

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
Pharmaceuticals 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	35,504	892.80	3.34
Bharat Heavy Electricals Ltd	Industrial Capital Goods	40,236	828.15	3.21
B.L.Kashyap & Sons Ltd	Construction	50,432	828.15	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
Pantaloan 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	1,01,296	649.31	2.51
Adhunik Metals 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	14,988	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
Voltag 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
Sterite 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 Containers Ltd	Travel	54,000	0.01	...
Mukerian Papers Ltd	Paper Products	50,800	0.01	...
Niyat Sam Apparel (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	...
Prescent Finstock Ltd	Diversified Financial Services	39,500	-	-
Arson Fasteners Ltd	Auto Parts & Equipment	200	-	-
Total			0.09	0.00
II. Money Market Instruments				
<i>i) Certificate of Deposit</i>				
Union Bank of India	A1+	1,000,000	988.12	3.83
Total			988.12	3.83
<i>ii) Reverse Repo and CBLO</i>				
Total			138.93	0.54
Total			138.93	0.54
III. Cash & Cash Equivalents				
Total			15.81	0.06
IV. Other Receivables / (Payables)				
Total			126.60	0.50
Net Assets			25,828.89	100.00

Principal Resurgent India Equity 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	41,000	928.98	5.25
Nestle India Ltd	Consumer Non Durables	56,309	843.54	4.76
Pantaloan 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
Glaxosmithline Pharma Ltd	Pharmaceuticals	55,020	573.97	3.24
Mahindra & Mahindra Ltd	Auto	80,000	557.84	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	994,017	507.26	2.87
Bharti Airtel Ltd	Telecom - Services	60,000	495.75	2.80
Adhunik Metals Ltd	Ferrous Metals	362,235	494.81	2.79
Tata Steel Ltd	Ferrous Metals	70,000	466.05	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	444.89	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>i) Reverse Repo and CBLO</i>				
Total			554.93	3.13
Total			554.93	3.13
III. Cash & Cash Equivalents				
Total			44.31	0.25
IV. Other Receivables / (Payables)				
Total			(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
Pantaloan 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 Metals 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
Temasco Ltd	Industrial Capital Goods	50,082	728.92	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
Sterite 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 (India)	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	48.54	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</				

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 Metals 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
GlaxoSmithkline 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	1.99
Chambal Fertilisers & Chemicals Ltd	Fertilisers	390,000	189.82	1.69
Andhra Bank	Banks	230,628	168.74	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 Corp. Ltd	Fertilisers	123,840	123.04	1.10
Sterite Industries (India) Ltd	Non Ferrous Metals	15,800	112.89	1.01
ICI 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	Miscellaneous	200,000	0.02	***
Crystal Cables Industries Ltd	Miscellaneous	100,000	0.01	***
Tirrihanah Company Ltd	Miscellaneous	50,000	0.01	***
Volant Textile Mills Ltd	Miscellaneous	75,000	0.01	***
Gujarat Petyosynthe Ltd	Oil	20,000	0.00	***
Western Paques (India) Ltd	Miscellaneous	900	0.00	***
Kashipur Holdings Ltd	Miscellaneous	50	-	-
Minerva Holding Ltd	Finance - Others	20	-	-
Total			0.05	0.00
II. Money Market Instruments				
i) Certificate of Deposit	A1+	300,000	296.44	2.64
Union Bank of India			296.44	2.64
ii) Reverse Repo and CBL			300.65	2.68
Total			300.65	2.68
III. Cash & Cash Equivalents				
Total			43.32	0.39
IV. Other Receivables / (Payables)				
Total			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	93,98	93.98	4.24
Moleod Russel India Ltd	Consumer Non Durables	136,254	89.39	4.04
CRISIL Ltd	Finance	2,173	72.62	3.28
Revaathi 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
ICI Bank Ltd	Banks	5,800	44.63	2.01
Numeric Power Systems Ltd	Industrial Capital Goods	7,385	41.66	1.88
Kiroskar 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	1,886	24.47	1.10
Suprajit Engineering Ltd	Auto Ancillaries	27,239	20.92	0.94
Super Steels 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>i) Government Securities</i>				
9.40% Government of India Security 2012	SOVEREIGN	200	0.21	0.01
Total			0.21	0.01
<i>ii) Non-Convertible Debentures**</i>				
State Bank of India	AAA	20,000	20.84	0.94
Total			20.84	0.94
B) Privately Placed / Unlisted**				
<i>i) Securitised Debt</i>				
RPS Securitisation Trust May 2005	LAAA(SO)	1,000,000	90.21	4.07
Total			90.21	4.07
<i>ii) Commercial Paper</i>				
Reliance Capital Ltd	A1+	100,000	97.51	4.40
Total			97.51	4.40
<i>iii) Reverse Repo and CBL</i>				
Total			634.69	28.65
IV. Cash & Cash Equivalents				
Total			0.35	0.02
V. Other Receivables / (Payables)				
Total			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
Volamp 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
ICI 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
Kiroskar Electric Company Ltd	Electrical Equipment	178,952	344.01	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	109,480	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 Metals Ltd	Ferrous Metals	157,402	215.01	1.31
State Bank of India	Banks	12,300	196.83	1.20
Sterite 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>i) Reverse Repo and CBL</i>				
Total			400.00	2.43
III. Cash & Cash Equivalents				
Total			51.57	0.31
IV. Other Receivables / (Payables)				
Total			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	293,000	1,834.39	5.05
ICI Bank Ltd	Banks	237,900	1,830.40	5.04
Steel Authority of India Ltd	Ferrous Metals	979,000	1,814.09	5.00
Sterite Industries (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	49,150	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>i) Certificate of Deposit</i>				
ICI Bank Ltd	A1+	500,000	493.77	1.36
Total			493.77	1.36
<i>ii) Reverse Repo and CBL</i>				
Total			76.66	0.21
III. Cash & Cash Equivalents				
Total			76.66	0.21
IV. Other Receivables / (Payables)				
Total			0.04	0.00
Net Assets			36,307.86	100.00

Principal Monthly Income Plan

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
ICI 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	56.10	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				

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>i) Government Securities</i>				
8.23% Government of India Security (FCI) 2027	SOVEREIGN	50,000	48.00	0.10
Total			48.00	0.10
<i>ii) Non-Convertible Debentures</i>				
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	2,478.44	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	2.15
Punjab National Bank	AAA	1,000,000	994.41	2.16
State Bank of India	AAA	1,000,000	1,022.94	2.22
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>i) Non-Convertible Debentures</i>				
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
<i>ii) Deep Discount Bonds</i>				
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>i) Certificate of Deposit</i>				
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
<i>ii) Reverse Repo and CBLO</i>				
Total			40.48	0.09
III. Cash & Cash Equivalents				
Total			(0.51)	---
IV. Other Receivables / (Payables)				
Total			2,469.32	5.34
Net Assets			46,164.24	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>i) Government Securities</i>				
7.83% Government of India Security 2016	SOVEREIGN	500,000	488.00	0.20
Total			488.00	0.20
<i>ii) Non-Convertible Debentures</i>				
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	2,006.66	0.84
DSP Merrill Lynch Capital Ltd	AAA(Fso)	1,600,000	1,598.89	0.67
Citcorp 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
<i>iii) Floating Rate Notes / Bonds</i>				
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	1,082.66	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
<i>iv) Deep Discount Bonds</i>				
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>i) Non-Convertible Debentures</i>				
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
<i>ii) Securitized Debt</i>				
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>i) Certificate of Deposit</i>				
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+	7,200,000	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	4,889.87	2.05
Jammu & Kashmir Bank Ltd	P1+	5,000,000	4,867.26	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	PR1+	2,500,000	2,312.00	0.96
Jammu & Kashmir Bank Ltd	P1+	2,500,000	2,296.05	0.96
Punjab National Bank	F1+	1,500,000	1,463.12	0.61
Industrial Development Bank of India Ltd	A1+	1,000,000	981.99	0.41
State Bank of Bikaner and Jaipur	P1+	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
<i>ii) Commercial Paper</i>				
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
<i>iii) Reverse Repo and CBLO</i>				
Total			319.44	0.13
III. Cash & Cash Equivalents				
Total			1.92	---
IV. Other Receivables / (Payables)				
Total			(3,636.66)	(1.55)
Net Assets			238,525.42	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>i) Non-Convertible Debentures</i>				
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
Citcorp 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	AAA	2,500,000	2,487.88	0.68
Sundaram Finance Ltd	AA+	2,500,000	2,467.86	0.67
Citcorp 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
<i>ii) Floating Rate Notes / Bonds</i>				
Citcorp 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
Citcorp 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	492.27	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
<i>iii) Deep Discount Bonds</i>				
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>i) Non-Convertible Debentures</i>				
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
<i>ii) Floating Rate Notes / Bonds</i>				
Tata Sons Ltd	AAA	5,000,000	5,001.28	1.36
Total			5,001.28	1.36
<i>iii) Securitized Debt</i>				
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 93 Trust 2008 Series A2	A1+(SO)	50	4,594.31	1.25
CLSS 90 Trust 2008 Series A1	A1+(SO)	45	4,134.88	1.12
Corporate Loan Securitisation Series XXIX Trust 2006	AA(SO)	32	3,598.96	0.98
U.S. 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 XXV	AA(SO)	25	2,485.42	0.68
Indian Corporate Loan Securitisation Trust - Series XXVI	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

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>ii) Non-Convertible Debentures</i>				
Citifinancial Consumer Finance India Ltd	AAA	2,500,000	2,489.16	6.81
Total			2,489.16	6.81
<i>iii) Floating Rate Notes / Bonds</i>				
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
<i>iii) Deep Discount Bonds</i>				
Housing Development Finance Corporation Ltd	AAA	400,000	394.43	1.08
Total			394.43	1.08
B) Privately Placed / Unlisted**				
<i>i) Non-Convertible Debentures</i>				
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
Easycap Financial Services Ltd	P1+	1,700,000	1,700.00	4.65
Total			5,700.00	15.59
<i>ii) Securitized Debt</i>				
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>i) Certificate of Deposit</i>				
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
<i>ii) Commercial Paper</i>				
Reliance Capital Ltd	A1+	2,100,000	2,047.73	5.60
Total			2,047.73	5.60
<i>iii) Reverse Repo and CBLO</i>				
			73.26	0.20
Total			73.26	0.20
III. Cash & Cash Equivalents				
IV. Other Receivables / (Payables)				
			3.65	0.01
			286.59	0.77
Net Assets			36,536.82	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>ii) Non-Convertible Debentures</i>				
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	11.56
Citifinancial Consumer Finance India Ltd	AAA	1,000,000	989.69	11.69
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
<i>iii) Deep-Discount Bonds</i>				
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>i) Securitized Debt</i>				
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>i) Certificate of Deposit</i>				
State Bank of Mysore	A1+	100,000	97.72	1.14
Total			97.72	1.14
<i>ii) Reverse Repo and CBLO</i>				
			49.88	0.58
Total			49.88	0.58
III. Cash & Cash Equivalents				
IV. Other Receivables / (Payables)				
			218.60	2.56
Net Assets			8,538.27	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>ii) Non-Convertible Debentures</i>				
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>i) Non-Convertible Debentures</i>				
L&T Finance Ltd	AA+	1,000,000	1,004.77	5.05
Total			1,004.77	5.05
<i>ii) Securitized Debt</i>				
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	AA(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>i) Certificate of Deposit</i>				
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
<i>ii) Reverse Repo and CBLO</i>				
			163.32	0.82
Total			163.32	0.82
III. Cash & Cash Equivalents				
IV. Other Receivables / (Payables)				
			0.18	***
			107.74	0.55
Net Assets			19,894.37	100.00

** NPAs in accordance with SEBI regulations and guidelines. ** Thly traded / non - traded debt securities.

*** Value below 0.01% of NAV \$ \$ Illiquid securities

Awaiting 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 :

- No NPAs were provided for any of the Schemes during the half year.
- Total value and percentage of illiquid shares to NAV is Nil for all the schemes of Principal Mutual Fund.
- 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.
- 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.
- 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.
- There is no outstanding exposure in derivative instruments at the end of the half year in any scheme of Principal Mutual Fund.
- 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.
- As per the directive of SEBI vide its letter dated June 20, 2007 Principal Focused 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.
- 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.

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>ii) Non-Convertible Debentures</i>				
Deccan Chronicle Holdings Ltd	PR1+	2,000,000	2,000.00	12.52
Total			2,000.00	12.52
II. Money Market Instruments				
<i>i) Certificate of Deposit</i>				
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
<i>ii) Reverse Repo and CBLO</i>				
			13.49	0.08
Total			13.49	0.08
III. Cash & Cash Equivalents				
IV. Other Receivables / (Payables)				
			0.06	***
			(102.16)	(0.64)
Net Assets			15,980.30	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>ii) Non-Convertible Debentures</i>				
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	498.81	4.47
DSP Merrill Lynch Capital Ltd	AAA	300,000	298.60	2.69
Total			6,168.80	55.55
<i>iii) Floating Rate Notes / Bonds</i>				
Power Finance Corporation Ltd	AAA	500,000	500.16	4.50
Total			500.16	4.50
<i>iii) Deep-Discount Bonds</i>				
Tata Sons Ltd	AAA	1,000,000	870.11	7.83
Total			870.11	7.83
B) Privately Placed / Unlisted**				
<i>i) Non-Convertible Debentures</i>				
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>i) Reverse Repo and CBLO</i>				
			42.98	0.39
Total			42.98	0.39
III. Cash & Cash Equivalents				
IV. Other Receivables / (Payables)				
			0.06	***
			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>ii) Non-Convertible Debentures</i>				
CICI Securities Primary Dealership Limited				