
Global Opportunities Fund ^(a)	85,771	971
Global Real Estate Securities Fund ^(a)	131,997	1,239
High Yield Fund I ^(a)	45,447	433
International Emerging Markets Fund ^(a)	14,818	307
LargeCap Growth Fund ^(a)	66,839	645
LargeCap Growth Fund I ^(a)	239,211	2,765
LargeCap S&P 500 Index Fund ^(a)	192,112	2,836
LargeCap Value Fund ^(a)	127,848	1,480
LargeCap Value Fund III ^(a)	110,753	1,648
MidCap Growth Fund III ^{(a),(b)}	125,478	1,237
MidCap Value Fund III ^(a)	68,014	1,243
Origin Emerging Markets Fund ^(a)	35,867	302
Overseas Fund ^(a)	247,192	2,210
SmallCap Growth Fund I ^{(a),(b)}	51,659	560
SmallCap Value Fund II ^(a)	50,485	581
		<u>\$ 21,999</u>
Principal Variable Contracts Funds, Inc. Class 1 - 4.67%		
Bond & Mortgage Securities Account ^(a)	92,349	1,078
TOTAL INVESTMENT COMPANIES		<u>\$ 23,077</u>
Total Investments		<u>\$ 23,077</u>
Other Assets and Liabilities - (0.02)%		<u>\$ (5)</u>
TOTAL NET ASSETS - 100.00%		<u><u>\$ 23,072</u></u>

(a) *Affiliated Security. Please see Affiliated Sub-Schedule for transactional information.*

(b) *Non-Income Producing Security*

Portfolio Summary (unaudited)

Fund Type	Percent
Domestic Equity Funds	56.33%
International Equity Funds	32.05%
Fixed Income Funds	8.97%
Specialty Funds	2.67%
Other Assets and Liabilities	(0.02)%
TOTAL NET ASSETS	<u>100.00%</u>

Schedule of Investments
Principal LifeTime 2050 Account
June 30, 2016 (unaudited)

Affiliated Securities	December 31, 2015		December 31, 2015		Purchases		Purchases		Sales		Sales		June 30, 2016		June 30, 2016	
	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Proceeds	Shares	Proceeds	Shares	Cost	Shares	Cost
Bond & Mortgage Securities Account	76,513	\$ 891	23,199	\$ 264	7,363	\$ 83	92,349	\$ 1,072								
Bond Market Index Fund	18,462	205	33,886	378	2,947	33	49,401	550								
Diversified International Fund	184,810	2,324	52,460	562	19,925	209	217,345	2,676								
Diversified Real Asset Fund	57,772	667	4,194	43	5,915	60	56,051	650								
Global Multi-Strategy Fund	48,231	511	1,202	13	49,433	523	—	—								
Global Opportunities Fund	129,613	1,414	7,373	81	51,215	569	85,771	925								
Global Real Estate Securities Fund	145,380	1,133	9,967	88	23,350	207	131,997	1,015								
High Yield Fund I	45,330	441	4,813	44	4,696	42	45,447	442								
International Emerging Markets Fund	24,466	648	1,347	26	10,995	215	14,818	449								
LargeCap Growth Fund	101,170	1,067	2,459	23	36,790	359	66,839	709								
LargeCap Growth Fund I	234,387	2,738	17,881	202	13,057	142	239,211	2,792								
LargeCap S&P 500 Index Fund	203,999	2,620	13,824	193	25,711	359	192,112	2,451								
LargeCap Value Fund	135,905	1,694	10,190	112	18,247	200	127,848	1,601								
LargeCap Value Fund III	127,386	1,716	8,041	112	24,674	350	110,753	1,478								
MidCap Growth Fund III	102,470	1,052	34,370	332	11,362	103	125,478	1,280								
MidCap Value Fund III	55,632	947	18,498	332	6,116	104	68,014	1,175								
Origin Emerging Markets Fund	50,571	474	3,401	26	18,105	140	35,867	340								
Overseas Fund	207,511	2,071	63,571	587	23,890	209	247,192	2,448								
SmallCap Growth Fund I	52,959	565	3,530	35	4,830	47	51,659	553								
SmallCap Value Fund II	51,717	484	3,306	35	4,538	46	50,485	473								
		<u>\$ 23,662</u>		<u>\$ 3,488</u>		<u>\$ 4,000</u>		<u>\$ 23,079</u>								

	Income		Realized Gain/Loss on Investments		Realized Gain from Capital Gain Distributions	
	\$		\$		\$	
Bond & Mortgage Securities Account	\$	—	\$	—	\$	—
Bond Market Index Fund		—		—		—
Diversified International Fund		—		(1)		—
Diversified Real Asset Fund		—		—		—
Global Multi-Strategy Fund		—		(1)		—
Global Opportunities Fund		—		(1)		—
Global Real Estate Securities Fund		7		1		—
High Yield Fund I		12		(1)		—
International Emerging Markets Fund		—		(10)		—
LargeCap Growth Fund		—		(22)		—
LargeCap Growth Fund I		—		(6)		—
LargeCap S&P 500 Index Fund		—		(3)		—
LargeCap Value Fund		—		(5)		—
LargeCap Value Fund III		—		—		—
MidCap Growth Fund III		—		(1)		—
MidCap Value Fund III		—		—		—
Origin Emerging Markets Fund		—		(20)		—
Overseas Fund		—		(1)		—
SmallCap Growth Fund I		—		—		—
SmallCap Value Fund II		—		—		—
	<u>\$</u>	<u>19</u>	<u>\$</u>	<u>(71)</u>	<u>\$</u>	<u>—</u>

Amounts in thousands except shares

Schedule of Investments
Principal LifeTime 2060 Account
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 100.20%	Shares Held	Value (000's)
Principal Funds, Inc. Institutional Class - 97.23%		
Bond Market Index Fund ^(a)	3,553	\$ 40
Diversified International Fund ^(a)	24,561	267
Diversified Real Asset Fund ^(a)	5,550	61
Global Opportunities Fund ^(a)	9,689	110
Global Real Estate Securities Fund ^(a)	14,201	133
High Yield Fund I ^(a)	5,251	50
International Emerging Markets Fund ^(a)	1,672	35
LargeCap Growth Fund ^(a)	5,534	54
LargeCap Growth Fund I ^(a)	27,085	313
LargeCap S&P 500 Index Fund ^(a)	21,097	311
LargeCap Value Fund ^(a)	15,460	179
LargeCap Value Fund III ^(a)	12,643	188
MidCap Growth Fund III ^{(a),(b)}	13,918	137
MidCap Value Fund III ^(a)	7,507	137
Origin Emerging Markets Fund ^(a)	3,885	33
Overseas Fund ^(a)	29,076	260
SmallCap Growth Fund I ^{(a),(b)}	4,984	54
SmallCap Value Fund II ^(a)	4,843	56
	<u>\$</u>	<u>2,418</u>
Principal Variable Contracts Funds, Inc. Class 1 - 2.97%		
Bond & Mortgage Securities Account ^(a)	6,341	74
TOTAL INVESTMENT COMPANIES	<u>\$</u>	<u>2,492</u>
Total Investments	<u>\$</u>	<u>2,492</u>
Other Assets and Liabilities - (0.20)%	<u>\$</u>	<u>(5)</u>
TOTAL NET ASSETS - 100.00%	<u>\$</u>	<u>2,487</u>

(a) *Affiliated Security. Please see Affiliated Sub-Schedule for transactional information.*

(b) *Non-Income Producing Security*

Portfolio Summary (unaudited)

Fund Type	Percent
Domestic Equity Funds	57.46%
International Equity Funds	33.67%
Fixed Income Funds	6.61%
Specialty Funds	2.46%
Other Assets and Liabilities	(0.20)%
TOTAL NET ASSETS	<u>100.00%</u>

Schedule of Investments
Principal LifeTime 2060 Account
June 30, 2016 (unaudited)

Affiliated Securities	December 31, 2015		December 31, 2015		Purchases		Purchases		Sales		Sales		June 30, 2016		June 30, 2016	
	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Proceeds	Shares	Proceeds	Shares	Cost	Shares	Cost
Bond & Mortgage Securities Account	3,589	\$ 41	3,183	\$ 36	431	\$ 5	6,341	\$ 72								
Bond Market Index Fund	1,162	13	2,590	29	199	2	3,553	40								
Diversified International Fund	17,263	201	9,255	99	1,957	21	24,561	279								
Diversified Real Asset Fund	3,741	44	2,306	24	497	4	5,550	64								
Global Multi-Strategy Fund	3,924	43	460	5	4,384	46	—	—								
Global Opportunities Fund	12,415	149	2,765	30	5,491	62	9,689	116								
Global Real Estate Securities Fund	13,122	117	3,347	29	2,268	20	14,201	126								
High Yield Fund I	4,317	44	1,382	13	448	4	5,251	53								
International Emerging Markets Fund	2,613	60	522	10	1,463	29	1,672	39								
LargeCap Growth Fund	7,947	87	956	9	3,369	33	5,534	62								
LargeCap Growth Fund I	21,600	272	6,547	74	1,062	11	27,085	335								
LargeCap S&P 500 Index Fund	19,561	278	5,077	71	3,541	51	21,097	298								
LargeCap Value Fund	12,183	153	4,622	51	1,345	14	15,460	190								
LargeCap Value Fund III	11,436	169	2,948	41	1,741	24	12,643	186								
MidCap Growth Fund III	9,798	107	5,250	50	1,130	10	13,918	147								
MidCap Value Fund III	5,287	103	2,831	50	611	11	7,507	142								
Origin Emerging Markets Fund	5,003	48	1,278	10	2,396	19	3,885	38								
Overseas Fund	19,436	210	11,983	109	2,343	21	29,076	298								
SmallCap Growth Fund I	4,152	53	1,305	13	473	5	4,984	61								
SmallCap Value Fund II	4,066	53	1,218	13	441	6	4,843	60								
		<u>\$ 2,245</u>		<u>\$ 766</u>		<u>\$ 398</u>		<u>\$ 2,606</u>								

	Income		Realized Gain/Loss on Investments		Realized Gain from Capital Gain Distributions	
	\$		\$		\$	
Bond & Mortgage Securities Account	\$	—	\$	—	\$	—
Bond Market Index Fund		—		—		—
Diversified International Fund		—		—		—
Diversified Real Asset Fund		—		—		—
Global Multi-Strategy Fund		—		(2)		—
Global Opportunities Fund		—		(1)		—
Global Real Estate Securities Fund		1		—		—
High Yield Fund I		1		—		—
International Emerging Markets Fund		—		(2)		—
LargeCap Growth Fund		—		(1)		—
LargeCap Growth Fund I		—		—		—
LargeCap S&P 500 Index Fund		—		—		—
LargeCap Value Fund		—		—		—
LargeCap Value Fund III		—		—		—
MidCap Growth Fund III		—		—		—
MidCap Value Fund III		—		—		—
Origin Emerging Markets Fund		—		(1)		—
Overseas Fund		—		—		—
SmallCap Growth Fund I		—		—		—
SmallCap Value Fund II		—		—		—
	<u>\$</u>	<u>2</u>	<u>\$</u>	<u>(7)</u>	<u>\$</u>	<u>—</u>

Amounts in thousands except shares

Schedule of Investments
Principal LifeTime Strategic Income Account
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 100.02%	Shares Held	Value (000's)
Principal Funds, Inc. Institutional Class - 57.26%		
Blue Chip Fund ^(a)	26,967	\$ 431
Bond Market Index Fund ^(a)	211,319	2,396
Diversified International Fund ^(a)	62,065	675
Equity Income Fund ^(a)	32,510	865
Global Diversified Income Fund ^(a)	186,706	2,513
Global Multi-Strategy Fund ^(a)	153,606	1,644
Global Opportunities Fund ^(a)	36,198	410
Inflation Protection Fund ^(a)	346,925	3,001
LargeCap Growth Fund I ^(a)	37,855	438
LargeCap S&P 500 Index Fund ^(a)	47,934	707
MidCap Fund ^(a)	29,302	638
Overseas Fund ^(a)	77,956	697
SmallCap Growth Fund I ^{(a),(b)}	9,287	101
SmallCap Value Fund II ^(a)	9,049	104
		<u>\$ 14,620</u>
Principal Variable Contracts Funds, Inc. Class 1 - 42.76%		
Bond & Mortgage Securities Account ^(a)	570,900	6,662
Short-Term Income Account ^(a)	1,642,859	4,255
		<u>\$ 10,917</u>
TOTAL INVESTMENT COMPANIES		<u>\$ 25,537</u>
Total Investments		<u>\$ 25,537</u>
Other Assets and Liabilities - (0.02)%		<u>\$ (5)</u>
TOTAL NET ASSETS - 100.00%		<u>\$ 25,532</u>

(a) *Affiliated Security. Please see Affiliated Sub-Schedule for transactional information.*

(b) *Non-Income Producing Security*

Portfolio Summary (unaudited)

Fund Type	Percent
Fixed Income Funds	63.90%
Specialty Funds	16.28%
Domestic Equity Funds	12.86%
International Equity Funds	6.98%
Other Assets and Liabilities	(0.02)%
TOTAL NET ASSETS	<u>100.00%</u>

Schedule of Investments
Principal LifeTime Strategic Income Account
June 30, 2016 (unaudited)

Affiliated Securities	December 31, 2015		December 31, 2015		Purchases		Purchases		Sales		Sales		June 30, 2016		June 30, 2016	
	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Proceeds	Shares	Proceeds	Shares	Cost	Shares	Cost		
Blue Chip Fund	26,805	\$ 422	1,931	\$ 29	1,769	\$ 27	26,967	\$ 424								
Bond & Mortgage Securities Account	599,697	7,116	36,453	412	65,250	731	570,900	6,788								
Bond Market Index Fund	209,794	2,335	16,783	186	15,258	169	211,319	2,352								
Diversified International Fund	46,255	645	19,534	209	3,724	39	62,065	815								
Diversified Real Asset Fund	62,393	645	2,269	22	64,662	673	—	—								
Equity Income Fund	35,770	672	2,739	68	5,999	154	32,510	612								
Global Diversified Income Fund	188,477	2,055	17,514	227	19,285	250	186,706	2,034								
Global Multi-Strategy Fund	91,147	960	70,906	749	8,447	88	153,606	1,621								
Global Opportunities Fund	18,242	195	20,154	227	2,198	24	36,198	398								
Inflation Protection Fund	333,293	2,733	36,493	308	22,861	192	346,925	2,849								
International Emerging Markets Fund	6,114	154	245	4	6,359	122	—	—								
LargeCap Growth Fund I	46,325	537	2,613	29	11,083	126	37,855	439								
LargeCap S&P 500 Index Fund	38,068	456	18,284	249	8,418	121	47,934	584								
MidCap Fund	25,568	378	5,599	116	1,865	38	29,302	456								
Origin Emerging Markets Fund	14,740	142	557	4	15,297	119	—	—								
Overseas Fund	53,028	482	29,424	262	4,496	40	77,956	704								
Short-Term Income Account	1,633,839	4,099	115,017	295	105,997	272	1,642,859	4,122								
SmallCap Growth Fund I	9,207	75	922	9	842	9	9,287	75								
SmallCap Value Fund II	8,981	71	854	9	786	8	9,049	72								
		<u>\$ 24,172</u>		<u>\$ 3,414</u>		<u>\$ 3,202</u>		<u>\$ 24,345</u>								

Affiliated Securities	Income		Realized Gain/Loss on Investments		Realized Gain from Capital Gain Distributions	
	\$		\$		\$	
Blue Chip Fund	—	—	—	—	—	—
Bond & Mortgage Securities Account	—	—	—	(9)	—	—
Bond Market Index Fund	—	—	—	—	—	—
Diversified International Fund	—	—	—	—	—	—
Diversified Real Asset Fund	—	—	—	6	—	—
Equity Income Fund	—	10	—	26	—	—
Global Diversified Income Fund	—	62	—	2	—	—
Global Multi-Strategy Fund	—	—	—	—	—	—
Global Opportunities Fund	—	—	—	—	—	—
Inflation Protection Fund	—	—	—	—	—	—
International Emerging Markets Fund	—	—	—	(36)	—	—
LargeCap Growth Fund I	—	—	—	(1)	—	—
LargeCap S&P 500 Index Fund	—	—	—	—	—	—
MidCap Fund	—	—	—	—	—	—
Origin Emerging Markets Fund	—	—	—	(27)	—	—
Overseas Fund	—	—	—	—	—	—
Short-Term Income Account	—	—	—	—	—	—
SmallCap Growth Fund I	—	—	—	—	—	—
SmallCap Value Fund II	—	—	—	—	—	—
	<u>\$</u>	<u>72</u>	<u>\$</u>	<u>(39)</u>	<u>\$</u>	<u>—</u>

Amounts in thousands except shares

Schedule of Investments
Real Estate Securities Account
June 30, 2016 (unaudited)

COMMON STOCKS - 98.90%	Shares Held	Value (000's)
Lodging - 0.98%		
Hilton Worldwide Holdings Inc	76,148	\$ 1,715
Real Estate - 0.65%		
CBRE Group Inc ^(a)	43,080	1,141
REITS - 96.09%		
Alexandria Real Estate Equities Inc	31,680	3,279
American Campus Communities Inc	43,697	2,310
American Tower Corp	25,149	2,857
Apartment Investment & Management Co	90,842	4,012
AvalonBay Communities Inc	44,310	7,993
Boston Properties Inc	56,382	7,437
Crown Castle International Corp	24,670	2,502
CubeSmart	119,389	3,687
DDR Corp	85,996	1,560
Duke Realty Corp	151,440	4,037
Education Realty Trust Inc	50,148	2,314
EPR Properties	44,147	3,562
Equinix Inc	25,170	9,759
Equity One Inc	112,199	3,610
Equity Residential	104,297	7,184
Essex Property Trust Inc	35,904	8,189
Extra Space Storage Inc	48,180	4,459
Federal Realty Investment Trust	9,953	1,648
First Industrial Realty Trust Inc	58,002	1,614
General Growth Properties Inc	204,617	6,102
Kilroy Realty Corp	27,026	1,791
Pebblebrook Hotel Trust	68,610	1,801
Physicians Realty Trust	116,161	2,440
Prologis Inc	155,824	7,642
Public Storage	22,872	5,846
Regency Centers Corp	26,640	2,231
Saul Centers Inc	32,164	1,985
Senior Housing Properties Trust	92,570	1,928
Simon Property Group Inc	94,600	20,519
SL Green Realty Corp	55,605	5,920
Spirit Realty Capital Inc	283,780	3,624
STORE Capital Corp	137,489	4,049
Sun Communities Inc	43,922	3,366
Sunstone Hotel Investors Inc	205,792	2,484
Tanger Factory Outlet Centers Inc	21,715	872
Terreno Realty Corp	26,230	679
Ventas Inc	19,351	1,409
Vornado Realty Trust	20,793	2,082
Welltower Inc	124,785	9,505
		<u>\$ 168,288</u>
Software - 1.18%		
InterXion Holding NV ^(a)	55,959	2,064
TOTAL COMMON STOCKS		\$ 173,208
INVESTMENT COMPANIES - 0.72%		
	Shares Held	Value (000's)
Money Market Funds - 0.72%		
BlackRock Liquidity Funds FedFund Portfolio	1,256,852	1,257
TOTAL INVESTMENT COMPANIES		\$ 1,257
Total Investments		\$ 174,465
Other Assets and Liabilities - 0.38%		\$ 663
TOTAL NET ASSETS - 100.00%		\$ 175,128

Portfolio Summary (unaudited)	
Sector	Percent
Financial	96.74%
Technology	1.18%
Consumer, Cyclical	0.98%
Investment Companies	0.72%
Other Assets and Liabilities	0.38%
TOTAL NET ASSETS	100.00%

(a) Non-Income Producing Security

Schedule of Investments
SAM Balanced Portfolio
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 100.28%	Shares Held	Value (000's)
Money Market Funds - 0.26%		
Cash Account Trust - Government & Agency Portfolio - Government Cash Managed	2,116,929	\$ 2,117
Principal Exchange-Traded Funds - 1.00%		
Principal EDGE Active Income ETF ^(a)	205,400	7,978
Principal Funds, Inc. Institutional Class - 63.93%		
Blue Chip Fund ^(a)	2,339,328	37,359
Diversified International Fund ^(a)	8,103,986	88,171
EDGE MidCap Fund ^(a)	1,429,225	16,851
Global Diversified Income Fund ^(a)	1,177,119	15,844
Global Multi-Strategy Fund ^(a)	5,531,923	59,192
Global Real Estate Securities Fund ^(a)	2,294,249	21,543
High Yield Fund ^(a)	2,350,018	16,380
Inflation Protection Fund ^(a)	1,679,237	14,525
International Emerging Markets Fund ^(a)	964,676	19,978
International Small Company Fund ^(a)	893,904	8,430
LargeCap Growth Fund ^(a)	4,446,396	42,908
LargeCap Value Fund ^(a)	4,558,849	52,791
Preferred Securities Fund ^(a)	1,574,246	15,900
Principal Capital Appreciation Fund ^(a)	482,755	27,961
Real Estate Debt Income Fund ^(a)	823,405	8,028
Short-Term Income Fund ^(a)	2,563,535	31,378
Small-MidCap Dividend Income Fund ^(a)	2,432,606	34,032
		<u>\$ 511,271</u>
Principal Variable Contracts Funds, Inc. Class 1 - 35.09%		
Equity Income Account ^(a)	3,757,992	87,636
Government & High Quality Bond Account ^(a)	3,948,082	41,494
Income Account ^(a)	9,438,421	102,596
MidCap Account ^(a)	848,369	48,866
		<u>\$ 280,592</u>
TOTAL INVESTMENT COMPANIES		<u>\$ 801,958</u>
Total Investments		<u>\$ 801,958</u>
Other Assets and Liabilities - (0.28)%		<u>\$ (2,223)</u>
TOTAL NET ASSETS - 100.00%		<u>\$ 799,735</u>

(a) *Affiliated Security. Please see Affiliated Sub-Schedule for transactional information.*

Portfolio Summary (unaudited)

Fund Type	Percent
Domestic Equity Funds	43.58%
Fixed Income Funds	29.80%
International Equity Funds	17.26%
Specialty Funds	9.38%
Investment Companies	0.26%
Other Assets and Liabilities	(0.28)%
TOTAL NET ASSETS	<u>100.00%</u>

Schedule of Investments
SAM Balanced Portfolio
June 30, 2016 (unaudited)

Affiliated Securities	December 31, 2015		December 31, 2015		Purchases		Purchases		Sales		Sales		June 30, 2016		June 30, 2016	
	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Proceeds	Shares	Proceeds	Shares	Cost	Shares	Cost
Blue Chip Fund	2,440,914	\$ 33,609			4,806	\$ 74	106,392	\$ 1,672			2,339,328	\$ 32,014				
Diversified International Fund	6,588,088	79,090	1,585,370	17,889	69,472	750	8,103,986	96,133								
EDGE MidCap Fund	1,131,594	11,323	297,631	3,416	—	—	1,429,225	14,739								
Equity Income Account	4,025,769	44,250	13,552	309	281,329	6,273	3,757,992	41,039								
Global Diversified Income Fund	1,256,285	16,854	32,153	421	111,319	1,450	1,177,119	15,707								
Global Multi-Strategy Fund	5,995,036	63,524	1,687	18	464,800	4,904	5,531,923	58,357								
Global Real Estate Securities Fund	1,883,207	16,452	454,239	4,173	43,197	391	2,294,249	20,209								
Government & High Quality Bond Account	6,027,135	59,077	7,346	76	2,086,399	21,751	3,948,082	38,452								
High Yield Fund	2,999,235	20,587	97,865	665	747,082	5,173	2,350,018	15,724								
Income Account	11,505,107	111,522	11,681	122	2,078,367	22,035	9,438,421	90,288								
Inflation Protection Fund	1,824,644	15,601	1,393	12	146,800	1,226	1,679,237	14,349								
International Emerging Markets Fund	734,130	17,239	230,547	4,504	—	—	964,677	21,743								
International Small Company Fund	—	—	893,904	8,802	—	—	893,904	8,802								
LargeCap Growth Fund	7,549,511	80,561	18,617	180	3,121,732	30,376	4,446,396	47,276								
LargeCap Value Fund	4,231,177	53,947	517,350	5,779	189,678	2,126	4,558,849	57,251								
MidCap Account	934,285	41,596	—	—	85,916	4,699	848,369	36,510								
MidCap Value Fund I	1,262,939	18,620	—	—	1,262,939	16,265	—	—								
Preferred Securities Fund	349,401	1,926	1,258,352	12,745	33,507	335	1,574,246	14,449								
Principal Capital Appreciation Fund	511,378	26,010	1,037	58	29,660	1,677	482,755	24,403								
Principal EDGE Active Income ETF	—	—	205,400	7,958	—	—	205,400	7,958								
Real Estate Debt Income Fund	—	—	823,405	7,955	—	—	823,405	7,955								
Short-Term Income Fund	3,041,351	37,097	28,516	347	506,332	6,159	2,563,535	31,267								
SmallCap Growth Fund I	80,537	821	—	—	80,537	864	—	—								
SmallCap Value Fund II	522,130	5,225	—	—	522,130	5,998	—	—								
Small-MidCap Dividend Income Fund	1,969,184	21,334	511,506	7,097	48,084	639	2,432,606	27,755								
		<u>\$ 776,265</u>		<u>\$ 82,600</u>		<u>\$ 134,763</u>		<u>\$ 722,380</u>								

	Income		Realized Gain/Loss on Investments		Realized Gain from Capital Gain Distributions	
	\$		\$		\$	
Blue Chip Fund	\$	—	\$	3	\$	—
Diversified International Fund		—		(96)		—
EDGE MidCap Fund		—		—		—
Equity Income Account		—		2,753		—
Global Diversified Income Fund		404		(118)		—
Global Multi-Strategy Fund		—		(281)		—
Global Real Estate Securities Fund		125		(25)		—
Government & High Quality Bond Account		—		1,050		—
High Yield Fund		629		(355)		—
Income Account		—		679		—
Inflation Protection Fund		—		(38)		—
International Emerging Markets Fund		—		—		—
International Small Company Fund		—		—		—
LargeCap Growth Fund		—		(3,089)		—
LargeCap Value Fund		—		(349)		—
MidCap Account		—		(387)		—
MidCap Value Fund I		—		(2,355)		—
Preferred Securities Fund		130		113		—
Principal Capital Appreciation Fund		—		12		—
Principal EDGE Active Income ETF		—		—		—
Real Estate Debt Income Fund		27		—		—
Short-Term Income Fund		314		(18)		—
SmallCap Growth Fund I		—		43		—
SmallCap Value Fund II		—		773		—
Small-MidCap Dividend Income Fund		315		(37)		—
	<u>\$</u>	<u>1,944</u>	<u>\$</u>	<u>(1,722)</u>	<u>\$</u>	<u>—</u>

Amounts in thousands except shares

Schedule of Investments
SAM Conservative Balanced Portfolio
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 100.73%	Shares Held	Value (000's)
Money Market Funds - 0.73%		
Cash Account Trust - Government & Agency Portfolio - Government Cash Managed	1,522,261	\$ 1,522
Principal Exchange-Traded Funds - 2.33%		
Principal EDGE Active Income ETF ^(a)	125,400	4,871
Principal Funds, Inc. Institutional Class - 56.86%		
Blue Chip Fund ^(a)	255,874	4,086
Diversified International Fund ^(a)	1,506,883	16,395
EDGE MidCap Fund ^(a)	309,637	3,651
Global Diversified Income Fund ^(a)	515,449	6,938
Global Multi-Strategy Fund ^(a)	1,009,128	10,798
Global Real Estate Securities Fund ^(a)	461,137	4,330
High Yield Fund ^(a)	1,480,391	10,318
Inflation Protection Fund ^(a)	597,566	5,169
International Emerging Markets Fund ^(a)	170,448	3,530
International Small Company Fund ^(a)	163,174	1,539
LargeCap Growth Fund ^(a)	938,282	9,054
LargeCap Value Fund ^(a)	1,030,171	11,929
Preferred Securities Fund ^(a)	300,027	3,030
Principal Capital Appreciation Fund ^(a)	94,505	5,474
Real Estate Debt Income Fund ^(a)	215,809	2,104
Short-Term Income Fund ^(a)	1,148,260	14,055
Small-MidCap Dividend Income Fund ^(a)	450,990	6,309
		<u>\$ 118,709</u>
Principal Variable Contracts Funds, Inc. Class 1 - 40.81%		
Equity Income Account ^(a)	630,617	14,706
Government & High Quality Bond Account ^(a)	2,039,107	21,431
Income Account ^(a)	3,909,027	42,491
MidCap Account ^(a)	114,389	6,589
		<u>\$ 85,217</u>
TOTAL INVESTMENT COMPANIES		<u>\$ 210,319</u>
Total Investments		<u>\$ 210,319</u>
Other Assets and Liabilities - (0.73)%		<u>\$ (1,521)</u>
TOTAL NET ASSETS - 100.00%		<u>\$ 208,798</u>

(a) *Affiliated Security. Please see Affiliated Sub-Schedule for transactional information.*

Portfolio Summary (unaudited)

Fund Type	Percent
Fixed Income Funds	49.55%
Domestic Equity Funds	29.60%
International Equity Funds	12.36%
Specialty Funds	8.49%
Investment Companies	0.73%
Other Assets and Liabilities	(0.73)%
TOTAL NET ASSETS	<u>100.00%</u>

Schedule of Investments
SAM Conservative Balanced Portfolio
June 30, 2016 (unaudited)

Affiliated Securities	December 31, 2015		December 31, 2015		Purchases		Purchases		Sales		Sales		June 30, 2016		June 30, 2016	
	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Proceeds	Shares	Proceeds	Shares	Cost	Shares	Cost
Blue Chip Fund	381,066	\$ 5,182	6,976	\$ 104	132,168	\$ 2,098	255,874	\$ 3,237								
Bond & Mortgage Securities Account	361,536	4,188	3,215	37	364,751	4,206	—	—								
Diversified International Fund	1,135,539	13,602	388,450	4,330	17,106	186	1,506,883	17,725								
EDGE MidCap Fund	200,025	2,004	109,612	1,256	—	—	309,637	3,260								
Equity Income Account	647,180	7,385	15,636	339	32,199	708	630,617	7,065								
Global Diversified Income Fund	527,156	7,128	28,977	378	40,684	536	515,449	6,932								
Global Multi-Strategy Fund	1,057,639	11,233	14,403	153	62,914	665	1,009,128	10,686								
Global Real Estate Securities Fund	336,575	2,793	132,579	1,220	8,017	73	461,137	3,937								
Government & High Quality Bond Account	2,583,126	25,967	29,707	307	573,726	5,967	2,039,107	20,405								
High Yield Fund	1,493,780	10,355	78,534	531	91,923	627	1,480,391	10,196								
Income Account	4,371,893	43,482	57,083	600	519,949	5,490	3,909,027	38,598								
Inflation Protection Fund	640,200	5,483	13,729	116	56,363	472	597,566	5,113								
International Emerging Markets Fund	131,490	3,058	38,958	763	—	—	170,448	3,821								
International Small Company Fund	—	—	163,174	1,605	—	—	163,174	1,605								
LargeCap Growth Fund	1,414,555	15,174	29,411	284	505,684	4,945	938,282	9,956								
LargeCap Value Fund	745,921	9,462	315,903	3,619	31,653	357	1,030,171	12,671								
MidCap Account	142,866	6,086	—	—	28,477	1,594	114,389	4,401								
MidCap Value Fund I	323,163	4,827	—	—	323,163	4,164	—	—								
Preferred Securities Fund	105,822	584	204,011	2,063	9,806	98	300,027	2,578								
Principal Capital Appreciation Fund	96,117	4,887	4,169	237	5,781	324	94,505	4,802								
Principal EDGE Active Income ETF	—	—	125,400	4,860	—	—	125,400	4,860								
Real Estate Debt Income Fund	—	—	215,809	2,084	—	—	215,809	2,084								
Short-Term Income Fund	1,317,268	16,067	29,608	360	198,616	2,416	1,148,260	14,004								
SmallCap Growth Fund I	22,814	233	—	—	22,814	243	—	—								
SmallCap Value Fund II	78,572	781	—	—	78,572	896	—	—								
Small-MidCap Dividend Income Fund	338,795	3,658	120,265	1,667	8,070	105	450,990	5,210								
		<u>\$ 203,619</u>		<u>\$ 26,913</u>		<u>\$ 36,170</u>		<u>\$ 193,146</u>								

	Income		Realized Gain/Loss on Investments		Realized Gain from Capital Gain Distributions	
	\$		\$		\$	
Blue Chip Fund	—	—	—	49	—	—
Bond & Mortgage Securities Account	—	—	—	(19)	—	—
Diversified International Fund	—	—	—	(21)	—	—
EDGE MidCap Fund	—	—	—	—	—	—
Equity Income Account	—	—	—	49	—	—
Global Diversified Income Fund	—	176	—	(38)	—	—
Global Multi-Strategy Fund	—	—	—	(35)	—	—
Global Real Estate Securities Fund	—	24	—	(3)	—	—
Government & High Quality Bond Account	—	—	—	98	—	—
High Yield Fund	—	326	—	(63)	—	—
Income Account	—	—	—	6	—	—
Inflation Protection Fund	—	—	—	(14)	—	—
International Emerging Markets Fund	—	—	—	—	—	—
International Small Company Fund	—	—	—	—	—	—
LargeCap Growth Fund	—	—	—	(557)	—	—
LargeCap Value Fund	—	—	—	(53)	—	—
MidCap Account	—	—	—	(91)	—	—
MidCap Value Fund I	—	—	—	(663)	—	—
Preferred Securities Fund	—	34	—	29	—	—
Principal Capital Appreciation Fund	—	—	—	2	—	—
Principal EDGE Active Income ETF	—	—	—	—	—	—
Real Estate Debt Income Fund	—	8	—	—	—	—
Short-Term Income Fund	—	138	—	(7)	—	—
SmallCap Growth Fund I	—	—	—	10	—	—
SmallCap Value Fund II	—	—	—	115	—	—
Small-MidCap Dividend Income Fund	—	54	—	(10)	—	—
	<u>\$</u>	<u>760</u>	<u>\$</u>	<u>(1,216)</u>	<u>\$</u>	<u>—</u>

Amounts in thousands except shares

Schedule of Investments
SAM Conservative Growth Portfolio
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 100.03%	Shares Held	Value (000's)
Money Market Funds - 0.00%		
Cash Account Trust - Government & Agency Portfolio - Government Cash Managed	1,000	\$ 1
Principal Funds, Inc. Institutional Class - 70.73%		
Blue Chip Fund ^(a)	1,091,303	17,428
Diversified International Fund ^(a)	4,027,301	43,817
Diversified Real Asset Fund ^(a)	663,401	7,297
EDGE MidCap Fund ^(a)	661,958	7,804
Global Multi-Strategy Fund ^(a)	1,104,441	11,818
Global Real Estate Securities Fund ^(a)	672,459	6,314
High Yield Fund ^(a)	636,422	4,436
International Small Company Fund ^(a)	438,873	4,139
LargeCap Growth Fund ^(a)	2,406,268	23,221
LargeCap Value Fund ^(a)	2,834,939	32,829
Origin Emerging Markets Fund ^(a)	1,291,447	10,887
Preferred Securities Fund ^(a)	427,745	4,320
Principal Capital Appreciation Fund ^(a)	256,838	14,876
Short-Term Income Fund ^(a)	355,428	4,350
Small-MidCap Dividend Income Fund ^(a)	1,115,092	15,600
		<u>\$ 209,136</u>
Principal Funds, Inc. Class R-6 - 1.56%		
Multi-Manager Equity Long/Short Fund ^{(a),(b)}	467,668	4,616
Principal Variable Contracts Funds, Inc. Class 1 - 27.74%		
Equity Income Account ^(a)	1,450,450	33,825
Government & High Quality Bond Account ^(a)	665,371	6,993
Income Account ^(a)	1,430,080	15,545
MidCap Account ^(a)	445,286	25,648
		<u>\$ 82,011</u>
TOTAL INVESTMENT COMPANIES		<u>\$ 295,764</u>
Total Investments		<u>\$ 295,764</u>
Other Assets and Liabilities - (0.03)%		<u>\$ (82)</u>
TOTAL NET ASSETS - 100.00%		<u><u>\$ 295,682</u></u>

(a) *Affiliated Security. Please see Affiliated Sub-Schedule for transactional information.*

(b) *Non-Income Producing Security*

Portfolio Summary (unaudited)

Fund Type	Percent
Domestic Equity Funds	57.90%
International Equity Funds	22.04%
Fixed Income Funds	12.06%
Specialty Funds	8.03%
Investment Companies	0.00%
Other Assets and Liabilities	(0.03)%
TOTAL NET ASSETS	<u><u>100.00%</u></u>

Schedule of Investments
SAM Conservative Growth Portfolio
June 30, 2016 (unaudited)

Affiliated Securities	December 31, 2015		December 31, 2015		Purchases		Purchases		Sales		Sales		June 30, 2016		June 30, 2016	
	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Proceeds	Shares	Proceeds	Shares	Cost	Shares	Cost
Blue Chip Fund	1,111,025	\$ 15,518			16,705	\$ 254			36,427	\$ 565			1,091,303	\$ 15,199		
Diversified International Fund	3,025,803	36,301			1,030,936	11,571			29,438	317			4,027,301	47,513		
Diversified Real Asset Fund	920,741	10,746			19,484	198			276,824	3,010			663,401	7,592		
EDGE MidCap Fund	537,208	5,383			132,025	1,507			7,275	85			661,958	6,803		
Equity Income Account	1,513,545	16,638			13,944	293			77,039	1,714			1,450,450	15,883		
Global Multi-Strategy Fund	2,773,301	29,772			15,359	161			1,684,219	17,937			1,104,441	11,399		
Global Real Estate Securities Fund	854,024	7,335			12,319	110			193,884	1,778			672,459	5,639		
Government & High Quality Bond Account	714,463	6,897			13,213	138			62,305	647			665,371	6,394		
High Yield Fund	261,726	1,777			374,696	2,616			—	—			636,422	4,393		
Income Account	1,518,855	14,875			16,199	172			104,974	1,102			1,430,080	13,908		
International Small Company Fund	—	—			438,873	4,317			—	—			438,873	4,317		
LargeCap Growth Fund	3,610,714	38,819			40,221	384			1,244,667	12,062			2,406,268	25,573		
LargeCap Value Fund	2,359,440	30,134			538,184	6,023			62,685	698			2,834,939	35,338		
MidCap Account	466,280	23,255			3,628	194			24,622	1,360			445,286	21,980		
MidCap Value Fund I	610,988	9,008			299	4			611,287	7,879			—	—		
Origin Emerging Markets Fund	714,892	6,983			576,554	4,580			—	—			1,291,446	11,563		
Preferred Securities Fund	31,551	191			404,589	4,097			8,395	85			427,745	4,203		
Principal Capital Appreciation Fund	267,670	13,618			2,565	141			13,397	752			256,838	12,995		
Multi-Manager Equity Long/Short Fund	—	—			467,668	4,593			—	—			467,668	4,593		
Short-Term Income Fund	377,762	4,608			10,242	125			32,576	396			355,428	4,335		
SmallCap Growth Fund I	54,690	557			—	—			54,690	583			—	—		
SmallCap Value Fund II	135,728	1,349			—	—			135,728	1,555			—	—		
Small-MidCap Dividend Income Fund	943,024	10,819			209,303	2,903			37,235	483			1,115,092	13,197		
		<u>\$ 284,583</u>				<u>\$ 44,381</u>				<u>\$ 53,008</u>				<u>\$ 272,817</u>		

Affiliated Securities	Income		Realized Gain/Loss on Investments		Realized Gain from Capital Gain Distributions	
	\$		\$		\$	
Blue Chip Fund	\$	—	\$	(8)	\$	—
Diversified International Fund		—		(42)		—
Diversified Real Asset Fund		—		(342)		—
EDGE MidCap Fund		—		(2)		—
Equity Income Account		—		666		—
Global Multi-Strategy Fund		—		(597)		—
Global Real Estate Securities Fund		45		(28)		—
Government & High Quality Bond Account		—		6		—
High Yield Fund		65		—		—
Income Account		—		(37)		—
International Small Company Fund		—		—		—
LargeCap Growth Fund		—		(1,568)		—
LargeCap Value Fund		—		(121)		—
MidCap Account		—		(109)		—
MidCap Value Fund I		—		(1,133)		—
Origin Emerging Markets Fund		—		—		—
Preferred Securities Fund		24		—		—
Principal Capital Appreciation Fund		—		(12)		—
Multi-Manager Equity Long/Short Fund		—		—		—
Short-Term Income Fund		40		(2)		—
SmallCap Growth Fund I		—		26		—
SmallCap Value Fund II		—		206		—
Small-MidCap Dividend Income Fund		145		(42)		—
	<u>\$</u>	<u>319</u>	<u>\$</u>	<u>(3,139)</u>	<u>\$</u>	<u>—</u>

Amounts in thousands except shares

Schedule of Investments
SAM Flexible Income Portfolio
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 100.52%	Shares Held	Value (000's)
Money Market Funds - 0.51%		
Cash Account Trust - Government & Agency Portfolio - Government Cash Managed	1,110,041	\$ 1,110
Principal Exchange-Traded Funds - 2.65%		
Principal EDGE Active Income ETF ^(a)	148,400	5,764
Principal Funds, Inc. Institutional Class - 47.13%		
Diversified International Fund ^(a)	558,173	6,073
Global Diversified Income Fund ^(a)	1,053,196	14,176
Global Real Estate Securities Fund ^(a)	591,673	5,556
High Yield Fund ^(a)	2,270,300	15,824
Inflation Protection Fund ^(a)	1,080,065	9,343
International Emerging Markets Fund ^(a)	97,950	2,029
LargeCap Growth Fund ^(a)	667,463	6,441
LargeCap Value Fund ^(a)	565,658	6,550
Preferred Securities Fund ^(a)	322,198	3,254
Real Estate Debt Income Fund ^(a)	456,466	4,450
Short-Term Income Fund ^(a)	1,632,990	19,988
Small-MidCap Dividend Income Fund ^(a)	633,987	8,869
		<u>\$ 102,553</u>
Principal Variable Contracts Funds, Inc. Class 1 - 50.23%		
Equity Income Account ^(a)	821,722	19,163
Government & High Quality Bond Account ^(a)	2,132,654	22,414
Income Account ^(a)	6,230,478	67,725
		<u>\$ 109,302</u>
TOTAL INVESTMENT COMPANIES		<u>\$ 218,729</u>
Total Investments		<u>\$ 218,729</u>
Other Assets and Liabilities - (0.52)%		<u>\$ (1,124)</u>
TOTAL NET ASSETS - 100.00%		<u>\$ 217,605</u>

(a) *Affiliated Security. Please see Affiliated Sub-Schedule for transactional information.*

Portfolio Summary (unaudited)

Fund Type	Percent
Fixed Income Funds	68.37%
Domestic Equity Funds	18.86%
Specialty Funds	6.51%
International Equity Funds	6.27%
Investment Companies	0.51%
Other Assets and Liabilities	(0.52)%
TOTAL NET ASSETS	<u>100.00%</u>

Schedule of Investments
SAM Flexible Income Portfolio
June 30, 2016 (unaudited)

Affiliated Securities	December 31, 2015		December 31, 2015		Purchases		Purchases		Sales		Sales		June 30, 2016		June 30, 2016	
	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Proceeds	Shares	Proceeds	Shares	Cost	Shares	Cost
Bond & Mortgage Securities Account	442,110	\$ 5,077	4,629	\$ 53	446,739	\$ 5,138	—	—	—	—	—	—	—	—	—	—
Diversified International Fund	496,988	5,992	67,646	750	6,461	70	558,173	6,664	—	—	—	—	—	—	—	—
Equity Income Account	1,017,304	13,672	8,756	185	204,338	4,665	821,722	9,528	—	—	—	—	—	—	—	—
Global Diversified Income Fund	1,102,223	14,944	42,197	553	91,224	1,189	1,053,196	14,189	—	—	—	—	—	—	—	—
Global Real Estate Securities Fund	254,366	1,870	344,118	3,165	6,811	62	591,673	4,973	—	—	—	—	—	—	—	—
Government & High Quality Bond Account	2,323,031	22,935	59,728	622	250,105	2,590	2,132,654	21,030	—	—	—	—	—	—	—	—
High Yield Fund	2,574,650	18,178	101,704	690	406,054	2,806	2,270,300	15,727	—	—	—	—	—	—	—	—
Income Account	6,746,577	67,504	76,343	806	592,442	6,197	6,230,478	61,904	—	—	—	—	—	—	—	—
Inflation Protection Fund	1,164,057	10,008	27,461	232	111,453	927	1,080,065	9,279	—	—	—	—	—	—	—	—
International Emerging Markets Fund	127,707	2,996	310	6	30,067	587	97,950	2,287	—	—	—	—	—	—	—	—
LargeCap Growth Fund	899,351	9,596	16,585	162	248,473	2,407	667,463	7,095	—	—	—	—	—	—	—	—
LargeCap Value Fund	774,738	9,910	8,980	99	218,060	2,496	565,658	7,161	—	—	—	—	—	—	—	—
Preferred Securities Fund	112,433	581	209,765	2,124	—	—	322,198	2,705	—	—	—	—	—	—	—	—
Principal EDGE Active Income ETF	—	—	148,400	5,743	—	—	148,400	5,743	—	—	—	—	—	—	—	—
Real Estate Debt Income Fund	—	—	456,466	4,398	—	—	456,466	4,398	—	—	—	—	—	—	—	—
Short-Term Income Fund	1,766,666	21,548	55,901	680	189,577	2,296	1,632,990	19,916	—	—	—	—	—	—	—	—
SmallCap Growth Fund I	21,899	223	—	—	21,899	234	—	—	—	—	—	—	—	—	—	—
Small-MidCap Dividend Income Fund	788,795	8,326	14,297	188	169,105	2,321	633,987	6,396	—	—	—	—	—	—	—	—
		<u>\$ 213,360</u>		<u>\$ 20,456</u>		<u>\$ 33,985</u>		<u>\$ 198,995</u>								

	Income		Realized Gain/Loss on Investments		Realized Gain from Capital Gain Distributions	
	\$		\$		\$	
Bond & Mortgage Securities Account	\$	—	\$	8	\$	—
Diversified International Fund		—		(8)		—
Equity Income Account		—		336		—
Global Diversified Income Fund		359		(119)		—
Global Real Estate Securities Fund		26		—		—
Government & High Quality Bond Account		—		63		—
High Yield Fund		546		(335)		—
Income Account		—		(209)		—
Inflation Protection Fund		—		(34)		—
International Emerging Markets Fund		—		(128)		—
LargeCap Growth Fund		—		(256)		—
LargeCap Value Fund		—		(352)		—
Preferred Securities Fund		37		—		—
Principal EDGE Active Income ETF		—		—		—
Real Estate Debt Income Fund		16		—		—
Short-Term Income Fund		183		(16)		—
SmallCap Growth Fund I		—		11		—
Small-MidCap Dividend Income Fund		100		203		—
	<u>\$</u>	<u>1,267</u>	<u>\$</u>	<u>(836)</u>	<u>\$</u>	<u>—</u>

Amounts in thousands except shares

Schedule of Investments
SAM Strategic Growth Portfolio
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 100.46%	Shares Held	Value (000's)
Money Market Funds - 0.45%		
Cash Account Trust - Government & Agency Portfolio - Government Cash Managed	1,061,948	\$ 1,062
Principal Exchange-Traded Funds - 3.88%		
Principal EDGE Active Income ETF ^(a)	238,200	9,252
Principal Funds, Inc. Institutional Class - 81.38%		
Diversified International Fund ^(a)	4,172,670	45,399
EDGE MidCap Fund ^(a)	440,521	5,194
Global Multi-Strategy Fund ^(a)	661,654	7,080
Global Real Estate Securities Fund ^(a)	1,032,917	9,699
International Small Company Fund ^(a)	469,394	4,426
LargeCap Growth Fund ^(a)	2,973,478	28,694
LargeCap Value Fund ^(a)	2,283,765	26,446
Origin Emerging Markets Fund ^(a)	2,081,796	17,549
Principal Capital Appreciation Fund ^(a)	626,845	36,307
Real Estate Debt Income Fund ^(a)	246,421	2,403
Small-MidCap Dividend Income Fund ^(a)	762,502	10,667
		<u>\$ 193,864</u>
Principal Funds, Inc. Class R-6 - 1.21%		
Multi-Manager Equity Long/Short Fund ^{(a),(b)}	292,923	2,891
Principal Variable Contracts Funds, Inc. Class 1 - 13.54%		
Equity Income Account ^(a)	1,383,050	32,253
TOTAL INVESTMENT COMPANIES		<u>\$ 239,322</u>
Total Investments		<u>\$ 239,322</u>
Other Assets and Liabilities - (0.46)%		<u>\$ (1,097)</u>
TOTAL NET ASSETS - 100.00%		<u><u>\$ 238,225</u></u>

(a) *Affiliated Security. Please see Affiliated Sub-Schedule for transactional information.*

(b) *Non-Income Producing Security*

Portfolio Summary (unaudited)

Fund Type	Percent
Domestic Equity Funds	58.58%
International Equity Funds	32.36%
Fixed Income Funds	4.89%
Specialty Funds	4.18%
Investment Companies	0.45%
Other Assets and Liabilities	(0.46)%
TOTAL NET ASSETS	<u>100.00%</u>

Schedule of Investments
SAM Strategic Growth Portfolio
June 30, 2016 (unaudited)

Affiliated Securities	December 31, 2015		December 31, 2015		Purchases		Purchases		Sales		Sales		June 30, 2016		June 30, 2016	
	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Cost	Shares	Proceeds	Shares	Proceeds	Shares	Cost	Shares	Cost
Diversified International Fund	3,917,353	\$ 47,239	315,614	\$ 3,436	60,297	\$ 633	4,172,670	\$ 49,941								
EDGE MidCap Fund	—	—	442,364	5,100	1,843	21	440,521	5,078								
Equity Income Account	1,422,410	17,012	28,257	609	67,617	1,508	1,383,050	16,130								
Global Multi-Strategy Fund	1,787,200	19,700	21,417	224	1,146,963	12,173	661,654	7,231								
Global Real Estate Securities Fund	1,079,728	9,045	14,041	130	60,852	534	1,032,917	8,611								
International Small Company Fund	—	—	469,394	4,619	—	—	469,394	4,619								
LargeCap Growth Fund	2,965,787	31,636	115,228	1,119	107,537	1,027	2,973,478	31,581								
LargeCap Value Fund	2,306,645	29,451	74,517	838	97,397	1,074	2,283,765	29,017								
MidCap Value Fund I	1,123,475	16,971	21,701	256	1,145,176	14,743	—	—								
Origin Emerging Markets Fund	1,500,832	14,639	580,964	4,604	—	—	2,081,796	19,243								
Principal Capital Appreciation Fund	645,685	34,836	11,490	634	30,330	1,678	626,845	33,617								
Principal EDGE Active Income ETF	—	—	238,200	9,275	—	—	238,200	9,275								
Multi-Manager Equity Long/Short Fund	—	—	292,923	2,877	—	—	292,923	2,877								
Real Estate Debt Income Fund	—	—	246,421	2,366	—	—	246,421	2,366								
SmallCap Growth Fund I	169,691	1,694	3,248	32	172,939	1,856	—	—								
SmallCap Value Fund II	371,230	3,551	1,952	20	373,182	4,293	—	—								
Small-MidCap Dividend Income Fund	758,383	8,776	40,632	551	36,513	478	762,502	8,811								
		<u>\$ 234,550</u>		<u>\$ 36,690</u>		<u>\$ 40,018</u>		<u>\$ 228,397</u>								

	Income		Realized Gain/Loss on Investments		Realized Gain from Capital Gain Distributions	
	\$		\$		\$	
Diversified International Fund	\$	—	\$	(101)	\$	—
EDGE MidCap Fund	—	—	—	(1)	—	—
Equity Income Account	—	—	—	17	—	—
Global Multi-Strategy Fund	—	—	—	(520)	—	—
Global Real Estate Securities Fund	—	62	—	(30)	—	—
International Small Company Fund	—	—	—	—	—	—
LargeCap Growth Fund	—	—	—	(147)	—	—
LargeCap Value Fund	—	—	—	(198)	—	—
MidCap Value Fund I	—	—	—	(2,484)	—	—
Origin Emerging Markets Fund	—	—	—	—	—	—
Principal Capital Appreciation Fund	—	—	—	(175)	—	—
Principal EDGE Active Income ETF	—	—	—	—	—	—
Multi-Manager Equity Long/Short Fund	—	—	—	—	—	—
Real Estate Debt Income Fund	—	9	—	—	—	—
SmallCap Growth Fund I	—	—	—	130	—	—
SmallCap Value Fund II	—	—	—	722	—	—
Small-MidCap Dividend Income Fund	—	108	—	(38)	—	—
	<u>\$</u>	<u>179</u>	<u>\$</u>	<u>(2,825)</u>	<u>\$</u>	<u>—</u>

Amounts in thousands except shares

Schedule of Investments
Short-Term Income Account
June 30, 2016 (unaudited)

INVESTMENT COMPANIES - 1.67%	Shares Held	Value (000's)	
Money Market Funds - 1.67%			
BlackRock Liquidity Funds FedFund Portfolio	2,812,280	\$	2,812
TOTAL INVESTMENT COMPANIES		\$	2,812
Principal			
BONDS - 97.61%		Amount (000's)	Value (000's)
Aerospace & Defense - 0.61%			
Lockheed Martin Corp			
1.85%, 11/23/2018	\$	500	507
2.50%, 11/23/2020		500	516
		\$	1,023
Agriculture - 0.85%			
Cargill Inc			
6.00%, 11/27/2017 ^(a)		1,347	1,437
Airlines - 1.14%			
Delta Air Lines 2009-1 Class A Pass Through Trust			
7.75%, 06/17/2021		753	849
Delta Air Lines 2012-1 Class A Pass Through Trust			
4.75%, 11/07/2021		411	436
UAL 2009-1 Pass Through Trust			
10.40%, 05/01/2018		42	43
UAL 2009-2A Pass Through Trust			
9.75%, 01/15/2017		567	586
		\$	1,914
Automobile Asset Backed Securities - 10.51%			
AmeriCredit Automobile Receivables 2015-4			
1.26%, 04/08/2019		454	454
AmeriCredit Automobile Receivables 2016-1			
1.52%, 06/10/2019		500	501
AmeriCredit Automobile Receivables Trust 2013-1			
1.57%, 01/08/2019		375	375
AmeriCredit Automobile Receivables Trust 2013-5			
2.86%, 12/09/2019 ^(b)		1,202	1,221
AmeriCredit Automobile Receivables Trust 2014-1			
2.15%, 03/09/2020 ^(b)		100	101
2.54%, 06/08/2020 ^(b)		875	883
AmeriCredit Automobile Receivables Trust 2014-2			
2.57%, 07/08/2020 ^(b)		395	399
AmeriCredit Automobile Receivables Trust 2014-3			
0.64%, 04/09/2018		22	22
2.58%, 09/08/2020 ^(b)		100	101
AmeriCredit Automobile Receivables Trust 2015-1			
0.77%, 04/09/2018		87	87
AmeriCredit Automobile Receivables Trust 2015-2			
0.83%, 09/10/2018 ^(b)		184	184
Capital Auto Receivables Asset Trust 2013-1			
1.29%, 04/20/2018		404	404
1.74%, 10/22/2018		663	664
Capital Auto Receivables Asset Trust 2013-3			
2.32%, 07/20/2018		305	307
Capital Auto Receivables Asset Trust 2014-1			
2.22%, 01/22/2019		498	502
2.84%, 04/22/2019		345	350
Capital Auto Receivables Asset Trust 2014-2			
2.03%, 12/20/2018		545	548
2.41%, 05/20/2019		90	91
CPS Auto Receivables Trust 2013-A			
1.31%, 06/15/2020 ^{(a),(b)}		416	412
CPS Auto Receivables Trust 2013-B			
1.82%, 09/15/2020 ^{(a),(b)}		237	236
CPS Auto Receivables Trust 2013-C			
1.64%, 04/16/2018 ^(a)		46	46

See accompanying notes.

BONDS (continued)	Principal Amount (000's)	Value (000's)
Automobile Asset Backed Securities (continued)		
CPS Auto Receivables Trust 2013-C (continued)		
4.30%, 08/15/2019 ^(a)	\$	250
		254
CPS Auto Receivables Trust 2013-D		
1.54%, 07/16/2018 ^{(a),(b)}		77
		77
CPS Auto Receivables Trust 2014-B		
1.11%, 11/15/2018 ^(a)		73
		73
CPS Auto Receivables Trust 2014-C		
1.31%, 02/15/2019 ^{(a),(b)}		273
		273
3.77%, 08/17/2020 ^(a)		200
		195
CPS Auto Receivables Trust 2014-D		
1.49%, 04/15/2019 ^(a)		260
		259
CPS Auto Receivables Trust 2015-C		
1.77%, 06/17/2019 ^(a)		496
		495
CPS Auto Receivables Trust 2016-B		
2.07%, 11/15/2019 ^(a)		232
		232
CPS Auto Trust		
1.48%, 03/16/2020 ^(a)		78
		78
Ford Credit Auto Owner Trust 2015-REV2		
2.44%, 01/15/2027 ^{(a),(b)}		673
		691
Ford Credit Auto Owner Trust 2016-REV2		
2.03%, 12/15/2027 ^(a)		750
		754
Ford Credit Auto Owner Trust/Ford Credit 2014-REV1		
2.26%, 11/15/2025 ^{(a),(b)}		673
		686
Santander Drive Auto Receivables Trust 2013-1		
1.76%, 01/15/2019		640
		641
Santander Drive Auto Receivables Trust 2013-5		
1.55%, 10/15/2018		329
		329
2.25%, 06/17/2019 ^(b)		45
		45
Santander Drive Auto Receivables Trust 2014-1		
1.59%, 10/15/2018		121
		121
2.36%, 04/15/2020		997
		1,003
2.91%, 04/15/2020		355
		360
Santander Drive Auto Receivables Trust 2014-2		
1.62%, 02/15/2019		249
		249
Santander Drive Auto Receivables Trust 2014-3		
2.13%, 08/17/2020 ^(b)		273
		275
2.65%, 08/17/2020		115
		116
Santander Drive Auto Receivables Trust 2014-5		
2.46%, 06/15/2020		165
		167
Westlake Automobile Receivables Trust 2014-2		
0.97%, 10/16/2017 ^{(a),(b)}		8
		8
Westlake Automobile Receivables Trust 2015-1		
1.17%, 03/15/2018 ^{(a),(b)}		130
		130
Westlake Automobile Receivables Trust 2015-2		
1.28%, 07/16/2018 ^{(a),(b)}		470
		470
Westlake Automobile Receivables Trust 2015-3		
1.42%, 05/17/2021 ^{(a),(b)}		802
		802
Westlake Automobile Receivables Trust 2016-1		
1.82%, 01/15/2019 ^(a)		500
		501
Westlake Automobile Receivables Trust 2016-2		
1.57%, 06/17/2019 ^(a)		500
		500
	\$	17,672
Automobile Floor Plan Asset Backed Securities - 0.90%		
CNH Wholesale Master Note Trust		
1.04%, 08/15/2019 ^{(a),(b)}		841
		841
Volkswagen Credit Auto Master Trust		
0.80%, 07/22/2019 ^{(a),(b)}		673
		665
	\$	1,506

Schedule of Investments
Short-Term Income Account
June 30, 2016 (unaudited)

BONDS (continued)	Principal Amount (000's)	Value (000's)
Automobile Manufacturers - 1.83%		
Daimler Finance North America LLC		
1.11%, 03/02/2018 ^{(a),(b)}	\$ 505	\$ 503
1.38%, 08/01/2017 ^(a)	336	337
Ford Motor Credit Co LLC		
2.02%, 05/03/2019	400	403
PACCAR Financial Corp		
1.45%, 03/09/2018	336	338
2.20%, 09/15/2019	673	691
Toyota Motor Credit Corp		
1.20%, 04/06/2018	400	402
2.10%, 01/17/2019	400	409
	<u>\$ 3,083</u>	
Banks - 16.60%		
Bank of America Corp		
2.05%, 04/19/2021 ^(b)	500	507
2.60%, 01/15/2019	500	512
2.63%, 10/19/2020	750	762
Bank of America NA		
0.95%, 06/15/2017 ^(b)	750	747
5.30%, 03/15/2017	2,126	2,183
Bank of New York Mellon Corp/The		
2.05%, 05/03/2021	500	508
2.20%, 05/15/2019	673	688
2.50%, 04/15/2021	300	311
BB&T Corp		
1.30%, 02/01/2019 ^(b)	336	337
2.05%, 05/10/2021	500	507
Branch Banking & Trust Co		
0.95%, 05/23/2017 ^(b)	450	449
0.98%, 09/13/2016 ^(b)	875	875
Capital One Financial Corp		
6.15%, 09/01/2016	386	389
Capital One NA/Mclean VA		
1.31%, 02/05/2018 ^(b)	673	672
1.65%, 02/05/2018	673	674
Citigroup Inc		
1.70%, 04/27/2018	1,010	1,012
2.70%, 03/30/2021	900	916
Fifth Third Bank/Cincinnati OH		
2.25%, 06/14/2021	300	305
2.30%, 03/15/2019	400	408
Goldman Sachs Group Inc/The		
1.73%, 11/15/2018 ^(b)	841	843
1.80%, 04/23/2020 ^(b)	1,010	1,007
2.60%, 04/23/2020	400	407
JP Morgan Chase & Co		
4.25%, 10/15/2020	500	545
JPMorgan Chase Bank NA		
6.00%, 10/01/2017	2,020	2,133
KeyBank NA/Cleveland OH		
1.70%, 06/01/2018	500	502
2.35%, 03/08/2019	650	664
Morgan Stanley		
1.88%, 01/05/2018	336	338
2.03%, 04/21/2021 ^(b)	1,500	1,506
2.13%, 04/25/2018	250	253
5.50%, 07/24/2020	500	561
National City Bank/Cleveland OH		
1.05%, 06/07/2017 ^(b)	500	499
PNC Bank NA		
4.88%, 09/21/2017	1,145	1,190
6.88%, 04/01/2018	250	273
PNC Funding Corp		
5.63%, 02/01/2017	269	276
SunTrust Bank/Atlanta GA		
7.25%, 03/15/2018	510	556
SunTrust Banks Inc		
2.90%, 03/03/2021	500	518
US Bank NA/Cincinnati OH		
1.11%, 10/28/2019 ^(b)	841	840
Wells Fargo & Co		
2.60%, 07/22/2020	673	692

See accompanying notes.

BONDS (continued)	Principal Amount (000's)	Value (000's)
Banks (continued)		
Wells Fargo Bank NA		
1.65%, 01/22/2018	\$ 750	\$ 756
6.00%, 11/15/2017	750	798
	<u>\$ 27,919</u>	
Beverages - 1.13%		
Anheuser-Busch InBev Finance Inc		
2.15%, 02/01/2019	586	598
PepsiCo Inc		
1.00%, 10/13/2017	250	250
2.15%, 10/14/2020	500	514
SABMiller Holdings Inc		
2.45%, 01/15/2017 ^(a)	535	539
	<u>\$ 1,901</u>	
Biotechnology - 1.34%		
Amgen Inc		
2.20%, 05/22/2019	673	690
Biogen Inc		
2.90%, 09/15/2020	1,000	1,042
Gilead Sciences Inc		
1.85%, 09/04/2018	250	255
2.55%, 09/01/2020	250	260
	<u>\$ 2,247</u>	
Chemicals - 0.88%		
Airgas Inc		
1.65%, 02/15/2018	808	811
Chevron Phillips Chemical Co LLC / Chevron Phillips Chemical Co LP		
1.70%, 05/01/2018 ^(a)	505	504
2.45%, 05/01/2020 ^(a)	168	168
	<u>\$ 1,483</u>	
Commercial Mortgage Backed Securities - 2.44%		
Ginnie Mae		
0.60%, 07/16/2054 ^{(b),(c)}	2,860	136
0.69%, 03/16/2049 ^{(b),(c)}	4,155	153
0.77%, 09/16/2055 ^{(b),(c)}	5,082	272
0.83%, 01/16/2054 ^{(b),(c)}	3,324	181
0.83%, 06/16/2055 ^{(b),(c)}	5,733	295
0.86%, 10/16/2054 ^{(b),(c)}	4,017	190
0.88%, 03/16/2052 ^{(b),(c)}	3,081	207
0.89%, 10/16/2054 ^{(b),(c)}	3,372	187
0.92%, 01/16/2055 ^{(b),(c)}	6,056	297
0.94%, 02/16/2055 ^{(b),(c)}	6,127	257
0.95%, 10/16/2054 ^{(b),(c)}	4,059	216
1.12%, 06/16/2045 ^{(b),(c)}	7,619	489
1.15%, 08/16/2042 ^{(b),(c)}	9,667	609
1.17%, 02/16/2046 ^{(b),(c)}	5,985	388
1.19%, 07/16/2056 ^{(b),(c)}	616	48
1.41%, 12/16/2036 ^{(b),(c)}	2,756	185
	<u>\$ 4,110</u>	
Commercial Services - 0.12%		
Equifax Inc		
2.30%, 06/01/2021	200	203
Computers - 1.96%		
Apple Inc		
1.00%, 05/03/2018	336	337
1.70%, 02/22/2019	200	203
1.78%, 02/23/2021 ^(b)	250	257
Diamond 1 Finance Corp / Diamond 2 Finance Corp		
3.48%, 06/01/2019 ^(a)	600	615
Hewlett Packard Enterprise Co		
2.45%, 10/05/2017 ^(a)	500	506
2.85%, 10/05/2018 ^(a)	350	358
International Business Machines Corp		
1.95%, 02/12/2019	500	512
2.25%, 02/19/2021	500	516
	<u>\$ 3,304</u>	

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BONDS (continued)	Principal Amount (000's)	Value (000's)
Credit Card Asset Backed Securities - 1.24%		
Cabela's Credit Card Master Note Trust		
0.79%, 03/16/2020 ^(b)	\$ 262	\$ 261
0.89%, 07/15/2022 ^(b)	505	500
0.92%, 06/15/2020 ^{(a),(b)}	336	336
0.97%, 02/18/2020 ^{(a),(b)}	478	478
1.09%, 08/16/2021 ^{(a),(b)}	505	503
	<u>\$ 2,078</u>	
Diversified Financial Services - 1.13%		
Murray Street Investment Trust I		
4.65%, 03/09/2017 ^(b)	1,852	1,894
Electric - 4.02%		
Black Hills Corp		
2.50%, 01/11/2019	100	102
Dominion Resources Inc/VA		
1.40%, 09/15/2017	673	672
2.96%, 07/01/2019 ^(b)	100	102
Emera US Finance LP		
2.70%, 06/15/2021 ^(a)	300	306
Indiantown Cogeneration LP		
9.77%, 12/15/2020	199	219
NextEra Energy Capital Holdings Inc		
1.59%, 06/01/2017	336	337
7.30%, 09/01/2067 ^(b)	673	643
Public Service Co of New Mexico		
7.95%, 05/15/2018	1,515	1,687
San Diego Gas & Electric Co		
1.91%, 02/01/2022	173	173
Southern California Edison Co		
1.85%, 02/01/2022	355	352
Southern Co/The		
1.55%, 07/01/2018	200	201
Talen Energy Supply LLC		
6.50%, 05/01/2018	168	169
Texas-New Mexico Power Co		
9.50%, 04/01/2019 ^(a)	202	239
TransAlta Corp		
6.90%, 05/15/2018 ^(b)	1,515	1,557
	<u>\$ 6,759</u>	
Electronics - 0.24%		
Fortive Corp		
1.80%, 06/15/2019 ^(a)	100	101
2.35%, 06/15/2021 ^(a)	300	304
	<u>\$ 405</u>	
Engineering & Construction - 0.24%		
SBA Tower Trust		
2.88%, 07/15/2021 ^{(a),(d),(e)}	400	400
Finance - Mortgage Loan/Banker - 11.50%		
Fannie Mae		
1.38%, 02/26/2021	3,250	3,284
1.50%, 11/30/2020	1,500	1,525
1.63%, 01/21/2020	6,214	6,361
1.75%, 09/12/2019	1,183	1,216
1.88%, 12/28/2020	2,500	2,583
Freddie Mac		
0.75%, 01/12/2018	1,000	1,002
1.38%, 05/01/2020	1,800	1,827
1.75%, 05/30/2019	1,500	1,541
	<u>\$ 19,339</u>	
Food - 0.36%		
Kraft Heinz Foods Co		
1.60%, 06/30/2017 ^(a)	336	337
2.00%, 07/02/2018 ^(a)	269	273
	<u>\$ 610</u>	

BONDS (continued)	Principal Amount (000's)	Value (000's)
Gas - 0.76%		
Spire Inc		
1.38%, 08/15/2017 ^(b)	\$ 1,279	\$ 1,275
Healthcare - Products - 1.38%		
Abbott Laboratories		
2.00%, 03/15/2020	847	859
Becton Dickinson and Co		
1.80%, 12/15/2017	336	339
2.68%, 12/15/2019	336	345
Medtronic Inc		
1.45%, 03/15/2020 ^(b)	250	252
2.50%, 03/15/2020	505	524
	<u>\$ 2,319</u>	
Healthcare - Services - 1.15%		
Aetna Inc		
1.90%, 06/07/2019	200	203
2.40%, 06/15/2021	200	204
Anthem Inc		
5.88%, 06/15/2017	336	350
Roche Holdings Inc		
0.97%, 09/30/2019 ^{(a),(b)}	673	673
UnitedHealth Group Inc		
1.70%, 02/15/2019	500	505
	<u>\$ 1,935</u>	
Home Equity Asset Backed Securities - 1.34%		
ACE Securities Corp Home Equity Loan Trust Series 2005-HE2		
1.17%, 04/25/2035 ^(b)	97	97
Asset Backed Securities Corp Home Equity Loan Trust Series OOMC 2005-HE6		
1.22%, 07/25/2035 ^(b)	184	183
Bayview Financial Acquisition Trust		
1.08%, 08/28/2044 ^(b)	51	51
5.66%, 12/28/2036 ^(b)	1	1
Centex Home Equity Loan Trust 2005-D		
0.88%, 10/25/2035 ^(b)	211	211
Home Equity Asset Trust 2005-4		
1.16%, 10/25/2035 ^(b)	375	369
JP Morgan Mortgage Acquisition Corp 2005- OPT1		
0.90%, 06/25/2035 ^(b)	83	82
New Century Home Equity Loan Trust 2005- 3		
0.93%, 07/25/2035 ^(b)	49	49
RASC Series 2003-KS10 Trust		
4.47%, 03/25/2032	16	16
RASC Series 2005-AHL2 Trust		
0.80%, 10/25/2035 ^(b)	157	155
RASC Series 2005-EMX2 Trust		
0.96%, 07/25/2035 ^(b)	153	152
Structured Asset Securities Corp Mortgage Loan Trust Series 2005-GEL4		
1.07%, 08/25/2035 ^(b)	150	146
Terwin Mortgage Trust Series TMTS 2005- 14HE		
4.85%, 08/25/2036 ^(b)	99	101
Wells Fargo Home Equity Asset-Backed Securities 2004-2 Trust		
1.29%, 10/25/2034 ^(b)	35	35
5.00%, 10/25/2034	613	611
	<u>\$ 2,259</u>	
Home Furnishings - 0.60%		
Samsung Electronics America Inc		
1.75%, 04/10/2017 ^(a)	1,010	1,013
Housewares - 0.25%		
Newell Brands Inc		
2.60%, 03/29/2019	200	205

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)
Housewares (continued)		
Newell Brands Inc (continued)		
3.85%, 04/01/2023	\$ 200	\$ 212
		<u>\$ 417</u>
Insurance - 6.23%		
Berkshire Hathaway Finance Corp		
1.60%, 05/15/2017	510	514
1.70%, 03/15/2019	500	508
Berkshire Hathaway Inc		
2.20%, 03/15/2021	400	413
2.75%, 03/15/2023	500	517
Hartford Financial Services Group Inc/The		
8.13%, 06/15/2068 ^(b)	1,028	1,100
Lincoln National Corp		
2.99%, 05/17/2066 ^(b)	336	232
MassMutual Global Funding II		
2.00%, 04/05/2017 ^(a)	370	373
2.10%, 08/02/2018 ^(a)	505	515
2.35%, 04/09/2019 ^(a)	495	508
Metropolitan Life Global Funding I		
2.30%, 04/10/2019 ^(a)	1,173	1,200
New York Life Global Funding		
1.45%, 12/15/2017 ^(a)	250	252
1.95%, 02/11/2020 ^(a)	808	818
2.00%, 04/13/2021 ^(a)	400	405
2.15%, 06/18/2019 ^(a)	774	793
2.45%, 07/14/2016 ^(a)	673	673
Prudential Financial Inc		
8.88%, 06/15/2068 ^(b)	1,500	1,650
		<u>\$ 10,471</u>
Internet - 0.42%		
Amazon.com Inc		
2.60%, 12/05/2019	673	702
Machinery - Diversified - 0.53%		
John Deere Capital Corp		
1.35%, 01/16/2018	173	174
2.05%, 03/10/2020	700	715
		<u>\$ 889</u>
Manufactured Housing Asset Backed Securities - 0.03%		
Conseco Financial Corp		
7.70%, 09/15/2026	34	37
Mid-State Trust IV		
8.33%, 04/01/2030	7	7
		<u>\$ 44</u>
Media - 0.66%		
Time Warner Cable Inc		
8.25%, 04/01/2019	505	587
Walt Disney Co/The		
2.30%, 02/12/2021	500	520
		<u>\$ 1,107</u>
Mining - 0.50%		
Glencore Finance Canada Ltd		
2.70%, 10/25/2017 ^{(a),(b)}	841	838
Miscellaneous Manufacturers - 0.50%		
General Electric Co		
5.55%, 05/04/2020	101	116
5.63%, 09/15/2017	168	178
Ingersoll-Rand Global Holding Co Ltd		
6.88%, 08/15/2018	490	544
		<u>\$ 838</u>
Mortgage Backed Securities - 3.41%		
Adjustable Rate Mortgage Trust 2004-2		
1.59%, 02/25/2035 ^(b)	12	12
Alternative Loan Trust 2004-J8		
6.00%, 02/25/2017	7	7

BONDS (continued)	Principal Amount (000's)	Value (000's)
Mortgage Backed Securities (continued)		
Banc of America Alternative Loan Trust 2003-10		
5.00%, 12/25/2018	\$ 64	64
Banc of America Funding 2004-1 Trust		
5.25%, 02/25/2019	11	12
Banc of America Funding 2004-3 Trust		
4.75%, 09/25/2019	58	58
Banc of America Mortgage Trust 2005-7		
5.00%, 08/25/2020	2	2
BCAP LLC 2011-RR11 Trust		
3.13%, 03/26/2035 ^{(a),(b)}	203	203
CHL Mortgage Pass-Through Trust 2003-46		
2.69%, 01/19/2034 ^(b)	73	72
CHL Mortgage Pass-Through Trust 2004-J1		
4.50%, 01/25/2019 ^(b)	11	10
CHL Mortgage Pass-Through Trust 2004-J7		
5.00%, 09/25/2019	53	54
Citigroup Mortgage Loan Trust 2009-6		
2.92%, 07/25/2036 ^{(a),(b)}	12	12
Credit Suisse First Boston Mortgage Securities Corp		
5.00%, 09/25/2019	11	11
Credit Suisse Mortgage Capital Certificates		
2.43%, 07/27/2037 ^{(a),(b)}	44	44
CSFB Mortgage-Backed Trust Series 2004-7		
5.00%, 10/25/2019	50	50
CSFB Mortgage-Backed Trust Series 2004-AR4		
1.41%, 05/25/2034 ^(b)	75	70
Freddie Mac REMICS		
0.89%, 06/15/2023 ^(b)	1	1
Ginnie Mae		
4.50%, 08/20/2032	8	8
GSMSC Pass-Through Trust 2009-4R		
0.90%, 12/26/2036 ^{(a),(b)}	216	211
JP Morgan Mortgage Trust 2004-A3		
2.73%, 07/25/2034 ^(b)	44	44
JP Morgan Mortgage Trust 2004-S1		
5.00%, 09/25/2034	154	158
JP Morgan Resecuritization Trust Series 2010-4		
2.46%, 10/26/2036 ^{(a),(b)}	49	49
MASTR Alternative Loan Trust 2003-9		
6.50%, 01/25/2019	60	61
MASTR Asset Securitization Trust 2004-11		
5.00%, 12/25/2019	13	13
MASTR Asset Securitization Trust 2004-9		
5.00%, 09/25/2019	32	32
PHH Mortgage Trust Series 2008-CIM1		
5.22%, 06/25/2038	198	197
Prime Mortgage Trust 2005-2		
5.25%, 07/25/2020 ^(b)	102	103
Provident Funding Mortgage Loan Trust 2005-1		
1.03%, 05/25/2035 ^(b)	269	258
RALI Series 2003-QS23 Trust		
5.00%, 12/26/2018	135	135
RALI Series 2004-QS3 Trust		
5.00%, 03/25/2019	59	59
RBSSP Resecuritization Trust 2009-7		
0.85%, 06/26/2037 ^{(a),(b)}	47	45
5.00%, 09/26/2036 ^{(a),(b)}	20	20
Sequoia Mortgage Trust 2013-4		
1.55%, 04/25/2043 ^(b)	72	70
Sequoia Mortgage Trust 2013-8		
2.25%, 06/25/2043 ^(b)	593	592
Springleaf Mortgage Loan Trust 2013-1		
1.27%, 06/25/2058 ^{(a),(b)}	906	904
2.31%, 06/25/2058 ^{(a),(b)}	377	377
3.14%, 06/25/2058 ^(a)	217	217
4.44%, 06/25/2058 ^(a)	516	515

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)
Mortgage Backed Securities (continued)		
Springleaf Mortgage Loan Trust 2013-2		
1.78%, 12/25/2065 ^(a)	\$ 285	284
3.52%, 12/25/2065 ^{(a),(b)}	688	688
WaMu Mortgage Pass-Through Certificates Series 2003-S8 Trust		
5.00%, 09/25/2018	13	13
	<u>\$ 5,735</u>	
Oil & Gas - 2.50%		
BP Capital Markets PLC		
4.75%, 03/10/2019	673	731
Chevron Corp		
1.72%, 06/24/2018	875	885
Phillips 66		
2.95%, 05/01/2017	1,010	1,025
Shell International Finance BV		
2.13%, 05/11/2020	505	515
Total Capital International SA		
1.20%, 08/10/2018 ^(b)	370	369
1.55%, 06/28/2017	673	677
	<u>\$ 4,202</u>	
Other Asset Backed Securities - 4.69%		
Ameriquest Mortgage Securities Inc Asset- Backed Pass-Through Cdfs Ser 2004-R11		
1.06%, 11/25/2034 ^(b)	13	13
Ameriquest Mortgage Securities Inc Asset- Backed Pass-Through Cdfs Ser 2005-R1		
1.13%, 03/25/2035 ^(b)	154	154
Citigroup Mortgage Loan Trust Inc		
0.88%, 07/25/2035 ^(b)	23	23
Drug Royalty II LP 2		
3.48%, 07/15/2023 ^{(a),(b)}	687	678
Drug Royalty III LP 1		
3.98%, 04/15/2027 ^{(a),(b)}	250	250
Fieldstone Mortgage Investment Trust Series 2005-1		
1.53%, 03/25/2035 ^(b)	30	30
First Franklin Mortgage Loan Trust 2005- FF4		
1.10%, 05/25/2035 ^(b)	43	43
JP Morgan Mortgage Acquisition Corp 2005- OPT2		
0.74%, 12/25/2035 ^(b)	93	93
MVW Owner Trust 2015-1		
2.52%, 12/20/2032 ^{(a),(b)}	705	705
OneMain Financial Issuance Trust 2014-1		
2.43%, 06/18/2024 ^{(a),(b)}	894	895
OneMain Financial Issuance Trust 2014-2		
2.47%, 09/18/2024 ^(a)	1,347	1,350
OneMain Financial Issuance Trust 2015-2		
2.57%, 07/18/2025 ^(a)	740	740
PFS Financing Corp		
1.04%, 02/15/2019 ^{(a),(b)}	505	503
1.04%, 10/15/2019 ^{(a),(b)}	336	334
1.06%, 04/15/2020 ^{(a),(b)}	536	531
1.39%, 02/15/2019 ^{(a),(b)}	260	259
PFS Tax Lien Trust 2014-1		
1.44%, 05/15/2029 ^{(a),(b)}	333	331
RAAC Series 2006-RP2 Trust		
0.70%, 02/25/2037 ^{(a),(b)}	82	81
RAMP Series 2005-RZ4 Trust		
0.85%, 11/25/2035 ^(b)	119	118
Securitized Asset Backed Receivables LLC Trust 2006-OP1		
0.75%, 10/25/2035 ^(b)	5	5
Soundview Home Loan Trust 2005-CTX1		
0.87%, 11/25/2035 ^(b)	162	161
Structured Asset Investment Loan Trust 2005- 4		
1.11%, 05/25/2035 ^(b)	117	117

BONDS (continued)	Principal Amount (000's)	Value (000's)
Other Asset Backed Securities (continued)		
Trafigura Securitisation Finance PLC 2014-1		
1.39%, 10/15/2018 ^{(a),(b)}	\$ 471	465
	<u>\$ 7,879</u>	
Pharmaceuticals - 1.51%		
AbbVie Inc		
1.80%, 05/14/2018	202	203
2.30%, 05/14/2021	200	202
2.50%, 05/14/2020	336	344
Actavis Funding SCS		
1.85%, 03/01/2017	336	337
2.35%, 03/12/2018	505	512
Mead Johnson Nutrition Co		
3.00%, 11/15/2020	250	261
Merck & Co Inc		
1.10%, 01/31/2018	673	676
	<u>\$ 2,535</u>	
Pipelines - 1.93%		
Buckeye Partners LP		
2.65%, 11/15/2018	649	658
Columbia Pipeline Group Inc		
2.45%, 06/01/2018	168	168
3.30%, 06/01/2020	168	174
Florida Gas Transmission Co LLC		
7.90%, 05/15/2019 ^(a)	559	631
Hiland Partners Holdings LLC / Hiland Partners Finance Corp		
7.25%, 10/01/2020 ^(a)	719	746
TransCanada PipeLines Ltd		
6.35%, 05/15/2067 ^(b)	500	354
Williams Partners LP / ACMP Finance Corp		
6.13%, 07/15/2022	505	518
	<u>\$ 3,249</u>	
Real Estate - 0.35%		
Prologis LP		
7.38%, 10/30/2019	499	587
REITS - 1.44%		
Alexandria Real Estate Equities Inc		
2.75%, 01/15/2020	510	514
Digital Realty Trust LP		
3.40%, 10/01/2020	300	312
HCP Inc		
6.30%, 09/15/2016	755	762
Healthcare Realty Trust Inc		
5.75%, 01/15/2021	343	385
Kimco Realty Corp		
4.30%, 02/01/2018	336	348
WEA Finance LLC / Westfield UK & Europe Finance PLC		
1.75%, 09/15/2017 ^(a)	100	100
	<u>\$ 2,421</u>	
Retail - 0.43%		
Home Depot Inc/The		
2.00%, 04/01/2021	200	205
McDonald's Corp		
2.75%, 12/09/2020	500	522
	<u>\$ 727</u>	
Savings & Loans - 0.00%		
Washington Mutual Bank / Henderson NV		
0.00%, 01/15/2013 ^{(e),(f),(g)}	200	—
Software - 1.20%		
Microsoft Corp		
1.30%, 11/03/2018	500	504
1.85%, 02/12/2020	673	688
Oracle Corp		
1.90%, 09/15/2021 ^(d)	200	201
2.25%, 10/08/2019	250	258

See accompanying notes.

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BONDS (continued)	Principal Amount (000's)	Value (000's)
Software (continued)		
Oracle Corp (continued)		
5.75%, 04/15/2018	\$ 336	\$ 364
		\$ 2,015
Student Loan Asset Backed Securities - 3.77%		
KeyCorp Student Loan Trust 2004-A		
0.93%, 10/28/2041 ^(b)	59	59
KeyCorp Student Loan Trust 2006-A		
0.95%, 09/27/2035 ^(b)	1,648	1,621
SLC Private Student Loan Trust 2006-A		
0.80%, 07/15/2036 ^(b)	1,417	1,407
SLC Private Student Loan Trust 2010-B		
3.93%, 07/15/2042 ^{(a),(b)}	145	147
SLM Private Credit Student Loan Trust 2002-A		
1.18%, 12/16/2030 ^(b)	625	599
SLM Private Credit Student Loan Trust 2004-A		
1.05%, 06/15/2033 ^(b)	229	212
SLM Private Credit Student Loan Trust 2004-B		
0.85%, 06/15/2021 ^(b)	264	263
SLM Private Credit Student Loan Trust 2005-B		
0.83%, 03/15/2023 ^(b)	327	324
0.92%, 12/15/2023 ^(b)	235	226
SLM Private Credit Student Loan Trust 2006-A		
0.84%, 12/15/2023 ^(b)	115	114
SLM Private Education Loan Trust 2013-A		
1.04%, 08/15/2022 ^{(a),(b)}	347	347
1.77%, 05/17/2027 ^(a)	365	364
SLM Private Education Loan Trust 2013-B		
1.09%, 07/15/2022 ^{(a),(b)}	211	211
1.85%, 06/17/2030 ^{(a),(b)}	336	336
SLM Private Education Loan Trust 2014-A		
1.04%, 07/15/2022 ^{(a),(b)}	115	115
		\$ 6,345
Telecommunications - 2.50%		
AT&T Inc		
2.45%, 06/30/2020	538	549
2.80%, 02/17/2021	500	513
3.60%, 02/17/2023	500	522
Cisco Systems Inc		
2.20%, 02/28/2021	250	258
4.95%, 02/15/2019	500	550
GTP Acquisition Partners I LLC		
2.35%, 06/15/2045 ^(a)	350	349
Verizon Communications Inc		
2.41%, 09/14/2018 ^(b)	336	344
3.65%, 09/14/2018	750	788
Vodafone Group PLC		
1.63%, 03/20/2017	336	337
		\$ 4,210
Transportation - 0.31%		
Ryder System Inc		
2.45%, 11/15/2018	505	513
Trucking & Leasing - 0.18%		
Penske Truck Leasing Co Lp / PTL Finance Corp		
3.75%, 05/11/2017 ^(a)	303	309
TOTAL BONDS		\$ 164,121
U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS - 0.19%		
Federal Home Loan Mortgage Corporation (FHLMC) - 0.01%		
2.50%, 11/01/2021 ^(b)	\$ 1	1
2.69%, 09/01/2035 ^(b)	22	24

U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS (continued)	Principal Amount (000's)	Value (000's)
Federal Home Loan Mortgage Corporation (FHLMC) (continued)		
6.00%, 05/01/2017	\$	1\$ 1
		\$ 26
Federal National Mortgage Association (FNMA) - 0.16%		
2.38%, 04/01/2033 ^(b)	89	93
2.39%, 07/01/2034 ^(b)	33	35
2.45%, 12/01/2032 ^(b)	16	16
2.52%, 08/01/2034 ^(b)	12	12
2.57%, 02/01/2037 ^(b)	40	42
2.63%, 01/01/2035 ^(b)	19	21
2.67%, 11/01/2032 ^(b)	4	5
2.70%, 02/01/2035 ^(b)	5	5
2.75%, 12/01/2033 ^(b)	27	28
4.14%, 11/01/2035 ^(b)	1	1
5.60%, 04/01/2019 ^(b)	1	1
8.00%, 05/01/2027	13	14
		\$ 273
Government National Mortgage Association (GNMA) - 0.02%		
9.00%, 12/15/2020	2	2
10.00%, 06/15/2020	4	4
10.00%, 02/15/2025	1	1
10.00%, 09/15/2018	1	1
10.00%, 09/15/2018	1	2
10.00%, 05/15/2020	4	4
10.00%, 02/15/2019	12	12
		\$ 26
TOTAL U.S. GOVERNMENT & GOVERNMENT AGENCY OBLIGATIONS		\$ 325
Total Investments		\$ 167,258
Other Assets and Liabilities - 0.53%		\$ 890
TOTAL NET ASSETS - 100.00%		\$ 168,148
<p>(a) Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At the end of the period, the value of these securities totaled \$39,329 or 23.39% of net assets.</p> <p>(b) Variable Rate. Rate shown is in effect at June 30, 2016.</p> <p>(c) Security is an Interest Only Strip.</p> <p>(d) Security purchased on a when-issued basis.</p> <p>(e) Fair value of these investments is determined in good faith by the Manager under procedures established and periodically reviewed by the Board of Directors. At the end of the period, the fair value of these securities totaled \$400 or 0.24% of net assets.</p> <p>(f) Non-Income Producing Security</p> <p>(g) Security is Illiquid. At the end of the period, the value of these securities totaled \$0 or 0.00% of net assets.</p>		
Portfolio Summary (unaudited)		
Sector	Percent	
Financial	25.75%	
Asset Backed Securities	22.48%	
Government	11.50%	
Consumer, Non-cyclical	7.84%	
Mortgage Securities	6.04%	
Utilities	4.78%	
Energy	4.43%	
Consumer, Cyclical	4.25%	
Communications	3.58%	
Technology	3.16%	
Industrial	2.61%	
Investment Companies	1.67%	
Basic Materials	1.38%	
Other Assets and Liabilities	0.53%	
TOTAL NET ASSETS	100.00%	

See accompanying notes.

Schedule of Investments
SmallCap Account
June 30, 2016 (unaudited)

COMMON STOCKS - 98.14%	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Apparel - 0.70%			Distribution & Wholesale - 0.99%		
Skechers U.S.A. Inc ^(a)	46,600	\$ 1,385	H&E Equipment Services Inc	37,290	\$ 709
			SiteOne Landscape Supply Inc ^(a)	36,530	1,242
					\$ 1,951
Automobile Parts & Equipment - 2.17%			Diversified Financial Services - 1.26%		
Cooper Tire & Rubber Co	89,354	2,664	Evercore Partners Inc - Class A	28,970	1,280
Visteon Corp	24,610	1,620	Houlihan Lokey Inc	25,120	562
		\$ 4,284	Moelis & Co	28,750	647
					\$ 2,489
Banks - 8.59%			Electric - 3.11%		
CenterState Banks Inc	11,236	177	Avista Corp	75,866	3,399
Central Pacific Financial Corp	73,710	1,740	Portland General Electric Co	61,690	2,722
Chemical Financial Corp	14,040	524			\$ 6,121
FCB Financial Holdings Inc ^(a)	30,990	1,054	Electrical Components & Equipment - 2.65%		
First Merchants Corp	12,530	312	Advanced Energy Industries Inc ^(a)	59,079	2,243
First of Long Island Corp/The	11,065	317	EnerSys	32,900	1,956
FNB Corp/PA	112,740	1,414	Insteel Industries Inc	35,820	1,024
Great Western Bancorp Inc	93,980	2,964			\$ 5,223
Hanmi Financial Corp	24,188	568	Electronics - 2.16%		
IBERIABANK Corp	50,330	3,006	Fluidigm Corp ^(a)	9,738	88
PacWest Bancorp	52,400	2,084	II-VI Inc ^(a)	68,060	1,277
Union Bankshares Corp	24,960	617	Itron Inc ^(a)	13,920	600
WesBanco Inc	16,520	513	Vishay Intertechnology Inc	184,420	2,285
Wilshire Bancorp Inc	39,530	412			\$ 4,250
Wintrust Financial Corp	23,950	1,221	Engineering & Construction - 2.73%		
		\$ 16,923	Dycom Industries Inc ^(a)	15,810	1,419
Biotechnology - 2.22%			EMCOR Group Inc	48,520	2,390
Acceleron Pharma Inc ^(a)	11,590	394	MasTec Inc ^(a)	70,410	1,572
AMAG Pharmaceuticals Inc ^(a)	4,120	99			\$ 5,381
Aratana Therapeutics Inc ^(a)	47,621	301	Entertainment - 3.47%		
Bellicum Pharmaceuticals Inc ^(a)	8,580	111	Isle of Capri Casinos Inc ^(a)	62,435	1,144
BIND Therapeutics Inc - Warrants ^{(a),(b)}	1,938	—	Mariott Vacations Worldwide Corp	33,090	2,266
Bluebird Bio Inc ^(a)	1,728	75	Vail Resorts Inc	24,760	3,423
Cambrex Corp ^(a)	19,320	999			\$ 6,833
Cytokinetics Inc - Warrants ^{(a),(b),(c)}	12,207	9	Food - 2.16%		
Epizyme Inc ^(a)	9,950	102	Cal-Maine Foods Inc	26,278	1,164
Exact Sciences Corp ^(a)	28,907	354	Dean Foods Co	85,300	1,543
Genocea Biosciences Inc ^(a)	25,616	105	SUPERVALU Inc ^(a)	326,649	1,542
Insmed Inc ^(a)	23,470	231			\$ 4,249
Intercept Pharmaceuticals Inc ^(a)	1,310	187	Gas - 1.36%		
MacroGenics Inc ^(a)	13,570	366	Southwest Gas Corp	34,030	2,678
NewLink Genetics Corp ^(a)	8,090	91	Healthcare - Products - 3.51%		
Seattle Genetics Inc ^(a)	5,690	230	Cynosure Inc ^(a)	26,735	1,301
Spark Therapeutics Inc ^(a)	2,280	117	EndoChoice Holdings Inc ^(a)	30,030	147
Ultragenyx Pharmaceutical Inc ^(a)	7,330	358	ICU Medical Inc ^(a)	24,490	2,761
Versartis Inc ^(a)	22,610	250	K2M Group Holdings Inc ^(a)	46,040	715
		\$ 4,379	LDR Holding Corp ^(a)	19,170	708
Building Materials - 2.49%			Nevro Corp ^(a)	15,160	1,118
NCI Building Systems Inc ^(a)	49,140	786	STAAR Surgical Co ^(a)	30,450	168
Universal Forest Products Inc	25,880	2,399			\$ 6,918
US Concrete Inc ^(a)	28,345	1,726	Healthcare - Services - 1.45%		
		\$ 4,911	HealthSouth Corp	64,980	2,522
Chemicals - 0.62%			Natera Inc ^(a)	12,120	146
Cabot Corp	26,840	1,225	Teladoc Inc ^(a)	11,770	189
					\$ 2,857
Commercial Services - 5.96%			Home Builders - 0.99%		
ABM Industries Inc	58,550	2,136	Installed Building Products Inc ^(a)	53,475	1,941
AMN Healthcare Services Inc ^(a)	24,940	997	Insurance - 3.36%		
Insperty Inc	27,690	2,138	American Financial Group Inc/OH	36,740	2,716
Live Nation Entertainment Inc ^(a)	37,461	880	Argo Group International Holdings Ltd	22,944	1,191
Navigant Consulting Inc ^(a)	58,680	948	First American Financial Corp	35,130	1,413
PAREXEL International Corp ^(a)	37,640	2,367	Primerica Inc	22,880	1,310
Sabre Corp	85,170	2,282			\$ 6,630
		\$ 11,748	Internet - 1.24%		
Computers - 4.06%			CDW Corp/DE	37,873	1,518
CACI International Inc ^(a)	22,450	2,030			
ExlService Holdings Inc ^(a)	36,020	1,888			
Manhattan Associates Inc ^(a)	38,500	2,469			
SecureWorks Corp ^(a)	31,214	440			
Sykes Enterprises Inc ^(a)	40,570	1,175			
		\$ 8,002			

See accompanying notes.

Schedule of Investments
SmallCap Account
June 30, 2016 (unaudited)

COMMON STOCKS (continued)	Shares Held	Value (000's)	COMMON STOCKS (continued)	Shares Held	Value (000's)
Internet (continued)			REITS (continued)		
GoDaddy Inc ^(a)	29,486	\$ 920	QTS Realty Trust Inc	31,250	\$ 1,749
		\$ 2,438			\$ 19,524
Investment Companies - 0.17%			Retail - 4.70%		
THL Credit Inc	29,590	329	Caleres Inc	94,700	2,292
Leisure Products & Services - 0.69%			Flex Pharma Inc ^(a)	15,370	157
Planet Fitness Inc ^(a)	72,240	1,364	GMS Inc ^(a)	33,632	748
Machinery - Diversified - 1.92%			Michaels Cos Inc/The ^(a)	66,480	1,891
Briggs & Stratton Corp	94,070	1,993	Red Robin Gourmet Burgers Inc ^(a)	16,376	777
Gerber Scientific Inc ^{(a),(b),(c)}	1,974	—	Rite Aid Corp ^(a)	283,460	2,123
Manitowoc Foodservice Inc ^(a)	102,176	1,800	Tile Shop Holdings Inc ^(a)	64,290	1,278
		\$ 3,793			\$ 9,266
Metal Fabrication & Hardware - 0.45%			Savings & Loans - 1.83%		
Atkore International Group Inc ^(a)	55,567	889	Banc of California Inc	48,200	872
Miscellaneous Manufacturers - 1.68%			Berkshire Hills Bancorp Inc	15,630	421
AO Smith Corp	15,060	1,327	Oritani Financial Corp	32,700	523
Trinseo SA	46,190	1,983	Pacific Premier Bancorp Inc ^(a)	20,210	485
		\$ 3,310	Provident Financial Services Inc	66,440	1,305
Office Furnishings - 0.69%					\$ 3,606
Herman Miller Inc	45,602	1,363	Semiconductors - 1.00%		
Oil & Gas - 3.25%			Entegris Inc ^(a)	69,910	1,011
Callon Petroleum Co ^(a)	83,750	940	Qorvo Inc ^(a)	17,459	965
Carrizo Oil & Gas Inc ^(a)	21,050	755			\$ 1,976
Murphy USA Inc ^(a)	32,050	2,377	Software - 6.49%		
PDC Energy Inc ^(a)	11,860	683	Axion Corp ^(a)	63,020	1,386
Rice Energy Inc ^(a)	22,260	491	Apigee Corp ^(a)	30,189	369
RSP Permian Inc ^(a)	23,559	822	Aspen Technology Inc ^(a)	67,850	2,730
Western Refining Inc	16,400	338	Atlassian Corp PLC ^(a)	32,220	835
		\$ 6,406	Black Knight Financial Services Inc ^(a)	32,430	1,219
Oil & Gas Services - 0.66%			Blackbaud Inc	40,450	2,747
Frank's International NV	18,230	266	BroadSoft Inc ^(a)	12,140	498
Pioneer Energy Services Corp ^(a)	97,350	448	SYNNEX Corp	31,790	3,014
Superior Energy Services Inc	32,310	595			\$ 12,798
		\$ 1,309	Telecommunications - 1.77%		
Packaging & Containers - 0.71%			Leap Wireless International Inc - Rights ^{(a),(b),(c)}	1,375	4
Graphic Packaging Holding Co	111,170	1,394	NETGEAR Inc ^(a)	11,050	525
Pharmaceuticals - 4.65%			Plantronics Inc	47,360	2,084
Array BioPharma Inc ^(a)	57,830	206	West Corp	45,010	885
Cerulean Pharma Inc ^(a)	44,723	95			\$ 3,498
Concert Pharmaceuticals Inc ^(a)	14,250	160	Transportation - 0.32%		
DexCom Inc ^(a)	6,960	552	Ardmore Shipping Corp	43,300	293
FibroGen Inc ^(a)	11,520	189	Navigator Holdings Ltd ^(a)	29,620	341
Nektar Therapeutics ^(a)	34,830	496			\$ 634
Neurocrine Biosciences Inc ^(a)	17,250	784	TOTAL COMMON STOCKS		
PRA Health Sciences Inc ^(a)	55,270	2,308			\$ 193,431
Prestige Brands Holdings Inc ^(a)	59,739	3,310	INVESTMENT COMPANIES - 2.35%		
ProQR Therapeutics NV ^(a)	9,412	46	Money Market Funds - 2.35%		
Proteon Therapeutics Inc ^(a)	21,140	170	BlackRock Liquidity Funds FedFund Portfolio	4,636,179	4,636
Relypsa Inc ^(a)	17,850	330	TOTAL INVESTMENT COMPANIES		
Revance Therapeutics Inc ^(a)	9,070	123			\$ 4,636
SCYNEXIS Inc ^(a)	23,610	51	Total Investments		
TESARO Inc ^(a)	610	51			\$ 198,067
Vanda Pharmaceuticals Inc ^(a)	25,511	285	Other Assets and Liabilities - (0.49)%		
		\$ 9,156			\$ (970)
REITS - 9.91%			TOTAL NET ASSETS - 100.00%		
CubeSmart	49,750	1,536			\$ 197,097
CYS Investments Inc	152,550	1,277	<i>(a) Non-Income Producing Security</i>		
Equity One Inc	114,820	3,695	<i>(b) Fair value of these investments is determined in good faith by the Manager under procedures established and periodically reviewed by the Board of Directors. At the end of the period, the fair value of these securities totaled \$13 or 0.01% of net assets.</i>		
First Industrial Realty Trust Inc	124,600	3,466	<i>(c) Security is Illiquid. At the end of the period, the value of these securities totaled \$13 or 0.01% of net assets.</i>		
Highwoods Properties Inc	60,330	3,186			
Kite Realty Group Trust	66,710	1,870			
Mack-Cali Realty Corp	85,040	2,296			
Monmouth Real Estate Investment Corp	33,850	449			

See accompanying notes.

Schedule of Investments
SmallCap Account
June 30, 2016 (unaudited)

Portfolio Summary (unaudited)

Sector	Percent
Financial	25.12%
Consumer, Non-cyclical	19.95%
Industrial	15.11%
Consumer, Cyclical	14.39%
Technology	11.55%
Utilities	4.47%
Energy	3.91%
Communications	3.02%
Investment Companies	2.35%
Basic Materials	0.62%
Other Assets and Liabilities	(0.49)%
TOTAL NET ASSETS	100.00%

Glossary to the Schedule of Investments
June 30, 2016 (unaudited)

Currency Abbreviations

USD/\$ United States Dollar

FINANCIAL HIGHLIGHTS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Selected data for a share of Capital Stock outstanding throughout each year ended December 31 (except as noted):

	Net Asset Value, Beginning of Period	Net Investment Income (Loss)(a)	Net Realized and Unrealized Gain (Loss) on Investments	Total From Investment Operations	Dividends from Net Investment Income	Distributions from Realized Gains	Total Dividends and Distributions
<u>BALANCED ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	\$17.70	\$0.18	\$0.23	\$0.41	\$-	\$-	\$-
2015	19.26	0.33	(0.21)	0.12	(0.35)	(1.33)	(1.68)
2014	18.01	0.30	1.28	1.58	(0.33)	-	(0.33)
2013	15.35	0.27	2.69	2.96	(0.30)	-	(0.30)
2012	13.86	0.30	1.50	1.80	(0.31)	-	(0.31)
2011	13.62	0.27	0.29	0.56	(0.32)	-	(0.32)
<u>BOND MARKET INDEX ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	10.20	0.10	0.43	0.53	-	-	-
2015	10.34	0.18	(0.17)	0.01	(0.15)	-	(0.15)
2014	9.88	0.17	0.40	0.57	(0.11)	-	(0.11)
2013	10.21	0.13	(0.39)	(0.26)	(0.07)	-	(0.07)
2012(f)	10.00	0.08	0.13	0.21	-	-	-
<u>CORE PLUS BOND ACCOUNT(g)</u>							
<u>Class 1 shares</u>							
2016(c)	11.05	0.17	0.45	0.62	-	-	-
2015	11.46	0.32	(0.37)	(0.05)	(0.36)	-	(0.36)
2014	11.24	0.31	0.28	0.59	(0.37)	-	(0.37)
2013	11.74	0.32	(0.43)	(0.11)	(0.39)	-	(0.39)
2012	11.35	0.36	0.48	0.84	(0.45)	-	(0.45)
2011	10.61	0.44	0.31	0.75	(0.01)	-	(0.01)
<u>Class 2 shares</u>							
2016(c)	11.03	0.15	0.46	0.61	-	-	-
2015(h)	11.62	0.19	(0.42)	(0.23)	(0.36)	-	(0.36)
<u>DIVERSIFIED BALANCED ACCOUNT</u>							
<u>Class 2 shares</u>							
2016(c)	14.11	(0.02)	0.61	0.59	-	-	-
2015	14.39	0.19	(0.17)	0.02	(0.14)	(0.16)	(0.30)
2014	13.66	0.16	0.85	1.01	(0.13)	(0.15)	(0.28)
2013	12.28	0.15	1.43	1.58	(0.04)	(0.16)	(0.20)
2012	11.30	0.06	1.03	1.09	(0.11)	-	(0.11)
2011	11.02	0.21	0.19	0.40	(0.12)	-	(0.12)

FINANCIAL HIGHLIGHTS (Continued)
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Net Asset Value, End of Period	Total Return(b)	Net Assets, End of Period (in thousands)	Ratio of Expenses to Average Net Assets	Ratio of Gross Expenses to Average Net Assets	Ratio of Net Investment Income to Average Net Assets	Portfolio Turnover Rate
\$18.11	2.32%(d)	\$43,003	0.66%(e)	–%	2.02%(e)	116.1%(e)
17.70	0.42	44,254	0.66	–	1.72	114.8
19.26	8.81	50,588	0.65	–	1.61	119.8
18.01	19.48	51,633	0.66	–	1.65	147.3
15.35	13.05	49,151	0.65	–	1.99	154.7
13.86	4.05	50,180	0.66	–	1.98	178.7
10.73	5.20 (d)	2,090,315	0.25 (e)	–	1.91 (e)	129.6 (e)
10.20	0.13	1,937,655	0.25	–	1.77	154.0
10.34	5.75	1,734,803	0.26	–	1.68	195.7
9.88	(2.56)	1,264,213	0.26	–	1.26	225.8
10.21	2.10 (d)	753,130	0.26 (e)	–	1.27 (e)	160.6 (e)
11.67	5.61 (d)	306,009	0.46 (e)	–	2.95 (e)	169.8 (e)
11.05	(0.48)	290,032	0.46	–	2.80	177.2
11.46	5.24	321,735	0.45	–	2.74	205.6
11.24	(0.86)	316,177	0.45	–	2.79	204.8
11.74	7.54	342,051	0.45	–	3.12	218.2
11.35	7.07	323,866	0.45	–	3.95	252.1
11.64	5.53 (d)	42	0.71 (e)	–	2.70 (e)	169.8 (e)
11.03	(2.03) (d)	28	0.71 (e)	–	2.58 (e)	177.2 (e)
14.70	4.18 (d)	1,078,753	0.30 (e),(i)	0.30 (e),(i),(j)	(0.30) (e)	16.0 (e)
14.11	0.16	1,031,111	0.30 (i)	0.30 (i),(j)	1.29	14.3
14.39	7.41	1,011,106	0.30 (i)	0.30 (i),(j)	1.11	9.0
13.66	12.95	856,784	0.30 (i)	0.30 (i),(j)	1.16	10.1
12.28	9.71	581,734	0.30 (i)	0.30 (i),(j)	0.52	56.6
11.30	3.61	331,823	0.31 (i)	0.31 (i),(j)	1.86	17.9

(a) Calculated based on average shares outstanding during the period.

(b) Total return does not reflect charges attributable to separate accounts. Inclusion of these charges would reduce the amounts shown.

(c) Six months ended June 30, 2016.

(d) Total return amounts have not been annualized.

(e) Computed on an annualized basis.

(f) Period from May 15, 2012 date operations commenced, through December 31, 2012.

(g) Effective May 1, 2016, Bond & Mortgage Securities Account changed its name to Core Plus Bond Account.

(h) Period from May 1, 2015 date operations commenced, through December 31, 2015.

(i) Does not include expenses of the investment companies in which the Account invests.

(j) Excludes expense reimbursement from Manager.

FINANCIAL HIGHLIGHTS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Selected data for a share of Capital Stock outstanding throughout each year ended December 31 (except as noted):

	Net Asset Value, Beginning of Period	Net Investment Income (Loss)(a)	Net Realized and Unrealized Gain (Loss) on Investments	Total From Investment Operations	Dividends from Net Investment Income	Distributions from Realized Gains	Total Dividends and Distributions
<u>DIVERSIFIED BALANCED MANAGED VOLATILITY ACCOUNT</u>							
<u>Class 2 shares</u>							
2016(c)	\$10.72	(\$0.02)	\$0.45	\$0.43	\$-	\$-	\$-
2015	10.88	0.10	(0.09)	0.01	(0.09)	(0.08)	(0.17)
2014	10.18	0.27	0.43	0.70	-	-	-
2013(h)	10.00	0.13	0.05	0.18	-	-	-
<u>DIVERSIFIED GROWTH ACCOUNT</u>							
<u>Class 2 shares</u>							
2016(c)	15.08	(0.02)	0.59	0.57	-	-	-
2015	15.40	0.21	(0.18)	0.03	(0.16)	(0.19)	(0.35)
2014	14.60	0.19	0.94	1.13	(0.14)	(0.19)	(0.33)
2013	12.54	0.20	2.04	2.24	(0.06)	(0.12)	(0.18)
2012	11.33	0.09	1.22	1.31	(0.10)	-	(0.10)
2011	11.17	0.18	0.07	0.25	(0.09)	-	(0.09)
<u>DIVERSIFIED GROWTH MANAGED VOLATILITY ACCOUNT</u>							
<u>Class 2 shares</u>							
2016(c)	10.79	(0.02)	0.40	0.38	-	-	-
2015	10.99	0.09	(0.08)	0.01	(0.11)	(0.10)	(0.21)
2014	10.27	0.31	0.41	0.72	-	-	-
2013(h)	10.00	0.26	0.01	0.27	-	-	-
<u>DIVERSIFIED INCOME ACCOUNT</u>							
<u>Class 2 shares</u>							
2016(c)	11.87	(0.02)	0.56	0.54	-	-	-
2015	12.03	0.15	(0.12)	0.03	(0.10)	(0.09)	(0.19)
2014	11.38	0.12	0.66	0.78	(0.06)	(0.07)	(0.13)
2013	10.54	0.11	0.75	0.86	(0.01)	(0.01)	(0.02)
2012(j)	10.00	0.06	0.48	0.54	-	-	-

FINANCIAL HIGHLIGHTS (Continued)
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Net Asset Value, End of Period	Total Return(b)	Net Assets, End of Period (in thousands)	Ratio of Expenses to Average Net Assets	Ratio of Gross Expenses to Average Net Assets	Ratio of Net Investment Income to Average Net Assets	Portfolio Turnover Rate
\$11.15	4.01%(d)	\$154,775	0.31%(e),(f),(g)	–%	(0.31)%(e)	14.7%(e)
10.72	0.01	138,384	0.31 (f),(g)	–	0.90	14.1
10.88	6.89	84,527	0.31 (f),(g)	–	2.54	8.1
10.18	1.80 (d)	887	0.31 (e),(f),(g)	–	7.97 (e)	6.6 (e)
15.65	3.78 (d)	3,399,672	0.30 (e),(g)	0.30 (e),(g),(i)	(0.30) (e)	13.0 (e)
15.08	0.17	3,201,495	0.30 (g)	0.30 (g),(i)	1.37	10.7
15.40	7.83	2,880,722	0.30 (g)	0.30 (g),(i)	1.25	7.1
14.60	17.95	2,202,857	0.30 (g)	0.30 (g),(i)	1.49	7.7
12.54	11.63	1,218,171	0.30 (g)	0.30 (g),(i)	0.76	42.6
11.33	2.26	747,602	0.30 (g)	0.30 (g),(i)	1.58	15.6
11.17	3.52 (d)	287,472	0.30 (e),(f),(g)	–	(0.30) (e)	12.5 (e)
10.79	0.06	252,611	0.30 (f),(g)	–	0.82	11.5
10.99	7.06	151,672	0.31 (f),(g)	–	2.92	8.0
10.27	2.70 (d)	3,988	0.31 (e),(f),(g)	–	15.10 (e)	127.3 (e)
12.41	4.55 (d)	228,104	0.30 (e),(g)	0.30 (e),(g),(i)	(0.30) (e)	18.8 (e)
11.87	0.16	198,762	0.30 (g)	0.30 (g),(i)	1.25	20.1
12.03	6.89	168,562	0.31 (g)	0.31 (g),(i)	1.06	18.7
11.38	8.14	112,037	0.31 (g)	0.31 (g),(i)	0.96	27.0
10.54	5.40 (d)	54,787	0.31 (e),(g)	0.32 (e),(g),(i)	0.87 (e)	12.1 (e)

(a) Calculated based on average shares outstanding during the period.

(b) Total return does not reflect charges attributable to separate accounts. Inclusion of these charges would reduce the amounts shown.

(c) Six months ended June 30, 2016.

(d) Total return amounts have not been annualized.

(e) Computed on an annualized basis.

(f) Reflects Manager's contractual expense limit.

(g) Does not include expenses of the investment companies in which the Account invests.

(h) Period from October 31, 2013 date operations commenced, through December 31, 2013.

(i) Excludes expense reimbursement from Manager.

(j) Period from May 15, 2012 date operations commenced, through December 31, 2012.

FINANCIAL HIGHLIGHTS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Selected data for a share of Capital Stock outstanding throughout each year ended December 31 (except as noted):

	Net Asset Value, Beginning of Period	Net Investment Income (Loss)(a)	Net Realized and Unrealized Gain (Loss) on Investments	Total From Investment Operations	Dividends from Net Investment Income	Total Dividends and Distributions	Net Asset Value, End of Period
<u>DIVERSIFIED INTERNATIONAL ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	\$13.68	\$0.18	(\$0.51)	(\$0.33)	\$-	\$-	\$13.35
2015	14.08	0.26	(0.29)	(0.03)	(0.37)	(0.37)	13.68
2014	14.87	0.24	(0.70)	(0.46)	(0.33)	(0.33)	14.08
2013	12.89	0.24	2.09	2.33	(0.35)	(0.35)	14.87
2012	11.12	0.27	1.76	2.03	(0.26)	(0.26)	12.89
2011	12.54	0.27	(1.67)	(1.40)	(0.02)	(0.02)	11.12
<u>Class 2 shares</u>							
2016(c)	13.78	0.17	(0.51)	(0.34)	-	-	13.44
2015	14.19	0.21	(0.29)	(0.08)	(0.33)	(0.33)	13.78
2014	14.97	0.21	(0.70)	(0.49)	(0.29)	(0.29)	14.19
2013	12.96	0.22	2.10	2.32	(0.31)	(0.31)	14.97
2012	11.18	0.23	1.76	1.99	(0.21)	(0.21)	12.96
2011	12.63	0.23	(1.66)	(1.43)	(0.02)	(0.02)	11.18
<u>EQUITY INCOME ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	21.67	0.28	1.37	1.65	-	-	23.32
2015	23.12	0.58	(1.46)	(0.88)	(0.57)	(0.57)	21.67
2014	21.00	0.57	2.09	2.66	(0.54)	(0.54)	23.12
2013	17.03	0.54	4.04	4.58	(0.61)	(0.61)	21.00
2012	15.53	0.54	1.47	2.01	(0.51)	(0.51)	17.03
2011	14.80	0.50	0.30	0.80	(0.07)	(0.07)	15.53
<u>Class 2 shares</u>							
2016(c)	21.52	0.25	1.36	1.61	-	-	23.13
2015	22.96	0.52	(1.45)	(0.93)	(0.51)	(0.51)	21.52
2014	20.87	0.51	2.07	2.58	(0.49)	(0.49)	22.96
2013	16.92	0.49	4.02	4.51	(0.56)	(0.56)	20.87
2012	15.43	0.49	1.46	1.95	(0.46)	(0.46)	16.92
2011	14.74	0.45	0.31	0.76	(0.07)	(0.07)	15.43

FINANCIAL HIGHLIGHTS (Continued)
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Total Return(b)	Net Assets, End of Period (in thousands)	Ratio of Expenses to Average Net Assets	Ratio of Net Investment Income to Average Net Assets	Portfolio Turnover Rate
(2.41)%(d)	\$251,427	0.89%(e)	2.79%(e)	57.2%(e)
(0.35)	273,300	0.88	1.80	48.2
(3.21)	429,194	0.86	1.64	62.1
18.40	501,094	0.87	1.78	79.5
18.44	464,751	0.87	2.23	76.0
(11.17)	428,532	0.89	2.17	68.5
(2.47) (d)	1,325	1.14 (e)	2.56 (e)	57.2 (e)
(0.65)	1,360	1.13	1.47	48.2
(3.41)	1,266	1.11	1.38	62.1
18.18	1,458	1.12	1.61	79.5
18.01	1,643	1.12	1.95	76.0
(11.36)	1,952	1.14	1.91	68.5
7.61 (d)	517,419	0.50 (e)	2.56 (e)	16.7 (e)
(3.93)	513,126	0.49	2.54	10.7
12.80	599,407	0.48	2.57	11.6
27.30	630,542	0.48	2.83	18.0
13.01	578,099	0.49	3.26	20.8
5.44	624,366	0.48	3.28	19.9
7.48 (d)	23,603	0.75 (e)	2.31 (e)	16.7 (e)
(4.15)	23,215	0.74	2.29	10.7
12.46	25,491	0.73	2.32	11.6
27.02	24,810	0.73	2.58	18.0
12.72	22,844	0.74	3.01	20.8
5.17	25,498	0.73	3.00	19.9

(a) Calculated based on average shares outstanding during the period.

(b) Total return does not reflect charges attributable to separate accounts. Inclusion of these charges would reduce the amounts shown.

(c) Six months ended June 30, 2016.

(d) Total return amounts have not been annualized.

(e) Computed on an annualized basis.

FINANCIAL HIGHLIGHTS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Selected data for a share of Capital Stock outstanding throughout each year ended December 31 (except as noted):

	Net Asset Value, Beginning of Period	Net Investment Income (Loss)(a)	Net Realized and Unrealized Gain (Loss) on Investments	Total From Investment Operations	Dividends from Net Investment Income	Distributions from Realized Gains	Total Dividends and Distributions
<u>GOVERNMENT & HIGH QUALITY BOND ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	\$10.16	\$0.16	\$0.19	\$0.35	\$-	\$-	\$-
2015	10.44	0.27	(0.19)	0.08	(0.35)	(0.01)	(0.36)
2014	10.33	0.27	0.25	0.52	(0.41)	-	(0.41)
2013	10.87	0.27	(0.39)	(0.12)	(0.42)	-	(0.42)
2012	10.90	0.33	0.09	0.42	(0.45)	-	(0.45)
2011	10.29	0.36	0.28	0.64	(0.02)	(0.01)	(0.03)
<u>Class 2 shares</u>							
2016(c)	10.17	0.15	0.18	0.33	-	-	-
2015	10.45	0.25	(0.18)	0.07	(0.34)	(0.01)	(0.35)
2014	10.34	0.24	0.25	0.49	(0.38)	-	(0.38)
2013	10.88	0.25	(0.39)	(0.14)	(0.40)	-	(0.40)
2012	10.90	0.30	0.10	0.40	(0.42)	-	(0.42)
2011	10.32	0.34	0.27	0.61	(0.02)	(0.01)	(0.03)
<u>INCOME ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	10.24	0.20	0.43	0.63	-	-	-
2015	10.78	0.39	(0.46)	(0.07)	(0.47)	-	(0.47)
2014	10.68	0.43	0.16	0.59	(0.49)	-	(0.49)
2013	11.22	0.46	(0.43)	0.03	(0.57)	-	(0.57)
2012	10.71	0.53	0.48	1.01	(0.50)	-	(0.50)
2011	10.12	0.56	0.07	0.63	(0.04)	-	(0.04)
<u>Class 2 shares</u>							
2016(c)	10.20	0.18	0.43	0.61	-	-	-
2015	10.73	0.36	(0.45)	(0.09)	(0.44)	-	(0.44)
2014	10.63	0.40	0.16	0.56	(0.46)	-	(0.46)
2013	11.17	0.43	(0.43)	-	(0.54)	-	(0.54)
2012	10.66	0.50	0.47	0.97	(0.46)	-	(0.46)
2011	10.09	0.53	0.08	0.61	(0.04)	-	(0.04)

FINANCIAL HIGHLIGHTS (Continued)
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Net Asset Value, End of Period	Total Return(b)	Net Assets, End of Period (in thousands)	Ratio of Expenses to Average Net Assets	Ratio of Net Investment Income to Average Net Assets	Portfolio Turnover Rate
\$10.51	3.44%(d)	\$260,522	0.51%(e)	3.16%(e)	27.3%(e)
10.16	0.79	286,659	0.51	2.61	21.9
10.44	5.08	314,509	0.51	2.56	19.1
10.33	(1.03)	379,351	0.51	2.58	45.3
10.87	3.91	432,172	0.51	2.98	41.4
10.90	6.23	453,864	0.51	3.42	83.8
10.50	3.24 (d)	2,856	0.76 (e)	2.93 (e)	27.3 (e)
10.17	0.67	1,837	0.76	2.37	21.9
10.45	4.75	916	0.76	2.31	19.1
10.34	(1.30)	931	0.76	2.33	45.3
10.88	3.70	1,143	0.76	2.73	41.4
10.90	5.90	1,215	0.76	3.17	83.8
10.87	6.15 (d)	237,371	0.51 (e)	3.77 (e)	6.6 (e)
10.24	(0.71)	254,751	0.51	3.62	12.6
10.78	5.55	275,597	0.51	3.95	16.6
10.68	0.40	269,330	0.51	4.22	12.8
11.22	9.57	292,756	0.51	4.78	14.7
10.71	6.25	239,939	0.50	5.36	17.8
10.81	5.98 (d)	3,218	0.76 (e)	3.51 (e)	6.6 (e)
10.20	(0.92)	2,445	0.76	3.38	12.6
10.73	5.26	3,036	0.76	3.71	16.6
10.63	0.10	3,390	0.76	3.97	12.8
11.17	9.28	3,875	0.76	4.55	14.7
10.66	6.05	4,360	0.75	5.11	17.8

(a) Calculated based on average shares outstanding during the period.

(b) Total return does not reflect charges attributable to separate accounts. Inclusion of these charges would reduce the amounts shown.

(c) Six months ended June 30, 2016.

(d) Total return amounts have not been annualized.

(e) Computed on an annualized basis.

FINANCIAL HIGHLIGHTS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Selected data for a share of Capital Stock outstanding throughout each year ended December 31 (except as noted):

	Net Asset Value, Beginning of Period	Net Investment Income (Loss)(a)	Net Realized and Unrealized Gain (Loss) on Investments	Total From Investment Operations	Dividends from Net Investment Income	Distributions from Realized Gains	Total Dividends and Distributions
<u>INTERNATIONAL EMERGING MARKETS ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	\$12.88	\$0.10	\$0.55	\$0.65	\$-	\$-	\$-
2015	15.21	0.17	(2.25)	(2.08)	(0.25)	-	(0.25)
2014	15.94	0.20	(0.78)	(0.58)	(0.15)	-	(0.15)
2013	17.14	0.19	(1.07)	(0.88)	(0.32)	-	(0.32)
2012	14.38	0.22	2.75	2.97	(0.21)	-	(0.21)
2011	17.51	0.23	(3.35)	(3.12)	(0.01)	-	(0.01)
<u>Class 2 shares</u>							
2016(c)	12.86	0.10	0.54	0.64	-	-	-
2015(g)	16.74	0.08	(3.71)	(3.63)	(0.25)	-	(0.25)
<u>LARGECAP GROWTH ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	25.79	0.06	(1.53)	(1.47)	-	-	-
2015	24.60	0.06	1.17	1.23	(0.04)	-	(0.04)
2014	22.26	0.03	2.44	2.47	(0.13)	-	(0.13)
2013	16.87	0.07	5.61	5.68	(0.29)	-	(0.29)
2012	14.48	0.12	2.32	2.44	(0.05)	-	(0.05)
2011	15.12	0.05	(0.69)	(0.64)	-	-	-
<u>Class 2 shares</u>							
2016(c)	25.69	0.03	(1.52)	(1.49)	-	-	-
2015	24.53	-	1.16	1.16	-	-	-
2014	22.20	(0.03)	2.44	2.41	(0.08)	-	(0.08)
2013	16.83	0.02	5.59	5.61	(0.24)	-	(0.24)
2012	14.43	0.08	2.32	2.40	-	-	-
2011	15.11	0.01	(0.69)	(0.68)	-	-	-
<u>LARGECAP GROWTH ACCOUNT I</u>							
<u>Class 1 shares</u>							
2016(c)	26.33	0.01	(0.83)	(0.82)	-	-	-
2015	28.70	0.02	2.26	2.28	(0.07)	(4.58)	(4.65)
2014	32.58	0.03	2.46	2.49	(0.04)	(6.33)	(6.37)
2013	24.77	0.04	8.75	8.79	(0.11)	(0.87)	(0.98)
2012	21.30	0.10	3.39	3.49	(0.02)	-	(0.02)
2011	21.37	0.02	(0.09)	(0.07)	-	-	-
<u>Class 2 shares</u>							
2016(c)	26.29	(0.02)	(0.82)	(0.84)	-	-	-
2015(g)	30.30	(0.03)	0.67	0.64	(0.07)	(4.58)	(4.65)

FINANCIAL HIGHLIGHTS (Continued)
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Net Asset Value, End of Period	Total Return(b)	Net Assets, End of Period (in thousands)	Ratio of Expenses to Average Net Assets	Ratio of Net Investment Income to Average Net Assets	Portfolio Turnover Rate
\$13.53	5.05%(d),(e)	\$87,175	1.39%(f)	1.59%(f)	136.1%(f)
12.88	(13.81)	85,434	1.37	1.18	97.3
15.21	(3.75)	103,091	1.38	1.28	106.9
15.94	(5.03)	113,305	1.39	1.19	118.2
17.14	20.80	152,545	1.34	1.40	97.4
14.38	(17.84)	143,811	1.40	1.37	86.8
13.50	4.98 (d),(e)	70	1.64 (f)	1.64 (f)	136.1 (f)
12.86	(21.81) (d)	41	1.62 (f)	0.90 (f)	97.3 (f)
24.32	(5.70) (d)	101,343	0.69 (f)	0.50 (f)	72.9 (f)
25.79	4.98	118,385	0.69	0.23	47.1
24.60	11.12	123,091	0.69	0.13	67.2
22.26	33.91	100,140	0.69	0.37	70.1
16.87	16.85	210,351	0.69	0.73	62.6
14.48	(4.23)	181,559	0.69	0.31	56.6
24.20	(5.80) (d)	1,117	0.94 (f)	0.24 (f)	72.9 (f)
25.69	4.73	1,090	0.94	(0.01)	47.1
24.53	10.85	661	0.94	(0.11)	67.2
22.20	33.64 (h)	712	0.94	0.10	70.1
16.83	16.56 (h)	604	0.94	0.47	62.6
14.43	(4.50)	561	0.94	0.05	56.6
25.51	(3.11) (d)	240,573	0.76 (f),(i)	0.10 (f)	36.9 (f)
26.33	7.77	252,386	0.76 (i)	0.07	38.6
28.70	8.61	239,629	0.76 (i)	0.11	38.9
32.58	36.14	260,034	0.75 (i)	0.12	36.9
24.77	16.38	240,585	0.76 (i)	0.42	36.9
21.30	(0.33)	228,749	0.76 (i)	0.07	46.1
25.45	(3.20) (d)	509	1.01 (f),(i)	(0.15) (f)	36.9 (f)
26.29	1.94 (d)	501	1.01 (f),(i)	(0.19) (f)	38.6 (f)

(a) Calculated based on average shares outstanding during the period.

(b) Total return does not reflect charges attributable to separate accounts. Inclusion of these charges would reduce the amounts shown.

(c) Six months ended June 30, 2016.

(d) Total return amounts have not been annualized.

(e) During 2016, the Account experienced a significant one-time gain of approximately \$0.07/share as the result of a settlement in a litigation proceeding. If such gain had not been recognized, the total return amounts expressed herein would have been lower.

(f) Computed on an annualized basis.

(g) Period from May 1, 2015 date operations commenced, through December 31, 2015.

(h) Total return is calculated using the traded net asset value which may differ from the reported net asset value. The traded net asset value is the net asset value which a shareholder would have paid or received from a subscription or redemption.

(i) Reflects Manager's contractual expense limit.

See accompanying notes.

FINANCIAL HIGHLIGHTS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Selected data for a share of Capital Stock outstanding throughout each year ended December 31 (except as noted):

	Net Asset Value, Beginning of Period	Net Investment Income (Loss)(a)	Net Realized and Unrealized Gain (Loss) on Investments	Total From Investment Operations	Dividends from Net Investment Income	Distributions from Realized Gains	Total Dividends and Distributions
<u>LARGECAP S&P 500 INDEX ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	\$14.41	\$0.14	\$0.39	\$0.53	\$-	\$-	\$-
2015	14.63	0.27	(0.09)	0.18	(0.22)	(0.18)	(0.40)
2014	13.38	0.24	1.51	1.75	(0.18)	(0.32)	(0.50)
2013	10.34	0.22	3.07	3.29	(0.15)	(0.10)	(0.25)
2012	9.06	0.20	1.20	1.40	(0.11)	(0.01)	(0.12)
2011	8.91	0.16	(0.01)	0.15	-	-	-
<u>Class 2 shares</u>							
2016(c)	14.39	0.12	0.39	0.51	-	-	-
2015(f)	15.07	0.17	(0.45)	(0.28)	(0.22)	(0.18)	(0.40)
<u>LARGECAP S&P 500 MANAGED VOLATILITY INDEX ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	11.27	0.09	0.26	0.35	-	-	-
2015	11.22	0.16	(0.07)	0.09	-	(0.04)	(0.04)
2014	10.46	0.14	1.09	1.23	(0.08)	(0.39)	(0.47)
2013(h)	10.00	0.03	0.45	0.48	(0.02)	-	(0.02)
<u>LARGECAP VALUE ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	29.19	0.30	0.02	0.32	-	-	-
2015	33.80	0.53	(0.80)	(0.27)	(0.53)	(3.81)	(4.34)
2014	36.13	0.51	3.19	3.70	(0.80)	(5.23)	(6.03)
2013	28.33	0.53	8.11	8.64	(0.84)	-	(0.84)
2012	24.20	0.56	3.92	4.48	(0.35)	-	(0.35)
2011	23.92	0.33	(0.05)	0.28	-	-	-
<u>Class 2 shares</u>							
2016(c)	29.14	0.27	0.01	0.28	-	-	-
2015(f)	34.24	0.31	(1.07)	(0.76)	(0.53)	(3.81)	(4.34)

FINANCIAL HIGHLIGHTS (Continued)
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Net Asset Value, End of Period	Total Return(b)	Net Assets, End of Period (in thousands)	Ratio of Expenses to Average Net Assets	Ratio of Net Investment Income to Average Net Assets	Portfolio Turnover Rate
\$14.94	3.68%(d)	\$2,157,547	0.25%(e)	1.96%(e)	5.5%(e)
14.41	1.14	2,033,459	0.25	1.82	6.3
14.63	13.29	1,863,035	0.25	1.74	2.8
13.38	32.04	1,490,352	0.25	1.81	7.4
10.34	15.50	916,593	0.26	2.02	3.3
9.06	1.73	593,337	0.26	1.80	7.9
14.90	3.54 (d)	216	0.50 (e)	1.70 (e)	5.5 (e)
14.39	(1.95) (d)	161	0.50 (e)	1.78 (e)	6.3 (e)
11.62	3.11 (d)	183,298	0.46 (e),(g)	1.62 (e)	7.2 (e)
11.27	0.83	161,654	0.47 (g)	1.46	5.5
11.22	11.77	97,236	0.49 (g)	1.29	24.6
10.46	4.85 (d)	7,339	0.49 (e),(g)	1.82 (e)	74.7 (e)
29.51	1.10 (d)	138,238	0.61 (e)	2.15 (e)	94.4 (e)
29.19	(1.09)	153,060	0.61	1.66	81.3
33.80	11.17	170,673	0.61	1.45	104.3
36.13	30.83	167,702	0.61	1.64	140.8
28.33	18.58	222,357	0.61	2.09	115.0
24.20	1.17	199,660	0.61	1.37	113.9
29.42	0.96 (d)	25	0.86 (e)	1.89 (e)	94.4 (e)
29.14	(2.52) (d)	20	0.86 (e)	1.56 (e)	81.3 (e)

(a) Calculated based on average shares outstanding during the period.

(b) Total return does not reflect charges attributable to separate accounts. Inclusion of these charges would reduce the amounts shown.

(c) Six months ended June 30, 2016.

(d) Total return amounts have not been annualized.

(e) Computed on an annualized basis.

(f) Period from May 1, 2015 date operations commenced, through December 31, 2015.

(g) Reflects Manager's contractual expense limit.

(h) Period from October 31, 2013 date operations commenced, through December 31, 2013.

FINANCIAL HIGHLIGHTS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Selected data for a share of Capital Stock outstanding throughout each year ended December 31 (except as noted):

	Net Asset Value, Beginning of Period	Net Investment Income (Loss)(a)	Net Realized and Unrealized Gain (Loss) on Investments	Total From Investment Operations	Dividends from Net Investment Income	Distributions from Realized Gains	Total Dividends and Distributions
<u>MIDCAP ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	\$55.24	\$0.05	\$2.31	\$2.36	\$-	\$-	\$-
2015	60.79	0.22	1.19	1.41	(0.32)	(6.64)	(6.96)
2014	59.37	0.36	6.96	7.32	(0.32)	(5.58)	(5.90)
2013	47.20	0.28	15.31	15.59	(0.82)	(2.60)	(3.42)
2012	40.51	0.46	7.35	7.81	(0.40)	(0.72)	(1.12)
2011	37.83	0.23	2.92	3.15	-	(0.47)	(0.47)
<u>Class 2 shares</u>							
2016(c)	54.97	(0.02)	2.30	2.28	-	-	-
2015	60.54	0.07	1.17	1.24	(0.17)	(6.64)	(6.81)
2014	59.16	0.21	6.93	7.14	(0.18)	(5.58)	(5.76)
2013	47.06	0.15	15.25	15.40	(0.70)	(2.60)	(3.30)
2012	40.39	0.35	7.33	7.68	(0.29)	(0.72)	(1.01)
2011	37.82	0.13	2.91	3.04	-	(0.47)	(0.47)
<u>MULTI-ASSET INCOME ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	9.72	0.21	0.28	0.49	-	-	-
2015(g)	10.00	0.24	(0.52)	(0.28)	-	-	-
<u>Class 2 shares</u>							
2016(c)	9.71	0.20	0.28	0.48	-	-	-
2015(g)	10.00	0.23	(0.52)	(0.29)	-	-	-

FINANCIAL HIGHLIGHTS (Continued)
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Net Asset Value, End of Period	Total Return(b)	Net Assets, End of Period (in thousands)	Ratio of Expenses to Average Net Assets	Ratio of Net Investment Income to Average Net Assets	Portfolio Turnover Rate
\$57.60	4.27%(d)	\$599,827	0.54%(e)	0.19%(e)	14.6%(e)
55.24	1.64	617,437	0.53	0.37	26.3
60.79	12.99	676,836	0.53	0.60	21.6
59.37	33.93	649,893	0.53	0.52	12.4
47.20	19.44	560,842	0.55	1.03	21.5
40.51	8.29	531,255	0.55	0.57	28.9
57.25	4.15 (d)	14,568	0.79 (e)	(0.06) (e)	14.6 (e)
54.97	1.37	15,243	0.78	0.12	26.3
60.54	12.70	15,960	0.78	0.35	21.6
59.16	33.58	15,105	0.78	0.27	12.4
47.06	19.16	12,179	0.80	0.79	21.5
40.39	8.00	11,226	0.80	0.32	28.9
10.21	5.04 (d)	10	0.08 (e),(f)	4.40 (e)	0.0 (e)
9.72	(2.80) (d)	10	0.08 (e),(f)	5.67 (e)	0.0 (e)
10.19	4.94 (d)	10	0.33 (e),(f)	4.14 (e)	0.0 (e)
9.71	(2.90) (d)	10	0.33 (e),(f)	5.41 (e)	0.0 (e)

(a) Calculated based on average shares outstanding during the period.

(b) Total return does not reflect charges attributable to separate accounts. Inclusion of these charges would reduce the amounts shown.

(c) Six months ended June 30, 2016.

(d) Total return amounts have not been annualized.

(e) Computed on an annualized basis.

(f) Reflects Manager's contractual expense limit.

(g) Period from July 28, 2015 date operations commenced, through December 31, 2015.

FINANCIAL HIGHLIGHTS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Selected data for a share of Capital Stock outstanding throughout each year ended December 31 (except as noted):

	Net Asset Value, Beginning of Period	Net Investment Income (Loss)(a)	Net Realized and Unrealized Gain (Loss) on Investments	Total From Investment Operations	Dividends from Net Investment Income	Distributions from Realized Gains	Total Dividends and Distributions
<u>PRINCIPAL CAPITAL APPRECIATION ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	\$22.35	\$0.14	\$0.44	\$0.58	\$-	\$-	\$-
2015	22.31	0.30	0.20	0.50	(0.06)	(0.40)	(0.46)
2014	24.45	0.24	2.52	2.76	(0.81)	(4.09)	(4.90)
2013	23.75	0.30	6.63	6.93	(1.86)	(4.37)	(6.23)
2012	21.36	0.35	2.58	2.93	(0.26)	(0.28)	(0.54)
2011	21.47	0.24	(0.21)	0.03	-	(0.14)	(0.14)
<u>Class 2 shares</u>							
2016(c)	22.14	0.11	0.44	0.55	-	-	-
2015	22.11	0.23	0.21	0.44	(0.01)	(0.40)	(0.41)
2014	24.27	0.18	2.50	2.68	(0.75)	(4.09)	(4.84)
2013	23.62	0.21	6.60	6.81	(1.79)	(4.37)	(6.16)
2012	21.23	0.29	2.58	2.87	(0.20)	(0.28)	(0.48)
2011	21.40	0.18	(0.21)	(0.03)	-	(0.14)	(0.14)
<u>PRINCIPAL LIFETIME 2010 ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	12.18	0.03	0.36	0.39	-	-	-
2015	12.60	0.25	(0.39)	(0.14)	(0.28)	-	(0.28)
2014	12.29	0.25	0.34	0.59	(0.28)	-	(0.28)
2013	11.36	0.27	0.94	1.21	(0.28)	-	(0.28)
2012	10.36	0.26	0.95	1.21	(0.21)	-	(0.21)
2011	10.49	0.19	(0.03)	0.16	(0.29)	-	(0.29)
<u>PRINCIPAL LIFETIME 2020 ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	12.64	0.03	0.31	0.34	-	-	-
2015	13.77	0.24	(0.37)	(0.13)	(0.36)	(0.64)	(1.00)
2014	13.62	0.33	0.44	0.77	(0.33)	(0.29)	(0.62)
2013	12.00	0.30	1.59	1.89	(0.27)	-	(0.27)
2012	10.64	0.26	1.30	1.56	(0.20)	-	(0.20)
2011	11.02	0.19	(0.29)	(0.10)	(0.28)	-	(0.28)
<u>Class 2 shares</u>							
2016(c)	12.61	0.01	0.32	0.33	-	-	-
2015(h)	14.26	0.27	(0.92)	(0.65)	(0.36)	(0.64)	(1.00)

FINANCIAL HIGHLIGHTS (Continued)
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Net Asset Value, End of Period	Total Return(b)	Net Assets, End of Period (in thousands)	Ratio of Expenses to Average Net Assets	Ratio of Net Investment Income to Average Net Assets	Portfolio Turnover Rate
\$22.93	2.60%(d)	\$148,937	0.63%(e)	1.24%(e)	44.8%(e)
22.35	2.18	154,732	0.64	1.33	22.1 (f)
22.31	12.45	33,190	0.66	1.02	8.6
24.45	32.65	32,077	0.65	1.18	6.7
23.75	13.83	145,393	0.64	1.51	6.2
21.36	0.13	142,828	0.64	1.09	10.3
22.69	2.48 (d)	7,804	0.88 (e)	0.99 (e)	44.8 (e)
22.14	1.94	7,517	0.89	1.05	22.1 (f)
22.11	12.19	6,891	0.91	0.77	8.6
24.27	32.27	6,362	0.90	0.85	6.7
23.62	13.57	5,238	0.89	1.26	6.2
21.23	(0.15)	5,472	0.89	0.83	10.3
12.57	3.20 (d)	42,730	0.02 (e),(g)	0.49 (e)	32.5 (e)
12.18	(1.17)	41,132	0.04 (g)	2.00	24.6
12.60	4.81	47,312	0.04 (g)	2.02	41.3
12.29	10.81	48,775	0.04 (g)	2.25	36.5
11.36	11.79	47,361	0.06 (g)	2.39	28.3
10.36	1.44	47,435	0.04 (g)	1.79	24.3
12.98	2.69 (d)	190,993	0.01 (e),(g)	0.45 (e)	17.9 (e)
12.64	(1.13)	190,987	0.03 (g)	1.79	27.6
13.77	5.75	211,470	0.03 (g)	2.40	31.9
13.62	15.97	227,985	0.03 (g)	2.35	49.6
12.00	14.76	208,355	0.04 (g)	2.28	24.4
10.64	(1.07)	192,409	0.04 (g)	1.74	8.9
12.94	2.62 (d)	25	0.26 (e),(g)	0.21 (e)	17.9 (e)
12.61	(4.74) (d)	25	0.28 (e),(g)	3.11 (e)	27.6 (e)

(a) Calculated based on average shares outstanding during the period.

(b) Total return does not reflect charges attributable to separate accounts. Inclusion of these charges would reduce the amounts shown.

(c) Six months ended June 30, 2016.

(d) Total return amounts have not been annualized.

(e) Computed on an annualized basis.

(f) Portfolio turnover rate excludes approximately \$1,237,000 of purchases from portfolio realignment from the acquisition of LargeCap Blend Account II.

(g) Does not include expenses of the investment companies in which the Account invests.

(h) Period from May 1, 2015 date operations commenced, through December 31, 2015.

FINANCIAL HIGHLIGHTS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Selected data for a share of Capital Stock outstanding throughout each year ended December 31 (except as noted):

	Net Asset Value, Beginning of Period	Net Investment Income (Loss)(a)	Net Realized and Unrealized Gain (Loss) on Investments	Total From Investment Operations	Dividends from Net Investment Income	Distributions from Realized Gains	Total Dividends and Distributions
<u>PRINCIPAL LIFETIME 2030 ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	\$11.45	\$0.02	\$0.21	\$0.23	\$-	\$-	\$-
2015	12.34	0.20	(0.30)	(0.10)	(0.32)	(0.47)	(0.79)
2014	14.05	0.36	0.45	0.81	(0.31)	(2.21)	(2.52)
2013	12.10	0.32	1.95	2.27	(0.25)	(0.07)	(0.32)
2012	10.64	0.25	1.40	1.65	(0.19)	-	(0.19)
2011	11.09	0.19	(0.42)	(0.23)	(0.22)	-	(0.22)
<u>Class 2 shares</u>							
2016(c)	11.43	-	0.21	0.21	-	-	-
2015(g)	12.85	0.25	(0.88)	(0.63)	(0.32)	(0.47)	(0.79)
<u>PRINCIPAL LIFETIME 2040 ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	13.53	0.01	0.12	0.13	-	-	-
2015	14.50	0.22	(0.31)	(0.09)	(0.36)	(0.52)	(0.88)
2014	14.94	0.42	0.49	0.91	(0.31)	(1.04)	(1.35)
2013	12.39	0.35	2.41	2.76	(0.21)	-	(0.21)
2012	10.78	0.23	1.56	1.79	(0.18)	-	(0.18)
2011	11.31	0.19	(0.54)	(0.35)	(0.18)	-	(0.18)
<u>Class 2 shares</u>							
2016(c)	13.51	(0.01)	0.12	0.11	-	-	-
2015(g)	15.14	0.18	(0.93)	(0.75)	(0.36)	(0.52)	(0.88)
<u>PRINCIPAL LIFETIME 2050 ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	13.07	0.01	0.07	0.08	-	-	-
2015	14.18	0.20	(0.26)	(0.06)	(0.38)	(0.67)	(1.05)
2014	14.96	0.40	0.50	0.90	(0.34)	(1.34)	(1.68)
2013	12.28	0.34	2.55	2.89	(0.21)	-	(0.21)
2012	10.64	0.24	1.57	1.81	(0.17)	-	(0.17)
2011	11.24	0.18	(0.61)	(0.43)	(0.17)	-	(0.17)
<u>Class 2 shares</u>							
2016(c)	13.05	(0.01)	0.07	0.06	-	-	-
2015(g)	14.84	0.18	(0.92)	(0.74)	(0.38)	(0.67)	(1.05)

FINANCIAL HIGHLIGHTS (Continued)
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Net Asset Value, End of Period	Total Return(b)	Net Assets, End of Period (in thousands)	Ratio of Expenses to Average Net Assets	Ratio of Net Investment Income to Average Net Assets	Portfolio Turnover Rate
\$11.68	2.01%(d)	\$119,940	0.02%(e),(f)	0.32%(e)	23.4%(e)
11.45	(1.05)	116,691	0.04 (f)	1.67	31.3
12.34	6.06	116,965	0.04 (f)	2.67	23.9
14.05	18.96	108,794	0.04 (f)	2.43	58.6
12.10	15.58	92,672	0.05 (f)	2.20	18.5
10.64	(2.22)	79,646	0.04 (f)	1.70	13.2
11.64	1.84 (d)	42	0.27 (e),(f)	0.09 (e)	23.4 (e)
11.43	(5.14) (d)	26	0.29 (e),(f)	3.22 (e)	31.3 (e)
13.66	0.96 (d)	46,046	0.02 (e),(f)	0.16 (e)	35.7 (e)
13.53	(0.85)	45,261	0.04 (f)	1.52	24.2
14.50	6.21	42,304	0.05 (f)	2.83	21.1
14.94	22.42	36,934	0.05 (f)	2.55	67.2
12.39	16.71	25,647	0.08 (f)	1.98	30.1
10.78	(3.18)	22,110	0.05 (f)	1.67	13.7
13.62	0.81 (d)	21	0.27 (e),(f)	(0.09) (e)	35.7 (e)
13.51	(5.18) (d)	10	0.29 (e),(f)	1.97 (e)	24.2 (e)
13.15	0.61 (d)	23,037	0.03 (e),(f)	0.15 (e)	30.6 (e)
13.07	(0.69)	23,502	0.05 (f)	1.46	26.6
14.18	6.21	21,796	0.06 (f)	2.70	28.5
14.96	23.72	22,002	0.06 (f)	2.48	68.0
12.28	17.07	16,352	0.11 (f)	2.01	17.7
10.64	(3.94)	12,822	0.07 (f)	1.58	19.7
13.11	0.46 (d)	35	0.28 (e),(f)	(0.10) (e)	30.6 (e)
13.05	(5.25) (d)	35	0.30 (e),(f)	2.03 (e)	26.6 (e)

(a) Calculated based on average shares outstanding during the period.

(b) Total return does not reflect charges attributable to separate accounts. Inclusion of these charges would reduce the amounts shown.

(c) Six months ended June 30, 2016.

(d) Total return amounts have not been annualized.

(e) Computed on an annualized basis.

(f) Does not include expenses of the investment companies in which the Account invests.

(g) Period from May 1, 2015 date operations commenced, through December 31, 2015.

FINANCIAL HIGHLIGHTS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Selected data for a share of Capital Stock outstanding throughout each year ended December 31 (except as noted):

	Net Asset Value, Beginning of Period	Net Investment Income (Loss)(a)	Net Realized and Unrealized Gain (Loss) on Investments	Total From Investment Operations	Dividends from Net Investment Income	Distributions from Realized Gains	Total Dividends and Distributions
<u>PRINCIPAL LIFETIME 2060 ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	\$11.75	\$-	\$0.05	\$0.05	\$-	\$-	\$-
2015	12.19	0.20	(0.28)	(0.08)	(0.15)	(0.21)	(0.36)
2014	11.58	0.39	0.25	0.64	(0.01)	(0.02)	(0.03)
2013(h)	10.00	0.38	1.20	1.58	-	-	-
<u>PRINCIPAL LIFETIME STRATEGIC INCOME ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	11.15	0.03	0.40	0.43	-	-	-
2015	11.51	0.25	(0.35)	(0.10)	(0.26)	-	(0.26)
2014	11.29	0.23	0.29	0.52	(0.30)	-	(0.30)
2013	11.04	0.26	0.29	0.55	(0.30)	-	(0.30)
2012	10.25	0.30	0.68	0.98	(0.19)	-	(0.19)
2011	10.22	0.20	0.16	0.36	(0.33)	-	(0.33)
<u>REAL ESTATE SECURITIES ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	22.20	0.24	2.28	2.52	-	-	-
2015	22.33	0.34	0.57	0.91	(0.34)	(0.70)	(1.04)
2014	17.08	0.29	5.28	5.57	(0.32)	-	(0.32)
2013	16.63	0.35	0.33	0.68	(0.23)	-	(0.23)
2012	14.39	0.21	2.26	2.47	(0.23)	-	(0.23)
2011	13.21	0.10	1.08	1.18	-	-	-
<u>Class 2 shares</u>							
2016(c)	22.29	0.21	2.28	2.49	-	-	-
2015	22.45	0.34	0.53	0.87	(0.33)	(0.70)	(1.03)
2014	17.18	0.27	5.27	5.54	(0.27)	-	(0.27)
2013	16.72	0.30	0.34	0.64	(0.18)	-	(0.18)
2012	14.46	0.17	2.26	2.43	(0.17)	-	(0.17)
2011	13.30	0.06	1.10	1.16	-	-	-

FINANCIAL HIGHLIGHTS (Continued)
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Net Asset Value, End of Period	Total Return(b)	Net Assets, End of Period (in thousands)	Ratio of Expenses to Average Net Assets	Ratio of Net Investment Income to Average Net Assets	Portfolio Turnover Rate
\$11.80	0.43%(d)	\$2,487	0.11%(e),(f),(g)	0.08%(e)	35.3%(e)
11.75	(0.75)	2,097	0.13 (f),(g)	1.65	30.3
12.19	5.58	825	0.13 (f),(g)	3.28	43.2
11.58	15.80 (d)	28	0.13 (e),(f),(g)	5.31 (e)	79.4 (e)
11.58	3.86 (d)	25,532	0.03 (e),(g)	0.56 (e)	25.8 (e)
11.15	(0.95)	24,452	0.05 (g)	2.21	24.4
11.51	4.57	30,016	0.05 (g)	2.01	39.8
11.29	5.11	31,164	0.05 (g)	2.35	25.1
11.04	9.65	32,756	0.07 (g)	2.79	34.0
10.25	3.52	29,574	0.05 (g)	1.96	19.3
24.72	11.35 (d)	172,938	0.89 (e)	2.14 (e)	37.0 (e)
22.20	4.21	159,292	0.89	1.54	22.8
22.33	32.82	166,701	0.89	1.48	15.7
17.08	4.10	128,601	0.89	1.96	22.1
16.63	17.17	133,069	0.90	1.33	44.1
14.39	8.93	140,316	0.90	0.71	22.4
24.78	11.17 (d)	2,190	1.14 (e)	1.92 (e)	37.0 (e)
22.29	4.00	1,994	1.14	1.56	22.8
22.45	32.44	492	1.14	1.37	15.7
17.18	3.87	271	1.14	1.72	22.1
16.72	16.86	257	1.15	1.08	44.1
14.46	8.72	287	1.15	0.42	22.4

(a) Calculated based on average shares outstanding during the period.

(b) Total return does not reflect charges attributable to separate accounts. Inclusion of these charges would reduce the amounts shown.

(c) Six months ended June 30, 2016.

(d) Total return amounts have not been annualized.

(e) Computed on an annualized basis.

(f) Reflects Manager's contractual expense limit.

(g) Does not include expenses of the investment companies in which the Account invests.

(h) Period from May 1, 2013 date operations commenced, through December 31, 2013.

FINANCIAL HIGHLIGHTS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Selected data for a share of Capital Stock outstanding throughout each year ended December 31 (except as noted):

	Net Asset Value, Beginning of Period	Net Investment Income (Loss)(a)	Net Realized and Unrealized Gain (Loss) on Investments	Total From Investment Operations	Dividends from Net Investment Income	Distributions from Realized Gains	Total Dividends and Distributions
<u>SAM BALANCED PORTFOLIO</u>							
<u>Class 1 shares</u>							
2016(c)	\$14.69	\$0.02	\$0.42	\$0.44	\$-	\$-	\$-
2015	16.51	0.30	(0.38)	(0.08)	(0.49)	(1.25)	(1.74)
2014	18.53	0.47	0.73	1.20	(0.52)	(2.70)	(3.22)
2013	16.33	0.47	2.37	2.84	(0.43)	(0.21)	(0.64)
2012	14.76	0.41	1.46	1.87	(0.11)	(0.19)	(0.30)
2011	15.02	0.10	0.06	0.16	(0.42)	-	(0.42)
<u>Class 2 shares</u>							
2016(c)	14.55	-	0.42	0.42	-	-	-
2015	16.37	0.26	(0.38)	(0.12)	(0.45)	(1.25)	(1.70)
2014	18.39	0.43	0.73	1.16	(0.48)	(2.70)	(3.18)
2013	16.22	0.41	2.35	2.76	(0.38)	(0.21)	(0.59)
2012	14.66	0.36	1.46	1.82	(0.07)	(0.19)	(0.26)
2011	14.92	0.06	0.06	0.12	(0.38)	-	(0.38)
<u>SAM CONSERVATIVE BALANCED PORTFOLIO</u>							
<u>Class 1 shares</u>							
2016(c)	11.52	0.03	0.38	0.41	-	-	-
2015	12.60	0.29	(0.36)	(0.07)	(0.41)	(0.60)	(1.01)
2014	13.39	0.41	0.40	0.81	(0.42)	(1.18)	(1.60)
2013	12.49	0.40	1.00	1.40	(0.37)	(0.13)	(0.50)
2012	11.47	0.37	0.90	1.27	(0.10)	(0.15)	(0.25)
2011	11.68	0.10	0.17	0.27	(0.37)	(0.11)	(0.48)
<u>Class 2 shares</u>							
2016(c)	11.41	0.01	0.38	0.39	-	-	-
2015	12.48	0.27	(0.36)	(0.09)	(0.38)	(0.60)	(0.98)
2014	13.28	0.38	0.38	0.76	(0.38)	(1.18)	(1.56)
2013	12.39	0.36	1.00	1.36	(0.34)	(0.13)	(0.47)
2012	11.38	0.33	0.90	1.23	(0.07)	(0.15)	(0.22)
2011	11.60	0.07	0.17	0.24	(0.35)	(0.11)	(0.46)

FINANCIAL HIGHLIGHTS (Continued)
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Net Asset Value, End of Period	Total Return(b)	Net Assets, End of Period (in thousands)	Ratio of Expenses to Average Net Assets	Ratio of Net Investment Income to Average Net Assets	Portfolio Turnover Rate
\$15.13	3.00%(d)	\$702,457	0.23%(e),(f)	0.26%(e)	20.5%(e)
14.69	(0.81)	732,937	0.23 (f)	1.88	26.1
16.51	6.82	826,908	0.23 (f)	2.64	16.4
18.53	17.68	913,823	0.23 (f)	2.68	46.7
16.33	12.75	812,380	0.23 (f)	2.60	9.1
14.76	0.99	781,873	0.23 (f)	0.68	14.2
14.97	2.89 (d)	97,278	0.48 (e),(f)	0.01 (e)	20.5 (e)
14.55	(1.08)	96,511	0.48 (f)	1.66	26.1
16.37	6.59	99,852	0.48 (f)	2.44	16.4
18.39	17.32	102,716	0.48 (f)	2.37	46.7
16.22	12.47	95,208	0.48 (f)	2.32	9.1
14.66	0.73	94,487	0.48 (f)	0.43	14.2
11.93	3.56 (d)	191,081	0.23 (e),(f)	0.51 (e)	26.0 (e)
11.52	(0.78)	193,585	0.23 (f)	2.38	28.2
12.60	6.22	206,621	0.23 (f)	3.10	21.2
13.39	11.53	212,247	0.23 (f)	3.10	35.6
12.49	11.19	190,310	0.24 (f)	3.07	15.7
11.47	2.29	177,476	0.24 (f)	0.86	20.8
11.80	3.42 (d)	17,717	0.48 (e),(f)	0.26 (e)	26.0 (e)
11.41	(0.93)	17,774	0.48 (f)	2.19	28.2
12.48	5.92	16,731	0.48 (f)	2.87	21.2
13.28	11.25	16,140	0.48 (f)	2.77	35.6
12.39	10.91	15,911	0.49 (f)	2.73	15.7
11.38	1.97	15,465	0.49 (f)	0.60	20.8

(a) Calculated based on average shares outstanding during the period.

(b) Total return does not reflect charges attributable to separate accounts. Inclusion of these charges would reduce the amounts shown.

(c) Six months ended June 30, 2016.

(d) Total return amounts have not been annualized.

(e) Computed on an annualized basis.

(f) Does not include expenses of the investment companies in which the Portfolio invests.

FINANCIAL HIGHLIGHTS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Selected data for a share of Capital Stock outstanding throughout each year ended December 31 (except as noted):

	Net Asset Value, Beginning of Period	Net Investment Income (Loss)(a)	Net Realized and Unrealized Gain (Loss) on Investments	Total From Investment Operations	Dividends from Net Investment Income	Distributions from Realized Gains	Total Dividends and Distributions
<u>SAM CONSERVATIVE GROWTH PORTFOLIO</u>							
<u>Class 1 shares</u>							
2016(c)	\$17.22	\$-	\$0.39	\$0.39	\$-	\$-	\$-
2015	19.02	0.26	(0.41)	(0.15)	(0.43)	(1.22)	(1.65)
2014	20.60	0.48	0.97	1.45	(0.39)	(2.64)	(3.03)
2013	17.04	0.40	3.50	3.90	(0.34)	-	(0.34)
2012	14.99	0.33	1.79	2.12	(0.07)	-	(0.07)
2011	15.36	0.07	(0.13)	(0.06)	(0.31)	-	(0.31)
<u>Class 2 shares</u>							
2016(c)	17.02	(0.02)	0.39	0.37	-	-	-
2015	18.82	0.21	(0.40)	(0.19)	(0.39)	(1.22)	(1.61)
2014	20.42	0.42	0.97	1.39	(0.35)	(2.64)	(2.99)
2013	16.89	0.34	3.49	3.83	(0.30)	-	(0.30)
2012	14.87	0.28	1.77	2.05	(0.03)	-	(0.03)
2011	15.23	0.03	(0.11)	(0.08)	(0.28)	-	(0.28)
<u>SAM FLEXIBLE INCOME PORTFOLIO</u>							
<u>Class 1 shares</u>							
2016(c)	12.27	0.06	0.54	0.60	-	-	-
2015	13.22	0.40	(0.56)	(0.16)	(0.47)	(0.32)	(0.79)
2014	13.72	0.49	0.33	0.82	(0.52)	(0.80)	(1.32)
2013	13.38	0.49	0.51	1.00	(0.48)	(0.18)	(0.66)
2012	12.42	0.48	0.83	1.31	(0.15)	(0.20)	(0.35)
2011	12.50	0.15	0.28	0.43	(0.49)	(0.02)	(0.51)
<u>Class 2 shares</u>							
2016(c)	12.17	0.04	0.54	0.58	-	-	-
2015	13.12	0.37	(0.56)	(0.19)	(0.44)	(0.32)	(0.76)
2014	13.62	0.45	0.33	0.78	(0.48)	(0.80)	(1.28)
2013	13.29	0.46	0.50	0.96	(0.45)	(0.18)	(0.63)
2012	12.34	0.44	0.83	1.27	(0.12)	(0.20)	(0.32)
2011	12.42	0.12	0.28	0.40	(0.46)	(0.02)	(0.48)

FINANCIAL HIGHLIGHTS (Continued)
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Net Asset Value, End of Period	Total Return(b)	Net Assets, End of Period (in thousands)	Ratio of Expenses to Average Net Assets	Ratio of Net Investment Income to Average Net Assets	Portfolio Turnover Rate
\$17.61	2.26%(d)	\$190,635	0.23%(e),(f)	(0.01)%(e)	30.3%(e)
17.22	(1.09)	193,966	0.23 (f)	1.40	29.1
19.02	7.43	198,465	0.23 (f)	2.40	19.4
20.60	23.07	179,850	0.23 (f)	2.10	48.5
17.04	14.18	143,547	0.24 (f)	2.00	12.5
14.99	(0.45)	132,387	0.24 (f)	0.45	24.2
17.39	2.17 (d)	105,047	0.48 (e),(f)	(0.26) (e)	30.3 (e)
17.02	(1.34)	103,771	0.48 (f)	1.17	29.1
18.82	7.14	102,757	0.48 (f)	2.11	19.4
20.42	22.82	99,013	0.48 (f)	1.82	48.5
16.89	13.81	84,306	0.49 (f)	1.76	12.5
14.87	(0.63)	78,247	0.49 (f)	0.20	24.2
12.87	4.89 (d)	196,851	0.23 (e),(f)	0.95 (e)	18.8 (e)
12.27	(1.31)	200,828	0.23 (f)	3.05	25.2
13.22	6.03	215,309	0.23 (f)	3.55	18.8
13.72	7.75	214,572	0.23 (f)	3.57	29.7
13.38	10.64	215,628	0.24 (f)	3.69	11.7
12.42	3.39	187,458	0.24 (f)	1.22	20.6
12.75	4.77 (d)	20,754	0.48 (e),(f)	0.69 (e)	18.8 (e)
12.17	(1.55)	21,108	0.48 (f)	2.85	25.2
13.12	5.80	19,836	0.48 (f)	3.27	18.8
13.62	7.46	19,464	0.48 (f)	3.36	29.7
13.29	10.34	19,667	0.49 (f)	3.41	11.7
12.34	3.13	18,382	0.49 (f)	0.96	20.6

(a) Calculated based on average shares outstanding during the period.

(b) Total return does not reflect charges attributable to separate accounts. Inclusion of these charges would reduce the amounts shown.

(c) Six months ended June 30, 2016.

(d) Total return amounts have not been annualized.

(e) Computed on an annualized basis.

(f) Does not include expenses of the investment companies in which the Portfolio invests.

FINANCIAL HIGHLIGHTS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Selected data for a share of Capital Stock outstanding throughout each year ended December 31 (except as noted):

	Net Asset Value, Beginning of Period	Net Investment Income (Loss)(a)	Net Realized and Unrealized Gain (Loss) on Investments	Total From Investment Operations	Dividends from Net Investment Income	Distributions from Realized Gains	Total Dividends and Distributions
<u>SAM STRATEGIC GROWTH PORTFOLIO</u>							
<u>Class 1 shares</u>							
2016(c)	\$18.70	(\$0.01)	\$0.29	\$0.28	\$-	\$-	\$-
2015	21.00	0.29	(0.56)	(0.27)	(0.47)	(1.56)	(2.03)
2014	23.55	0.56	1.33	1.89	(0.38)	(4.06)	(4.44)
2013	18.74	0.40	4.70	5.10	(0.29)	-	(0.29)
2012	16.26	0.29	2.23	2.52	(0.04)	-	(0.04)
2011	16.82	0.04	(0.34)	(0.30)	(0.26)	-	(0.26)
<u>Class 2 shares</u>							
2016(c)	18.50	(0.03)	0.29	0.26	-	-	-
2015	20.80	0.24	(0.55)	(0.31)	(0.43)	(1.56)	(1.99)
2014	23.38	0.49	1.32	1.81	(0.33)	(4.06)	(4.39)
2013	18.61	0.33	4.68	5.01	(0.24)	-	(0.24)
2012	16.15	0.24	2.22	2.46	-	-	-
2011	16.71	-	(0.34)	(0.34)	(0.22)	-	(0.22)
<u>SHORT-TERM INCOME ACCOUNT</u>							
<u>Class 1 shares</u>							
2016(c)	2.54	0.02	0.03	0.05	-	-	-
2015	2.59	0.04	(0.02)	0.02	(0.07)	-	(0.07)
2014	2.59	0.05	(0.01)	0.04	(0.04)	-	(0.04)
2013	2.61	0.04	(0.01)	0.03	(0.05)	-	(0.05)
2012	2.54	0.05	0.08	0.13	(0.06)	-	(0.06)
2011	2.51	0.06	(0.03)	0.03	-	-	-
<u>Class 2 shares</u>							
2016(c)	2.53	0.02	0.03	0.05	-	-	-
2015	2.58	0.04	(0.02)	0.02	(0.07)	-	(0.07)
2014	2.59	0.04	(0.01)	0.03	(0.04)	-	(0.04)
2013	2.60	0.04	(0.01)	0.03	(0.04)	-	(0.04)
2012	2.53	0.04	0.08	0.12	(0.05)	-	(0.05)
2011	2.51	0.05	(0.03)	0.02	-	-	-

FINANCIAL HIGHLIGHTS (Continued)
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Net Asset Value, End of Period	Total Return(b)	Net Assets, End of Period (in thousands)	Ratio of Expenses to Average Net Assets	Ratio of Net Investment Income to Average Net Assets	Portfolio Turnover Rate
\$18.98	1.50%(d)	\$140,323	0.23%(e),(f)	(0.08)%(e)	31.4%(e)
18.70	(1.62)	142,227	0.23 (f)	1.45	37.9
21.00	8.68	138,863	0.23 (f)	2.50	20.4
23.55	27.40	121,049	0.23 (f)	1.89	62.5
18.74	15.52	90,348	0.24 (f)	1.61	13.9
16.26	(1.90)	83,738	0.24 (f)	0.25	23.3
18.76	1.41 (d)	97,902	0.48 (e),(f)	(0.33) (e)	31.4 (e)
18.50	(1.87)	95,775	0.48 (f)	1.19	37.9
20.80	8.35	96,446	0.48 (f)	2.21	20.4
23.38	27.09	87,689	0.48 (f)	1.57	62.5
18.61	15.23	71,997	0.49 (f)	1.36	13.9
16.15	(2.12)	64,907	0.49 (f)	(0.01)	23.3
2.59	1.97 (d)	165,705	0.50 (e),(g)	1.92 (e)	49.6 (e)
2.54	0.71	160,833	0.49 (g)	1.63	57.0
2.59	1.73	267,674	0.49 (g)	1.74	54.3
2.59	1.14	256,561	0.48 (g)	1.65	54.7
2.61	5.00	262,427	0.49 (g)	1.95	59.1
2.54	1.37	228,351	0.49 (g)	2.35	55.1
2.58	1.98 (d)	2,443	0.75 (e),(g)	1.67 (e)	49.6 (e)
2.53	0.59	1,485	0.74 (g)	1.39	57.0
2.58	1.02	913	0.74 (g)	1.49	54.3
2.59	1.25	838	0.73 (g)	1.40	54.7
2.60	4.67	1,269	0.74 (g)	1.72	59.1
2.53	0.95	1,516	0.74 (g)	2.11	55.1

(a) Calculated based on average shares outstanding during the period.

(b) Total return does not reflect charges attributable to separate accounts. Inclusion of these charges would reduce the amounts shown.

(c) Six months ended June 30, 2016.

(d) Total return amounts have not been annualized.

(e) Computed on an annualized basis.

(f) Does not include expenses of the investment companies in which the Portfolio invests.

(g) Reflects Manager's contractual expense limit.

FINANCIAL HIGHLIGHTS
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Selected data for a share of Capital Stock outstanding throughout each year ended December 31 (except as noted):

	Net Asset Value, Beginning of Period	Net Investment Income (Loss)(a)	Net Realized and Unrealized Gain (Loss) on Investments	Total From Investment Operations	Dividends from Net Investment Income	Distributions from Realized Gains	Total Dividends and Distributions
<u>SMALLCAP ACCOUNT(c)</u>							
<u>Class 1 shares</u>							
2016(d)	\$13.55	\$0.09	\$0.12	\$0.21	\$-	\$-	\$-
2015	13.99	0.05	(0.03)	0.02	(0.01)	(0.45)	(0.46)
2014	13.79	0.02	0.64	0.66	(0.05)	(0.41)	(0.46)
2013	9.36	0.04	4.43	4.47	(0.04)	-	(0.04)
2012	8.16	0.07	1.13	1.20	-	-	-
2011	8.31	(0.01)	(0.11)	(0.12)	(0.03)	-	(0.03)
<u>Class 2 shares</u>							
2016(d)	13.52	0.07	0.13	0.20	-	-	-
2015(g)	14.49	0.02	(0.53)	(0.51)	(0.01)	(0.45)	(0.46)

FINANCIAL HIGHLIGHTS (Continued)
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
(unaudited)

Net Asset Value, End of Period	Total Return(b)	Net Assets, End of Period (in thousands)	Ratio of Expenses to Average Net Assets	Ratio of Net Investment Income to Average Net Assets	Portfolio Turnover Rate
\$13.76	1.55%(e)	\$192,392	0.83%(f)	1.36%(f)	63.1%(f)
13.55	(0.10)	205,344	0.83	0.33	63.3
13.99	4.89	64,682	0.87	0.16	67.0
13.79	47.81	64,785	0.87	0.38	78.1
9.36	14.71	47,469	0.89	0.76	94.5
8.16	(1.47)	47,155	0.88	(0.09)	69.1
13.72	1.48 (e)	4,705	1.08 (f)	1.08 (f)	63.1 (f)
13.52	(3.76) (e)	4,523	1.08 (f)	0.13 (f)	63.3 (f)

(a) Calculated based on average shares outstanding during the period.

(b) Total return does not reflect charges attributable to separate accounts. Inclusion of these charges would reduce the amounts shown.

(c) Effective May 1, 2016, SmallCap Blend Account changed its name to SmallCap Account.

(d) Six months ended June 30, 2016.

(e) Total return amounts have not been annualized.

(f) Computed on an annualized basis.

(g) Period from February 17, 2015 date operations commenced, through December 31, 2015.

**SHAREHOLDER EXPENSE EXAMPLE
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
June 30, 2016 (unaudited)**

As a shareholder of Principal Variable Contracts Funds, Inc. you incur ongoing costs, including management fees; distribution fees; and other fund expenses. This example is intended to help you understand your ongoing costs (in dollars) of investing in Principal Variable Contracts Funds, Inc. and to compare these costs with the ongoing costs of investing in other mutual funds. As a shareholder of Diversified Balanced Account, Diversified Balanced Managed Volatility Account, Diversified Growth Account, Diversified Growth Managed Volatility Account, Diversified Income Account, Multi-Asset Income Account, Principal LifeTime 2010 Account, Principal LifeTime 2020 Account, Principal LifeTime 2030 Account, Principal LifeTime 2040 Account, Principal LifeTime 2050 Account, Principal LifeTime 2060 Account, Principal LifeTime Strategic Income Account, SAM Balanced Portfolio, SAM Conservative Balanced Portfolio, SAM Conservative Growth Portfolio, SAM Flexible Income Portfolio, or SAM Strategic Growth Portfolio, your fund will indirectly bear its pro rata share of the expenses incurred by the investment companies in which the fund invests. These expenses are not included in the fund's annualized expense ratio used to calculate the expenses paid in this example. If they were, the expenses paid would be higher. Expenses shown below and on the following pages do not account for fees, expenses and charges of any variable insurance contract or retirement plan. If these fees had been reflected, expenses would have been higher.

The example is based on an investment of \$1,000 invested at the beginning of the period and held for the period (January 1, 2016 to June 30, 2016).

Actual Expenses

The first line of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The second line of the table below provides information about hypothetical account values and hypothetical expenses based on each account's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the account's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in Principal Variable Contracts Funds, Inc. and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds.

	Beginning Account Value January 1, 2016	Ending Account Value June 30, 2016	Expenses Paid During Period January 1, 2016 to June 30, 2016^(a)	Annualized Expense Ratio
Balanced Account Class 1				
Actual	\$1,000.00	\$1,023.16	\$3.32	0.66%
Hypothetical	1,000.00	1,021.58	3.32	0.66
Bond Market Index Account Class 1				
Actual	1,000.00	1,051.96	1.28	0.25
Hypothetical	1,000.00	1,023.62	1.26	0.25
Core Plus Bond Account Class 1				
Actual	1,000.00	1,056.11	2.35	0.46
Hypothetical	1,000.00	1,022.58	2.31	0.46
Core Plus Bond Account Class 2				
Actual	1,000.00	1,055.30	3.63	0.71
Hypothetical	1,000.00	1,021.33	3.57	0.71
Diversified Balanced Account Class 2				
Actual	1,000.00	1,041.81	1.52	0.30
Hypothetical	1,000.00	1,023.37	1.51	0.30
Diversified Balanced Managed Volatility Account Class 2				
Actual	1,000.00	1,040.11	1.57	0.31
Hypothetical	1,000.00	1,023.32	1.56	0.31
Diversified Growth Account Class 2				
Actual	1,000.00	1,037.80	1.52	0.30
Hypothetical	1,000.00	1,023.37	1.51	0.30

SHAREHOLDER EXPENSE EXAMPLE
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
June 30, 2016 (unaudited)

	Beginning Account Value January 1, 2016	Ending Account Value June 30, 2016	Expenses Paid During Period January 1, 2016 to June 30, 2016^(a)	Annualized Expense Ratio
Diversified Growth Managed Volatility Account Class 2				
Actual	\$1,000.00	\$1,035.22	\$1.52	0.30%
Hypothetical	1,000.00	1,023.37	1.51	0.30
Diversified Income Account Class 2				
Actual	1,000.00	1,045.49	1.53	0.30
Hypothetical	1,000.00	1,023.37	1.51	0.30
Diversified International Account Class 1				
Actual	1,000.00	975.88	4.37	0.89
Hypothetical	1,000.00	1,020.44	4.47	0.89
Diversified International Account Class 2				
Actual	1,000.00	975.33	5.60	1.14
Hypothetical	1,000.00	1,019.19	5.72	1.14
Equity Income Account Class 1				
Actual	1,000.00	1,076.14	2.58	0.50
Hypothetical	1,000.00	1,022.38	2.51	0.50
Equity Income Account Class 2				
Actual	1,000.00	1,074.81	3.87	0.75
Hypothetical	1,000.00	1,021.13	3.77	0.75
Government & High Quality Bond Account Class 1				
Actual	1,000.00	1,034.45	2.58	0.51
Hypothetical	1,000.00	1,022.33	2.56	0.51
Government & High Quality Bond Account Class 2				
Actual	1,000.00	1,032.45	3.84	0.76
Hypothetical	1,000.00	1,021.08	3.82	0.76
Income Account Class 1				
Actual	1,000.00	1,061.52	2.61	0.51
Hypothetical	1,000.00	1,022.33	2.56	0.51
Income Account Class 2				
Actual	1,000.00	1,059.80	3.89	0.76
Hypothetical	1,000.00	1,021.08	3.82	0.76
International Emerging Markets Account Class 1				
Actual	1,000.00	1,050.47	7.09	1.39
Hypothetical	1,000.00	1,017.95	6.97	1.39
International Emerging Markets Account Class 2				
Actual	1,000.00	1,049.77	8.36	1.64
Hypothetical	1,000.00	1,016.71	8.22	1.64
LargeCap Growth Account I Class 1				
Actual	1,000.00	968.86	3.72	0.76
Hypothetical	1,000.00	1,021.08	3.82	0.76
LargeCap Growth Account I Class 2				
Actual	1,000.00	968.05	4.94	1.01
Hypothetical	1,000.00	1,019.84	5.07	1.01
LargeCap Growth Account Class 1				
Actual	1,000.00	943.00	3.33	0.69
Hypothetical	1,000.00	1,021.43	3.47	0.69
LargeCap Growth Account Class 2				
Actual	1,000.00	942.00	4.54	0.94
Hypothetical	1,000.00	1,020.19	4.72	0.94
LargeCap S&P 500 Index Account Class 1				
Actual	1,000.00	1,036.78	1.27	0.25
Hypothetical	1,000.00	1,023.62	1.26	0.25

SHAREHOLDER EXPENSE EXAMPLE
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
June 30, 2016 (unaudited)

	Beginning Account Value January 1, 2016	Ending Account Value June 30, 2016	Expenses Paid During Period January 1, 2016 to June 30, 2016^(a)	Annualized Expense Ratio
LargeCap S&P 500 Index Account Class 2				
Actual	\$1,000.00	\$1,035.44	\$2.53	0.50%
Hypothetical	1,000.00	1,022.38	2.51	0.50
LargeCap S&P 500 Managed Volatility Index Account Class 1				
Actual	1,000.00	1,031.06	2.32	0.46
Hypothetical	1,000.00	1,022.58	2.31	0.46
LargeCap Value Account Class 1				
Actual	1,000.00	1,010.96	3.05	0.61
Hypothetical	1,000.00	1,021.83	3.07	0.61
LargeCap Value Account Class 2				
Actual	1,000.00	1,009.61	4.30	0.86
Hypothetical	1,000.00	1,020.59	4.32	0.86
MidCap Account Class 1				
Actual	1,000.00	1,042.72	2.74	0.54
Hypothetical	1,000.00	1,022.18	2.72	0.54
MidCap Account Class 2				
Actual	1,000.00	1,041.48	4.01	0.79
Hypothetical	1,000.00	1,020.93	3.97	0.79
Multi-Asset Income Account Class 1				
Actual	1,000.00	1,050.41	0.41	0.08
Hypothetical	1,000.00	1,024.47	0.40	0.08
Multi-Asset Income Account Class 2				
Actual	1,000.00	1,049.43	1.68	0.33
Hypothetical	1,000.00	1,023.22	1.66	0.33
Principal Capital Appreciation Account Class 1				
Actual	1,000.00	1,025.95	3.17	0.63
Hypothetical	1,000.00	1,021.73	3.17	0.63
Principal Capital Appreciation Account Class 2				
Actual	1,000.00	1,024.84	4.43	0.88
Hypothetical	1,000.00	1,020.49	4.42	0.88
Principal LifeTime 2010 Account Class 1				
Actual	1,000.00	1,032.02	0.10	0.02
Hypothetical	1,000.00	1,024.76	0.10	0.02
Principal LifeTime 2020 Account Class 1				
Actual	1,000.00	1,026.90	0.05	0.01
Hypothetical	1,000.00	1,024.81	0.05	0.01
Principal LifeTime 2020 Account Class 2				
Actual	1,000.00	1,026.17	1.31	0.26
Hypothetical	1,000.00	1,023.57	1.31	0.26
Principal LifeTime 2030 Account Class 1				
Actual	1,000.00	1,020.09	0.10	0.02
Hypothetical	1,000.00	1,024.76	0.10	0.02
Principal LifeTime 2030 Account Class 2				
Actual	1,000.00	1,018.37	1.35	0.27
Hypothetical	1,000.00	1,023.52	1.36	0.27
Principal LifeTime 2040 Account Class 1				
Actual	1,000.00	1,009.61	0.10	0.02
Hypothetical	1,000.00	1,024.76	0.10	0.02
Principal LifeTime 2040 Account Class 2				
Actual	1,000.00	1,008.14	1.35	0.27
Hypothetical	1,000.00	1,023.52	1.36	0.27

SHAREHOLDER EXPENSE EXAMPLE
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
June 30, 2016 (unaudited)

	Beginning Account Value January 1, 2016	Ending Account Value June 30, 2016	Expenses Paid During Period January 1, 2016 to June 30, 2016^(a)	Annualized Expense Ratio
Principal LifeTime 2050 Account Class 1				
Actual	\$1,000.00	\$1,006.12	\$0.15	0.03%
Hypothetical	1,000.00	1,024.71	0.15	0.03
Principal LifeTime 2050 Account Class 2				
Actual	1,000.00	1,004.60	1.40	0.28
Hypothetical	1,000.00	1,023.47	1.41	0.28
Principal LifeTime 2060 Account Class 1				
Actual	1,000.00	1,004.26	0.55	0.11
Hypothetical	1,000.00	1,024.32	0.55	0.11
Principal LifeTime Strategic Income Account Class 1				
Actual	1,000.00	1,038.57	0.15	0.03
Hypothetical	1,000.00	1,024.71	0.15	0.03
Real Estate Securities Account Class 1				
Actual	1,000.00	1,113.51	4.68	0.89
Hypothetical	1,000.00	1,020.44	4.47	0.89
Real Estate Securities Account Class 2				
Actual	1,000.00	1,111.71	5.99	1.14
Hypothetical	1,000.00	1,019.19	5.72	1.14
SAM Balanced Portfolio Class 1				
Actual	1,000.00	1,029.95	1.16	0.23
Hypothetical	1,000.00	1,023.72	1.16	0.23
SAM Balanced Portfolio Class 2				
Actual	1,000.00	1,028.87	2.42	0.48
Hypothetical	1,000.00	1,022.48	2.41	0.48
SAM Conservative Balanced Portfolio Class 1				
Actual	1,000.00	1,035.59	1.16	0.23
Hypothetical	1,000.00	1,023.72	1.16	0.23
SAM Conservative Balanced Portfolio Class 2				
Actual	1,000.00	1,034.18	2.43	0.48
Hypothetical	1,000.00	1,022.48	2.41	0.48
SAM Conservative Growth Portfolio Class 1				
Actual	1,000.00	1,022.65	1.16	0.23
Hypothetical	1,000.00	1,023.72	1.16	0.23
SAM Conservative Growth Portfolio Class 2				
Actual	1,000.00	1,021.74	2.41	0.48
Hypothetical	1,000.00	1,022.48	2.41	0.48
SAM Flexible Income Portfolio Class 1				
Actual	1,000.00	1,048.90	1.17	0.23
Hypothetical	1,000.00	1,023.72	1.16	0.23
SAM Flexible Income Portfolio Class 2				
Actual	1,000.00	1,047.66	2.44	0.48
Hypothetical	1,000.00	1,022.48	2.41	0.48
SAM Strategic Growth Portfolio Class 1				
Actual	1,000.00	1,014.97	1.15	0.23
Hypothetical	1,000.00	1,023.72	1.16	0.23
SAM Strategic Growth Portfolio Class 2				
Actual	1,000.00	1,014.05	2.40	0.48
Hypothetical	1,000.00	1,022.48	2.41	0.48
Short-Term Income Account Class 1				
Actual	1,000.00	1,019.69	2.51	0.50
Hypothetical	1,000.00	1,022.38	2.51	0.50
Short-Term Income Account Class 2				
Actual	1,000.00	1,019.76	3.77	0.75
Hypothetical	1,000.00	1,021.13	3.77	0.75

SHAREHOLDER EXPENSE EXAMPLE
PRINCIPAL VARIABLE CONTRACTS FUNDS, INC.
June 30, 2016 (unaudited)

	Beginning Account Value January 1, 2016	Ending Account Value June 30, 2016	Expenses Paid During Period January 1, 2016 to June 30, 2016^(a)	Annualized Expense Ratio
SmallCap Account Class 1				
Actual	\$1,000.00	\$1,015.50	\$4.16	0.83%
Hypothetical	1,000.00	1,020.74	4.17	0.83
SmallCap Account Class 2				
Actual	1,000.00	1,014.79	5.41	1.08
Hypothetical	1,000.00	1,019.49	5.42	1.08

^(a) Expenses are equal to a fund's annualized expense ratio multiplied by the average account value over the period, multiplied by 182/366 (to reflect the one-half year period).

FUND DIRECTORS AND OFFICERS

Under Maryland law, a Board of Directors oversees the Fund. The Directors have financial or other relevant experience and meet several times during the year to review contracts, Fund activities and the quality of services provided to the Fund. Each director also has the same position with Principal Funds, Inc. and Principal Exchange-Traded Funds which are also sponsored by Principal Life Insurance Company. Each director holds office for an indefinite term or until reaching age 72. Directors considered to be “interested persons” as defined in the Investment Company Act of 1940, as shown below are considered to be interested because of an affiliation with the Manager and Principal Life Insurance Company.

The following directors are considered not to be “interested persons” as defined in the 1940 Act

Name, Position Held with the Fund, <u>Year of Birth</u>	Principal Occupation(s) <u>During past 5 years</u>	Number of Portfolios in Fund Complex <u>Overseen by Director</u>	Other Directorships Held by Director <u>During Past 5 Years</u>
Elizabeth Ballantine Director since 2004 Member, Nominating and Governance Committee 1948	Principal, EBA Associates	123	Durango Herald, Inc; McClatchy Newspapers, Inc.
Leroy T. Barnes, Jr. Director since March 2012 Member, Audit Committee 1951	Retired.	123	McClatchy Newspapers, Inc.; Herbalife Ltd.; Frontier Communications, Inc.
Craig Damos Director since 2008 Member, Audit Committee Member, 15(c) Committee 1954	President, The Damos Company	123	Hardin Construction Company
Mark A. Grimmett Director since 2004 Member, Nominating and Governance Committee Member, 15(c) Committee Member, Executive Committee 1960	Formerly, Executive Vice President and CFO, Merle Norman Cosmetics, Inc.	123	None
Fritz S. Hirsch Director since 2005 Member, Operations Committee Member, 15(c) Committee 1951	CEO, MAM USA	123	Focus Products Group
Tao Huang Director since March 2012 Member, Operations Committee Member, 15(c) Committee 1962	Formerly, Chief Operating Officer, Morningstar, Inc.	123	Armstrong World Industries, Inc.
Drew E. Lawton Director since March 2016 Member, Nominating and Governance Committee 1959	Formerly, Senior Managing Director and CEO, New York Life Investment Management (New York Life Insurance Company)	123	None
Karen (“Karrie”) McMillan Director since 2014 Member, Operations Committee 1961	Managing Director, Patomak Global Partners, LLC. Formerly, General Counsel, Investment Company Institute	123	None
Elizabeth A. Nickels Director since September 2015 Member, Audit Committee 1962	Formerly, Executive Director, Herman Miller Foundation; Formerly President, Herman Miller Healthcare	123	Charlotte Russe; Follet Corporation; Herman Miller, Inc.; PetSmart; SpartanNash; Spectrum Health Systems

<u>Name, Position Held with the Fund, Year of Birth</u>	<u>Principal Occupation(s) During past 5 years</u>	<u>Number of Portfolios in Fund Complex Overseen by Director</u>	<u>Other Directorships Held by Director During Past 5 Years</u>
Daniel Pavelich Director since 2007 Member, Audit Committee 1944	Retired.	123	None

The following directors are considered to be “interested persons” as defined in the 1940 Act, because of an affiliation with the Manager and Principal Life.

<u>Name, Position Held with the Fund, Year of Birth</u>	<u>Principal Occupation(s) During past 5 years</u>	<u>Number of Portfolios in Fund Complex Overseen by Director</u>	<u>Other Directorships Held by Director During Past 5 Years</u>
Michael J. Beer Director since 2012 President, Chief Executive Officer Member, Executive Committee 1961	Chief Executive Officer, Principal Funds Distributor, Inc. (“PFD”) since 2015 Director, PFD since 2015 Vice President/Mutual Funds and Broker Dealer, Principal Life Insurance Company (“PLIC”) (2001-2014) Vice President/Chief Operating Officer, Principal Funds, PLIC (2014-2015) Executive Director, Principal Funds & Trust, PLIC since 2015 Director, Principal Management Corporation, (the “Manager”) (2006-2015) President & Chief Executive Officer, the Manager since 2015 Executive Vice President/Chief Operating Officer, the Manager (2008-2015) Chair, the Manager since 2015 Director, Principal Securities, Inc. (“PSI”) (2005-2015) President, PSI (2005-2015) Director, Principal Shareholder Services (“PSS”) (2007-2015) Chairman, PSS since 2015 President, PSS (2007-2015) Executive Vice President, PSS since 2015	123	None
Nora M. Everett Director since 2008 Chair Member, Executive Committee 1959	Director, Edge Asset Management, Inc. (“Edge”) (2008-2011) Director, Finisterre Capital LLP since 2011 Director, Origin Asset Management LLP since 2011 Chairman, Principal Financial Advisors, Inc. (“PFA”) (2010-2015) Chairman, PFD (2011-2015) Director, PFD (2008-2011) Senior Vice President/Retirement and Investor Services, PLIC (2008-2015) President/Retirement and Investor Services, PLIC since 2015 Chairman, the Manager (2011-2015) President, the Manager (2008-2015) Director, the Manager (2008-2011) Director, PSI (2008-2011, and since 2015) Chairman, PSI (2011-2015) Chief Executive Officer, PSI (2009-2015) Chairman, PSS (2011-2015) Director, PSS (2008-2011)	123	None

Correspondence intended for each Director who is other than an Interested Director may be sent to 655 9th Street, Des Moines, IA 50392.

The following table presents officers of the Funds.

Name, Position Held with the Fund, Address, and Year of Birth	Principal Occupation(s) During past 5 years
Randy L. Bergstrom Assistant Tax Counsel Des Moines, IA 50392 1955	Counsel, Principal Global Investors, LLC (“PGI”) Counsel, PLIC
Jennifer A. Block Assistant Counsel and Assistant Secretary Des Moines, IA 50392 1973	Counsel, PFD (2009-2013) Counsel, PLIC Counsel, the Manager (2009-2013, 2014 - present) Counsel, PSI (2009-2013) Counsel, PSS (2009-2013)
Tracy Bollin Chief Financial Officer Des Moines, IA 50392 1970	Chief Financial Officer, PFA (2010-2015) Senior Vice President, PFD since 2015 Chief Financial Officer, PFD since 2010 Senior Vice President, the Manager since 2015 Chief Financial Officer, the Manager (2010-2015) Director, the Manager since 2015 Chief Financial Officer, PSI (2010-2015) Director, PSS since 2015 President, PSS since 2015 Chief Financial Officer, PSS (2010-2015)
David J. Brown Chief Compliance Officer Des Moines, IA 50392 1960	Senior Vice President, PFD Chief Compliance Officer-Funds, PLIC since 2016 Vice President/Compliance, PLIC Senior Vice President, the Manager Senior Vice President, PSI Senior Vice President, PSS
Gina L. Graham Treasurer Des Moines, IA 50392 1965	Vice President/Treasurer, PFA since 2016 Vice President/Treasurer, PFD since 2016 Vice President/Treasurer, PGI since 2016 Vice President/Treasurer, PLIC since 2016 Vice President/Treasurer, the Manager since 2016 Vice President/Treasurer, Principal Real Estate Investors, LLC since 2016 Vice President/Treasurer, PSI since 2016 Vice President/Treasurer, PSS since 2016
Carolyn F. Kolks Assistant Tax Counsel Des Moines, IA 50392 1962	Counsel, PGI Counsel, PLIC
Layne A. Rasmussen Vice President and Controller Des Moines, IA 50392 1958	Vice President/Controller – Principal Funds, the Manager
Greg Reymann Assistant Counsel Des Moines, IA 50392 1958	Assistant General Counsel, PLIC since 2014 Assistant General Counsel, the Manager since 2015 VP, Chief Compliance Officer and Chief Risk Officer, Transamerica Asset Management, Inc. (“TAM”) (2010-2012) Assistant General Counsel, Transamerica Asset Management Group (2013-2014) Vice President/CFTC Principal, TAM (2013-2014)

<u>Name, Position Held with the Fund, Address, and Year of Birth</u>	<u>Principal Occupation(s) During past 5 years</u>
Teri R. Root Deputy Chief Compliance Officer Des Moines, IA 50392 1979	Vice President and Chief Compliance Officer, the Manager since 2015 Compliance Officer, the Manager (2010-2013) Vice President, PSS since 2015
Britney L. Schnathorst Assistant Counsel Des Moines, IA 50392 1981	Counsel, PLIC since 2013 Prior thereto, Attorney in Private Practice
Adam U. Shaikh Assistant Counsel Des Moines, IA 50392 1972	Counsel, PFD (2006-2013) Counsel, PLIC Counsel, the Manager (2007-2013, 2014 - present) Counsel, PSI (2007-2013) Counsel, PSS (2007-2013)
Dan Westholm Assistant Treasurer Des Moines, IA 50392 1966	Assistant Vice President/Treasury, PFA since 2013 Director – Treasury, PFA (2011-2013) Assistant Vice President/Treasury, PFD since 2013 Director – Treasury, PFD (2011-2013) Assistant Vice President/Treasury, PLIC since 2014 Director – Treasury, PLIC (2007-2014) Director – Treasury, the Manager (2003-2013) Assistant Vice President/Treasury, the Manager since 2013 Assistant Vice President/Treasury, PSI since 2013 Director – Treasury, PSI (2008-2009, 2011-2013) Assistant Vice President/Treasury, PSS since 2013 Director – Treasury, PSS (2007-2013)
Beth Wilson Vice President and Secretary Des Moines, IA 50392 1956	Director and Secretary – Funds, PLIC Vice President, the Manager (2007-2013)
Clint Woods Vice President and Counsel Des Moines, IA 50392 1961	Vice President, Associate General Counsel, Governance Officer, and Assistant Corporate Secretary, PLIC since 2015 Assistant General Counsel, Assistant Corporate Secretary, and Governance Officer, PLIC (2013-2015) Associate General Counsel, AEGON (2003 - 2012)

The 15(c) Committee assists the Board in performing the annual review of the Fund’s advisory and sub-advisory agreements pursuant to Section 15(c) of the 1940 Act.

The Audit Committee selects the independent auditors for the Fund and oversees the activities of the independent auditors as well as the internal auditors. The committee also receives reports about accounting and financial matters affecting the Fund.

The Executive Committee is selected by the Board. It may exercise all the powers of the Board, with certain exceptions, when the Board is not in session. The Committee must report its actions to the Board.

The Nominating and Governance Committee selects and nominates all candidates who are not “interested persons” of the Fund for election to the Board. The committee also oversees the structure and efficiency of the Board of Directors and the committees the Board establishes.

The Operations Committee oversees the provision of administrative and distribution services to the Funds, communications with the Funds’ shareholders, and provides review and oversight of the Funds’ operations.

Additional information about the Fund is available in the Prospectus dated May 1, 2016, and the Statement of Additional Information dated May 1, 2016. These documents may be obtained free of charge by writing Principal Variable Contracts Funds, Inc., P.O. Box 8024, Boston, MA 02266-8024 or telephoning 1-800-222-5852. The prospectus may be viewed at www.PrincipalFunds.com/prospectuses-pvc.

PROXY VOTING POLICIES

A description of the policies and procedures the Fund uses to determine how to vote proxies relating to portfolio securities and the results of the proxy votes for the most recent twelve months ended June 30 may be obtained free of charge by telephoning 1-800-222-5852, or on the SEC website at www.sec.gov.

SCHEDULES OF INVESTMENTS

The Fund files complete schedules of investments with the Securities and Exchange Commission as of March 31 and September 30 of each year on Form N-Q. The Fund's Form N-Q can be reviewed and copied at the Commission's Public Reference Room in Washington, D.C. or on the Commission's website at www.sec.gov. Information on the operation of the Public Reference Room may be obtained by calling the Commission at 1-800-SEC-0330.

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This report must be preceded or accompanied by a
current prospectus for the Principal Variable Contracts
Funds, Inc.



principalfunds.com

Principal Funds are distributed by Principal Funds Distributor, Inc.