Principal Mutual Fund

Investment Manager:Principal Pnb Asset Management Company Private Limited

Exchange Plaza, 'B' Wing, 2nd Floor, NSE Building, Bandra Kurla Complex, Bandra (East), Mumbai-400 051

Half Yearly Portfolio Statement of the Schemes of Principal Mutual Fund as on March 31, 2008

(Pursuant to Regulation 59A of SEBI (Mutual Funds) Regulations, 1996)

Principal Growth Fund

Name of Instrument	Industry / Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Equity & Equity Related Instruments - A) Listed / Awaiting listing on the stock exchanges				
Reliance Industries Ltd	Petroleum Products	55,352	1,254.17	4.86
K E C International Ltd	Power	147,177	963.49	3.73
Ipca Laboratories Ltd	Pharmaceuticals	146,577	904.45	3.50
Larsen & Toubro Ltd	Diversified	29,408	892.81	3.46
Mahindra & Mahindra Ltd	Auto	126,400	881.07	3.41
Grasim Industries Ltd	Cement	33,504	862.83	3.34
Bharat Heavy Electricals Ltd	Industrial Capital Goods	40,236	829.40	3.21
B.L.Kashyap & Sons Ltd	Construction	50,432	829.15	3.21
Power Finance Corporation Ltd	Finance	473,320	767.49	2.97
Reliance Communications Ltd	Telecom - Services	139,000	708.55	2.74
Great Eastern Shipping Company Ltd	Transportation	187,223	706.11	2.73
Pantaloon Retail (India) Ltd	Retailing	161,999	691.57	2.68
ICICI Bank Ltd	Banks	87,000	669.38	2.59
JM Financial Ltd	Finance	50,464	666.98	2.58
Indraprastha Gas Ltd	Gas	508,224	666.28	2.58
Great Offshore Ltd	Oil	101,296	649.31	2.51
Adhunik Metaliks Ltd	Ferrous Metals	466,161	636.78	2.47
Allied Digital Services Ltd	Hardware	80,162	636.01	2.46
Reliance Capital Ltd	Finance	50,000	614.40	2.38
Bank of Baroda	Banks	215,096	609.47	2.36
Jaiprakash Associates Ltd	Construction	267,000	604.89	2.34
Nestle India Ltd	Consumer Non Durables	39,908	597.84	2.31
Axis Bank Ltd	Banks	74,830	591.04	2.29
Gayatri Projects Ltd	Construction	139,637	583.19	2.26
Bosch Ltd	Auto Ancillaries	14,998	559.26	2.17
Madhucon Projects Ltd	Construction	108,129	550.70	2.13
Crompton Greaves Ltd	Industrial Capital Goods	189,302	521.43	2.02
Voltamp Transformers Ltd	Industrial Capital Goods	40,796	517.21	2.00
Kirloskar Electric Company Ltd	Electrical Equipment	274,117	511.64	1.98
Ramsarup Industries Ltd	Ferrous Metals	321,185	483.38	1.87
Ashapura Minechem Ltd	Minerals/Mining	225,890	471.32	1.82
Infrastructure Development Finance Co. Ltd	Finance	309,800	467.80	1.81
Bharti Airtel Ltd	Telecom - Services	54,500	450.31	1.74
Balaji Telefilms Ltd	Media & Entertainment	219,837	421.32	1.63
Kalyani Steels Ltd	Ferrous Metals	180,456	402.24	1.56
Tata Steel Ltd	Ferrous Metals	47,000	326.34	1.26
Micro Inks Ltd	Chemicals	96,767	257.69	1.00
Sterlite Industries (India) Ltd	Non Ferrous Metals	35,485	253.54	0.98
State Bank of India	Banks	15,000	240.04	0.93
State Bank of India (Right Shares)	Banks	10,300	164.83	0.64
Chennai Petroleum Corporation Ltd	Petroleum Products	51,105	143.63	0.56
Octav Investments Ltd ##	Finance	11,774	–	–
Total			**24,559.34**	**95.07**
B) Privately Placed / Unlisted $$				
Sangam Health Care Products Ltd	Health Care Equipment	200,000	0.02	***
Virtual Dynamics Software Ltd	IT Consulting & Services	176,305	0.02	***
Balmer Lawrie Freight Contianers Ltd	Travel	54,000	0.01	***
Mukerian Papers Ltd	Paper Products	50,800	0.01	***
Niryat Sam Apparels (India) Ltd	Textiles	91,200	0.01	***
Noble Brothers Impex Ltd	Personal Products	93,200	0.01	***
Milestone Global Ltd	Construction Materials	100,000	0.01	***
Crescent Finstock Ltd	Diversified Financial Services	39,500	–	–
Precision Fasteners Ltd	Auto Parts & Equipment	200	–	–
Total			**0.09**	**0.00**
II. Money Market Instruments				
i) Certificate of Deposit				
Union Bank of India	A1+	1,000,000	988.12	3.83
Total			**988.12**	**3.83**
ii) Reverse Repo and CBLO			138.93	0.54
Total			**138.93**	**0.54**
III. Cash & Cash Equivalents			**15.81**	**0.06**
IV. Other Receivables / (Payables)			**126.60**	**0.50**
Net Assets			**25,828.89**	**100.00**

Principal Balanced Fund

Name of Instrument	Industry / Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Equity & Equity Related Instruments - A) Listed / Awaiting listing on the stock exchanges				
Mahindra & Mahindra Ltd	Auto	97,869	682.20	5.06
Reliance Industries Ltd	Petroleum Products	28,919	655.25	4.86
Grasim Industries Ltd	Cement	23,731	611.14	4.54
I T C Ltd	Consumer Non Durables	267,000	550.69	4.09
Bharti Airtel Ltd	Telecom - Services	61,000	504.01	3.74
Reliance Capital Ltd	Finance	39,840	489.55	3.63
Jaiprakash Associates Ltd	Construction	177,000	400.99	2.98
Tata Steel Ltd	Ferrous Metals	57,100	396.47	2.94
Bharat Heavy Electricals Ltd	Industrial Capital Goods	18,346	378.18	2.81
ICICI Bank Ltd	Banks	46,510	357.85	2.66
Housing Development Finance Corporation Ltd	Finance	14,525	345.66	2.57
Tech Mahindra Ltd	Software	47,400	334.29	2.48
State Bank of India	Banks	19,700	315.25	2.34
United Breweries (Holdings) Ltd	Consumer Non Durables	43,667	313.42	2.33
Axis Bank Ltd	Banks	33,100	261.44	1.94
Kotak Mahindra Bank Ltd	Banks	41,052	256.94	1.91
Reliance Communications Ltd	Telecom - Services	46,200	235.50	1.75
Sterlite Industries (India) Ltd	Non Ferrous Metals	31,939	228.20	1.69
Ashapura Minechem Ltd	Minerals/Mining	107,458	224.21	1.66
Sintex Industries Ltd	Industrial Products	60,000	213.15	1.58
Tata Chemicals Ltd	Fertilisers	74,725	209.64	1.56
Gillette India Ltd	Consumer Non Durables	17,852	154.82	1.15
Bajaj Holdings & Investment Ltd	Finance	21,750	150.40	1.12
Bajaj Auto Ltd ##	Auto	21,750	146.16	1.08
Bajaj Finserv Ltd ##	Finance	21,750	141.53	1.05
Navneet Publications (India) Ltd	Consumer Non Durables	141,331	135.89	1.01
Mundra Port and Special Economic Zone Ltd	Travel & Transportation	21,489	124.37	0.92
Maharashtra Seamless Ltd	Ferrous Metals	26,250	80.23	0.60
Kalyani Steels Ltd	Ferrous Metals	28,650	63.86	0.47
Micro Inks Ltd	Chemicals	16,097	42.87	0.32
Binani Industries Ltd	Finance	33,596	39.39	0.29
RPG Cables Ltd	Industrial Products	99,577	32.36	0.24
eClerx Services Ltd	Software	6,189	15.25	0.11
Transformers and Rectifiers (India) Ltd	Industrial Capital Goods	1,568	6.20	0.05
Total			**9,097.36**	**67.53**
II. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges				
i) Government Securities				
8.33% Government of India Security 2036	SOVEREIGN	500,000	495.00	3.67
Total			**495.00**	**3.67**
*ii) Non-Convertible Debentures ***				
National Bank for Agriculture and Rural Development	AAA	500,000	500.85	3.72
Total			**500.85**	**3.72**
B) Privately Placed / Unlisted**				
i) Securitized Debt				
RPS Securitisation Trust May 2005	LAAA(SO)	1,000,000	90.21	0.67
Total			**90.21**	**0.67**
III. Money Market Instruments				
i) Certificate of Deposit				
Axis Bank Ltd	P1+	1,400,000	1,348.41	10.01
UCO Bank	P1+	1,400,000	1,347.11	10.00
Federal Bank Ltd	P1+	1,200,000	1,155.61	8.58
Industrial Development Bank of India Ltd	P1+	500,000	459.41	3.41
State Bank of Patiala	A1+	300,000	274.60	2.04
Total			**4,585.14**	**34.04**
ii) Reverse Repo and CBLO			511.15	3.79
Total			**511.15**	**3.79**
IV. Cash & Cash Equivalents			**0.88**	**0.01**
V. Other Receivables / (Payables)			**(1,808.56)**	**(13.43)**
Net Assets			**13,472.03**	**100.00**

Principal Global Opportunities Fund

Name of Instrument	Quantity	Market Value (Rs in lakhs)	% of NAV
Foregin Securities			
I.Units of Mutual Fund / Units Trust			
Principal Global Investors Fund - Emerging Markets Equity Fund	1,700,158	36,322.12	98.59
Total		**36,322.12**	**98.59**
II. Money Market Instruments			
i) Reverse Repo and CBLO		373.91	1.01
Total		**373.91**	**1.01**
III. Cash & Cash Equivalents		**2.16**	**0.01**
IV. Other Receivables / (Payables)		**141.74**	**0.39**
Net Assets		**36,839.93**	**100.00**

Principal Resurgent India Equity Fund

Name of Instrument	Industry	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Equity & Equity Related Instruments - A) Listed / Awaiting listing on the stock exchanges				
Reliance Industries Ltd	Petroleum Products	41,000	928.98	5.25
Nestle India Ltd	Consumer Non Durables	56,309	843.54	4.76
Pantaloon Retail (India) Ltd	Retailing	167,563	715.33	4.04
Madhucon Projects Ltd	Construction	140,420	715.16	4.04
Larsen & Toubro Ltd	Diversified	22,486	682.66	3.86
Infotech Enterprises Ltd	Software	241,012	674.11	3.81
I T C Ltd	Consumer Non Durables	323,000	666.19	3.76
Grasim Industries Ltd	Cement	25,360	653.10	3.69
GlaxoSmithline Consumer Healthcare Ltd	Consumer Non Durables	103,219	636.35	3.59
Kirloskar Electric Company Ltd	Electrical Equipment	334,972	625.23	3.53
Crompton Greaves Ltd	Industrial Capital Goods	222,275	612.26	3.46
Infosys Technologies Ltd	Software	41,600	599.00	3.38
Ashapura Minechem Ltd	Minerals/Mining	275,785	575.43	3.25
Glaxosmithkline Pharma Ltd	Pharmaceuticals	55,020	573.97	3.24
Mahindra & Mahindra Ltd	Auto	80,000	557.64	3.15
Tata Chemicals Ltd	Fertilisers	190,000	533.05	3.01
Gammon India Ltd	Construction	137,796	530.17	2.99
Graphite India Ltd	Industrial Products	984,017	507.26	2.87
Bharti Airtel Ltd	Telecom - Services	60,000	495.75	2.80
Adhunik Metaliks Ltd	Ferrous Metals	362,235	494.81	2.79
Tata Steel Ltd	Ferrous Metals	70,000	486.05	2.75
Hindustan Zinc Ltd	Non Ferrous Metals	90,000	472.73	2.67
Kalyani Steels Ltd	Ferrous Metals	204,398	455.60	2.57
Vardhman Textiles Ltd	Textiles - Cotton	420,000	444.99	2.51
Balaji Telefilms Ltd	Media & Entertainment	229,000	438.88	2.48
Bank of Baroda	Banks	145,000	410.86	2.32
I-Flex Solutions Ltd	Software	42,488	399.85	2.26
Indian Bank	Banks	232,000	380.36	2.15
United Breweries (Holdings) Ltd	Consumer Non Durables	49,840	357.73	2.02
Zenith Infotech Ltd	Software	92,979	313.39	1.77
ICICI Bank Ltd	Banks	33,500	257.75	1.46
Hindustan Unilever Ltd	Consumer Non Durables	100,000	228.80	1.29
Total			**17,266.98**	**97.52**
II. Money Market Instruments				
i) Reverse Repo and CBLO			554.93	3.13
Total			**554.93**	**3.13**
III. Cash & Cash Equivalents			**44.31**	**0.25**
IV. Other Receivables / (Payables)			**(161.05)**	**(0.90)**
Net Assets			**17,705.17**	**100.00**

Principal Personal Tax Saver Fund

Name of Instrument	Industry / Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Equity & Equity Related Instruments - A) Listed / Awaiting listing on the stock exchanges				
Reliance Industries Ltd	Petroleum Products	126,888	2,875.03	7.41
ICICI Bank Ltd	Banks	205,514	1,581.22	4.07
ABG Shipyard Ltd	Industrial Capital Goods	200,000	1,469.70	3.79
Jaiprakash Associates Ltd	Construction	642,625	1,455.87	3.75
Bharti Airtel Ltd	Telecom - Services	174,273	1,439.93	3.71
Grasim Industries Ltd	Cement	55,655	1,433.28	3.69
Sintex Industries Ltd	Industrial Products	356,140	1,265.19	3.26
Reliance Communications Ltd	Telecom - Services	229,120	1,167.94	3.01
Pantaloon Retail (India) Ltd	Retailing	269,180	1,149.13	2.96
JM Financial Ltd	Finance	80,559	1,064.75	2.74
Larsen & Toubro Ltd	Diversified	34,009	1,032.50	2.66
CRISIL Ltd	Finance	29,729	993.57	2.56
Steel Authority of India Ltd	Ferrous Metals	531,690	985.22	2.54
State Bank of India	Banks	60,336	965.53	2.49
Maharashtra Seamless Ltd	Ferrous Metals	306,773	937.65	2.42
Shriram Transport Finance Company Ltd	Finance	277,576	937.10	2.41
Reliance Capital Ltd	Finance	74,500	915.46	2.36
Kalyani Steels Ltd	Ferrous Metals	404,884	902.49	2.33
Ashapura Minechem Ltd	Minerals/Mining	431,221	899.74	2.32
Dabur India Ltd	Consumer Non Durables	809,240	896.64	2.31
Kirloskar Electric Company Ltd	Electrical Equipment	477,593	891.43	2.30
Infotech Enterprises Ltd	Software	311,881	872.33	2.25
Kotak Mahindra Bank Ltd	Banks	129,530	810.73	2.09
Adhunik Metaliks Ltd	Ferrous Metals	572,735	782.36	2.02
Numeric Power Systems Ltd	Industrial Capital Goods	137,508	775.75	2.00
Emami Ltd	Consumer Non Durables	262,508	746.31	1.92
Crompton Greaves Ltd	Industrial Capital Goods	270,000	743.72	1.92
Tata Chemicals Ltd	Fertilisers	262,020	735.10	1.89
Texmaco Ltd	Industrial Capital Goods	50,082	726.92	1.87
ICRA Ltd	Finance	96,128	638.34	1.64
Rallis India Ltd	Pesticides	188,032	631.13	1.63
Sagar Cements Ltd	Cement	158,265	607.42	1.56
Revathi Equipment Ltd	Industrial Capital Goods	63,524	584.10	1.50
Tata Steel Ltd	Ferrous Metals	83,526	579.96	1.49
Graphite India Ltd	Industrial Products	1,049,800	541.17	1.39
Sterlite Industries (India) Ltd	Non Ferrous Metals	70,994	507.25	1.31
Shanthi Gears Ltd	Auto Ancillaries	853,212	485.90	1.25
Mundra Port and Special Economic Zone Ltd	Travel & Transportation	83,910	485.63	1.25
Om Metals Infraprojects Ltd	Construction	994,500	422.17	1.09
Oil & Natural Gas Corporation Ltd	Oil	41,783	409.70	1.06
Binani Industries Ltd	Finance	339,743	398.35	1.03
Mahindra & Mahindra Ltd	Auto	47,426	330.58	0.85
NTPC Ltd	Power	161,082	316.69	0.82
Easun Reyrolle Ltd	Industrial Capital Goods	160,697	284.43	0.73
Madhucon Projects Ltd	Construction	44,832	228.33	0.59
Orient Paper & Industries Ltd	Cement	508,629	227.87	0.59
Bajaj Holdings & Investment Ltd	Finance	31,850	220.24	0.57
DLF Ltd	Construction	33,301	215.04	0.55
Bajaj Auto Ltd ##	Auto	31,850	214.03	0.55
Bajaj Finserv Ltd ##	Finance	31,850	207.25	0.53
Stone India Ltd	Industrial Capital Goods	250,889	205.60	0.53
Bharat Heavy Electricals Ltd	Industrial Capital Goods	9,562	197.11	0.51
Zenith Infotech Ltd	Software	55,182	185.99	0.48
Lakshmi Machine Works Ltd	Industrial Capital Goods	11,000	177.17	0.46
Madras Cements Ltd	Cement	5,106	171.02	0.44
Infosys Technologies Ltd	Software	11,177	160.94	0.41
Tata Consultancy Services Ltd	Software	19,118	154.94	0.40
McDowell Holdings Ltd	Investment Companies	90,000	154.22	0.40
I T C Ltd	Consumer Non Durables	73,595	151.79	0.39
Super Sales India Ltd	Textiles - Cotton	151,073	151.75	0.39
Reliance Petroleum Ltd	Petroleum Products	87,913	137.32	0.35
Subros Ltd	Auto Ancillaries	360,030	132.67	0.34
Housing Development Finance Corporation Ltd	Finance	5,534	131.70	0.34
Wipro Ltd	Software	28,551	123.37	0.32
Hindustan Unilever Ltd	Consumer Non Durables	42,549	97.35	0.25
HDFC Bank Ltd	Banks	6,924	92.18	0.24
Suprajit Engineering Ltd	Auto Ancillaries	119,831	92.03	0.24
Unitech Ltd	Construction	31,713	87.59	0.23
Power Grid Corporation of India Ltd	Power	82,225	80.83	0.21
Cairn India Ltd	Oil	34,762	77.90	0.20
Suzlon Energy Ltd	Industrial Capital Goods	29,246	77.15	0.20
Gail (India) Ltd	Gas	16,518	70.28	0.18
Reliance Energy Ltd	Power	4,617	57.75	0.15
National Aluminium Company Ltd	Non Ferrous Metals	12,585	56.86	0.15
Idea Cellular Ltd	Telecom - Services	51,486	52.85	0.14
Satyam Computers Services Ltd	Software	13,095	51.90	0.13
Tata Power Company Ltd	Power	4,296	50.33	0.13
Sun Pharmaceuticals Industries Ltd	Pharmaceuticals	4,030	49.54	0.13
ABB Ltd	Industrial Capital Goods	4,147	48.93	0.13
Tata Motors Ltd	Auto	7,534	46.91	0.12
Maruti Suzuki India Ltd	Auto	5,648	46.71	0.12
Pearl Global Ltd	Textile Products	87,735	42.86	0.11
Siemens Ltd	Industrial Capital Goods	6,583	40.58	0.10
Hindalco Industries Ltd	Non Ferrous Metals	23,969	39.57	0.10
Ambuja Cements Ltd	Cement	29,742	36.00	0.09
Cipla Ltd	Pharmaceuticals	15,188	33.41	0.09
HCL Technologies Ltd	Software	12,995	32.91	0.08
Ranbaxy Laboratories Ltd	Pharmaceuticals	7,287	31.95	0.08
Punjab National Bank	Banks	6,155	31.41	0.08
ACC Ltd	Cement	3,660	30.24	0.08
Bharat Petroleum Corporation Ltd	Petroleum Products	7,063	28.86	0.07
Tata Communications Ltd	Telecom - Services	5,571	28.58	0.07
Hero Honda Motors Ltd	Auto	3,899	27.08	0.07
Zee Entertainment Enterprises Ltd	Media & Entertainment	8,475	20.85	0.05
Dr. Reddy's Laboratories Ltd	Pharmaceuticals	3,284	19.42	0.05
The Madras Aluminium Company Ltd	Non Ferrous Metals	3,275	16.16	0.04
Apollo Tyres Ltd *#	Auto Ancillaries	250	–	–
Total			**43,820.73**	**112.90**
B) Privately Placed / Unlisted $$				
Virtual Dynamics Software Ltd	IT Consulting & Services	200,000	0.02	***
Punjab Wireless Systems Ltd	Telecom - Equipment & Accessories	8,600	0.00	***
Total			**0.02**	**0.00**
II. Money Market Instruments				
i) Certificate of Deposit				
State Bank of Bikaner and Jaipur	P1+	2,500,000	2,454.29	6.32
State Bank of Bikaner and Jaipur	P1+	2,500,000	2,337.06	6.02
Total			**4,791.35**	**12.34**
ii) Commercial Paper				
Tata Sons Ltd	A1+	2,500,000	2,391.06	6.16
Total			**2,391.06**	**6.16**
iii) Reverse Repo and CBLO			900.16	2.32
Total			**900.16**	**2.32**
III. Cash & Cash Equivalents			**27.67**	**0.07**
IV. Other Receivables / (Payables)			**(13,116.61)###**	**(33.79)**
Net Assets			**38,814.38**	**100.00**

Includes payables of Rs. 16, 502 lacs towards income distribution @Rs. 40/- per unit (Record Date - March 25, 2008)

Principal Tax Savings Fund

Name of Instrument	Industry / Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Equity & Equity Related Instruments - A) Listed / Awaiting listing on the stock exchanges				
Adhunik Metaliks Ltd	Ferrous Metals	859,579	1,174.18	4.02
Ipca Laboratories Ltd	Pharmaceuticals	183,739	1,133.76	3.88
AIA Engineering Ltd	Industrial Capital Goods	64,368	969.64	3.32
Infrastructure Development Finance Co. Ltd	Finance	634,100	957.49	3.28
United Breweries (Holdings) Ltd	Consumer Non Durables	127,127	912.45	3.12
Mahindra & Mahindra Ltd	Auto	126,000	878.28	3.01
Infotech Enterprises Ltd	Software	313,253	876.17	3.00
Pantaloon Retail (India) Ltd	Retailing	201,214	858.98	2.94
Phoenix Mills Ltd	Construction	219,715	831.62	2.85
Bharat Heavy Electricals Ltd	Industrial Capital Goods	40,050	825.57	2.83
Great Offshore Ltd	Oil	127,612	817.99	2.80
Grasim Industries Ltd	Cement	30,977	797.75	2.73
Bank of Baroda	Banks	277,140	785.28	2.69
Voltamp Transformers Ltd	Industrial Capital Goods	59,602	755.63	2.59
Balaji Telefilms Ltd	Media & Entertainment	394,000	755.10	2.58
Bharti Airtel Ltd	Telecom - Services	85,000	702.31	2.40
Madhucon Projects Ltd	Construction	135,164	688.39	2.36
Easun Reyrolle Ltd	Industrial Capital Goods	381,585	675.41	2.31
ICICI Bank Ltd	Banks	80,800	621.68	2.13
Jaiprakash Associates Ltd	Construction	264,000	598.09	2.05
Lakshmi Machine Works Ltd	Industrial Capital Goods	37,131	598.03	2.05
Graphite India Ltd	Industrial Products	1,133,870	584.51	2.00
CRISIL Ltd	Finance	17,168	573.77	1.96
I T C Ltd	Consumer Non Durables	258,000	532.13	1.82
Reliance Capital Ltd	Finance	42,000	516.10	1.77
State Bank of India	Banks	31,000	496.08	1.70
Tata Steel Ltd	Ferrous Metals	68,000	472.16	1.62
Lakshmi Energy and Foods Ltd	Consumer Non Durables	200,000	460.00	1.57
Blue Dart Express Ltd	Courier	87,944	435.76	1.49
Bosch Ltd	Auto Ancillaries	11,000	410.18	1.40
Micro Inks Ltd	Chemicals	148,620	395.78	1.35
Godrej Industries Ltd	Chemicals	147,937	382.49	1.31
Modison Metals Ltd	Industrial Products	900,000	373.95	1.28
JM Financial Ltd	Finance	26,568	351.15	1.20
Reliance Industries Ltd	Petroleum Products	15,000	339.87	1.16
Vardhman Holdings Ltd	Finance	186,146	316.54	1.08
Greaves Cotton Ltd	Industrial Products	144,497	310.74	1.06
Automotive Axles Ltd	Auto Ancillaries	77,792	294.40	1.01
B.L.Kashyap & Sons Ltd	Construction	17,234	283.34	0.97
Sterlite Industries (India) Ltd	Non Ferrous Metals	39,498	282.21	0.97
Om Metals Infraprojects Ltd	Construction	600,000	254.70	0.87
Omax Autos Ltd	Auto Ancillaries	282,536	144.09	0.49
State Bank of India (Right Shares)	Banks	7,600	121.62	0.42
Apollo Tyres Ltd *#	Auto Ancillaries	2,250	–	–
Lloyds Steel Industries Ltd $$ #	Ferrous Metals	400,000	–	–
Total			**25,545.37**	**87.44**
II. Money Market Instruments				
i) Certificate of Deposit				
State Bank of Bikaner and Jaipur	P1+	2,000,000	1,869.64	6.40
Total			**1,869.64**	**6.40**
ii) Reverse Repo and CBLO			809.60	2.77
Total			**809.60**	**2.77**
III. Cash & Cash Equivalents			**4.71**	**0.02**
IV. Other Receivables / (Payables)			**986.61**	**3.37**
Net Assets			**29,215.93**	**100.00**

Principal Index Fund

Name of Instrument	Industry	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Equity & Equity Related Instruments - A) Listed / Awaiting listing on the stock exchanges				
Reliance Industries Ltd	Petroleum Products	9,130	206.87	10.85
Oil & Natural Gas Corporation Ltd	Oil	13,424	131.63	6.91
NTPC Ltd	Power	51,776	101.79	5.34
Bharti Airtel Ltd	Telecom - Services	11,955	98.78	5.18
DLF Ltd	Construction	10,602	68.46	3.59
Reliance Communications Ltd	Telecom - Services	12,974	66.13	3.47
Bharat Heavy Electricals Ltd	Industrial Capital Goods	3,077	63.43	3.33
State Bank of India	Banks	3,518	56.30	2.95
Larsen & Toubro Ltd	Diversified	1,842	55.92	2.93
ICICI Bank Ltd	Banks	6,975	53.67	2.82
Infosys Technologies Ltd	Software	3,602	51.87	2.72
Tata Consultancy Services Ltd	Software	6,161	49.93	2.62
I T C Ltd	Consumer Non Durables	23,705	48.89	2.56
Steel Authority of India Ltd	Ferrous Metals	25,904	48.00	2.52
Reliance Petroleum Ltd	Petroleum Products	28,265	44.15	2.32
Housing Development Finance Corporation Ltd	Finance	1,770	42.12	2.21
Wipro Ltd	Software	9,191	39.71	2.08
Tata Steel Ltd	Ferrous Metals	4,604	31.97	1.68
Sterlite Industries (India) Ltd	Non Ferrous Metals	4,436	31.70	1.66
Hindustan Unilever Ltd	Consumer Non Durables	13,678	31.30	1.64
HDFC Bank Ltd	Banks	2,221	29.57	1.55
Unitech Ltd	Construction	10,213	28.21	1.48
Power Grid Corporation of India Ltd	Power	26,693	26.24	1.38
Suzlon Energy Ltd	Industrial Capital Goods	9,613	25.36	1.33
Cairn India Ltd	Oil	11,175	25.04	1.31
Gail (India) Ltd	Gas	5,338	22.71	1.19
Reliance Energy Ltd	Power	1,480	18.51	0.97
National Aluminium Company Ltd	Non Ferrous Metals	4,042	18.26	0.96
Idea Cellular Ltd	Telecom - Services	17,086	17.54	0.92
Satyam Computers Services Ltd	Software	4,212	16.69	0.88
Tata Power Company Ltd	Power	1,384	16.21	0.85
Sun Pharmaceuticals Industries Ltd	Pharmaceuticals	1,310	16.10	0.84
ABB Ltd	Industrial Capital Goods	1,343	15.85	0.83
Maruti Suzuki India Ltd	Auto	1,890	15.63	0.82
Grasim Industries Ltd	Cement	595	15.32	0.80
Tata Motors Ltd	Auto	2,427	15.11	0.79
Siemens Ltd	Industrial Capital Goods	2,199	13.55	0.71
Hindalco Industries Ltd	Non Ferrous Metals	7,699	12.71	0.67
Ambuja Cements Ltd	Cement	9,993	12.10	0.63
Mahindra & Mahindra Ltd	Auto	1,609	11.22	0.59
Cipla Ltd	Pharmaceuticals	5,060	11.13	0.58
HCL Technologies Ltd	Software	4,320	10.94	0.57
Ranbaxy Laboratories Ltd	Pharmaceuticals	2,426	10.64	0.56
Punjab National Bank	Banks	2,054	10.48	0.55
ACC Ltd	Cement	1,250	10.33	0.54
Bharat Petroleum Corporation Ltd	Petroleum Products	2,358	9.63	0.51
Tata Communications Ltd	Telecom - Services	1,864	9.56	0.50
Hero Honda Motors Ltd	Auto	1,266	8.79	0.46
State Bank of India (Right Shares)	Banks	486	7.78	0.41
Zee Entertainment Enterprises Ltd	Media & Entertainment	2,815	6.93	0.36
Dr. Reddy's Laboratories Ltd	Pharmaceuticals	1,058	6.26	0.33
Bajaj Auto Ltd ##	Auto	3	0.02	***
Bajaj Finserv Ltd ##	Finance	3	0.02	***
Bajaj Holdings & Investment Ltd	Finance	3	0.02	***
Total			**1,797.08**	**94.25**
II. Money Market Instruments				
i) Reverse Repo and CBLO			341.63	17.92
Total			**341.63**	**17.92**
III. Cash & Cash Equivalents			**0.61**	**0.03**
IV. Other Receivables / (Payables)			**(233.12)**	**(12.20)**
Net Assets			**1,906.20**	**100.00**

Principal Junior Cap Fund

Name of Instrument	Industry	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Equity & Equity Related Instruments - A) Listed / Awaiting listing on the stock exchanges				
Axis Bank Ltd	Banks	54,000	426.52	7.56
Jaiprakash Associates Ltd	Construction	166,500	377.21	6.69
Infrastructure Development Finance Co. Ltd	Finance	233,000	351.83	6.24
Kotak Mahindra Bank Ltd	Banks	53,840	336.98	5.98
Rallis India Ltd	Pesticides	96,087	322.52	5.72
Orient Paper & Industries Ltd	Cement	700,000	313.60	5.56
Dabur India Ltd	Consumer Non Durables	257,628	285.45	5.06
Indian Overseas Bank	Banks	200,000	270.20	4.79
UltraTech Cement Ltd	Cement	33,000	258.90	4.59
Graphite India Ltd	Industrial Products	483,430	249.21	4.42
Reliance Capital Ltd	Finance	20,000	245.76	4.36
Lupin Ltd	Pharmaceuticals	47,146	235.02	4.17
MphasiS Ltd	Software	105,000	211.84	3.76
Infotech Enterprises Ltd	Software	68,928	192.79	3.42
Balaji Telefilms Ltd	Media & Entertainment	95,500	183.03	3.25
Kirloskar Electric Company Ltd	Electrical Equipment	95,468	178.19	3.16
Navneet Publications (India) Ltd	Consumer Non Durables	151,846	146.00	2.59
Raymond Ltd	Textile Products	46,685	141.43	2.51
Kalyani Steels Ltd	Ferrous Metals	57,010	127.08	2.25
Chennai Petroleum Corporation Ltd	Petroleum Products	45,000	126.47	2.24
Andhra Bank	Banks	170,000	125.12	2.22
Allahabad Bank	Banks	150,000	114.75	2.04
eClerx Services Ltd	Software	46,140	113.69	2.02
Bharat Electronics Ltd	Industrial Capital Goods	10,000	106.74	1.89
Binani Industries Ltd	Finance	76,317	89.48	1.59
Automotive Axles Ltd	Auto Ancillaries	20,000	75.69	1.34
Transformers and Rectifiers (India) Ltd	Industrial Capital Goods	2,331	9.22	0.16
Total			**5,614.72**	**99.58**
II. Money Market Instruments				
i) Reverse Repo and CBLO			122.14	2.17
Total			**122.14**	**2.17**
III. Cash & Cash Equivalents			**0.07**	***
IV. Other Receivables / (Payables)			**(98.59)**	**(1.75)**
Net Assets			**5,638.34**	**100.00**

Principal PNB Asset Management in association with Vijaya Bank

Half Yearly Portfolio Statement of the Schemes of Principal Mutual Fund as on March 31, 2008 *(Contd.)*

Principal Dividend Yield Fund

Name of Instrument	Industry / Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Equity & Equity Related Instruments - A) Listed / Awaiting listing on the stock exchanges				
Glaxosmithkline Pharma Ltd	Pharmaceuticals	60,115	627.12	5.59
Great Eastern Shipping Company Ltd	Transportation	158,653	598.36	5.33
Tata Chemicals Ltd	Fertilisers	206,200	578.49	5.16
Indraprastha Gas Ltd	Gas	426,586	559.25	4.99
Sagar Cements Ltd	Cement	129,201	495.87	4.42
Navneet Publications (India) Ltd	Consumer Non Durables	513,093	493.34	4.40
Castrol India Ltd	Petroleum Products	188,032	454.57	4.05
Bank of Maharashtra	Banks	898,606	453.35	4.04
Bank of Baroda	Banks	155,307	440.06	3.92
Nestle India Ltd	Consumer Non Durables	29,300	438.93	3.91
Adhunik Metaliks Ltd	Ferrous Metals	292,703	399.83	3.56
Gillette India Ltd	Consumer Non Durables	42,681	370.15	3.30
Berger Paints (India) Ltd	Consumer Non Durables	944,943	340.18	3.03
K E C International Ltd	Power	47,450	310.63	2.77
Chennai Petroleum Corporation Ltd	Petroleum Products	104,350	293.28	2.61
Great Offshore Ltd	Oil	44,258	283.69	2.53
Balmer Lawrie & Co. Ltd	Diversified	74,397	276.05	2.46
GlaxoSmithline Consumer Healthcare Ltd	Consumer Non Durables	42,471	261.83	2.33
Balaji Telefilms Ltd	Media & Entertainment	127,996	245.30	2.19
Power Finance Corporation Ltd	Finance	149,000	241.60	2.15
Allahabad Bank	Banks	285,500	218.41	1.95
Chambal Fertilisers & Chemicals Ltd	Fertilisers	380,000	189.62	1.69
Andhra Bank	Banks	230,628	169.74	1.51
Binani Industries Ltd	Finance	140,000	164.15	1.46
Tamil Nadu Newsprint & Papers Ltd	Paper	156,758	155.97	1.39
The Madras Aluminium Company Ltd	Non Ferrous Metals	30,764	151.84	1.35
Ashapura Minechem Ltd	Minerals/Mining	71,279	148.72	1.33
Tata Steel Ltd	Ferrous Metals	20,000	138.87	1.24
Jaiprakash Associates Ltd	Construction	58,000	131.40	1.17
Grasim Industries Ltd	Cement	5,095	131.21	1.17
Deepak Fertilisers & Petrochemicals Corpn. Ltd	Fertilisers	123,840	123.04	1.10
Sterlite Industiries (India) Ltd	Non Ferrous Metals	15,800	112.89	1.01
ICICI Bank Ltd	Banks	13,900	106.95	0.95
Jay Shree Tea & Industries Ltd	Consumer Non Durables	78,761	85.26	0.76
Royal Orchid Hotels Ltd	Hotels	84,862	77.95	0.69
Kalyani Steels Ltd	Ferrous Metals	34,346	76.56	0.68
Octav Investments Ltd ##	Finance	3,567	–	–
Apollo Tyres Ltd *#	Auto Ancillaries	16,500	–	–
Total			**10,344.46**	**92.19**
B) Privately Placed / Unlisted [$$~~]				
Sandur Laminates Ltd	Miscellanous	200,000	0.02	***
Crystal Cable Industries Ltd	Miscellanous	100,000	0.01	***
Tirrihannah Company Ltd	Miscellanous	50,000	0.01	***
Volant Textile Mills Ltd	Miscellanous	75,000	0.01	***
Gujarat Petrosynthse Ltd	Oil	20,000	0.00	***
Western Paques (India) Ltd	Miscellanous	900	0.00	***
Kashipur Holdings Ltd	Miscellanous	50	–	–
Minerva Holding Ltd	Finance - Others	20	–	–
Total			**0.05**	**0.00**
II. Money Market Instruments				
i) Certificate of Deposit				
Union Bank of India	A1+	300,000	296.44	2.64
Total			**296.44**	**2.64**
ii) Reverse Repo and CBLO			300.65	2.68
Total			**300.65**	**2.68**
III. Cash & Cash Equivalents			**43.32**	**0.39**
IV. Other Receivables / (Payables)			**232.62**	**2.10**
Net Assets			**11,217.54**	**100.00**

Principal Child Benefit Fund

Name of Instrument	Industry / Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Equity & Equity Related Instruments - A) Listed / Awaiting listing on the stock exchanges				
Sagar Cements Ltd	Cement	35,152	134.91	6.09
Rallis India Ltd	Pesticides	28,000	93.98	4.24
Mcleod Russel India Ltd	Consumer Non Durables	136,264	89.39	4.04
CRISIL Ltd	Finance	2,173	72.62	3.28
Revathi Equipment Ltd	Industrial Capital Goods	7,710	70.89	3.20
The Madras Aluminium Company Ltd	Non Ferrous Metals	14,137	69.77	3.15
Bharat Bijlee Ltd	Industrial Capital Goods	2,700	68.06	3.07
Navneet Publications (India) Ltd	Consumer Non Durables	69,420	66.75	3.01
JM Financial Ltd	Finance	4,571	60.41	2.73
Modison Metals Ltd	Industrial Products	112,098	46.58	2.10
ICICI Bank Ltd	Banks	5,800	44.63	2.01
Numeric Power Systems Ltd	Industrial Capital Goods	7,385	41.66	1.88
Kirloskar Electric Company Ltd	Electrical Equipment	20,974	39.15	1.77
Eveready Industries India Ltd	Consumer Non Durables	100,000	38.65	1.74
Graphite India Ltd	Industrial Products	67,310	34.70	1.57
Orient Paper & Industries Ltd	Cement	77,000	34.50	1.56
Subros Ltd	Auto Ancillaries	83,416	30.74	1.39
eClerx Services Ltd	Software	11,242	27.70	1.25
Texmaco Ltd	Industrial Capital Goods	1,686	24.47	1.10
Suprajit Engineering Ltd	Auto Ancillaries	27,239	20.92	0.94
Super Sales India Ltd	Textiles - Cotton	19,251	19.34	0.87
Kalyani Steels Ltd	Ferrous Metals	8,644	19.27	0.87
Jay Shree Tea & Industries Ltd	Consumer Non Durables	17,160	18.58	0.84
RPG Cables Ltd	Industrial Products	3,824	1.24	0.06
Total			**1,168.91**	**52.76**
II. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges				
i) Government Securities				
9.40% Government of India Security 2012	SOVEREIGN	200	0.21	0.01
Total			**0.21**	**0.01**
*ii) Non-Convertible Debentures***				
State Bank of India	AAA	20,000	20.84	0.94
Total			**20.84**	**0.94**
B) Privately Placed / Unlisted**				
i) Securitized Debt				
RPS Securitisation Trust May 2005	LAAA(SO)	1,000,000	90.21	4.07
Total			**90.21**	**4.07**
III. Money Market Instruments				
i) Certificate of Deposit				
State Bank of Bikaner and Jaipur	P1+	200,000	186.96	8.44
Total			**186.96**	**8.44**
ii) Commercial Paper				
Reliance Capital Ltd	A1+	100,000	97.51	4.40
Total			**97.51**	**4.40**
iii) Reverse Repo and CBLO			634.69	28.65
Total			**634.69**	**28.65**
IV. Cash & Cash Equivalents			**0.35**	**0.02**
V. Other Receivables / (Payables)			**15.64**	**0.71**
Net Assets			**2,215.32**	**100.00**

Principal Infrastructure & Services Industries Fund

Name of Instrument	Industry	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Equity & Equity Related Instruments - A) Listed / Awaiting listing on the stock exchanges				
K E C International Ltd	Power	132,737	868.96	5.29
Reliance Industries Ltd	Petroleum Products	37,300	845.14	5.14
Bharat Heavy Electricals Ltd	Industrial Capital Goods	34,352	708.11	4.31
Larsen & Toubro Ltd	Diversified	23,176	703.61	4.28
Reliance Communications Ltd	Telecom - Services	136,500	695.81	4.23
Housing Development Finance Corporation Ltd	Finance	28,400	675.85	4.11
B.L.Kashyap & Sons Ltd	Construction	39,552	650.27	3.96
Power Finance Corporation Ltd	Finance	394,000	638.87	3.89
Tech Mahindra Ltd	Software	83,699	590.29	3.59
Grasim Industries Ltd	Cement	21,495	553.56	3.37
Great Eastern Shipping Company Ltd	Transportation	137,300	517.83	3.15
Bank of Baroda	Banks	178,194	504.91	3.07
Madhucon Projects Ltd	Construction	98,632	502.33	3.06
Voltamp Transformers Ltd	Industrial Capital Goods	36,649	464.64	2.83
Great Offshore Ltd	Oil	71,107	455.80	2.77
Pantaloon Retail (India) Ltd	Retailing	105,197	449.09	2.73
Gayatri Projects Ltd	Construction	104,000	434.36	2.64
Indraprastha Gas Ltd	Gas	314,170	411.88	2.51
Allied Digital Services Ltd	Hardware	51,702	410.20	2.50
Jaiprakash Associates Ltd	Construction	170,500	386.27	2.35
Axis Bank Ltd	Banks	48,500	383.08	2.33
ICICI Bank Ltd	Banks	47,800	367.77	2.24
Kalyani Steels Ltd	Ferrous Metals	163,082	363.51	2.21
JM Financial Ltd	Finance	26,126	345.31	2.10
Kirloskar Electric Company Ltd	Electrical Equipment	178,952	334.01	2.03
Ashapura Minechem Ltd	Minerals/Mining	154,723	322.83	1.96
Reliance Capital Ltd	Finance	25,000	307.20	1.87
Crompton Greaves Ltd	Industrial Capital Goods	109,460	301.51	1.83
Bharti Airtel Ltd	Telecom - Services	35,000	289.19	1.76
Balaji Telefilms Ltd	Media & Entertainment	146,962	281.65	1.71
Tata Steel Ltd	Ferrous Metals	31,500	218.72	1.33
Adhunik Metaliks Ltd	Ferrous Metals	157,402	215.01	1.31
State Bank of India	Banks	12,300	196.83	1.20
Sterlite Industries (India) Ltd	Non Ferrous Metals	22,600	161.48	0.98
State Bank of India (Right Shares)	Banks	6,600	105.62	0.64
Chennai Petroleum Corporation Ltd	Petroleum Products	22,561	63.41	0.39
Octav Investments Ltd ##	Finance	10,618	–	–
Total			**15,724.91**	**95.67**
II. Money Market Instruments				
i) Reverse Repo and CBLO			400.00	2.43
Total			**400.00**	**2.43**
III. Cash & Cash Equivalents			**51.57**	**0.31**
IV. Other Receivables / (Payables)			**255.18**	**1.59**
Net Assets			**16,431.66**	**100.00**

Principal Large Cap Fund

Name of Instrument	Industry / Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Equity & Equity Related Instruments - A) Listed / Awaiting listing on the stock exchanges				
Reliance Industries Ltd	Petroleum Products	116,383	2,637.01	7.26
ABB Ltd	Industrial Capital Goods	181,495	2,141.55	5.90
Grasim Industries Ltd	Cement	81,099	2,088.54	5.75
Axis Bank Ltd	Banks	232,800	1,838.77	5.06
Kotak Mahindra Bank Ltd	Banks	293,080	1,834.39	5.05
ICICI Bank Ltd	Banks	237,900	1,830.40	5.04
Steel Authority of India Ltd	Ferrous Metals	979,000	1,814.09	5.00
Sterlite Industiries (India) Ltd	Non Ferrous Metals	252,690	1,805.47	4.97
Tata Chemicals Ltd	Fertilisers	619,200	1,737.17	4.78
Larsen & Toubro Ltd	Diversified	49,000	1,487.62	4.10
Jaiprakash Associates Ltd	Construction	643,150	1,457.06	4.01
Housing Development Finance Corporation Ltd	Finance	58,775	1,398.70	3.85
JM Financial Ltd	Finance	87,000	1,149.88	3.17
I-Flex Solutions Ltd	Software	119,580	1,125.37	3.10
Gammon India Ltd	Construction	257,600	991.12	2.73
Bharat Heavy Electricals Ltd	Industrial Capital Goods	44,780	923.07	2.54
Pantaloon Retail (India) Ltd	Retailing	207,894	887.50	2.44
B.L.Kashyap & Sons Ltd	Construction	50,000	822.05	2.26
Bosch Ltd	Auto Ancillaries	20,350	758.83	2.09
Lakshmi Machine Works Ltd	Industrial Capital Goods	46,132	743.00	2.05
Infrastructure Development Finance Company Ltd	Finance	490,150	740.13	2.04
Reliance Capital Ltd	Finance	59,200	727.45	2.00
Infosys Technologies Ltd	Software	50,000	719.95	1.98
State Bank of India	Banks	40,000	640.10	1.76
Bajaj Holdings & Investment Ltd	Finance	69,800	482.67	1.33
Maharashtra Seamless Ltd	Ferrous Metals	154,971	473.67	1.30
Bajaj Auto Ltd ##	Auto	69,800	469.05	1.29
Bajaj Finserv Ltd ##	Finance	69,800	454.19	1.25
Dabur India Ltd	Consumer Non Durables	400,000	443.20	1.22
Hindustan Zinc Ltd	Non Ferrous Metals	77,351	406.29	1.12
State Bank of India (Right Shares)	Banks	8,000	128.02	0.35
Total			**35,156.31**	**96.79**
II. Money Market Instruments				
i) Certificate of Deposit				
ICICI Bank Ltd	A1+	500,000	493.77	1.36
Total			**493.77**	**1.36**
ii) Reverse Repo and CBLO			76.66	0.21
Total			**76.66**	**0.21**
III. Cash & Cash Equivalents			**0.04**	***
IV. Other Receivables / (Payables)			**581.08**	**1.64**
Net Assets			**36,307.86**	**100.00**

Principal Monthly Income Plan

(An open-ended fund. Monthly Income is not assured and is subject to the availability of distributable surplus.)

Name of Instrument	Industry / Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Equity & Equity Related Instruments - A) Listed / Awaiting listing on the stock exchanges				
CRISIL Ltd	Finance	2,549	85.19	0.97
ICICI Bank Ltd	Banks	9,220	70.94	0.80
Bharti Airtel Ltd	Telecom - Services	7,400	61.14	0.69
Texmaco Ltd	Industrial Capital Goods	4,003	58.10	0.66
Mahindra & Mahindra Ltd	Auto	7,850	54.72	0.62
Reliance Industries Ltd	Petroleum Products	2,400	54.38	0.62
JM Financial Ltd	Finance	3,950	52.21	0.59
Ashapura Minechem Ltd	Minerals/Mining	21,272	44.38	0.50
Grasim Industries Ltd	Cement	1,655	42.62	0.48
Adhunik Metaliks Ltd	Ferrous Metals	29,600	40.43	0.46
eClerx Services Ltd	Software	15,340	37.80	0.43
Rallis India Ltd	Pesticides	11,127	37.35	0.42
Numeric Power Systems Ltd	Industrial Capital Goods	6,595	37.21	0.42
Tata Steel Ltd	Ferrous Metals	5,350	37.15	0.42
Revathi Equipment Ltd	Industrial Capital Goods	3,900	35.86	0.41
Sagar Cements Ltd	Cement	8,971	34.43	0.39
Pantaloon Retail (India) Ltd	Retailing	8,000	34.15	0.39
Kotak Mahindra Bank Ltd	Banks	5,060	31.67	0.36
Reliance Communications Ltd	Telecom - Services	5,900	30.08	0.34
United Breweries (Holdings) Ltd	Consumer Non Durables	3,450	24.76	0.28
Gillette India Ltd	Consumer Non Durables	2,685	23.29	0.26
Reliance Capital Ltd	Finance	1,850	22.73	0.26
Lanxess ABS Ltd	Chemicals	12,500	20.08	0.23
Maharashtra Seamless Ltd	Ferrous Metals	6,442	19.69	0.22
Jay Shree Tea & Industries Ltd	Consumer Non Durables	15,577	16.86	0.19
Micro Inks Ltd	Chemicals	6,141	16.35	0.19
RPG Cables Ltd	Industrial Products	37,768	12.27	0.14
Creative Eye Ltd	Media & Entertainment	48,782	6.88	0.08
Total			**1,042.72**	**11.82**
II. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges				
i) Government Securities				
8.33% Government of India Security 2036	SOVEREIGN	700,000	693.00	7.86
Total			**693.00**	**7.86**
*ii) Non-Convertible Debentures***				
National Bank for Agriculture and Rural Development	AAA	500,000	500.85	5.68
L&T Finance Ltd	AA+	500,000	498.24	5.65
Power Finance Corporation Ltd	AAA	500,000	495.89	5.62
Power Grid Corporation of India Ltd	AAA	500,000	413.83	4.69
Export-Import Bank of India	AAA	300,000	297.20	3.37
Export-Import Bank of India	AAA	250,000	249.59	2.83
Total			**2,455.60**	**27.84**
*iii) Floating Rate Notes / Bonds***				
Indian Railway Finance Corporation	AAA	500,000	488.74	5.54
Mahindra & Mahindra Financial Services Ltd	AA+	300,000	300.00	3.40
Total			**788.74**	**8.94**
*iv) Deep Discount Bonds***				
Kotak Mahindra Prime Ltd	LAA	400,000	356.36	4.04
Total			**356.36**	**4.04**
B) Privately Placed / Unlisted**				
i) Securitized Debt				
Corporate Loan Securitisation Series I Trust 2005	LAAA(SO)	5	500.29	5.67
Asset Securitisation Trust Sept 2005 Series B	AAA(SO)	5	79.86	0.91
Loan Securitisation Trust Series IX	LAAA(SO)	1	47.76	0.54
Retail Pool Trust Aug 2005	AAA(Ind)(SO)	17	0.47	0.01
Total			**628.38**	**7.13**
III. Money Market Instruments				
i) Certificate of Deposit				
State Bank of Patiala	A1+	600,000	549.20	6.23
Industrial Development Bank of India Ltd	P1+	500,000	459.41	5.21
Union Bank of India	A1+	400,000	395.25	4.48
Federal Bank Ltd	P1+	400,000	385.20	4.37
Axis Bank Ltd	P1+	300,000	288.95	3.28
UCO Bank	P1+	300,000	288.67	3.27
UCO Bank	P1+	300,000	274.21	3.11
State Bank of Bikaner and Jaipur	P1+	200,000	186.96	2.12
Total			**2,827.85**	**32.07**
ii) Reverse Repo and CBLO			293.76	3.33
Total			**293.76**	**3.33**
IV. Cash & Cash Equivalents			**1.55**	**0.02**
V. Other Receivables / (Payables)			**(269.88)**	**(3.05)**
Net Assets			**8,818.08**	**100.00**

Principal Pnb Fixed Duration Fund - 3 Year Plan - Series I

Name of Instrument	Industry / Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Equity & Equity Related Instruments - A) Listed / Awaiting listing on the stock exchanges				
CRISIL Ltd	Finance	2,359	78.84	2.40
Reliance Communications Ltd	Telecom - Services	12,700	64.74	1.97
Bharat Heavy Electricals Ltd	Industrial Capital Goods	2,800	57.72	1.76
Bank of Baroda	Banks	16,185	45.86	1.40
Modison Metals Ltd	Industrial Products	100,000	41.55	1.27
Rural Electrification Corporation Ltd	Finance	34,359	36.58	1.11
Bosch Ltd	Auto Ancillaries	900	33.56	1.02
Gayatri Projects Ltd	Construction	8,000	33.41	1.02
Binani Industries Ltd	Finance	25,000	29.31	0.89
Ashapura Minechem Ltd	Minerals/Mining	13,238	27.62	0.84
JM Financial Ltd	Finance	2,000	26.43	0.80
ICICI Bank Ltd	Banks	3,300	25.39	0.77
Voltamp Transformers Ltd	Industrial Capital Goods	1,755	22.25	0.68
Total			**523.26**	**15.93**
II. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges **				
i) Non-Convertible Debentures				
CitiFinancial Consumer Finance India Ltd	AAA	500,000	491.25	14.96
Mahindra & Mahindra Financial Services Ltd	AA+	300,000	298.09	9.08
Total			**789.34**	**24.04**
ii) Deep Discount Bonds				
Kotak Mahindra Prime Ltd	LAA	820,000	730.54	22.24
Total			**730.54**	**22.24**
B) Privately Placed / Unlisted**				
i) Securitized Debt				
RPS Securitisation Trust May 2005	LAAA(SO)	8,000,000	721.66	21.97
Loan Securitisation Trust Series IX	LAAA(SO)	8	382.07	11.63
Total			**1,103.73**	**33.60**
III. Money Market Instruments				
i) Reverse Repo and CBLO			75.26	2.29
Total			**75.26**	**2.29**
IV. Cash & Cash Equivalents			**0.46**	**0.01**
V. Other Receivables / (Payables)			**61.50**	**1.89**
Net Assets			**3,284.09**	**100.00**

Principal Monthly Income Plan - MIP Plus

(An open-ended fund. Monthly Income is not assured and is subject to the availability of distributable surplus.)

Name of Instrument	Industry / Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Equity & Equity Related Instruments - A) Listed / Awaiting listing on the stock exchanges				
CRISIL Ltd	Finance	3,400	113.63	1.34
Numeric Power Systems Ltd	Industrial Capital Goods	14,572	82.21	0.97
Reliance Industries Ltd	Petroleum Products	3,233	73.25	0.86
Pantaloon Retail (India) Ltd	Retailing	16,385	69.95	0.82
ICICI Bank Ltd	Banks	8,480	65.25	0.77
Mcleod Russel India Ltd	Consumer Non Durables	96,696	63.43	0.75
Bharti Airtel Ltd	Telecom - Services	7,400	61.14	0.72
JM Financial Ltd	Finance	4,549	60.12	0.71
Kotak Mahindra Bank Ltd	Banks	9,300	58.21	0.69
Shriram Transport Finance Company Ltd	Finance	16,450	55.54	0.65
ICRA Ltd	Finance	7,687	51.05	0.60
Ashapura Minechem Ltd	Minerals/Mining	22,212	46.35	0.55
Reliance Communications Ltd	Telecom - Services	8,800	44.86	0.53
Mahindra & Mahindra Ltd	Auto	6,300	43.91	0.52
Sintex Industries Ltd	Industrial Products	11,850	42.10	0.50
Rallis India Ltd	Pesticides	12,000	40.28	0.47
Sagar Cements Ltd	Cement	9,803	37.62	0.44
Tata Steel Ltd	Ferrous Metals	5,415	37.60	0.44
Adhunik Metaliks Ltd	Ferrous Metals	26,500	36.20	0.43
Jaiprakash Associates Ltd	Construction	13,250	30.02	0.35
Revathi Equipment Ltd	Industrial Capital Goods	3,215	29.56	0.35
Kalyani Steels Ltd	Ferrous Metals	12,770	28.46	0.33
RPG Cables Ltd	Industrial Products	86,740	28.19	0.33
Gillette India Ltd	Consumer Non Durables	3,200	27.75	0.33
Reliance Capital Ltd	Finance	1,850	22.73	0.27
United Breweries (Holdings) Ltd	Consumer Non Durables	2,911	20.89	0.25
Balmer Lawrie & Co. Ltd	Diversified	5,069	18.81	0.22
Binani Industries Ltd	Finance	15,250	17.88	0.21
ABG Shipyard Ltd	Industrial Capital Goods	2,247	16.51	0.19
Lanxess ABS Ltd	Chemicals	8,500	13.66	0.16
Kirloskar Electric Company Ltd	Electrical Equipment	6,991	13.05	0.15
Micro Inks Ltd	Chemicals	3,200	8.52	0.10
Creative Eye Ltd	Media & Entertainment	53,748	7.58	0.09
Total			**1,366.31**	**16.09**
II. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges				
i) Government Securities				
8.33% Government of India Security 2036	SOVEREIGN	800,000	792.00	9.32
Total			**792.00**	**9.32**
*ii) Non-Convertible Debentures***				
National Bank for Agriculture and Rural Development	AAA	500,000	500.85	5.89
L&T Finance Ltd	AA+	500,000	498.24	5.86
Power Finance Corporation Ltd	AAA	500,000	495.89	5.84
Export-Import Bank of India	AAA	250,000	249.59	2.94
Citifinancial Consumer Finance India Ltd	AAA	200,000	203.10	2.39
Export-Import Bank of India	AAA	200,000	198.13	2.33
TML Financial Services Ltd	AA+	100,000	102.04	1.20
Total			**2,247.84**	**26.45**
*iii) Floating Rate Notes / Bonds***				
Mahindra & Mahindra Financial Services Ltd	AA+	200,000	200.00	2.35
Industrial Development Bank of India Ltd	LAA+	100,000	100.00	1.18
Indian Railway Finance Corporation	AAA	100,000	97.75	1.15
Total			**397.75**	**4.68**
*iv) Deep Discount Bonds ***				
Kotak Mahindra Prime Ltd	LAA	180,000	160.36	1.89
Total			**160.36**	**1.89**
B) Privately Placed / Unlisted**				
i) Securitized Debt				
Loan Securitisation Trust Series IX	LAAA(SO)	3	143.27	1.69
ULS Trust - Series I A3	A+(Ind)(SO)	1	102.45	1.21
Total			**245.72**	**2.90**
III. Money Market Instruments				
i) Certificate of Deposit				
State Bank of Patiala	A1+	600,000	549.20	6.46
Union Bank of India	A1+	500,000	494.06	5.82
Industrial Development Bank of India Ltd	P1+	500,000	459.41	5.41
Federal Bank Ltd	P1+	400,000	385.20	4.53
Axis Bank Ltd	P1+	300,000	288.95	3.40
UCO Bank	P1+	300,000	288.67	3.40
State Bank of Bikaner and Jaipur	P1+	300,000	280.45	3.30
UCO Bank	P1+	300,000	274.21	3.23
Total			**3,020.15**	**35.55**
ii) Reverse Repo and CBLO			509.75	6.00
Total			**509.75**	**6.00**
IV. Cash & Cash Equivalents			**6.96**	**0.08**
V. Other Receivables / (Payables)			**(250.62)**	**(2.96)**
Net Assets			**8,496.22**	**100.00**

Principal Pnb Long Term Equity Fund - 3 Year Plan - Series I

Name of Instrument	Industry / Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Equity & Equity Related Instruments - A) Listed / Awaiting listing on the stock exchanges				
Adhunik Metaliks Ltd	Ferrous Metals	981,671	1,340.96	5.81
Sagar Cements Ltd	Cement	310,854	1,193.06	5.17
Bharat Bijlee Ltd	Industrial Capital Goods	47,158	1,188.78	5.15
Madhucon Projects Ltd	Construction	218,362	1,112.12	4.82
United Breweries (Holdings) Ltd	Consumer Non Durables	147,483	1,058.56	4.59
B.L.Kashyap & Sons Ltd	Construction	58,425	960.57	4.16
Bosch Ltd	Auto Ancillaries	24,456	911.94	3.95
Indraprastha Gas Ltd	Gas	662,942	869.12	3.77
K E C International Ltd	Power	128,064	838.37	3.63
Subros Ltd	Auto Ancillaries	2,186,525	805.73	3.49
NRB Bearings Ltd	Industrial Products	968,196	798.28	3.46
Pantaloon Retail (India) Ltd	Retailing	184,900	789.34	3.42
Tata Chemicals Ltd	Fertilisers	270,000	757.49	3.28
Great Offshore Ltd	Oil	99,771	639.53	2.77
GlaxoSmithline Consumer Healthcare Ltd	Consumer Non Durables	103,079	635.48	2.75
AIA Engineering Ltd	Industrial Capital Goods	41,491	625.02	2.71
Kalyani Steels Ltd	Ferrous Metals	274,291	611.39	2.65
Allied Digital Services Ltd	Hardware	77,000	610.92	2.65
Voltamp Transformers Ltd	Industrial Capital Goods	47,930	607.66	2.63
Infotech Enterprises Ltd	Software	207,338	579.92	2.51
Easun Reyrolle Ltd	Industrial Capital Goods	301,700	534.01	2.31
Automotive Axles Ltd	Auto Ancillaries	137,559	520.59	2.26
Balaji Telefilms Ltd	Media & Entertainment	270,000	517.46	2.24
Vardhman Textiles Ltd	Textiles - Cotton	471,007	499.03	2.16
Jyothy Laboratories Ltd	Consumer Non Durables	60,000	471.18	2.04
JM Financial Ltd	Finance	35,395	467.82	2.03
Navneet Publications (India) Ltd	Consumer Non Durables	444,687	427.57	1.85
Shanthi Gears Ltd	Auto Ancillaries	597,500	340.28	1.47
Sundaram-Clayton Ltd	Auto Ancillaries	50,424	275.32	1.19
CRISIL Ltd	Finance	8,000	267.37	1.16
Godrej Industries Ltd	Chemicals	97,428	251.90	1.09
Raymond Ltd	Textile Products	82,590	250.21	1.08
Ipca Laboratories Ltd	Pharmaceuticals	29,032	179.14	0.78
Octav Investments Ltd ##	Finance	9,039	–	–
Total			**21,936.12**	**95.03**
II. Money Market Instruments				
i) Certificate of Deposit				
State Bank of Bikaner and Jaipur	P1+	500,000	467.41	2.02
Total			**467.41**	**2.02**
ii) Reverse Repo and CBLO			141.73	0.61
Total			**141.73**	**0.61**
III. Cash & Cash Equivalents			**0.85**	***
IV. Other Receivables / (Payables)			**536.40**	**2.34**
Net Assets			**23,082.51**	**100.00**

Principal Government Securities Fund - Investment Plan

Name of Instrument	Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges				
i) Government Securities				
7.99% Government of India Security 2017	SOVEREIGN	2,500,000	2,507.50	30.58
Total			**2,507.50**	**30.58**
II. Money Market Instruments				
i) Treasury Bills				
364 days Treasury Bill (20-June-2008)	SOVEREIGN	2,200,000	2,166.62	26.42
Total			**2,166.62**	**26.42**
ii) Reverse Repo and CBLO			4,157.46	50.70
Total			**4,157.46**	**50.70**
III. Cash & Cash Equivalents			**0.13**	**(0.01)**
IV. Other Receivables / (Payables)			**(632.13)**	**(7.69)**
Net Assets			**8,199.58**	**100.00**

Principal Government Securities Fund - Savings Plan

Name of Instrument	Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Money Market Instruments				
i) Reverse Repo and CBLO			26.09	201.31
Total			**26.09**	**201.31**
II. Cash & Cash Equivalents			**0.05**	**0.38**
III. Other Receivables / (Payables)			**(13.18)**	**(101.69)**
Net Assets			**12.96**	**100.00**

Principal pnb Asset Management
in association with Vijaya Bank

Half Yearly Portfolio Statement of the Schemes of Principal Mutual Fund as on March 31, 2008 *(Contd.)*

Principal Income Fund

Name of Instrument	Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges				
i) Government Securities				
8.23% Government of India Security (FCI) 2027	SOVEREIGN	50,000	48.00	0.10
Total			**48.00**	**0.10**
*ii) Non-Convertible Debentures***				
L&T Finance Ltd	AA+	2,900,000	2,896.83	6.28
State Bank of India	AAA	2,500,000	2,605.32	5.64
LIC Housing Finance Ltd	AAA	2,500,000	2,479.44	5.37
TML Financial Services Ltd	AA+	2,000,000	2,040.73	4.42
Housing Development Finance Corporation Ltd	AAA	1,500,000	1,489.19	3.23
Power Finance Corporation Ltd	AAA	1,500,000	1,487.67	3.22
Export-Import Bank of India	AAA	1,500,000	1,486.00	3.22
Housing Development Finance Corporation Ltd	AAA	1,000,000	1,027.22	2.23
Power Finance Corporation Ltd	AAA	1,000,000	1,012.18	2.19
Citifinancial Consumer Finance India Ltd	AAA	1,000,000	998.16	2.16
Punjab National Bank	AAA	1,000,000	994.41	2.15
State Bank of Indore	AAA	160,000	162.95	0.35
ING Vysya Bank Ltd	AA+	130,000	129.20	0.28
Housing Development Finance Corporation Ltd	AAA	40,000	41.34	0.09
Total			**18,850.64**	**40.83**
B) Privately Placed / Unlisted**				
i) Non-Convertible Debentures				
State Bank of Hyderabad	AAA	2,500,000	2,491.51	5.40
Tata Sons Ltd	AAA	2,500,000	2,477.12	5.37
State Bank of Mysore	AAA	2,500,000	2,447.04	5.30
Punjab National Bank	AAA	2,000,000	1,996.30	4.32
State Bank of Bikaner and Jaipur	AAA	1,500,000	1,495.80	3.24
Total			**10,907.77**	**23.63**
ii) Deep Discount Bonds				
National Bank for Agriculture and Rural Development	AAA	1,236,000	1,022.94	2.22
Total			**1,022.94**	**2.22**
II. Money Market Instruments				
i) Certificate of Deposit				
Hongkong & Shanghai Banking Corporation Ltd	F1+	3,000,000	2,741.20	5.94
Industrial Development Bank of India Ltd	A1+	2,500,000	2,318.19	5.02
ICICI Bank Ltd	A1+	2,500,000	2,280.94	4.94
Vijaya Bank	PR1+	2,500,000	2,280.59	4.94
Axis Bank Ltd	A1+	1,500,000	1,378.31	2.99
Yes Bank Ltd	A1+	1,500,000	1,370.10	2.97
ICICI Bank Ltd	A1+	500,000	456.27	0.99
Total			**12,825.60**	**27.79**
ii) Reverse Repo and CBLO			40.48	0.09
Total			**40.48**	**0.09**
III. Cash & Cash Equivalents			**(0.51)**	***
IV. Other Receivables / (Payables)			**2,469.32**	**5.34**
Net Assets			**46,164.24**	**100.00**

Principal Income Fund - Short Term Plan

Name of Instrument	Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges**				
i) Non-Convertible Debentures				
TML Financial Services Ltd	AA+	1,000,000	1,020.36	6.54
Kotak Mahindra Prime Ltd	LAA	1,000,000	1,013.71	6.50
Housing Development Finance Corporation Ltd	AAA	1,000,000	986.68	6.33
Citifinancial Consumer Finance India Ltd	AAA	500,000	499.08	3.20
Total			**3,519.83**	**22.57**
B) Privately Placed / Unlisted**				
i) Non-Convertible Debentures				
Magma Shrachi Finance Ltd	PR1+	1,000,000	1,007.73	6.46
Tata Sons Ltd	AAA	1,000,000	990.85	6.35
Easyaccess Financial Services Ltd	P1+	500,000	500.00	3.21
Punjab National Bank	AAA	500,000	499.07	3.20
Total			**2,997.65**	**19.22**
ii) Securitized Debt				
Corporate Loan Securitisation Series I Trust 2005	LAAA(SO)	10	1,000.59	6.42
Indian Corporate Loan Securitisation Trust Series A1 -Series XXXII	AA(SO)	10	972.11	6.23
India Commercial Loan Trust - Series III - 2008	P1+(SO)	10	912.61	5.85
CLSS 90 Trust 2008 Series A1	A1+(SO)	5	523.87	3.36
Loan Securitisation Trust Series IX	LAAA(SO)	3	143.27	0.92
VE Trust 9 - Series A2	AAA(SO)	10	57.71	0.37
Indian Corporate Loan Securitisation Trust Series A2 -Series XXXII	AA(SO)	10	41.33	0.27
Total			**3,651.49**	**23.42**
II. Money Market Instruments				
i) Certificate of Deposit				
Jammu & Kashmir Bank Ltd	P1+	1,000,000	976.21	6.26
National Bank for Agriculture and Rural Development	AAA	1,000,000	959.09	6.15
Hongkong & Shanghai Banking Corporation Ltd	F1+	1,000,000	913.73	5.86
Centurion Bank of Punjab Ltd	F1+ (Ind)	1,000,000	912.63	5.85
Vijaya Bank	PR1+	1,000,000	912.15	5.85
State Bank of Mysore	A1+	500,000	489.10	3.14
Total			**5,162.91**	**33.11**
ii) Reverse Repo and CBLO			642.98	4.12
Total			**642.98**	**4.12**
III. Cash & Cash Equivalents			**0.10**	***
IV. Other Receivables / (Payables)			**(380.61)**	**(2.44)**
Net Assets			**15,594.35**	**100.00**

Principal Pnb Long Term Equity Fund - 3 Year Plan - Series II

Name of Instrument	Industry	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Equity & Equity Related Instruments -				
A) Listed / Awaiting listing on the stock exchanges				
Tata Chemicals Ltd	Fertilisers	487,000	1,366.28	4.92
Madhucon Projects Ltd	Construction	262,148	1,335.12	4.80
Infotech Enterprises Ltd	Software	453,000	1,267.04	4.56
B.L.Kashyap & Sons Ltd	Construction	66,774	1,097.83	3.95
K E C International Ltd	Power	157,820	1,033.17	3.72
Sintex Industries Ltd	Industrial Products	290,000	1,030.23	3.71
Emami Ltd	Consumer Non Durables	360,000	1,023.48	3.68
Bosch Chassis Systems India Ltd	Auto Ancillaries	146,300	1,015.18	3.65
Crompton Greaves Ltd	Industrial Capital Goods	366,000	1,008.15	3.63
Gammon India Ltd	Construction	255,000	981.11	3.53
Sundaram-Clayton Ltd	Auto Ancillaries	174,055	950.34	3.42
JM Financial Ltd	Finance	71,000	938.41	3.38
Gayatri Projects Ltd	Construction	216,497	904.20	3.25
Lakshmi Energy and Foods Ltd	Consumer Non Durables	390,000	897.00	3.23
Graphite India Ltd	Industrial Products	1,700,000	876.35	3.15
Bank of Baroda	Banks	304,000	861.38	3.10
Voltamp Transformers Ltd	Industrial Capital Goods	61,253	776.57	2.79
Bosch Ltd	Auto Ancillaries	20,000	745.78	2.68
Balmer Lawrie & Co. Ltd	Diversified	196,200	728.00	2.62
Great Offshore Ltd	Oil	106,988	685.79	2.47
Pantaloon Retail (India) Ltd	Retailing	156,900	669.81	2.41
I-Flex Solutions Ltd	Software	66,000	621.13	2.24
Lakshmi Machine Works Ltd	Industrial Capital Goods	37,636	606.17	2.18
Ashapura Minechem Ltd	Minerals/Mining	271,981	567.49	2.04
K.P.R. Mill Ltd.	Textile Products	553,413	531.55	1.91
Jyothy Laboratories Ltd	Consumer Non Durables	65,000	510.45	1.84
CRISIL Ltd	Finance	15,000	501.32	1.80
Adhunik Metaliks Ltd	Ferrous Metals	350,000	478.10	1.72
McDowell Holdings Ltd	Investment Companies	271,577	465.35	1.67
Mahindra Lifespace Developers Ltd	Construction	99,961	413.79	1.49
Usha Martin Ltd	Ferrous Metals	503,917	400.61	1.44
Godrej Industries Ltd	Chemicals	117,086	302.73	1.09
Great Eastern Shipping Company Ltd	Transportation	75,603	285.14	1.03
Octav Investments Ltd ##	Finance	11,821	–	–
Total			**25,875.05**	**93.10**
II. Money Market Instruments				
i) Reverse Repo and CBLO			481.46	1.73
Total			**481.46**	**1.73**
III. Cash & Cash Equivalents			**1.35**	***
IV. Other Receivables / (Payables)			**1,431.03**	**5.17**
Net Assets			**27,788.89**	**100.00**

Principal Money Manager Fund

Name of Instrument	Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Debt Instruments				
A) Privately Placed / Unlisted**				
i) Non-Convertible Debentures				
Easyaccess Financial Services Ltd	P1+	300,000	300.00	14.75
Total			**300.00**	**14.75**
II. Money Market Instruments				
i) Certificate of Deposit				
Union Bank of India	A1+	300,000	296.44	14.57
State Bank of Mysore	A1+	300,000	293.99	14.45
National Bank for Agriculture and Rural Development	AAA	300,000	287.73	14.14
State Bank of Bikaner and Jaipur	P1+	300,000	280.45	13.79
Total			**1,158.61**	**56.95**
ii) Commercial Paper				
Reliance Capital Ltd	A1+	300,000	292.53	14.38
Total			**292.53**	**14.38**
iii) Reverse Repo and CBLO			584.11	28.71
Total			**584.11**	**28.71**
III. Cash & Cash Equivalents			**0.32**	**0.02**
IV. Other Receivables / (Payables)			**(301.12)**	**(14.81)**
Net Assets			**2,034.45**	**100.00**

Principal Cash Management Fund - Liquid Option

Name of Instrument	Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges				
i) Government Securities				
7.83% Government of India Security 2016	SOVEREIGN	500,000	488.00	0.20
Total			**488.00**	**0.20**
*ii) Non-Convertible Debentures***				
DSP Merrill Lynch Capital Ltd	AAA(fso)	3,400,000	3,407.30	1.43
Citifinancial Consumer Finance India Ltd	AAA	3,000,000	2,986.99	1.25
National Bank for Agriculture and Rural Development	AAA	2,000,000	2,000.66	0.84
DSP Merrill Lynch Capital Ltd	AAA(fso)	1,600,000	1,598.89	0.67
Citicorp Finance (India) Ltd	AAA	1,500,000	1,500.62	0.63
Housing Development Finance Corporation Ltd	AAA	1,000,000	999.91	0.42
Total			**12,494.37**	**5.24**
*iii) Floating Rate Notes / Bonds***				
Mahindra & Mahindra Financial Services Ltd	AA+	5,000,000	5,000.04	2.10
Industrial Development Bank of India Ltd	LAA+	3,300,000	3,298.25	1.38
Cholamandalam DBS Finance Ltd	LAA	2,500,000	2,500.34	1.05
Industrial Development Bank of India Ltd	LAA+	2,500,000	2,492.98	1.05
Sundaram Finance Ltd	AA+	2,000,000	2,000.00	0.84
DSP Merrill Lynch Capital Ltd	AAA	2,100,000	1,984.51	0.83
Indian Railway Finance Corporation	AAA	1,900,000	1,857.21	0.78
LIC Housing Finance Ltd	AAA	110	1,092.66	0.46
Indian Railway Finance Corporation	AAA	1,000,000	1,039.42	0.44
Indian Railway Finance Corporation	AAA	1,000,000	1,003.20	0.42
Power Finance Corporation Ltd	AAA	1,000,000	953.56	0.40
Mahindra & Mahindra Financial Services Ltd	AA+	500,000	500.00	0.21
ICICI Bank Ltd	AAA	500,000	492.56	0.21
Total			**24,214.73**	**10.17**
*iv) Deep Discount Bonds***				
Housing Development Finance Corporation Ltd	AAA	2,500,000	2,466.47	1.03
Housing Development Finance Corporation Ltd	AAA	800,000	782.04	0.33
Total			**3,248.51**	**1.36**
B) Privately Placed / Unlisted **				
i) Non-Convertible Debentures				
Cholamandalam DBS Finance Ltd	A1+	5,000,000	5,000.00	2.10
D S Constructions Ltd	F1+(SO)	3,620,000	3,620.00	1.52
Investsmart Financial Services Ltd	A1+	2,500,000	2,524.08	1.06
Easyaccess Financial Services Ltd	P1+	2,000,000	2,000.00	0.84
L&T Finance Ltd	AA+	1,500,000	1,507.13	0.63
L&T Finance Ltd	AA+	1,500,000	1,499.59	0.63
Total			**16,150.80**	**6.78**
ii) Securitized Debt				
Credit Asset Trust Series XXI Class A1	F1+(Ind)(SO)	80	8,026.81	3.37
CLSS 93 Trust 2008 Series A2	A1+ (SO)	45	4,152.76	1.74
UBL Trust Series 31	A+(Ind)(SO)	39	3,942.31	1.65
India Commercial Loan Trust - Series III - 2008	P1+(SO)	15	1,368.91	0.57
Corporate Loan Securitisation Series XXIX Trust 2006	AA(SO)	5	562.32	0.24
Corporate Loan Securitisation Series I Trust 2005	LAAA(SO)	1	100.06	0.04
Retail Pool Trust Aug 2005	AAA(Ind)(SO)	16	0.44	***
Total			**18,153.61**	**7.61**
II. Money Market Instruments				
i) Certificate of Deposit				
National Bank for Agriculture and Rural Development	AAA	11,000,000	10,523.23	4.41
State Bank of Saurashtra	A1+	10,000,000	9,753.88	4.09
State Bank of Bikaner and Jaipur	P1+	10,000,000	9,338.12	3.91
ICICI Bank Ltd	A1+	9,000,000	8,210.74	3.44
UCO Bank	P1+	8,300,000	7,604.49	3.19
State Bank of Indore	P1+	7,500,000	7,365.84	3.09
Axis Bank Ltd	P1+	7,500,000	7,224.09	3.03
ABN AMRO Bank N.V.	A1+	7,500,000	7,144.16	3.00
Industrial Development Bank of India Ltd	P1+	7,000,000	6,575.14	2.76
State Bank of Hyderabad	P1+	5,000,000	4,909.00	2.06
State Bank of Mysore	A1+	5,000,000	4,899.87	2.05
Jammu & Kashmir Bank Ltd	P1+	5,000,000	4,887.26	2.05
State Bank of Mysore	A1+	5,000,000	4,673.04	1.96
Allahabad Bank	A1+	5,000,000	4,671.62	1.96
ICICI Bank Ltd	A1+	5,000,000	4,659.21	1.95
Allahabad Bank	A1+	5,000,000	4,598.09	1.93
Hongkong & Shanghai Banking Corporation Ltd	F1+	5,000,000	4,572.02	1.92
State Bank of Mysore	A1+	4,500,000	4,401.94	1.85
ABN AMRO Bank N.V.	A1+	4,000,000	3,849.28	1.61
State Bank of Bikaner and Jaipur	P1+	3,000,000	2,945.14	1.23
UCO Bank	P1+	3,000,000	2,886.67	1.21
Allahabad Bank	P1+	3,000,000	2,783.60	1.17
Yes Bank Ltd	A1+	2,700,000	2,645.81	1.11
State Bank of Patiala	A1+	2,500,000	2,458.29	1.03
State Bank of Mysore	A1+	2,500,000	2,455.12	1.03
Indian Overseas Bank	A1+	2,500,000	2,407.16	1.01
Canara Bank	P1+	2,500,000	2,385.82	1.00
Industrial Development Bank of India Ltd	P1+	2,500,000	2,312.00	0.97
Vijaya Bank	PR1+	2,500,000	2,296.05	0.96
Jammu & Kashmir Bank Ltd	P1+	1,500,000	1,463.12	0.61
Punjab National Bank	F1+	1,000,000	981.99	0.41
Industrial Development Bank of India Ltd	A1+	1,000,000	919.15	0.39
State Bank of Bikaner and Jaipur	P1+	500,000	494.29	0.21
Total			**149,295.23**	**62.60**
ii) Commercial Paper				
Tata Sons Ltd	A1+	13,500,000	12,911.74	5.41
Reliance Capital Ltd	A1+	5,000,000	4,883.73	2.05
Total			**17,795.47**	**7.46**
iii) Reverse Repo and CBLO			319.44	0.13
Total			**319.44**	**0.13**
III. Cash & Cash Equivalents			**1.92**	***
IV. Other Receivables / (Payables)			**(3,636.66)**	**(1.55)**
Net Assets			**238,525.42**	**100.00**

Principal Liquid Plus Fund

Name of Instrument	Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges **				
i) Non-Convertible Debentures				
National Bank for Agriculture and Rural Development	AAA	1,500,000	1,500.50	7.00
Export-Import Bank of India	AAA	500,000	498.97	2.33
CitiFinancial Consumer Finance India Ltd	AAA	500,000	491.25	2.29
Total			**2,490.72**	**11.62**
B) Privately Placed / Unlisted**				
i) Non-Convertible Debentures				
Deccan Chronicle Holdings Ltd	PR1+	1,000,000	1,000.00	4.66
Total			**1,000.00**	**4.66**
ii) Securitized Debt				
Indian Corporate Loan Securitisation Trust Series A3 -Series XXVII	AA+(SO)	10	1,016.67	4.74
Indian Loan Securitisation Series B IV Trust 2006	AAA+(SO)	14	829.93	3.87
CLSS 93 Trust 2008 Series A1	A1+ (SO)	7	739.47	3.45
Indian Loan Securitisation Series VI Trust 2006	AAA(SO)	26	615.12	2.87
Total			**3,201.19**	**14.93**
II. Money Market Instruments				
i) Certificate of Deposit				
Allahabad Bank	P1+	2,000,000	1,854.80	8.65
ICICI Bank Ltd	A1+	2,000,000	1,825.25	8.51
State Bank of Patiala	A1+	1,500,000	1,441.13	6.72
Corporation Bank	P1+	1,500,000	1,385.16	6.46
Industrial Development Bank of India Ltd	A1+	1,500,000	1,375.23	6.41
UCO Bank	P1+	1,000,000	986.28	4.60
State Bank of Mysore	A1+	1,000,000	979.97	4.57
Canara Bank	P1+	1,000,000	953.90	4.45
State Bank of Travancore	P1+	1,000,000	939.41	4.38
State Bank of Bikaner and Jaipur	P1+	1,000,000	936.61	4.37
State Bank of Mysore	A1+	1,000,000	928.44	4.33
Vijaya Bank	PR1+	1,000,000	918.42	4.28
Industrial Development Bank of India Ltd	A1+	500,000	494.24	2.31
Karur Vysya Bank Ltd	F1+	500,000	458.69	2.14
Vijaya Bank	PR1+	500,000	456.08	2.13
Total			**15,933.61**	**74.31**
ii) Reverse Repo and CBLO			42.38	0.20
Total			**42.38**	**0.20**
III. Cash & Cash Equivalents			**0.03**	***
IV. Other Receivables / (Payables)			**(1,228.40)**	**(5.72)**
Net Assets			**21,439.53**	**100.00**

Principal Pnb Fixed Maturity Plan - 460 Days - Series IV

Name of Instrument	Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges**				
i) Non-Convertible Debentures				
LIC Housing Finance Ltd	AAA	500,000	495.89	10.69
Housing Development Finance Corporation Ltd	AAA	500,000	493.34	10.63
Total			**989.23**	**21.32**
B) Privately Placed / Unlisted**				
i) Non-Convertible Debentures				
Tata Sons Ltd	AAA	500,000	495.42	10.68
Total			**495.42**	**10.68**
II. Money Market Instruments				
i) Certificate of Deposit				
Karur Vysya Bank Ltd	F1+	600,000	550.43	11.86
UCO Bank	P1+	600,000	548.42	11.82
Industrial Development Bank of India Ltd	A1+	600,000	547.29	11.79
Allahabad Bank	A1+	500,000	458.05	9.87
State Bank of Patiala	A1+	500,000	457.66	9.86
ICICI Bank Ltd	A1+	500,000	456.11	9.83
State Bank of Bikaner and Jaipur	P1+	100,000	93.48	2.01
Total			**3,111.44**	**67.04**
ii) Reverse Repo and CBLO			21.69	0.47
Total			**21.69**	**0.47**
III. Cash & Cash Equivalents			**0.11**	***
IV. Other Receivables / (Payables)			**22.20**	**0.49**
Net Assets			**4,640.09**	**100.00**

Principal Floating Rate Fund - Flexible Maturity Plan

Name of Instrument	Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges**				
i) Non-Convertible Debentures				
Housing Development Finance Corporation Ltd	AAA	9,000,000	9,007.90	2.45
Export-Import Bank of India	AAA	4,000,000	3,991.76	1.08
Citifinancial Consumer Finance India Ltd	AAA	4,000,000	3,982.65	1.08
Citicorp Finance (India) Ltd	AAA	3,500,000	3,487.04	0.95
DSP Merrill Lynch Capital Ltd	AAA(Fso)	3,400,000	3,397.64	0.92
TML Financial Services Ltd	AA+	2,900,000	2,959.05	0.80
Kotak Mahindra Prime Ltd	LAA	2,500,000	2,499.22	0.68
Mahindra & Mahindra Financial Services Ltd	AA+	2,500,000	2,487.88	0.68
Sundaram Finance Ltd	AA+	2,500,000	2,467.86	0.67
Citicorp Finance (India) Ltd	AAA	1,500,000	1,496.01	0.41
Citifinancial Consumer Finance India Ltd	AAA	1,000,000	998.16	0.27
Citifinancial Consumer Finance India Ltd	AAA	300,000	304.65	0.08
Total			**37,079.82**	**10.07**
ii) Floating Rate Notes / Bonds				
Citicorp Finance (India) Ltd	AAA	2,500,000	2,545.57	0.69
Power Finance Corporation Ltd	AAA	1,500,000	1,441.12	0.39
Sundaram Finance Ltd	AA+	500,000	508.21	0.14
Citicorp Finance (India) Ltd	AAA	500,000	500.17	0.14
LIC Housing Finance Ltd	AAA	50	496.66	0.13
Sundaram Finance Ltd	AA+	500,000	496.42	0.13
ICICI Bank Ltd	AAA	500,000	492.56	0.13
Citicorp Finance (India) Ltd	AAA	500,000	492.27	0.13
LIC Housing Finance Ltd	AAA	500,000	480.68	0.13
DSP Merrill Lynch Capital Ltd	AAA	100,000	94.50	0.03
Total			**7,548.16**	**2.04**
iii) Deep Discount Bonds				
Housing Development Finance Corporation Ltd	AAA	7,100,000	7,004.82	1.90
Citifinancial Consumer Finance India Ltd	AAA	2,500,000	2,267.82	0.62
Infrastructure Development Finance Company Ltd	AAA	2,000,000	1,950.22	0.53
Infrastructure Development Finance Company Ltd	AAA(Ind)	1,500,000	1,467.15	0.40
Total			**12,690.01**	**3.45**
B) Privately Placed / Unlisted**				
i) Non-Convertible Debentures				
Magma Shrachi Finance Ltd	PR1+	1,000,000	1,007.73	0.27
L&T Finance Ltd	AA+	1,000,000	1,004.77	0.27
Magma Shrachi Finance Ltd	PR1+	700,000	714.06	0.19
Total			**2,726.56**	**0.73**
ii) Floating Rate Notes / Bonds				
Tata Sons Ltd	AAA	5,000,000	5,001.28	1.36
Total			**5,001.28**	**1.36**
iii) Securitized Debt				
India Commercial Loan Trust Series II 2008	P1+(SO)	100	9,126.10	2.48
Collateralised Debt Trust Series 15 Class A1	P1+(SO)	60	6,882.36	1.87
Collateralised Debt Trust Series 6 Class A1	P1+(SO)	50	4,969.64	1.35
CLSS 89 Trust 2008 Series A2	A1+(SO)	50	4,594.31	1.25
CLSS 90 Trust 2008 Series A2	A1+(SO)	45	4,134.88	1.12
Corporate Loan Securitisation Series XXIX Trust 2006	AA(SO)	32	3,598.86	0.98
ULS Trust - Series I A3	A+(Ind)(SO)	35	3,585.69	0.97
India Commercial Loan Trust - Series III - 2008	P1+(SO)	31	2,829.09	0.77
Corporate Loan Securitisation Series XXXV Trust 2006	AA(SO)	25	2,795.09	0.76
KAB Loan Trust Series A2	A1+ (SO)	25	2,581.75	0.70
Indian Corporate Loan Securitisation Trust Series A1 -Series XXVII	AA+(SO)	25	2,530.64	0.69
Indian Corporate Loan Securitisation Trust - Series XXI	AA(SO)	25	2,518.37	0.68
Indian Corporate Loan Securitisation Trust - Series XXVI	AAA(SO)	25	2,485.42	0.68
Indian Corporate Loan Securitisation Trust - Series XXV	FAA-(SO)	20	1,987.48	0.54
Indian Loan Securitisation Series B IV Trust 2006	AAA+(SO)	30	1,778.43	0.48
Indian Corporate Loan Securitisation Trust Series A1 -Series XXXII	AA(SO)	15	1,458.16	0.40
Indian Corporate Loan Securitisation Trust Series A3 -Series XXVII	AA+(SO)	10	1,016.67	0.28
UBL Trust Series 31	A+(Ind)(SO)	10	1,010.85	0.27
CLSS 93 Trust 2008 Series A2	A1+ (SO)	10	922.84	0.25
CLSS 89 Trust 2008 Series A1	A1+(SO)	5	523.25	0.14
Collateralised Debt Trust Series 15 Class A2	P1+(SO)	6	283.73	0.08
Corporate Loan Securitisation Series I Trust 2005	LAAA(SO)	1	100.06	0.03
Indian Corporate Loan Securitisation Trust Series A2 -Series XXXII	AA(SO)	15	62.00	0.02
VE Trust 9 - Series A2	AAA(SO)	2	11.54	***
Total			**61,787.21**	**16.79**
II. Money Market Instruments				
i) Certificate of Deposit				
Oriental Bank of Commerce	P1+	23,500,000	22,477.82	6.11
National Bank for Agriculture and Rural Development	AAA	10,500,000	10,069.05	2.74
Kotak Mahindra Bank Ltd	P1+	8,800,000	8,036.21	2.18
State Bank of Hyderabad	A1+	7,500,000	7,220.92	1.96
ICICI Bank Ltd	A1+	7,500,000	6,908.30	1.88
Canara Bank	P1+	6,500,000	6,201.40	1.68
State Bank of Travancore	A1+	5,500,000	5,396.45	1.47
Axis Bank Ltd	P1+	5,500,000	5,297.34	1.44
Axis Bank Ltd	P1+	5,000,000	4,892.77	1.33
Jammu & Kashmir Bank Ltd	P1+	5,000,000	4,887.25	1.33
Jammu & Kashmir Bank Ltd	P1+	5,000,000	4,881.05	1.33
State Bank of Patiala	A1+	5,000,000	4,842.36	1.32
UCO Bank	P1+	5,000,000	4,811.12	1.31
State Bank of Indore	A1+	5,000,000	4,757.21	1.29
ICICI Bank Ltd	A1+	5,000,000	4,652.50	1.26
Industrial Development Bank of India Ltd	P1+	5,000,000	4,580.79	1.24
ICICI Bank Ltd	A1+	4,500,000	4,105.01	1.12
State Bank of Travancore	P1+	4,000,000	3,757.65	1.02
State Bank of Bikaner and Jaipur	P1+	4,000,000	3,746.70	1.02
State Bank of Mysore	A1+	4,000,000	3,713.74	1.01
State Bank of Mysore	A1+	3,600,000	3,519.73	0.96
Axis Bank Ltd	A1+	3,500,000	3,442.83	0.94
Vijaya Bank	PR1+	3,700,000	3,398.14	0.92
State Bank of Patiala	A1+	3,500,000	3,279.54	0.89
Indian Bank	F1+	3,500,000	3,203.04	0.87
ICICI Bank Ltd	A1+	3,500,000	3,194.19	0.87
ICICI Bank Ltd	A1+	3,000,000	2,962.61	0.80
Punjab National Bank	F1+	3,000,000	2,951.30	0.80
Federal Bank Ltd	P1+	3,000,000	2,886.97	0.78
Centurion Bank of Punjab Ltd	F1+	3,000,000	2,867.07	0.78
Centurion Bank of Punjab Ltd	F1+ (Ind)	3,000,000	2,738.04	0.74
Industrial Development Bank of India Ltd	A1+	2,500,000	2,464.54	0.67
Federal Bank Ltd	P1+	2,500,000	2,451.88	0.67
Kotak Mahindra Bank Ltd	P1+	2,500,000	2,444.57	0.66
Axis Bank Ltd	P1+	2,500,000	2,444.27	0.66
Union Bank of India	A1+	2,500,000	2,439.26	0.66
State Bank of Mysore	A1+	2,500,000	2,412.04	0.66
State Bank of Travancore	P1+	2,500,000	2,406.76	0.65
Karnataka Bank Ltd	A1+	2,500,000	2,399.50	0.65
Karnataka Bank Ltd	A1+	2,500,000	2,388.24	0.65
Industrial Development Bank of India Ltd	P1+	2,000,000	1,874.24	0.51
State Bank of Patiala	A1+	2,000,000	1,830.65	0.50
Allahabad Bank	A1+	1,900,000	1,747.42	0.47
Hongkong & Shanghai Banking Corporation Ltd	F1+	1,500,000	1,478.44	0.40
State Bank of Saurashtra	A1+	1,000,000	964.04	0.26
State Bank of Patiala	A1+	1,000,000	961.45	0.26
ABN AMRO Bank N.V.	A1+	1,000,000	959.28	0.26
State Bank of Bikaner and Jaipur	P1+	1,000,000	950.16	0.26
Karnataka Bank Ltd	P1+	1,000,000	941.11	0.26
UCO Bank	P1+	1,000,000	914.03	0.25
Yes Bank Ltd	A1+	700,000	685.95	0.19
ICICI Bank Ltd	A1+	500,000	493.79	0.13
State Bank of Bikaner and Jaipur	P1+	500,000	467.41	0.13
Total			**195,798.13**	**53.20**
ii) Commercial Paper				
Reliance Capital Ltd	A1+	10,000,000	9,767.44	2.65
Cholamandalam DBS Finance Ltd	A1+	6,000,000	5,788.53	1.57
Infrastructure Development Finance Company Ltd	A1+	5,000,000	4,895.85	1.33
Reliance Capital Ltd	A1+	2,500,000	2,437.77	0.66
Infrastructure Leasing & Financial Services Limited	PR1+	2,500,000	2,435.77	0.66
Tata Capital Ltd	A1+	2,500,000	2,396.60	0.65
Total			**27,721.96**	**7.52**
iii) Reverse Repo and CBLO			866.37	0.24
Total			**866.37**	**0.24**
III. Cash & Cash Equivalents			**(0.35)**	***
IV. Other Receivables / (Payables)			**16,890.59**	**4.60**
Net Assets			**368,109.74**	**100.00**

Principal Pnb Fixed Maturity Plan - 91 Days - Series XII

Name of Instrument	Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges**				
i) Non-Convertible Debentures				
National Bank for Agriculture and Rural Development	AAA	3,000,000	3,000.99	14.51
Export-Import Bank of India	AAA	2,500,000	2,494.85	12.07
Total			**5,495.84**	**26.58**
B) Privately Placed / Unlisted**				
i) Non-Convertible Debentures				
Investsmart Financial Services Ltd	A1+	2,500,000	2,529.39	12.23
Magma Shrachi Finance Ltd	PR1+	2,500,000	2,519.32	12.18
Total			**5,048.71**	**24.41**
ii) Securitized Debt				
Corporate Loan Securitisation Series I Trust 2005	LAAA(SO)	3	300.18	1.45
Asset Securitisation Trust Sept 2005 Series B	AAA(SO)	2	31.94	0.15
VE Trust 9 - Series A2	AAA(SO)	4	23.08	0.11
Total			**355.20**	**1.71**
II. Money Market Instruments				
i) Certificate of Deposit				
Vijaya Bank	PR1+	3,000,000	2,755.26	13.33
Allahabad Bank	P1+	2,500,000	2,316.76	11.21
State Bank of Patiala	A1+	1,500,000	1,405.56	6.80
Corporation Bank	P1+	1,000,000	923.44	4.47
Allahabad Bank	A1+	1,000,000	921.60	4.46
State Bank of Patiala	A1+	1,000,000	916.37	4.43
State Bank of Bikaner and Jaipur	P1+	100,000	93.48	0.45
Total			**9,332.47**	**45.15**
ii) Reverse Repo and CBLO			34.78	0.17
Total			**34.78**	**0.17**
III. Cash & Cash Equivalents			**0.04**	***
IV. Other Receivables / (Payables)			**408.99**	**1.98**
Net Assets			**20,676.03**	**100.00**

Principal
pnb
Asset Management
in association with Vijaya Bank

Half Yearly Portfolio Statement of the Schemes of Principal Mutual Fund as on March 31, 2008 *(Contd.)*

Principal Floating Rate Fund - Short Maturity Plan

Name of Instrument	Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges**				
i) Non-Convertible Debentures				
Citifinancial Consumer Finance India Ltd	AAA	2,500,000	2,489.16	6.81
Total			**2,489.16**	**6.81**
ii) Floating Rate Notes / Bonds				
LIC Housing Finance Ltd	AAA	140	1,390.66	3.81
Indian Railway Finance Corporation	AAA	1,000,000	977.48	2.68
DSP Merrill Lynch Capital Ltd	AAA	300,000	283.50	0.78
Total			**2,651.64**	**7.27**
iii) Deep Discount Bonds				
Housing Development Finance Corporation Ltd	AAA	400,000	394.43	1.08
Total			**394.43**	**1.08**
B) Privately Placed / Unlisted**				
i) Non-Convertible Debentures				
D S Constructions Ltd	F1+(SO)	2,000,000	2,000.00	5.47
Cholamandalam DBS Finance Ltd	A1+	2,000,000	2,000.00	5.47
Easyaccess Financial Services Ltd	P1+	1,700,000	1,700.00	4.65
Total			**5,700.00**	**15.59**
ii) Securitized Debt				
UBL Trust Series 31	A+(Ind)(SO)	16	1,617.36	4.43
CLSS 93 Trust 2008 Series A2	A1+ (SO)	10	922.84	2.53
India Commercial Loan Trust - Series III - 2008	P1+(SO)	10	912.61	2.50
Total			**3,452.81**	**9.46**
II. Money Market Instruments				
i) Certificate of Deposit				
Axis Bank Ltd	P1+	2,500,000	2,444.27	6.69
State Bank of Bikaner and Jaipur	P1+	2,500,000	2,333.02	6.39
National Bank for Agriculture and Rural Development	AAA	2,200,000	2,110.01	5.78
Allahabad Bank	P1+	2,000,000	1,855.08	5.08
ICICI Bank Ltd	A1+	2,000,000	1,825.25	5.00
Punjab National Bank	F1+	1,500,000	1,472.99	4.03
Yes Bank Ltd	A1+	1,500,000	1,469.90	4.02
Oriental Bank of Commerce	P1+	1,500,000	1,434.75	3.93
State Bank of Mysore	A1+	1,200,000	1,175.97	3.22
State Bank of Mysore	A1+	1,000,000	977.22	2.67
State Bank of Patiala	A1+	1,000,000	960.75	2.63
Industrial Development Bank of India Ltd	P1+	1,000,000	921.33	2.52
UCO Bank	P1+	500,000	457.01	1.25
Total			**19,437.55**	**53.21**
ii) Commercial Paper				
Reliance Capital Ltd	A1+	2,100,000	2,047.73	5.60
Total			**2,047.73**	**5.60**
iii) Reverse Repo and CBLO			73.26	0.20
Total			**73.26**	**0.20**
III. Cash & Cash Equivalents			**3.65**	**0.01**
IV. Other Receivables / (Payables)			**286.59**	**0.77**
Net Assets			**36,536.82**	**100.00**

Principal Pnb Fixed Maturity Plan - 91 Days - Series XIII

Name of Instrument	Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Debt Instruments				
A) Privately Placed / Unlisted**				
i) Non-Convertible Debentures				
Deccan Chronicle Holdings Ltd	PR1+	2,000,000	2,000.00	12.52
Total			**2,000.00**	**12.52**
II. Money Market Instruments				
i) Certificate of Deposit				
ICICI Bank Ltd	A1+	2,500,000	2,316.99	14.50
State Bank of Patiala	A1+	2,500,000	2,288.32	14.32
Indian Bank	F1+	2,500,000	2,287.93	14.32
Vijaya Bank	PR1+	2,300,000	2,112.37	13.22
Allahabad Bank	A1+	2,000,000	1,847.43	11.56
Industrial Development Bank of India Ltd	P1+	1,500,000	1,376.65	8.61
Industrial Development Bank of India Ltd	A1+	900,000	824.44	5.16
UCO Bank	P1+	500,000	460.87	2.88
Karur Vysya Bank Ltd	F1+	400,000	366.95	2.30
State Bank of Bikaner and Jaipur	P1+	200,000	186.96	1.17
Total			**14,068.91**	**88.04**
ii) Reverse Repo and CBLO			13.49	0.08
Total			**13.49**	**0.08**
III. Cash & Cash Equivalents			**0.06**	***
IV. Other Receivables / (Payables)			**(102.16)**	**(0.64)**
Net Assets			**15,980.30**	**100.00**

Principal Pnb Fixed Maturity Plan - 460 Days - Series III

Name of Instrument	Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges**				
i) Non-Convertible Debentures				
DSP Merrill Lynch Capital Ltd	AAA	1,200,000	1,194.38	4.83
L&T Finance Ltd	AA+	1,000,000	1,014.86	4.11
Kotak Mahindra Prime Ltd	LAA	500,000	502.65	2.03
Kotak Mahindra Prime Ltd	LAA	500,000	499.84	2.02
Citifinancial Consumer Finance India Ltd	AAA	500,000	494.85	2.00
Citifinancial Consumer Finance India Ltd	AAA	400,000	398.27	1.61
Kotak Mahindra Prime Ltd	LAA	150,000	151.89	0.61
DSP Merrill Lynch Capital Ltd	AAA(fso)	100,000	100.21	0.41
Total			**4,356.95**	**17.62**
ii) Floating Rate Notes / Bonds				
Industrial Development Bank of India Ltd	LAA+	100,000	100.00	0.40
Total			**100.00**	**0.40**
iii) Deep-Discount Bonds				
Housing Development Finance Corporation Ltd	AAA	500,000	498.69	2.02
Kotak Mahindra Prime Ltd	LAA	100,000	89.09	0.36
Total			**587.78**	**2.38**
B) Privately Placed / Unlisted**				
i) Non-Convertible Debentures				
Shriram Transport Finance Company Ltd	AA	2,500,000	2,503.54	10.13
Magma Shrachi Finance Ltd	PR1+	200,000	204.02	0.83
Total			**2,707.56**	**10.96**
ii) Securitized Debt				
Corporate Loan Securitisation Series 18 Trust 2008	A+(Ind)(SO)	25	2,811.55	11.37
Corporate Loan Securitisation Series 20 Trust 2008	A-(SO)	20	2,206.58	8.93
ULS Trust - Series I A3	A+(Ind)(SO)	13	1,331.83	5.39
Collateralised Debt Trust Series 6 Class A2	P1+(SO)	3	50.31	0.20
UBL Trust Series XII - A2	AAA(SO)	10	4.45	0.02
Total			**6,404.72**	**25.91**
II. Money Market Instruments				
i) Certificate of Deposit				
Allahabad Bank	A1+	3,500,000	3,210.18	12.99
Kotak Mahindra Bank Ltd	P1+	3,000,000	2,739.62	11.08
Industrial Development Bank of India Ltd	A1+	2,500,000	2,318.19	9.38
State Bank of Patiala	A1+	2,000,000	1,832.73	7.41
State Bank of Patiala	A1+	1,000,000	937.10	3.79
Vijaya Bank	PR1+	1,000,000	918.42	3.72
Allahabad Bank	A1+	500,000	461.86	1.87
State Bank of Mysore	A1+	200,000	195.45	0.79
Yes Bank Ltd	A1+	100,000	97.99	0.40
Total			**12,711.54**	**51.43**
ii) Reverse Repo and CBLO			115.34	0.47
Total			**115.34**	**0.47**
III. Cash & Cash Equivalents			**0.12**	***
IV. Other Receivables / (Payables)			**(2,264.22)**	**(9.17)**
Net Assets			**24,719.79**	**100.00**

Principal Pnb Fixed Maturity Plan - 385 Days - Series V

Name of Instrument	Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges**				
i) Non-Convertible Debentures				
L&T Finance Ltd	AA+	1,000,000	1,014.86	11.89
Kotak Mahindra Prime Ltd	LAA	1,000,000	1,012.61	11.86
TML Financial Services Ltd	AA+	1,000,000	1,007.13	11.80
DSP Merrill Lynch Capital Ltd	AAA	1,000,000	995.32	11.66
Citifinancial Consumer Finance India Ltd	AAA	1,000,000	989.69	11.59
L&T Finance Ltd	AA+	100,000	99.89	1.17
Mahindra & Mahindra Financial Services Ltd	AA+	100,000	99.36	1.16
Total			**5,218.86**	**61.13**
ii) Deep-Discount Bonds				
Infrastructure Development Finance Company Ltd	AAA	1,000,000	975.11	11.42
Housing Development Finance Corporation Ltd	AAA	1,000,000	953.84	11.17
Total			**1,928.95**	**22.59**
B) Privately Placed / Unlisted**				
i) Securitized Debt				
ULS Trust - Series I A3	A+(Ind)(SO)	10	1,024.48	12.00
Total			**1,024.48**	**12.00**
II. Money Market Instruments				
i) Certificate of Deposit				
State Bank of Mysore	A1+	100,000	97.72	1.14
Total			**97.72**	**1.14**
ii) Reverse Repo and CBLO			49.88	0.58
Total			**49.88**	**0.58**
III. Cash & Cash Equivalents			**(0.22)**	***
IV. Other Receivables / (Payables)			**218.60**	**2.56**
Net Assets			**8,538.27**	**100.00**

Principal Pnb Fixed Maturity Plan - 540 Days - Series II

Name of Instrument	Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges**				
i) Non-Convertible Debentures				
Housing Development Finance Corporation Ltd	AAA	1,000,000	1,000.88	12.20
Total			**1,000.88**	**12.20**
II. Money Market Instruments				
i) Certificate of Deposit				
Industrial Development Bank of India Ltd	A1+	1,000,000	921.73	11.24
UCO Bank	P1+	1,000,000	921.71	11.24
Axis Bank Ltd	A1+	1,000,000	918.88	11.20
Hongkong & Shanghai Banking Corporation Ltd	F1+	1,000,000	913.73	11.14
Yes Bank Ltd	A1+	1,000,000	913.40	11.14
ICICI Bank Ltd	A1+	1,000,000	912.38	11.12
Vijaya Bank	PR1+	1,000,000	912.15	11.12
Allahabad Bank	P1+	500,000	463.77	5.65
State Bank of Bikaner and Jaipur	P1+	200,000	186.96	2.28
Total			**7,064.71**	**86.13**
ii) Reverse Repo and CBLO			101.55	1.24
Total			**101.55**	**1.24**
III. Cash & Cash Equivalents			**0.12**	***
IV. Other Receivables / (Payables)			**35.60**	**0.43**
Net Assets			**8,202.86**	**100.00**

Principal Pnb Fixed Maturity Plan - 385 Days - Series VI

Name of Instrument	Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges**				
i) Non-Convertible Debentures				
Citifinancial Consumer Finance India Ltd	AAA	1,500,000	1,517.92	13.67
L&T Finance Ltd	AA+	1,000,000	996.49	8.97
Sundaram Finance Ltd	AA+	1,000,000	988.18	8.90
Kotak Mahindra Prime Ltd	LAA	850,000	860.72	7.75
L&T Finance Ltd	AA+	500,000	507.43	4.57
Kotak Mahindra Prime Ltd	LAA	500,000	502.65	4.53
Mahindra & Mahindra Financial Services Ltd	AA+	500,000	496.81	4.47
DSP Merrill Lynch Capital Ltd	AAA	300,000	298.60	2.69
Total			**6,168.80**	**55.55**
ii) Floating Rate Notes / Bonds				
Power Finance Corporation Ltd	AAA	500,000	500.16	4.50
Total			**500.16**	**4.50**
iii) Deep-Discount Bonds				
Tata Sons Ltd	AAA	1,000,000	870.11	7.83
Total			**870.11**	**7.83**
B) Privately Placed / Unlisted**				
i) Non-Convertible Debentures				
Cholamandalam DBS Finance Ltd	LAA	1,500,000	1,500.40	13.51
Kotak Mahindra Investments Ltd	A1+	1,500,000	1,496.64	13.48
Total			**2,997.04**	**26.99**
II. Money Market Instruments				
i) Reverse Repo and CBLO			42.98	0.39
Total			**42.98**	**0.39**
III. Cash & Cash Equivalents			**0.06**	***
IV. Other Receivables / (Payables)			**527.43**	**4.74**
Net Assets			**11,106.58**	**100.00**

Principal Pnb Fixed Maturity Plan - 540 Days - Series I

Name of Instrument	Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges**				
i) Non-Convertible Debentures				
ICICI Securities Primary Dealership Limited	AAA	2,500,000	2,496.06	8.91
Export-Import Bank of India	AAA	1,500,000	1,494.81	5.33
Mahindra & Mahindra Financial Services Ltd	AA+	1,000,000	994.86	3.55
Citifinancial Consumer Finance India Ltd	AAA	700,000	696.96	2.49
Kotak Mahindra Prime Ltd	AA	500,000	501.03	1.79
Housing Development Finance Corporation Ltd	AAA	500,000	499.96	1.78
Housing Development Finance Corporation Ltd	AAA	500,000	498.26	1.78
Mahindra & Mahindra Financial Services Ltd	AA+	500,000	498.19	1.78
National Bank for Agriculture and Rural Development	AAA	400,000	400.13	1.43
Total			**8,080.26**	**28.84**
B) Privately Placed / Unlisted**				
i) Non-Convertible Debentures				
L&T Finance Ltd	AA+	500,000	499.86	1.78
Total			**499.86**	**1.78**
ii) Securitized Debt				
ULS Trust - Series I A3	A+(Ind)(SO)	40	4,097.93	14.62
Corporate Loan Securitisation Series 20 Trust 2008	A-(SO)	15	1,654.94	5.91
Retail Pool Trust Aug 2005	AAA(Ind)(SO)	33	0.91	***
Total			**5,753.78**	**20.53**
II. Money Market Instruments				
i) Certificate of Deposit				
Vijaya Bank	PR1+	4,000,000	3,673.69	13.11
Allahabad Bank	A1+	2,500,000	2,293.06	8.18
State Bank of Patiala	A1+	2,000,000	1,832.73	6.54
Kotak Mahindra Bank Ltd	P1+	2,000,000	1,826.41	6.52
Allahabad Bank	A1+	1,900,000	1,755.06	6.26
State Bank of Patiala	A1+	1,500,000	1,405.61	5.02
State Bank of Mysore	A1+	500,000	470.19	1.68
Total			**13,256.75**	**47.31**
ii) Reverse Repo and CBLO			94.75	0.34
Total			**94.75**	**0.34**
III. Cash & Cash Equivalents			**0.06**	***
IV. Other Receivables / (Payables)			**339.15**	**1.20**
Net Assets			**28,024.61**	**100.00**

Principal Pnb Fixed Maturity Plan - 385 Days - Series IV

Name of Instrument	Rating	Quantity	Market Value (Rs in lakhs)	% of NAV
I. Debt Instruments				
A) Listed / Awaiting listing on the stock exchanges**				
i) Non-Convertible Debentures				
Kotak Mahindra Prime Ltd	LAA	1,500,000	1,507.96	7.58
Kotak Mahindra Prime Ltd	AA	1,000,000	1,002.06	5.04
Citifinancial Consumer Finance India Ltd	AAA	400,000	398.27	2.00
National Bank for Agriculture and Rural Development	AAA	100,000	100.03	0.50
Mahindra & Mahindra Financial Services Ltd	AA+	100,000	99.36	0.50
Total			**3,107.68**	**15.62**
B) Privately Placed / Unlisted**				
i) Non-Convertible Debentures				
L&T Finance Ltd	AA+	1,000,000	1,004.77	5.05
Total			**1,004.77**	**5.05**
ii) Securitized Debt				
Corporate Loan Securitisation Series 18 Trust 2008	A+(Ind)(SO)	25	2,811.55	14.13
Corporate Loan Securitisation Series 20 Trust 2008	A-(SO)	15	1,654.94	8.32
Corporate Loan Securitisation Series XXIX Trust 2006	AA(SO)	3	337.39	1.70
ULS Trust - Series I A3	A+(Ind)(SO)	1	102.45	0.51
Indian Loan Securitisation Series VI Trust 2006	AAA(SO)	2	47.32	0.24
Collateralised Debt Trust Series 6 Class A2	P1+(SO)	2	33.54	0.17
Retail Pool Trust Aug 2005	AAA(Ind)(SO)	34	0.94	***
Total			**4,988.13**	**25.07**
II. Money Market Instruments				
i) Certificate of Deposit				
Allahabad Bank	A1+	2,700,000	2,473.57	12.43
Karur Vysya Bank Ltd	F1+	2,500,000	2,293.45	11.53
ICICI Bank Ltd	A1+	2,500,000	2,281.57	11.47
Industrial Development Bank of India Ltd	A1+	2,500,000	2,280.39	11.46
Kotak Mahindra Bank Ltd	P1+	1,200,000	1,095.85	5.51
State Bank of Mysore	A1+	100,000	97.72	0.49
Total			**10,522.55**	**52.89**
ii) Reverse Repo and CBLO			163.32	0.82
Total			**163.32**	**0.82**
III. Cash & Cash Equivalents			**0.18**	***
IV. Other Receivables / (Payables)			**107.74**	**0.55**
Net Assets			**19,894.37**	**100.00**

* NPAs in accordance with SEBI regulations and guidelines. ** Thinly traded / non - traded debt securities.
*** Value below 0.01% of NAV $$ Illiquid securities
Awating for Listing
Valued at Nil as these equity shares have been pending under objection for considerable period of time.
~~ The share have been acquired on account of merger of Principal Equity Fund with Principal Dividend Yield Fund.
- The percentage to the Net Asset Value is equal to zero

Notes :

1) No NPA's were provided for any of the Schemes during the half year.
2) Total value and percentage of illiquid shares to NAV is NIL for all the schemes of Principal Mutual Fund.
3) For NAV at the beginning of the period please refer point 4.1 of the Half Yearly Unaudited Financial Results for the period ended March 31, 2008 published herein.
4) For dividend declared during the half year ended please refer point 4.3 of the Half Yearly Unaudited Financial Results for the period ended March 31, 2008 published herein.
5) For NAV at the end of the period please refer point 4.2 of the Half Yearly Unaudited Financial Results for the period ended March 31, 2008.
6) There is no outstanding exposure in derivative instruments at the end of the half year in any scheme of Principal Mutual Fund.
7) Total investments in foreign securities at the end of the period in Principal Global Opportunities Fund are Rs. 36,322.12 Lacs (98.59% of the scheme assets).
   There are no investments in foreign securities/ ADRs/ GDRs at the end of the period in any other schemes of Principal Mutual Fund.
8) As per the directive of SEBI vide its letter dated June 20, 2007 Principal Focussed Advantage Fund and Principal Government Securities Fund - Provident Fund Plan has been closed and subsequently merged on November 02, 2007 with Principal Growth Fund and Principal Government Securities Fund - Investment Plan respectively.
9) Portfolio Turnover Ratio & Average Maturity of portfolio is as follows:

Name of the scheme	Portfolio Turnover Ratio (Days)	Average Maturity (Days* / Yrs)
Principal Balanced Fund	2.63	–
Principal Child Benefit Fund	0.34	–
Principal Cash Management Fund - Liquid Option	–	158.84 Days*
Principal Pnb Fixed Duration Fund - 3 Year Plan - Series I	0.77	1.15 Yrs
Principal Pnb Fixed Maturity Plan - 540 Days - Series I - (FMP-33)	–	0.67 Yrs
Principal Pnb Fixed Maturity Plan - 460 Days - Series III - (FMP-36)	–	0.97 Yrs
Principal Pnb Fixed Maturity Plan - 385 Days - Series IV - (FMP-37)	–	0.84 Yrs
Principal Pnb Fixed Maturity Plan - 385 Days - Series V - (FMP-39)	–	0.94 Yrs
Principal Pnb Fixed Maturity Plan - 385 Days - Series VI - (FMP-40)	–	1.17 Yrs
Principal Pnb Fixed Maturity Plan - 91 Days - Series XII - (FMP-41)	–	0.69 Yrs
Principal Pnb Fixed Maturity Plan - 460 Days - Series IV - (FMP-42)	–	1.46 Yrs
Principal Pnb Fixed Maturity Plan - 91 Days - Series XIII - (FMP-43)	–	0.88 Yrs
Principal Pnb Fixed Maturity Plan - 540 Days - Series II - (FMP-44)	–	1.07 Yrs
Principal Floating Rate Fund - Flexible Maturity Plan	–	188.15 Days*
Principal Floating Rate Fund - Short Maturity Plan	–	153.81 Days*
Principal Global Opportunities Fund	–	–
Principal Government Securities Fund - Investment Plan	–	3.07 Yrs
Principal Government Securities Fund - Savings Plan	–	0.01 Yrs
Principal Growth Fund	1.07	–
Principal Income Fund	–	4.40 Yrs
Principal Income Fund - Short Term Plan	–	485.94 Days*
Principal Index Fund	0.45	–
Principal Infrastructure & Services Industries Fund	0.87	–
Principal Junior Cap Fund	0.33	–
Principal Large Cap Fund	0.75	–
Principal Liquid Plus Fund	–	252.03 Days*
Principal Money Manager Fund	–	120.47 Days*
Principal Monthly Income Plan	0.88	4.05 Yrs
Principal Monthly Income Plan - MIP Plus	0.81	4.70 Yrs
Principal Personal Tax Saver Fund	0.59	–
Principal Dividend Yield Fund	0.69	–
Principal Resurgent India Equity Fund	0.73	–
Principal Long Term Equity Fund - 3 year Plan - Series I	0.34	–
Principal Long Term Equity Fund - 3 year Plan - Series II	0.28	–
Principal Tax Savings Fund	0.49	–

* : In respect of Floating Rate Instruments, the average maturity has been computed after considering the next Rate reset date as the maturity date.

10) Industry classification is as released by Association of Mutual Funds in India (AMFI).
11) All the information provided is as on March 31, 2008 unless specified otherwise.

For Principal Pnb Asset Management Company Pvt. Ltd.

Sd/-
Rajan Ghotgalkar
Managing Director

Place : Mumbai
Date : April 29, 2008

Contact Details: Tel: 022-6772 0555. Fax: 022-2204 4990 or email customer@principalindia.com or visit us at www.principalindia.com

Registrars: Karvy Computershare Pvt. Ltd. Unit: Principal Mutual Fund, 46, Avenue 4, Street No. 1, Banjara Hills, Hyderabad-500 034.

Statutory Details: Principal Mutual Fund has been constituted as a trust with Principal Financial Group (Mauritius) Limited, Punjab National Bank and Vijaya Bank as co-settlors. The Sponsor is not responsible or liable for any loss resulting from the operations of the Principal Mutual Fund beyond the initial contribution of an amount of Rs. 25 Lakhs towards setting up of Principal Mutual Fund. **Sponsor:** Principal Financial Services Inc., USA. **Trustee:** Principal Trustee Company Private Limited. **Investment Manager:** Principal Pnb Asset Management Company Private Limited. **Risk Factors:** Mutual Funds and Securities investments are subject to market risks and there can be no assurance and no guarantee that the objectives of the Principal Mutual Fund can be achieved. All investments in mutual funds and securities are subject to market risks and the NAV of the schemes may go up or down depending upon the factors and forces affecting the securities market. Past performance of the Sponsor/AMC/ Principal Mutual Fund/Punjab National Bank/Vijaya Bank does not indicate or guarantee the future performance of the scheme(s) of the Principal Mutual Fund. Principal Growth Fund (An Open-ended Equity Scheme; Investment Objective: To achieve long-term capital appreciation.); Principal Dividend Yield Fund (An Open-ended Equity Scheme; Investment Objective: To provide capital appreciation and / or dividend distribution by investing predominantly in a well-diversified portfolio of companies that have a relatively high dividend yield.); Principal Large Cap Fund (An Open-ended Equity Scheme; Investment Objective: To provide capital appreciation and /or dividend distribution by predominantly investing in companies having a large market capitalization. For the purpose of this Fund, Large Cap Companies are defined as those having market capitalization greater than Rs.750 crore as on the date of investment (or any such amount as may be specified by India Index Services Ltd (IISL) from time to time) being the upper limit of market capitalisation as a criteria for inclusion of a company in CNX Midcap 200 Index. However, should IISL come out with a definition of 'Large Cap companies', the same will be utilized.); Principal Infrastructure & Services Industries Fund (An Open-ended Equity Scheme; Investment Objective: To provide capital appreciation and income distribution to the unit holders by investing predominantly in equity/equity related securities of the companies belonging to the infrastructure and service industries and the balance in debt securities and money market instruments including call money.); Principal Resurgent India Equity Fund (An Open-ended Equity Scheme; Investment Objective: To generate long term capital appreciation by investing in equity and equity related securities of Indian Companies that are perceived to be potential growth stories.); Principal Tax Savings Fund (An Open-ended Equity Linked Savings Scheme; Investment Objective: To build a high quality growth-oriented portfolio to provide long-term capital gains to the investors. The scheme aims at providing returns through capital appreciation.); Principal Personal Tax Saver Fund (An Open-ended Equity Linked Savings Scheme; Investment Objective: To provide long term growth of capital. The Investment Manager will aim to achieve a return on assets in excess of the performance of BSE 100 Index.); Principal Junior Cap Fund (An Open-ended Equity Scheme; Investment Objective: To provide capital appreciation and/ or income in the form of dividend by investing predominantly (at least 65% of net assets) in the equity and equity related instruments of the companies within the market capitalization range of the companies comprising CNX Nifty Junior Index. Of this, at least 51% will be invested in the equity and equity related instruments of the companies that comprise the CNX Nifty Junior Index. Upto 35% of net assets will be invested in the stocks of companies with the market capitalization below Rs. 2000 crore as on the date of investment.); Principal Government Securities Fund (An Open-ended dedicated Gilt Scheme; Investment Objective: To generate risk-free return through investment in sovereign securities and thus provide medium to long term capital gains and income distribution to its Unitholders, while at all times emphasizing the importance of capital preservation.); Principal Cash Management Fund (An Open-ended Liquid Scheme; Investment Objective: To provide investors with as high a level of income available from short-term investments as is considered consistent with preservation of capital and maintenance of liquidity, by investing in a portfolio of money market and investment grade debt instruments.); Principal Liquid Plus Fund (An Open-ended Debt Scheme; Investment Objective: To generate regular income through investments in debt securities and money market instruments.); Principal Money Manager Fund (An Open-ended Liquid Scheme; Investment Objective: To generate steady return by investing in debt and money market securities.); Principal Index Fund (An Open-ended Index Scheme; Investment Objective: To invest principally in securities that comprise S&P CNX Nifty (NSE) and subject to tracking errors endeavour to attain results commensurate with the Nifty.); Principal Balanced Fund (An Open-ended Balanced Scheme; Investment Objective: To provide long term appreciation and current income by investing in a portfolio of equity & equity related securities and fixed income securities.); Principal Child Benefit Fund (An Open-ended Balanced Scheme; Investment Objective: To generate regular returns and / or capital appreciation / accretion with the aim of giving lumpsum capital growth at the end of the chosen target period or otherwise to the Beneficiary.); Principal Floating Rate Fund (An Open-ended Income Scheme; Investment Objective: To generate income consistent with the prudent risk from a portfolio comprising substantially of floating rate debt instruments, fixed rate debt instruments swapped for floating rate return, and also fixed rate instruments and money market instruments.); Principal Monthly Income Plan (An open-ended fund. Monthly Income is not assured and is subject to the availability of distributable surplus; Investment Objective: The investment objective of the scheme is to generate regular income through investments in fixed income securities so as to make periodical income distribution to the Unitholders and also to generate long-term capital appreciation by investing a portion of the Scheme's assets in equity and equity related instruments. The investment objective of MIP Plus is the same as that of the Principal Monthly Income Plan. However, MIP Plus has been designed to cater to investors seeking a slightly more aggressive exposure to equity markets.); Principal Income Fund (An Open-ended Income Scheme; Investment Objective: The investment objective of the scheme is to generate regular income and capital appreciation/accretion through investment in debt instruments and related securities besides preservation of capital.The investment objective of the Short Term Plan (STP) under Income Fund is the same as that of the Principal Income Fund. However, the STP has been designed to achieve stable returns over shorter-term investment horizons.); Principal Global Opportunities Fund (An Open-ended Growth Fund; Investment Objective: To build a high quality International Equity portfolio out of the Permissible Investments as defined and permitted under the regulations from time to time, and provide returns and/or capital appreciation along with regular liquidity to the investors.); Principal Pnb Fixed Maturity Plan - 91 Days - Series XII, Principal Pnb Fixed Maturity Plan - 91 Days - Series XIII, Principal Pnb Fixed Maturity Plan - 385 Days - Series IV, Principal Pnb Fixed Maturity Plan - 385 Days - Series V, Principal Pnb Fixed Maturity Plan - 385 Days - Series VI, Principal Pnb Fixed Maturity Plan - 460 Days - Series III, Principal Pnb Fixed Maturity Plan - 460 Days - Series IV, Principal Pnb Fixed Maturity Plan - 540 Days - Series I, Principal Pnb Fixed Maturity Plan - 540 Days - Series II (A close-ended Debt Scheme offering Fixed Maturity Plan; Investment Objective: To build an income oriented portfolio and provide returns along with regular liquidity to investors.); Principal Pnb Fixed Duration Fund - 3 Year Plan - Series I (A closed-ended Income Scheme offering Fixed Maturity Plan; Investment Objective: To provide investors steady returns along with capital appreciation through equity exposure.); Principal Pnb Long Term Equity Fund - 3 Year Plan - Series I (A 3-year close-ended equity scheme with automatic conversion into an open-ended scheme upon maturity; Investment Objective: The primary objective of the Scheme is to achieve long-term capital appreciation by investing in equity and equity related instruments.) and Principal Pnb Long Term Equity Fund - 3 Year Plan - Series II (A 3-year close-ended equity scheme; Investment Objective: The primary objective of the Scheme is to achieve long-term capital appreciation by investing in equity and equity related instruments.) are only the name of the Schemes and do not in any manner indicate either the quality of the Scheme or their future prospects or returns. Investors are therefore urged to read the Offer Document carefully, and consult their legal/tax/investment advisor before they invest in the scheme. The Sponsor is not responsible or liable for any loss resulting from the operations of the Principal Mutual Fund beyond the initial contribution of an amount of Rs.25 lakhs towards setting up Principal Mutual Fund. Investors in the scheme are not being offered a guaranteed or assured rate of return or monthly or regular/periodical income distribution, and the actual returns and/or periodical income distribution to an investor will be based on the actual NAV, which may go up or down, depending on the market conditions. Investment of the Scheme's assets in fixed income securities is subject to credit risk, interest rate risk, settlement risk and liquidity risk. **Scheme specific risk factors asset allocation & terms of issue are mentioned in the Offer Document. Please refer to the Offer Documents of the respective schemes before investing.**