

January 2013



## ***Don't wait till it's too late.***

The saying isn't 'the late bird gets the worm'. Same with tax planning. The earlier you begin, the easier it is on you. Which is why it makes sense to invest a small amount every month through a Systematic Investment Plan (SIP) in **Principal Personal Tax Saver Fund**.



**PRINCIPAL  
PERSONAL TAX  
SAVER FUND**

(An open-ended Equity Linked Savings Scheme)



Mutual Fund investments are subject to market risks, read all scheme related documents carefully.

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### Fixed Income Update for January 2013

#### Key Market Highlights:

- During the month there was only one OMO worth ₹ 8000 crore approx. as Govt. had postponed one scheduled G-sec. auction worth ₹ 12000 crore.
- G-sec yields ended the month lower with the ten year benchmark closing at 7.91%, 14 bps lower than previous month.
- Corporate bond yields also fell during the month. While at the short end (one year and lower) yields rose due to tight liquidity conditions at the medium to long end yields fell. The ten year AAA PSU Corporate bond benchmark closed at 8.81%, 14 bps lower than previous month. Corporate bond spreads rose across tenors. In the five year segment spreads rose from 70 to 75 bps.
- December WPI data release came at 7.18% y-o-y vs 7.24% in previous month. CPI came higher for December 2012 at 10.56% compared to 9.90% in previous month.
- November industrial production (IIP) came lower at -0.1% reflecting muted growth.
- Banks credit growth was at 16.34% in January' 2013 while deposit growth was marginally lower at 13.28%.
- CD rates rose reflecting tight liquidity and higher issuance on rollovers. 3 month CD rates closed at 8.65%, 15 bps higher than previous month. 1 year CD rates rose to 9.00% compared to 8.78% in previous month.

- Liquidity deficit remained high during the month on account of festive season currency leakage and lower govt. spending. Average LAF repo borrowing for the month was at ₹ 93000 crore.
- RBI in its Monetary Policy review held on 29th Jan 2013, cut repo/reverse repo by 25 bps as was widely expected. RBI also cut CRR by 25 bps to 4% citing tight liquidity. RBI continues to keep a stance of supporting growth however at the same time has highlighted the risks to keeping an easing monetary policy stance, namely inflation risks, fiscal risks and high current account deficit risks

#### Outlook:

- With the key policy event through market would turn focus back on govt's fiscal situation with the Union Budget also scheduled for this month. The ten year G-sec benchmark is expected to trade in a range of 7.75-8.05% with a positive bias.
- Liquidity in the banking system is expected continue to remain in deficit mode in the range of ₹ 70000 crore to ₹ 95,000 crore as reflected in RBI LAF repo borrowing nos. The CRR cut which would come into effect in this month is expected to release ₹ 18000 crore of primary liquidity to the system.
- Yields of short term CDs and CPs are expected to remain under pressure and may go up further on tight liquidity conditions and primary issuance.
- Corporate bond spreads may remain at similar levels as last month or widen on account of primary issuance.

## Equity Markets

### Review of Equity Market for the Month of January 2013

The equity markets have largely been led by global cues and further incremental moves by the government on the reform front. As a result the BSE Sensex rallied 2.4% to end at 19895 whereas the Nifty ended 2.2% positive at 6034.

Globally there appears to be a consensus for stronger growth compared to 2012 with Emerging markets leading the growth and developed world following suit. The world GDP is expected to clock 3.5% (3.1%-2012-source EIU). US and Eurozone are expected to see some revival on the back of continuing support by central banks. As a consequence of the global 'risk on' trade and continuing liquidity flows, the markets have been supported for countries like India, which look better on a relative basis.

Portfolio flows continued to be robust with equity inflows by FIIs at ₹ 22230 crores and Net selling by Domestic Institutions at ₹ 4713 crores for the month of January 2013.

The first flush of results has been encouraging on the back of growth returning with most of the issues like inventory loss, forex loss etc. tapering off in comparison to erstwhile quarters. A count of 254 cos from BSE 500 cos. recorded a growth of 15.3% in Net Sales, 20.1% in Ebidta and 25.2% in Net Profits (*Source: Capitaline*).

The key issue that the markets would now wait for is growth and ability of the Government to re-calibrate growth and at the same time ensure push to reforms. The key positives would be potential rate cuts, declining inflation, a benign global outlook for commodities and lastly the reforms pace continuing. The key negatives would be weak government finances, deteriorating external balance in light of higher current account deficit, largesse ahead of the ensuing general elections, thrust to infrastructure issues yet to fructify and weak capital expenditure cycle.

The government has initiated steps like raising FII limit for investment in Government and corporate bonds by \$ 5 bln each, raised limits for infrastructure firms for raising fund overseas upto 75% of net owned funds( from existing limit of 50%) and raising gold import tax to 6% from 2% to curb purchases.

Valuations at 14 x2014 earnings has mean reverted and trades at a level where market performance would be subject to growth returning and hence justifying relative premium to other emerging markets.

In most of our Funds, we are overweight (relative to respective benchmarks) on Pharmaceuticals, Services and Media and are underweight on Metals, Energy and Consumer.

# Fund at a Glance

Particulars	EQUITY SCHEMES					
	Principal Large Cap Fund	Principal Emerging Bluechip Fund	Principal Growth Fund	Principal Dividend Yield Fund	Principal Index Fund	Principal SMART Equity Fund
<b>Nature of the Scheme</b>	An Open-ended Equity Scheme	An Open-ended Equity Scheme	An Open-ended Equity Scheme	An Open-ended Equity Scheme	An Open-ended Index Scheme	An Open-ended Equity Scheme
<b>Allotment Date - Regular Plan</b>	November 11, 2005	November 12, 2008	October 25, 2000	October 15, 2004	July 27, 1999	December 16, 2010
<b>- Direct Plan</b>	January 1, 2013	January 1, 2013	January 1, 2013	January 1, 2013	January 1, 2013	January 1, 2013
<b>Investment Plans / Options<sup>+</sup></b>	Regular Plan & Direct Plan. Both the Plans offer Growth & Dividend Option. Dividend Option under both the Plans offers facility of Payout, Reinvestment and Sweep.					
<b>Fund Manager &amp; Managing the Current Fund from</b>	Anupam Tiwari July 2011	Dhimant Shah June 2011	P.V.K. Mohan September 2010	Dhimant Shah December 2011	Rupali Pandit October 2012	Anupam Tiwari July 2011
<b>Total Investment Experience</b>	8 years	21 years	19 years	21 years	12 years	8 years
<b>Benchmark</b>	BSE 100 Index	CNX Midcap Index	BSE 200 Index	CNX Dividend Opportunities Index	CNX Nifty Index	Crisil Balanced Fund Index
<b>Minimum Application Amount</b>	New Investor: ₹ 5,000 Existing Investor: ₹ 500	New Investor: ₹ 5,000 Existing Investor: ₹ 500	New Investor: ₹ 5,000 Existing Investor: ₹ 500	New Investor: ₹ 5,000 Existing Investor: ₹ 500	New Investor: ₹ 5,000 Existing Investor: ₹ 500	New Investor: ₹ 5,000 Existing Investor: ₹ 500
<b>Cut Off Time<sup>#</sup></b>	3.00 pm	3.00 pm	3.00 pm	3.00 pm	3.00 pm	3.00 pm
<b>Exit Load (including STP / SWP, if available)</b>	If redeemed on or before 1 Year from the date of allotment - 1%.				Nil	1% if redeemed within 2 years from the date of allotment.
<b>SIP</b>	Available					
<b>SWP / STP</b>	Available					
<b>Minimum No. &amp; Amt. of SIP/SWP/STP (if available)</b>	6 installment of ₹ 500/- each.					

Particulars	EQUITY LINKED SAVINGS SCHEME (ELSS)		FUND OF FUNDS SCHEME	TARGET RISK FUNDS	
	Principal Personal Tax Saver Fund	Principal Tax Savings Fund (Close for subscription)	Principal Global Opportunities Fund	Principal Debt Savings Fund - Monthly Income Plan	Principal Balanced Fund
<b>Nature of the Scheme</b>	An Open-ended Equity Linked Savings Scheme	An Open-ended Equity Linked Savings Scheme	An Open-ended Fund of Funds Scheme	An Open-ended Income Fund (Monthly Income is not assured and is subject to the availability of distributable surplus)	An Open-ended Balanced Scheme
<b>Allotment Date - Regular Plan</b>	March 31, 1996	March 31, 1996	March 29, 2004	May 23, 2002	January 14, 2000
<b>- Direct Plan</b>	January 1, 2013	N.A.	January 1, 2013	January 1, 2013	January 1, 2013
<b>Investment Plans / Options<sup>+</sup></b>	Regular Plan & Direct Plan. Both the Plan do not have any options at present.	No Plans or Options at present	Regular Plan & Direct Plan. Both the Plans offer Growth & Dividend Option. Dividend Option under both the Plan offers facility of Payout, Reinvestment and Sweep.	Regular Plan and Direct Plan. Both the Plans offer Dividend & Growth Option. Dividend Frequencies - Monthly / Quarterly	Regular Plan & Direct Plan. Both the Plans offer Growth & Dividend Option. Dividend Option under both the Plan offers facility of Payout, Reinvestment and Sweep.
<b>Fund Manager &amp; Managing the Current Fund from</b>	Anupam Tiwari July 2011	P.V.K. Mohan September 2010	Rajat Jain March 2004	Pankaj Jain January 2012	P.V.K. Mohan May 2010
<b>Total Investment Experience</b>	8 years	19 years	23 years	10 years	19 years
<b>Benchmark</b>	BSE 100 Index	BSE 200 Index	MSCI World Index	Crisil MIP Blended Index	Crisil Balanced Fund Index
<b>Minimum Application Amount</b>	New Investor: ₹ 500 Existing Investor: ₹ 500	New Investor: ₹ 500 Existing Investor: ₹ 500	New Investor: ₹ 10,000 Existing Investor: ₹ 5,000	New Investor: ₹ 5,000 Existing Investor: ₹ 500	New Investor: ₹ 5,000 Existing Investor: ₹ 500
<b>Cut Off Time<sup>#</sup></b>	3.00 pm	3.00 pm	12.30 pm	3.00 pm	3.00 pm
<b>Exit Load (including STP / SWP, if available)</b>	Nil	Nil	If redeemed on or before 1 Year from the date of allotment - 1%.		
<b>SIP</b>	Available				
<b>SWP / STP</b>	Available after lock-in period		Available	Available	Available
<b>Minimum No. &amp; Amt. of SIP/SWP/STP (if available)</b>	6 installment of ₹ 500/- each.				

<sup>#</sup> In respect of purchase/switch-in of units in any of the Schemes (other than Liquid Schemes) for an amount equal to or more than ₹ 2 Lakhs, the closing NAV (Net Asset Value) of the day shall be applicable subject to realisation of the funds upto 3.00 p.m. and receipt of application (duly time stamped).

## Fund at a Glance (Contd.)

### DEBT SCHEMES

Particulars	Principal Government Securities Fund	Principal Income Fund - Long Term Plan	Principal Debt Opportunities Fund - Corporate Bond Plan	Principal Income Fund - Short Term Plan	Principal Bank CD Fund
<b>Nature of the Scheme</b>	An Open-ended dedicated Gilt Scheme investing in Government Securities	An Open-ended Income Scheme	An Open-ended Debt Scheme	An Open-ended Income Scheme	An Open-ended Debt Scheme
<b>Allotment Date - Regular Plan</b>	August 23, 2001	May 09, 2003	September 14, 2004	May 09, 2003	November 6, 2007
<b>- Direct Plan</b>	January 1, 2013	January 1, 2013	January 1, 2013	January 1, 2013	January 1, 2013
<b>Investment Plans / Options*</b>	Regular Plan and Direct Plan. Both the Plans offer Dividend & Growth Option.				
<b>Dividend Frequencies</b>	Quarterly / Annual	Quarterly / Annual	Monthly	Monthly	Monthly
<b>Fund Manager &amp; Managing the Current Fund from</b>	Bekxy Kuriakose October 2012	Bekxy Kuriakose January 2013	Bekxy Kuriakose January 2013	Gurvinder Singh Wasan April 2011	Gurvinder Singh Wasan April 2011
<b>Total Investment Experience</b>	12 years	12 years	12 years	9 years	9 years
<b>Benchmark</b>	I-Sec Composite Index	Crisil Composite Bond Fund Index	Crisil Composite Bond Fund Index	CRISIL Short-Term Bond Fund Index	Crisil Liquid Fund Index
<b>Minimum Application Amount</b>	New Investor: ₹ 5,000 Existing Investor: ₹ 500	New Investor: ₹ 5,000 Existing Investor: ₹ 500	New Investor: ₹ 5,000 Existing Investor: ₹ 1,000	New Investor: ₹ 5,000 Existing Investor: ₹ 500	New Investor: ₹ 5,000 Existing Investor: ₹ 1,000
<b>Cut Off Time</b>					
<b>Subscription#</b>	3.00 pm	3.00 pm	3.00 pm	3.00 pm	3.00 pm
<b>Redemption</b>	3.00 pm	3.00 pm	3.00 pm	3.00 pm	3.00 pm
<b>Exit Load (including STP / SWP, if available)</b>	Nil	If redeemed on or before 1 Year from the date of allotment - 1%.	From the date of allotment if redeemed any time - • Upto 12 months - 2% • From 12 months and upto 24 months - 1% • After 24 months - Nil	If redeemed on or before 6 months from the date of allotment - 0.50%	If redeemed on or before 3 months from the date of allotment - 0.25%
<b>SIP / SWP / STP</b>	Available	Available	Available	Available	Available
<b>Minimum number &amp; Amount of SIP/ SWP/STP (if available)</b>	6 installment of ₹ 500/- each.		6 installment of SIP - ₹ 1,000/- each & SWP/STP - ₹ 500/- each.	6 installment of ₹ 500/- each.	6 installment of SIP - ₹ 1,000/- each & SWP/STP - ₹ 500/- each.

# In respect of purchase/switch-in of units in any of the Schemes (other than Liquid Schemes) for an amount equal to or more than ₹ 2 Lakhs, the closing NAV (Net Asset Value) of the day shall be applicable subject to realisation of the funds upto 3.00 p.m. and receipt of application (duly time stamped).

## Fund at a Glance (Contd.)

Particulars	DEBT SCHEMES	LIQUID SCHEME*	RETAIL SCHEMES		
	Principal Debt Opportunities Fund - Conservative Plan	Principal Cash Management Fund	Principal Retail Money Manager Fund*~	Principal Debt Savings Fund - Retail Plan~	Principal Retail Equity Savings Fund~
<b>Nature of the Scheme</b>	An Open-ended Debt Scheme	An Open-ended Liquid Scheme	An Open-ended Liquid Scheme	An Open-ended Income Fund	An Open-ended Equity Scheme
<b>Allotment Date - Regular Plan</b>	September 14, 2004	August 30, 2004	December 28, 2007	December 30, 2003	January 7, 1998
<b>- Direct Plan</b>	January 1, 2013	January 1, 2013	January 1, 2013	January 1, 2013	January 1, 2013
<b>Investment Plans/ Options+/ Dividend Frequencies</b>	Regular Plan and Direct Plan. Both the Plans offer Dividend & Growth Option. Dividend Frequency - Daily / Weekly / Monthly	Regular Plan and Direct Plan. Both the Plans offer Dividend & Growth Option. Dividend Frequency - Daily / Weekly / Monthly	Growth & Dividend Both the Plans offer Dividend & Growth Option. Dividend Frequency - Regular Plan~: Daily / Weekly / Monthly. Direct Plan: Monthly (Reinvestment)	Regular Plan and Direct Plan. Regular Plan offers - Dividend~ and Growth Option. Direct Plan offers Growth Option. Dividend Frequency - Monthly / Quarterly	Regular Plan & Direct Plan. Regular Plan offers Dividend~ & Growth Option. Direct Plan offers Growth Option. Dividend Option offers facility of Payout, Reinvestment and Sweep.
<b>Fund Manager &amp; Managing the Current Fund from</b>	Pankaj Jain January 2012	Pankaj Jain January 2012	Pankaj Jain January 2012	Pankaj Jain January 2012	P.V.K. Mohan October 2012
<b>Total Investment Experience</b>	10 years	10 years	10 years	10 years	19 years
<b>Benchmark</b>	Crisil Liquid Fund Index	Crisil Liquid Fund Index	Crisil Liquid Fund Index	Crisil Composite Bond Fund Index	BSE 100 Index
<b>Minimum Application Amount</b>	New Investor: ₹ 5,000 Existing Investor: ₹ 1,000	New Investor: ₹ 5,000 Existing Investor: ₹ 1,000	New Investor: ₹ 5,000 Existing Investor: ₹ 1,000	New Investor: ₹ 5,000 Existing Investor: ₹ 500	New Investor: ₹ 5,000 Existing Investor: ₹ 500
<b>Cut Off Time Subscription#</b>	3.00 pm	2.00 pm	2.00 pm	3.00 pm	3.00 pm
<b>Redemption</b>	3.00 pm	3.00 pm	3.00 pm	3.00 pm	3.00 pm
<b>Exit Load (including STP / SWP, if available)</b>	Nil	Nil	If redeemed within 1 month from the date of allotment - 0.50%	If redeemed on or before 1 Year from the date of allotment - 1%.	If redeemed on or before 1 Year from the date of allotment - 1%.
<b>SIP</b>	Available	Not Available	Not Available	Available	Available
<b>SWP / STP</b>	Available	Available	Available	Available	Available
<b>Minimum number &amp; Amount of SIP/ SWP/STP (if available)</b>	6 installment of ₹ 500/- each.				

\* In respect of Liquid Scheme(s) NAV applicable shall be subject to receipt of valid application/switch-in request at the OPT and credit of entire subscription/switch-in amounts into the Bank Account of the concerning Scheme(s)/ Plan(s) and funds are available for utilization by the Scheme(s)/Plan(s), within relevant cut-off time as applicable to the relevant Scheme(s)/Plan(s).

# In respect of purchase/switch-in of units in any of the Schemes (other than Liquid Schemes) for an amount equal to or more than ₹ 2 Lakhs, the closing NAV (Net Asset Value) of the day shall be applicable subject to realisation of the funds upto 3.00 p.m. and receipt of application (duly time stamped).

~ Subscriptions (by way of purchase / switch in or in any mode) is restricted only for individual investors (including HUFs, Association of Persons & where an individual is an ultimate beneficiary). Further, (a) Daily & Weekly Dividend Option and the Payout & Sweep facility to Monthly Dividend Option under Principal Retail Money Manager Fund (b) Dividend Option under Principal Debt Savings Fund - Retail Plan and (c) Dividend Option under Principal Retail Equity Savings Fund, are not available for subscription/Switch-in.

+ Effective January 1, 2013, new plan i.e. Direct Plan has been launched, for those investors who purchase/subscribe units in a scheme directly with the Fund and not through a Distributor. Both Regular Plan & Direct Plan share a common portfolio.

# Principal Large Cap Fund (An open-ended equity scheme)

## FUND FEATURES

**QAAUM** (For the period October to December 2012):  
₹ 389.64 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Option :	₹ 31.06	₹ 31.05
Dividend Option :	₹ 21.28	₹ 21.26

## INVESTMENT OBJECTIVE

To provide capital appreciation and /or dividend distribution by predominantly investing in companies having a large market capitalization.

## DIVIDEND UPDATE (REGULAR PLAN)

Date	Dividend (₹/Unit)*	Cum Dividend NAV
June 24, 2010	1.5000	20.2200
July 28, 2009	2.0000	17.6700
February 5, 2008	2.0000	23.5600
May 15, 2007	1.5000	17.7600

Past performance may or may not be sustained in the future.

\* On face value of ₹ 10.

**Note:** All Dividend (₹/Unit) figures are Gross Dividend.

## RATIOS & OTHER DETAILS (As on Jan. 31, 2013)

Standard Deviation <sup>^</sup> (Annualised)	15.79%
Beta <sup>^</sup>	0.86
Sharpe Ratio <sup>^</sup> (Annualised)	0.01
Portfolio Turnover Ratio <sup>**</sup>	0.97
Expense Ratio (Regular Plan) <sup>#+</sup>	2.38%

Note: <sup>^</sup> The above measures have been calculated by taking rolling returns for a 3 year period with 7.94% risk free rate of return (91 days - T Bill Rate as on January 30, 2013).

<sup>\*\*</sup> Portfolio Turnover Ratio is calculated as lower of sales or purchases divided by average AUM for last rolling 12 months.

<sup>#</sup> Calculated as year to date ratio to average AUM.

<sup>+</sup> Direct Plan shall have a lower expense ratio excluding distribution expenses, commission, etc. and no commission for distribution of Units will be paid / charged under the Direct Plan.

## MARKET CAP ALLOCATION (As on Jan. 31, 2013)

	% of NAV
Equity & Equity Related Instruments of Large Cap Companies	97.61
Equity & Equity Related Instruments of Mid Cap & Other Companies	-
Cash & Other Assets	2.39

## PORTFOLIO (As on Jan. 31, 2013)

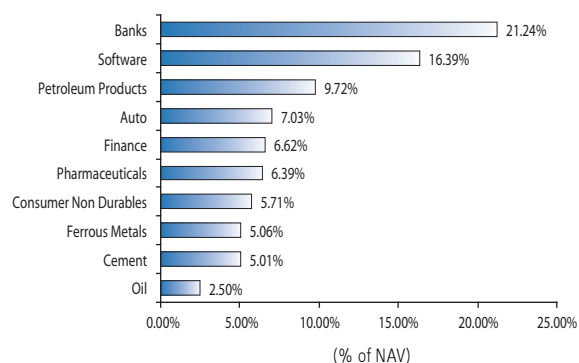
Instrument	Industry	% of NAV
<b>Equity</b>		<b>97.61</b>
ICICI Bank	Banks	7.46
Infosys	Software	7.30
Reliance Industries	Petroleum Products	6.26
State Bank of India	Banks	5.88
ITC	Consumer Non Durables	5.71
Jindal Steel & Power	Ferrous Metals	5.06
HCL Technologies	Software	4.90
Housing Development Finance Corporation	Finance	4.76
Oracle Financial Services Software	Software	4.19
Shree Cements	Cement	4.15
Divi's Laboratories	Pharmaceuticals	3.99
HDFC Bank	Banks	3.50
Bharat Petroleum Corporation	Petroleum Products	2.65

Tata Motors	Auto	2.43
Canara Bank	Banks	2.41
Dr. Reddy's Laboratories	Pharmaceuticals	2.40
Bank of Baroda	Banks	1.99
Godrej Industries	Chemicals	1.95
LIC Housing Finance	Finance	1.86
Jet Airways (India)	Transportation	1.82
Bajaj Auto	Auto	1.71
Motherson Sumi Systems	Auto Ancillaries	1.66
Cairn India	Oil	1.64
Aditya Birla Nuvo	Services	1.57
Tata Motors - A Class	Auto	1.51
Maruti Suzuki India	Auto	1.38
Idea Cellular	Telecom - Services	1.26
Larsen & Toubro	Construction Project	1.12
NMDC	Minerals/Mining	1.10
Sun TV Network	Media & Entertainment	0.90
Jaiprakash Associates	Cement	0.86
Oil India	Oil	0.86
Indian Oil Corporation	Petroleum Products	0.81
Crompton Greaves	Industrial Capital Goods	0.56

**Cash and Other Assets** **2.39**

**Net Assets** **100.00**

## SECTOR ALLOCATION (TOP 10) (As on Jan. 31, 2013)



# Principal Emerging Bluechip Fund (An open-ended equity scheme)

## FUND FEATURES

**QAAUM** (For the period October to December 2012):

₹ 283.33 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Option :	₹ 34.15	₹ 34.10
Dividend Option :	₹ 26.00	₹ 25.99

## INVESTMENT OBJECTIVE

To achieve long-term capital appreciation by investing in equity & equity related instruments of Mid Cap & Small Cap companies.

## DIVIDEND UPDATE (REGULAR PLAN)

Date	Dividend (₹/Unit)*	Cum Dividend NAV
October 15, 2010	1.0000	27.4300
June 19, 2009	4.0000	19.3500

Past performance may or may not be sustained in the future.

\* On face value of ₹ 10.

**Note:** All Dividend (₹/Unit) figures are Gross Dividend.

## RATIOS & OTHER DETAILS (As on Jan. 31, 2013)

Standard Deviation <sup>^</sup> (Annualised)	18.99%
Beta <sup>^</sup>	0.90
Sharpe Ratio <sup>^</sup> (Annualised)	0.02
Portfolio Turnover Ratio <sup>**</sup>	0.58
Expense Ratio (Regular Plan) <sup>#+</sup>	2.41%

Note: <sup>^</sup> The above measures have been calculated by taking rolling returns for a 3 year period with 7.94% risk free rate of return (91 days - T Bill Rate as on January 30, 2013).

<sup>\*\*</sup> Portfolio Turnover Ratio is calculated as lower of sales or purchases divided by average AUM for last rolling 12 months.

<sup>#</sup> Calculated as year to date ratio to average AUM.

<sup>+</sup> Direct Plan shall have a lower expense ratio excluding distribution expenses, commission, etc. and no commission for distribution of Units will be paid / charged under the Direct Plan.

## MARKET CAP ALLOCATION (As on Jan. 31, 2013)

	% of NAV
Equity and equity related instruments of Mid Cap Companies	87.49
Equity and equity related instruments of Small Cap Companies	9.26
Equity and equity related instruments of Companies other than Mid & Small Cap	3.23
Cash and Money Market / Fixed Income Securities (including MIBOR Linked Short Term Papers & Securitised Debt)	0.02

## Market Cap Range for CNX Midcap Stocks

As on December 31, 2012 ₹ 57,506.59 Cr – ₹ 2,037.33 Crs

## PORTFOLIO (As on Jan. 31, 2013)

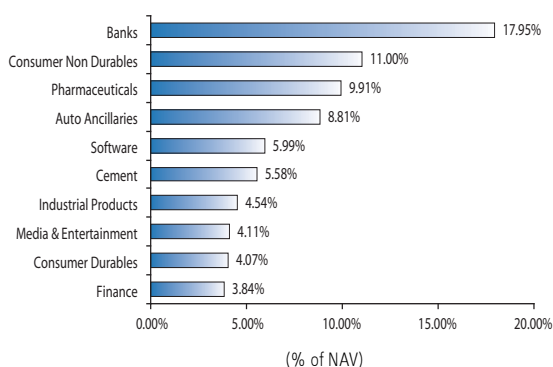
Instrument	Industry	% of NAV
<b>Equity</b>		<b>99.98</b>
Amara Raja Batteries	Auto Ancillaries	4.39
GlaxoSmithKline Consumer Healthcare	Consumer Non Durables	4.14
Shree Cements	Cement	3.53
ICICI Bank	Banks	3.23
ING Vysya Bank	Banks	3.18
The Jammu & Kashmir Bank	Banks	3.01
Apollo Tyres	Auto Ancillaries	2.86
The Federal Bank	Banks	2.65
Yes Bank	Banks	2.64
Divi's Laboratories	Pharmaceuticals	2.47
LIC Housing Finance	Finance	2.38
Godrej Consumer Products	Consumer Non Durables	2.33
HCL Technologies	Software	2.32
Sadbhav Engineering	Construction Project	2.23

Torrent Pharmaceuticals	Pharmaceuticals	2.19
Kaveri Seed Company	Consumer Non Durables	2.18
Union Bank of India	Banks	2.11
JK Cement	Cement	2.05
Cummins India	Industrial Products	2.04
Oracle Financial Services Software	Software	2.03
Eicher Motors	Auto	1.99
Tata Chemicals	Chemicals	1.98
Sun TV Network	Media & Entertainment	1.80
Aditya Birla Nuvo	Services	1.80
Hindustan Petroleum Corporation	Petroleum Products	1.73
Satyam Computer Services	Software	1.64
Max India	Industrial Products	1.60
Glenmark Pharmaceuticals	Pharmaceuticals	1.59
Motherson Sumi Systems	Auto Ancillaries	1.56
Spicejet	Transportation	1.55
Titan Industries	Consumer Durables	1.55
Lupin	Pharmaceuticals	1.53
Godrej Industries	Chemicals	1.49
Gateway Distriparks	Transportation	1.47
Power Finance Corporation	Finance	1.46
Hathway Cable & Datacom	Media & Entertainment	1.34
Arvind	Textile Products	1.28
Petronet LNG	Gas	1.27
Tata Global Beverages	Consumer Non Durables	1.27
Pantaloon Retail (India)	Retailing	1.26
Prestige Estates Projects	Construction	1.24
Oil India	Oil	1.22
Unitech	Construction	1.19
Symphony	Consumer Durables	1.19
IPCA Laboratories	Pharmaceuticals	1.16
Oriental Bank of Commerce	Banks	1.13
Asian Paints	Consumer Non Durables	1.08
Jubilant Life Sciences	Pharmaceuticals	0.97
Dish TV India	Media & Entertainment	0.97
Graphite India	Industrial Products	0.90
KEC International	Power	0.88
Bata India	Consumer Durables	0.82
Jet Airways (India)	Transportation	0.64
Jindal Steel & Power	Ferrous Metals	0.55
PC Jeweller	Consumer Durables	0.51
Supreme Infrastructure India	Construction	0.41

**Cash and Other Assets** 0.02

**Net Assets** 100.00

## SECTOR ALLOCATION (TOP 10) (As on Jan. 31, 2013)





# Principal Growth Fund (An open-ended equity scheme)

## FUND FEATURES

**QAAUM** (For the period October to December 2012):

₹ 273.92 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Plan :	₹ 57.97	₹ 57.94
Dividend Plan :	₹ 26.27	₹ 26.25

## INVESTMENT OBJECTIVE

To achieve long-term capital appreciation.

## DIVIDEND UPDATE (REGULAR PLAN)

Date	Dividend (₹/Unit)*	Cum Dividend NAV
December 31, 2007	2.5000	37.1400
March 20, 2006	2.5000	24.6400

Past performance may or may not be sustained in the future.

\* On face value of ₹ 10.

**Note:** All Dividend (₹/Unit) figures are Gross Dividend.

## RATIOS & OTHER DETAILS (As on Jan. 31, 2013)

Standard Deviation <sup>^</sup> (Annualised)	17.71%
Beta <sup>^</sup>	0.96
Sharpe Ratio <sup>^</sup> (Annualised)	-0.07
Portfolio Turnover Ratio <sup>**</sup>	1.41
Expense Ratio (Regular Plan) <sup>#+</sup>	2.44%

Note: <sup>^</sup> The above measures have been calculated by taking rolling returns for a 3 year period with 7.94% risk free rate of return (91 days - T Bill Rate as on January 30, 2013).

<sup>\*\*</sup> Portfolio Turnover Ratio is calculated as lower of sales or purchases divided by average AUM for last rolling 12 months.

<sup>#</sup> Calculated as year to date ratio to average AUM.

<sup>+</sup> Direct Plan shall have a lower expense ratio excluding distribution expenses, commission, etc. and no commission for distribution of Units will be paid / charged under the Direct Plan.

## PORTFOLIO (As on Jan. 31, 2013)

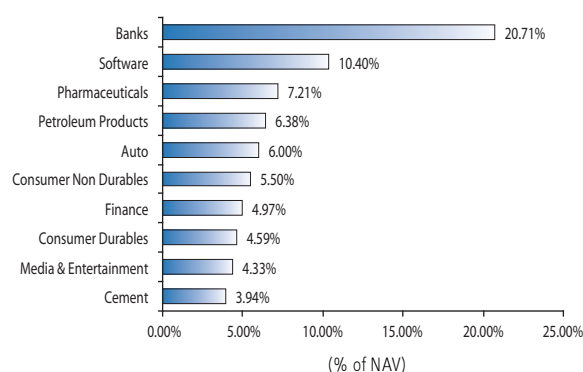
Instrument	Industry	% of NAV
<b>Equity</b>		<b>94.65</b>
ICICI Bank	Banks	7.32
Reliance Industries	Petroleum Products	5.12
ITC	Consumer Non Durables	4.50
HDFC Bank	Banks	3.30
HCL Technologies	Software	3.16
Maruti Suzuki India	Auto	3.01
Oracle Financial Services Software	Software	2.98
Infosys	Software	2.74
Jubilant Life Sciences	Pharmaceuticals	2.52
State Bank of India	Banks	2.51
Jet Airways (India)	Transportation	1.99
Havells India	Consumer Durables	1.97
Motherson Sumi Systems	Auto Ancillaries	1.97
Titan Industries	Consumer Durables	1.96
Tata Motors - A Class	Auto	1.88
Dr. Reddy's Laboratories	Pharmaceuticals	1.87
Housing Development Finance Corporation	Finance	1.85
The Federal Bank	Banks	1.85
IDFC	Finance	1.62
Prestige Estates Projects	Construction	1.48
Jain Irrigation Systems	Industrial Products	1.35
ING Vysya Bank	Banks	1.30
Bharat Petroleum Corporation	Petroleum Products	1.26

Raymond	Textile Products	1.24
Sterlite Industries ( India )	Non - Ferrous Metals	1.22
JK Cement	Cement	1.21
Chambal Fertilizers & Chemicals	Fertilisers	1.20
Bank of Baroda	Banks	1.17
Union Bank of India	Banks	1.13
Aditya Birla Nuvo	Services	1.12
Tata Motors	Auto	1.11
Indiabulls Power	Power	1.10
Zee Entertainment Enterprise	Media & Entertainment	1.08
Axis Bank	Banks	1.07
IPCA Laboratories	Pharmaceuticals	1.07
Oriental Bank of Commerce	Banks	1.06
Sun TV Network	Media & Entertainment	1.04
Aurobindo Pharma	Pharmaceuticals	1.00
United Spirits	Consumer Non Durables	1.00
Cairn India	Oil	0.99
Crompton Greaves	Industrial Capital Goods	0.98
Power Finance Corporation	Finance	0.97
Hathway Cable & Datacom	Media & Entertainment	0.96
Godrej Industries	Chemicals	0.96
Idea Cellular	Telecom - Services	0.95
The India Cements	Cement	0.94
Jindal Steel & Power	Ferrous Metals	0.94
NIIT Technologies	Software	0.93
Jaiprakash Associates	Cement	0.92
Ambuja Cements	Cement	0.87
Eros International Media	Media & Entertainment	0.79
Torrent Pharmaceuticals	Pharmaceuticals	0.75
NMDC	Minerals/Mining	0.73
Gujarat State Fertilizers & Chemicals	Fertilisers	0.70
Pantaloon Retail (India)	Retailing	0.69
PC Jeweller	Consumer Durables	0.66
Infinite Computer Solutions (India)	Software	0.59
Dewan Housing Finance Corporation	Finance	0.53
Gujarat Mineral Development Corporation	Minerals/Mining	0.50
Tata Steel	Ferrous Metals	0.49
Dish TV India	Media & Entertainment	0.46
Mile Stone Granite	Construction Materials	0.02

**Cash and Other Assets** **5.35**

**Net Assets** **100.00**

## SECTOR ALLOCATION (TOP 10) (As on Jan. 31, 2013)



# Principal Dividend Yield Fund (An open-ended equity scheme)

## FUND FEATURES

**QAAUM** (For the period October to December 2012):

₹ 110.70 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Plan :	₹ 26.22	₹ 26.21
Dividend Plan :	₹ 19.36	₹ 19.35

## 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.

## DIVIDEND UPDATE (REGULAR PLAN)

Date	Dividend (₹/Unit)*	Cum Dividend NAV
October 12, 2007	1.5000	15.4400
April 24, 2006	1.5000	15.7200
October 3, 2005	0.7500	13.5100
April 20, 2005	0.5000	11.0900

\* On face value of ₹ 10.

Past performance may or may not be sustained in the future.

**Note:** All Dividend (₹/Unit) figures are Gross Dividend.

## RATIOS & OTHER DETAILS (As on Jan. 31, 2013)

Standard Deviation <sup>^</sup> (Annualised)	17.62%
Beta <sup>^</sup>	1.04
Sharpe Ratio <sup>^</sup> (Annualised)	0.14
Portfolio Turnover Ratio <sup>**</sup>	0.64
Expense Ratio (Regular Plan) <sup>#+</sup>	2.55%

Note: <sup>^</sup> The above measures have been calculated by taking rolling returns for a 3 year period with 7.94% risk free rate of return (91 days - T Bill Rate as on January 30, 2013).

<sup>\*\*</sup> Portfolio Turnover Ratio is calculated as lower of sales or purchases divided by average AUM for last rolling 12 months.

<sup>#</sup> Calculated as year to date ratio to average AUM.

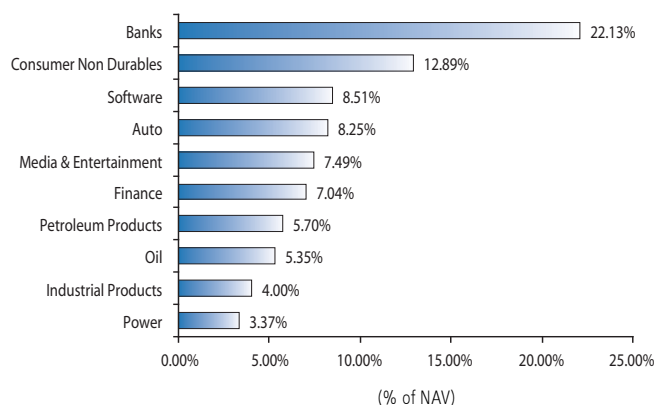
<sup>+</sup> Direct Plan shall have a lower expense ratio excluding distribution expenses, commission, etc. and no commission for distribution of Units will be paid / charged under the Direct Plan.

## PORTFOLIO (As on Jan. 31, 2013)

Instrument	Industry	% of NAV
<b>Equity</b>		<b>100.42</b>
ITC	Consumer Non Durables	4.63
The Jammu & Kashmir Bank	Banks	3.98
ICICI Bank	Banks	3.65
Tata Motors - A Class	Auto	3.59
VST Industries	Consumer Non Durables	3.46
Bajaj Holdings & Investment	Finance	3.10
Oil & Natural Gas Corporation	Oil	3.04
Sun TV Network	Media & Entertainment	3.03
NIIT Technologies	Software	2.95
State Bank of India	Banks	2.89
Hinduja Ventures	Media & Entertainment	2.46
Gateway Distriparks	Transportation	2.40
Gujarat Industries Power Company	Power	2.27
Bank of Baroda	Banks	2.24
Bajaj Auto	Auto	2.22
Oriental Bank of Commerce	Banks	2.16
HCL Technologies	Software	2.11
Colgate Palmolive (India)	Consumer Non Durables	2.08
JK Cement	Cement	2.03
Tata Chemicals	Chemicals	2.02

Tata Steel	Ferrous Metals	1.96
Union Bank of India	Banks	1.95
Rural Electrification Corporation	Finance	1.90
National Buildings Construction Corporation	Construction	1.89
Hindustan Petroleum Corporation	Petroleum Products	1.89
Cummins India	Industrial Products	1.88
Hero MotoCorp	Auto	1.75
Tata Global Beverages	Consumer Non Durables	1.68
Castrol India	Petroleum Products	1.45
Power Finance Corporation	Finance	1.44
Allahabad Bank	Banks	1.38
Oil India	Oil	1.36
Zensar Technologies	Software	1.32
Reliance Industries	Petroleum Products	1.27
Karur Vysya Bank	Banks	1.27
Kirloskar Oil Engines	Industrial Products	1.22
Jagran Prakashan	Media & Entertainment	1.15
NTPC	Power	1.10
Bharat Petroleum Corporation	Petroleum Products	1.09
Kolte - Patil Developers	Construction	1.08
Mcleod Russel India	Consumer Non Durables	1.04
IDBI Bank	Banks	1.03
Tamil Nadu Newsprint & Papers	Paper	1.02
Tata Consultancy Services	Software	1.02
Cairn India	Oil	0.95
Chambal Fertilizers & Chemicals	Fertilisers	0.93
The South Indian Bank	Banks	0.91
Supreme Industries	Industrial Products	0.90
ACC	Cement	0.88
Repro India	Media & Entertainment	0.85
Hexaware Technologies	Software	0.80
IPCA Laboratories	Pharmaceuticals	0.79
SML Isuzu	Auto	0.69
Syndicate Bank	Banks	0.67
LIC Housing Finance	Finance	0.60
NMDC	Minerals/Mining	0.53
Infinite Computer Solutions (India)	Software	0.31
Volant Textile Mills	Textile - Cotton	0.16
<b>Cash and Other Assets</b>		<b>-0.42</b>
<b>Net Assets</b>		<b>100.00</b>

## SECTOR ALLOCATION (TOP 10) (As on Jan. 31, 2013)



# Principal Index Fund (An open-ended index scheme)

## FUND FEATURES

**QAAUM** (For the period October to December 2012):

₹ 14.88 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Plan :	₹ 41.1240	₹ 41.1205
Dividend Plan :	₹ 24.1694	₹ 24.1674

## 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.

## DIVIDEND UPDATE (REGULAR PLAN)

Date	Dividend (₹/Unit)*	Cum Dividend NAV
December 24, 2008	3.7500	15.7934

\* On face value of ₹ 10.

Past performance may or may not be sustained in the future.

**Note:** All Dividend (₹/Unit) figures are Gross Dividend.

## RATIOS & OTHER DETAILS (As on Jan. 31, 2013)

Standard Deviation <sup>^</sup> (Annualised)	18.01%
Beta <sup>^</sup>	1.00
Sharpe Ratio <sup>^</sup> (Annualised)	-0.08
Portfolio Turnover Ratio <sup>**</sup>	2.60
Expense Ratio (Regular Plan) <sup>#+</sup>	0.65%

Note: <sup>^</sup> The above measures have been calculated by taking rolling returns for a 3 year period with 7.94% risk free rate of return (91 days - T Bill Rate as on January 30, 2013).

<sup>\*\*</sup> Portfolio Turnover Ratio is calculated as lower of sales or purchases divided by average AUM for last rolling 12 months.

<sup>#</sup> Calculated as year to date ratio to average AUM.

<sup>+</sup> Direct Plan shall have a lower expense ratio excluding distribution expenses, commission, etc. and no commission for distribution of Units will be paid / charged under the Direct Plan.

## TRACKING DEVIATION

0.80% \*

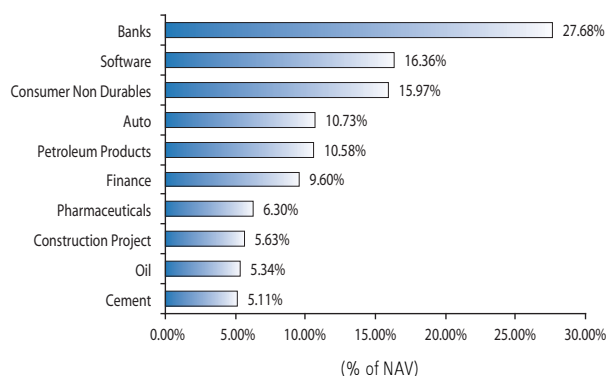
\* Trailing 12 months ended Jan. 31, 2013 (Annualized).

## PORTFOLIO (As on Jan. 31, 2013)

Instrument	Industry	% of NAV
<b>Equity</b>		<b>129.28</b>
IITC	Consumer Non Durables	11.32
Reliance Industries	Petroleum Products	9.86
ICICI Bank	Banks	9.27
Infosys	Software	9.08
Housing Development Finance Corporation	Finance	8.18
HDFC Bank	Banks	7.91
Larsen & Toubro	Construction Project	5.63
Tata Consultancy Services	Software	4.63
State Bank of India	Banks	4.24
Oil & Natural Gas Corporation	Oil	4.05
Tata Motors	Auto	3.56
Hindustan Unilever	Consumer Non Durables	3.28
Mahindra & Mahindra	Auto	2.75
Bharti Airtel	Telecom - Services	2.74
Axis Bank	Banks	2.74
Bajaj Auto	Auto	1.84
Sun Pharmaceuticals Industries	Pharmaceuticals	1.83

Tata Steel	Ferrous Metals	1.82
Kotak Mahindra Bank	Banks	1.72
Dr. Reddy's Laboratories	Pharmaceuticals	1.63
Coal India	Minerals/Mining	1.50
Wipro	Software	1.44
IDFC	Finance	1.42
Maruti Suzuki India	Auto	1.41
Cipla	Pharmaceuticals	1.40
Asian Paints	Consumer Non Durables	1.37
NTPC	Power	1.36
Grasim Industries	Cement	1.29
Cairn India	Oil	1.29
Ultratech Cement	Cement	1.27
HCL Technologies	Software	1.21
Bharat Heavy Electricals	Industrial Capital Goods	1.21
Hero MotoCorp	Auto	1.17
Tata Power Company	Power	1.11
Jindal Steel & Power	Ferrous Metals	1.09
Power Grid Corporation of India	Power	1.05
Ambuja Cements	Cement	1.05
GAIL (India)	Gas	1.04
Hindalco Industries	Non - Ferrous Metals	1.01
Bank of Baroda	Banks	0.98
Lupin	Pharmaceuticals	0.97
ACC	Cement	0.83
Punjab National Bank	Banks	0.82
Bharat Petroleum Corporation	Petroleum Products	0.72
DLF	Construction	0.68
Jaiprakash Associates	Cement	0.67
Sesa Goa	Minerals/Mining	0.49
Reliance Infrastructure	Power	0.47
Ranbaxy Laboratories	Pharmaceuticals	0.47
Siemens	Industrial Capital Goods	0.41
<b>Cash and Other Assets</b>		<b>-29.28</b>
<b>Net Assets</b>		<b>100.00</b>

## SECTOR ALLOCATION (TOP 10) (As on Jan. 31, 2013)



# Principal SMART Equity Fund (An open-ended equity scheme)

## FUND FEATURES

**QAAUM** (For the period October to December 2012):

₹ 110.43 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Plan :	₹ 11.60	₹ 11.58
Dividend Plan :	₹ 11.60	₹ 11.58

## INVESTMENT OBJECTIVE

The primary objective of the scheme is to seek to generate long term capital appreciation with relatively lower volatility through systematic allocation of funds into equity; and in debt /money market instruments for defensive purposes. The Scheme will decide on allocation of funds into equity assets based on equity market Price Earning Ratio (PE Ratio) levels. When the markets become expensive in terms of 'Price to Earnings' Ratio'; the Scheme will reduce its allocation to equities and move assets into debt and/or money market instruments and vice versa.

## RATIOS & OTHER DETAILS (As on Jan. 31, 2013)

Portfolio Turnover Ratio**	0.86
Expense Ratio (Regular Plan)#+	2.53%

\*\* Portfolio Turnover Ratio is calculated as lower of sales or purchases divided by average AUM for last rolling 12 months.

# Calculated as year to date ratio to average AUM.

+ Direct Plan shall have a lower expense ratio excluding distribution expenses, commission, etc. and no commission for distribution of Units will be paid / charged under the Direct Plan.

## PORTFOLIO (As on Jan. 31, 2013)

Instrument	Industry/Rating	% of NAV
<b>Equity</b>		<b>77.50</b>
ICICI Bank	Banks	5.92
Infosys	Software	5.79
Reliance Industries	Petroleum Products	4.86
State Bank of India	Banks	4.66
ITC	Consumer Non Durables	4.53
Jindal Steel & Power	Ferrous Metals	4.02
HCL Technologies	Software	3.89
Housing Development Finance Corporation	Finance	3.78
Oracle Financial Services Software	Software	3.33
Shree Cements	Cement	3.29
Divi's Laboratories	Pharmaceuticals	3.16
HDFC Bank	Banks	2.78
Bharat Petroleum Corporation	Petroleum Products	2.10
Tata Motors	Auto	1.93
Canara Bank	Banks	1.91
Dr. Reddy's Laboratories	Pharmaceuticals	1.90
Bank of Baroda	Banks	1.58
Godrej Industries	Chemicals	1.55

LIC Housing Finance	Finance	1.48
Jet Airways (India)	Transportation	1.44
Bajaj Auto	Auto	1.36
Motherson Sumi Systems	Auto Ancillaries	1.32
Cairn India	Oil	1.30
Aditya Birla Nuvo	Services	1.25
Tata Motors - A Class	Auto	1.20
Maruti Suzuki India	Auto	1.09
Idea Cellular	Telecom - Services	1.00
Larsen & Toubro	Construction Project	0.89
NMDC	Minerals/Mining	0.87
Sun TV Network	Media & Entertainment	0.72
Jaiprakash Associates	Cement	0.69
Oil India	Oil	0.68
Indian Oil Corporation	Petroleum Products	0.66
Crompton Greaves	Industrial Capital Goods	0.57

## Certificate of Deposit 10.40

Indian Bank	A1+	10.40
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## Commercial Paper 0.10

Fullerton India Credit Company	A1+	0.10
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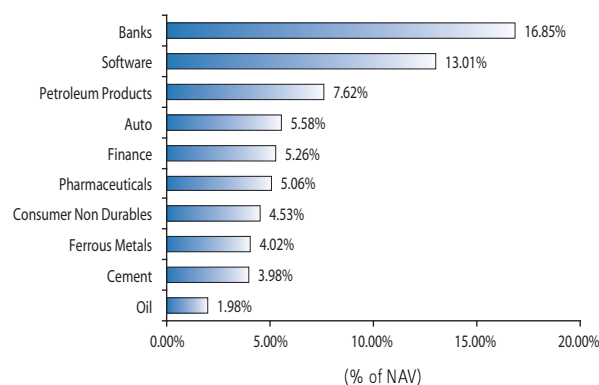
## BONDS & NCDs 3.02

Tata Capital Financial Services	AA+	3.02
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## Cash and Other Assets 8.98

## Net Assets 100.00

## SECTOR ALLOCATION OF EQUITY INSTRUMENTS (TOP 10) (As on Jan. 31, 2013)



# Principal Personal Tax Saver Fund (An open-ended equity linked savings scheme)

Free  
Accidental  
Death Insurance  
150 times the  
number of  
units##

## FUND FEATURES

**QAAUM** (For the period October to December 2012):

₹ 429.52 crore

**NAV per unit** (As on Jan. 31, 2013)

**Direct Plan:** ₹ 101.97

**Regular Plan:** ₹ 101.93

## 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.

## DIVIDEND UPDATE (REGULAR PLAN)

Date	Dividend (₹/Unit)*	Cum Dividend NAV
March 25, 2008	40.0000	124.66
February 26, 2008	20.0000	172.57
December 31, 2007	11.0000	221.26
October 30, 2007	11.0000	190.53
March 13, 2006	10.0000	118.96
November 2, 2005	40.0000	124.43

\* On face value of ₹ 10.

Past performance may or may not be sustained in the future.

**Note:** All Dividend (₹/Unit) figures are Gross Dividend.

## RATIOS & OTHER DETAILS (As on Jan. 31, 2013)

Standard Deviation <sup>^</sup> (Annualised)	16.72%
Beta <sup>^</sup>	0.92
Sharpe Ratio <sup>^</sup> (Annualised)	-0.12
Portfolio Turnover Ratio <sup>**</sup>	0.95
Expense Ratio (Regular Plan) <sup>#+</sup>	2.36%

Note: <sup>^</sup> The above measures have been calculated by taking rolling returns for a 3 year period with 7.94% risk free rate of return (91 days - T Bill Rate as on January 30, 2013).

<sup>\*\*</sup> Portfolio Turnover Ratio is calculated as lower of sales or purchases divided by average AUM for last rolling 12 months.

<sup>#</sup> Calculated as year to date ratio to average AUM.

<sup>+</sup> Direct Plan shall have a lower expense ratio excluding distribution expenses, commission, etc. and no commission for distribution of Units will be paid / charged under the Direct Plan.

## PORTFOLIO (As on Jan. 31, 2013)

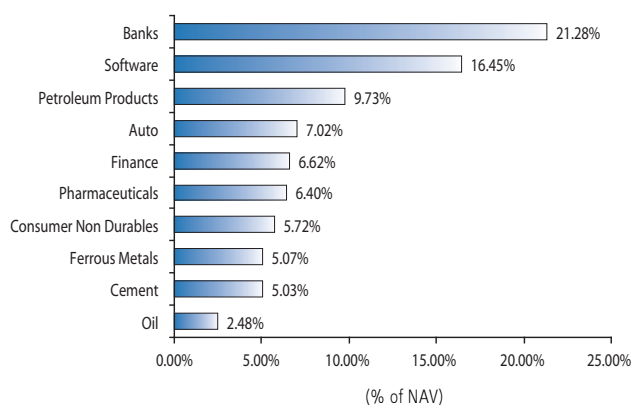
Instrument	Industry	% of NAV
<b>Equity</b>		<b>97.69</b>
ICICI Bank	Banks	7.48
Infosys	Software	7.32
Reliance Industries	Petroleum Products	6.28
State Bank of India	Banks	5.90
ITC	Consumer Non Durables	5.72
Jindal Steel & Power	Ferrous Metals	5.07
HCL Technologies	Software	4.91
Housing Development Finance Corporation	Finance	4.77
Oracle Financial Services Software	Software	4.22
Shree Cements	Cement	4.17
Divi's Laboratories	Pharmaceuticals	4.00
HDFC Bank	Banks	3.51
Bharat Petroleum Corporation	Petroleum Products	2.65

Canara Bank	Banks	2.42
Tata Motors	Auto	2.41
Dr. Reddy's Laboratories	Pharmaceuticals	2.40
Bank of Baroda	Banks	1.97
Godrej Industries	Chemicals	1.96
LIC Housing Finance	Finance	1.85
Jet Airways (India)	Transportation	1.79
Bajaj Auto	Auto	1.72
Motherson Sumi Systems	Auto Ancillaries	1.64
Cairn India	Oil	1.64
Aditya Birla Nuvo	Services	1.58
Tata Motors - A Class	Auto	1.51
Maruti Suzuki India	Auto	1.38
Idea Cellular	Telecom - Services	1.26
Larsen & Toubro	Construction Project	1.11
NMDC	Minerals/Mining	1.09
Sun TV Network	Media & Entertainment	0.90
Jaiprakash Associates	Cement	0.86
Oil India	Oil	0.84
Indian Oil Corporation	Petroleum Products	0.80
Crompton Greaves	Industrial Capital Goods	0.56

**Cash and Other Assets** 2.31

**Net Assets** 100.00

## SECTOR ALLOCATION (TOP 10) (As on Jan. 31, 2013)



## Conditions Apply. Also, subject to a maximum of ₹ 1 lakh.

# Principal Tax Savings Fund (An open-ended equity linked savings scheme)

(Close for subscription)

Free  
Personal  
Accident Death  
Insurance upto  
₹ 5 lacs##

## FUND FEATURES

**QAAUM** (For the period October to December 2012):

₹ 226.54 crore

**NAV per unit** (As on Jan. 31, 2013)

**Direct Plan:** ₹ 85.36 • **Regular Plan:** ₹ 85.31

## 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.

## DIVIDEND UPDATE (REGULAR PLAN)

Date	Dividend (₹/Unit)*	Cum Dividend NAV
March 31, 2008	8.0000	90.1200
January 15, 2007	5.0000	83.6600

\* On face value of ₹ 10.

Past performance may or may not be sustained in the future.

**Note:** All Dividend (₹/Unit) figures are Gross Dividend.

## RATIOS & OTHER DETAILS (As on Jan. 31, 2013)

Standard Deviation <sup>^</sup> (Annualised)	17.50%
Beta <sup>^</sup>	0.95
Sharpe Ratio <sup>^</sup> (Annualised)	-0.04
Portfolio Turnover Ratio <sup>**</sup>	1.15
Expense Ratio (Regular Plan) <sup>#+</sup>	2.14%

Note: <sup>^</sup> The above measures have been calculated by taking rolling returns for a 3 year period with 7.94% risk free rate of return (91 days - T Bill Rate as on January 30, 2013).

<sup>\*\*</sup> Portfolio Turnover Ratio is calculated as lower of sales or purchases divided by average AUM for last rolling 12 months.

<sup>#</sup> Calculated as year to date ratio to average AUM.

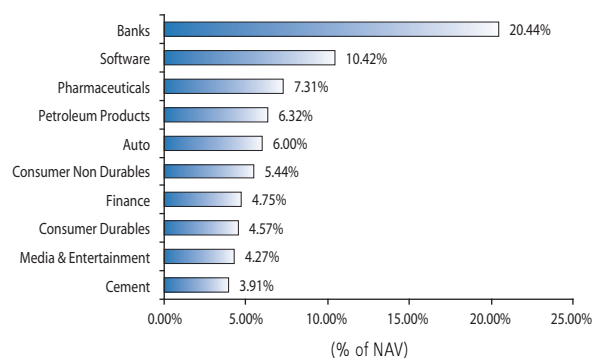
<sup>+</sup> Direct Plan shall have a lower expense ratio excluding distribution expenses, commission, etc. and no commission for distribution of Units will be paid / charged under the Direct Plan.

## PORTFOLIO (As on Jan. 31, 2013)

Instrument	Industry	% of NAV
<b>Equity</b>		<b>93.91</b>
ICICI Bank	Banks	7.16
Reliance Industries	Petroleum Products	5.08
ITC	Consumer Non Durables	4.45
HDFC Bank	Banks	3.27
HCL Technologies	Software	3.19
Maruti Suzuki India	Auto	3.02
Oracle Financial Services Software	Software	2.96
Infosys	Software	2.77
Jubilant Life Sciences	Pharmaceuticals	2.50
State Bank of India	Banks	2.46
Jet Airways (India)	Transportation	1.99
Havells India	Consumer Durables	1.97
Motherson Sumi Systems	Auto Ancillaries	1.95
Titan Industries	Consumer Durables	1.95
Tata Motors - A Class	Auto	1.88
Dr. Reddy's Laboratories	Pharmaceuticals	1.84
The Federal Bank	Banks	1.84
Housing Development Finance Corporation	Finance	1.81
Prestige Estates Projects	Construction	1.39
IDFC	Finance	1.37
Jain Irrigation Systems	Industrial Products	1.33
ING Vysya Bank	Banks	1.28
Bharat Petroleum Corporation	Petroleum Products	1.24
Raymond	Textile Products	1.22

Sterlite Industries (India )	Non - Ferrous Metals	1.21
JK Cement	Cement	1.20
Bank of Baroda	Banks	1.18
Chambal Fertilizers & Chemicals	Fertilisers	1.17
Union Bank of India	Banks	1.13
Aditya Birla Nuvo	Services	1.12
Tata Motors	Auto	1.10
Indiabulls Power	Power	1.10
Axis Bank	Banks	1.07
IPCA Laboratories	Pharmaceuticals	1.07
Zee Entertainment Enterprise	Media & Entertainment	1.06
Oriental Bank of Commerce	Banks	1.05
Sun TV Network	Media & Entertainment	1.02
Aurobindo Pharma	Pharmaceuticals	1.00
Cairn India	Oil	0.99
United Spirits	Consumer Non Durables	0.99
Crompton Greaves	Industrial Capital Goods	0.97
Power Finance Corporation	Finance	0.96
Hathway Cable & Datacom	Media & Entertainment	0.95
Idea Cellular	Telecom - Services	0.95
Godrej Industries	Chemicals	0.94
The India Cements	Cement	0.93
Jindal Steel & Power	Ferrous Metals	0.92
NIIT Technologies	Software	0.92
Jaiprakash Associates	Cement	0.92
Torrent Pharmaceuticals	Pharmaceuticals	0.90
Ambuja Cements	Cement	0.86
Eros International Media	Media & Entertainment	0.78
NMDC	Minerals/Mining	0.72
Gujarat State Fertilizers & Chemicals	Fertilisers	0.69
Pantaloon Retail (India)	Retailing	0.68
PC Jeweller	Consumer Durables	0.65
Tata Steel	Ferrous Metals	0.64
Dewan Housing Finance Corporation	Finance	0.61
Infinite Computer Solutions (India)	Software	0.58
Gujarat Mineral Development Corporation	Minerals/Mining	0.50
Dish TV India	Media & Entertainment	0.46
<b>Cash and Other Assets</b>		<b>6.09</b>
<b>Net Assets</b>		<b>100.00</b>

## SECTOR ALLOCATION (TOP 10) (As on Jan. 31, 2013)



## Conditions Apply.

Note: In terms of enabling provisions of the SID, post 3.00 p.m of September 2, 2011, fresh sale of units (by way of Purchase or Switch-ins) under the scheme has been suspended (refer notice-cum addendum no. 15/2011 dated August 30, 2011)

# Principal Debt Savings Fund (An open-ended income fund)

## - Monthly Income Plan (Monthly Income is not assured and is subject to the availability of distributable surplus.)

### FUND FEATURES

**QAAUM** (For the period October to December 2012):  
₹ 34.52 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Plan :	₹ 24.4485	₹ 24.4314
Dividend Plan (Monthly):	₹ 10.8228	₹ 10.8158
Dividend Plan (Quarterly):	₹ 12.1023	₹ 12.0945

### INVESTMENT OBJECTIVE

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.

### DIVIDEND UPDATE

Date	Regular Plan		Direct Plan	
	Dividend (₹/Unit)*	Cum Dividend NAV	Dividend (₹/Unit)*	Cum Dividend NAV
<b>Monthly Dividend (Last 3 Months)</b>				
January 24, 2013	0.0700	10.8679	0.0700	10.8733
December 24, 2012	0.0700	10.8014	-	-
November 23, 2012	0.0700	10.7438	-	-
<b>Quarterly Dividend (Last 3 Quarters)</b>				
December 24, 2012	0.0500	11.9729	-	-
September 24, 2012	0.1000	11.7427	-	-
June 22, 2012	0.1400	11.5653	-	-

\* On face value of ₹ 10.

Past performance may or may not be sustained in the future.

**Note:** All Dividend (₹/Unit) figures are Gross Dividend.

### RATIO (As on Jan. 31, 2013)

Portfolio Turnover Ratio\*\* 0.02

\*\* Portfolio Turnover Ratio is calculated as lower of sales or purchases divided by average AUM for last rolling 12 months.

### AVERAGE MATURITY (As on Jan. 31, 2013)

2.8 years

### MODIFIED DURATION (As on Jan. 31, 2013)

1.9 years

### PORTFOLIO (As on Jan. 31, 2013)

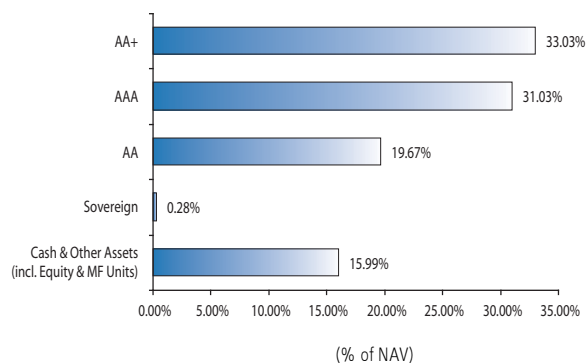
Instrument	Industry/Rating	% of NAV
<b>Equity</b>		<b>1.83</b>
Jet Airways (India)	Transportation	1.83
<b>Treasury Bill</b>		<b>0.28</b>
T-Bill 91 Day 28-Mar-2013	Sovereign	0.28
<b>Bonds &amp; NCDs</b>		<b>83.73</b>
Cholamandalam Investment and Finance Company	AA	19.67
Sundaram Finance	AA+	18.38
Exim Bank	AAA	14.02

Bajaj Finance	AA+	9.10
State Bank of Mysore	AAA	7.05
Tata Sons	AAA	5.66
Power Grid Corporation of India	AAA	4.30
Fullerton India Credit Company	AA+	4.22
Dr. Reddy's Laboratories	AA+	1.33
<b>Mutual Fund Units</b>		<b>10.25</b>
Principal Index Fund - Regular Plan - Growth Option	Mutual Funds	10.25
<b>Cash and Other Assets</b>		<b>3.91</b>
<b>Net Assets</b>		<b>100.00</b>

### COMPOSITION BY ASSETS (As on Jan. 31, 2013)

Industry / Ratings	% of NAV
Bonds & NCDs	83.73
Mutual Fund Units	10.25
Equity	1.83
Treasury Bill	0.28
Cash & Other Assets	3.91

### RATING PROFILE (As on Jan. 31, 2013)



# Principal Balanced Fund (An open-ended balanced scheme)

## FUND FEATURES

**QAAUM** (For the period October to December 2012):

₹ 16.33 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Plan :	₹ 34.43	₹ 34.41
Dividend Plan :	₹ 17.42	₹ 17.39

## INVESTMENT OBJECTIVE

To provide long term appreciation and current income by investing in a portfolio of equity, equity related securities and fixed income securities.

## DIVIDEND UPDATE (REGULAR PLAN)

Date	Dividend (₹/Unit)*	Cum Dividend NAV
March 24, 2008	2.5000	14.9200
November 5, 2007	6.0000	23.9000
November 9, 2005	3.2000	16.4100

Past performance may or may not be sustained in the future. \* On face value of ₹ 10.  
**Note:** All Dividend (₹/Unit) figures are Gross Dividend.

## RATIOS & OTHER DETAILS (As on Jan. 31, 2013)

Standard Deviation <sup>^</sup> (Annualised)	12.83%
Beta <sup>^</sup>	0.99
Sharpe Ratio <sup>^</sup> (Annualised)	-0.16
Portfolio Turnover Ratio <sup>**</sup>	0.81
Expense Ratio (Regular Plan) <sup>#+</sup>	2.57%

Note: <sup>^</sup> The above measures have been calculated by taking rolling returns for a 3 year period with 7.94% risk free rate of return (91 days - T Bill Rate as on January 30, 2013).

<sup>\*\*</sup> Portfolio Turnover Ratio is calculated as lower of sales or purchases divided by average AUM for last rolling 12 months. <sup>#</sup> Calculated as year to date ratio to average AUM.

<sup>+</sup> Direct Plan shall have a lower expense ratio excluding distribution expenses, commission, etc. and no commission for distribution of Units will be paid / charged under the Direct Plan.

## AVERAGE MATURITY (As on Jan. 31, 2013)

1.6 years

## MODIFIED DURATION (As on Jan. 31, 2013)

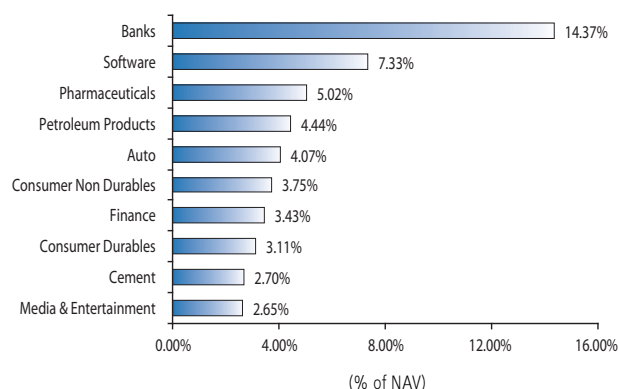
1.4 years

## PORTFOLIO (As on Jan. 31, 2013)

Instrument	Industry / Rating	% of NAV
<b>Equity</b>		<b>64.92</b>
ICICI Bank	Banks	5.04
Reliance Industries	Petroleum Products	3.57
ITC	Consumer Non Durables	3.05
HDFC Bank	Banks	2.30
HCL Technologies	Software	2.22
Oracle Financial Services Software	Software	2.05
Maruti Suzuki India	Auto	2.04
Infosys	Software	1.98
Jubilant Life Sciences	Pharmaceuticals	1.79
State Bank of India	Banks	1.75
Jet Airways (India)	Transportation	1.39
Havells India	Consumer Durables	1.38
Motherson Sumi Systems	Auto Ancillaries	1.36
Housing Development Finance Corporation	Finance	1.33
Titan Industries	Consumer Durables	1.30
Tata Motors - A Class	Auto	1.29
The Federal Bank	Banks	1.28
Dr. Reddy's Laboratories	Pharmaceuticals	1.26
IDFC	Finance	1.00
Prestige Estates Projects	Construction	0.97
Crompton Greaves	Industrial Capital Goods	0.97

ING Vysya Bank	Banks	0.90
Chambal Fertilizers & Chemicals	Fertilisers	0.87
Bharat Petroleum Corporation	Petroleum Products	0.87
Raymond	Textile Products	0.86
Bank of Baroda	Banks	0.85
JK Cement	Cement	0.84
Jain Irrigation Systems	Industrial Products	0.81
Union Bank of India	Banks	0.78
IPCA Laboratories	Pharmaceuticals	0.78
Indiabulls Power	Power	0.76
Aditya Birla Nuvo	Services	0.76
Sun TV Network	Media & Entertainment	0.76
Axis Bank	Banks	0.74
Tata Motors	Auto	0.74
Oriental Bank of Commerce	Banks	0.73
Cairn India	Oil	0.70
United Spirits	Consumer Non Durables	0.70
Hathway Cable & Datacom	Media & Entertainment	0.68
Aurobindo Pharma	Pharmaceuticals	0.68
NIIT Technologies	Software	0.68
Power Finance Corporation	Finance	0.67
Jaiprakash Associates	Cement	0.65
Godrej Industries	Chemicals	0.65
Idea Cellular	Telecom - Services	0.64
Jindal Steel & Power	Ferrous Metals	0.63
The India Cements	Cement	0.61
Sterlite Industries ( India )	Non - Ferrous Metals	0.61
Ambuja Cements	Cement	0.60
Eros International Media	Media & Entertainment	0.55
Torrent Pharmaceuticals	Pharmaceuticals	0.51
NMDC	Minerals/Mining	0.49
Gujarat State Fertilizers & Chemicals	Fertilisers	0.47
Pantaloon Retail (India)	Retailing	0.45
PC Jeweller	Consumer Durables	0.43
Dewan Housing Finance Corporation	Finance	0.43
Infinite Computer Solutions (India)	Software	0.40
Zee Entertainment Enterprise	Media & Entertainment	0.34
Gujarat Mineral Development Corporation	Minerals/Mining	0.33
Tata Steel	Ferrous Metals	0.33
Dish TV India	Media & Entertainment	0.32
<b>Treasury Bill</b>		<b>0.61</b>
T-Bill 91 Day 28-Mar-2013	Sovereign	0.61
<b>Bonds &amp; NCDs</b>		<b>24.74</b>
Bajaj Finance	AA+	16.79
Tata Capital Financial Services	AA+	7.95
<b>Cash and Other Assets</b>		<b>9.73</b>
<b>Net Assets</b>		<b>100.00</b>

## SECTOR ALLOCATION OF EQUITY INSTRUMENTS (TOP 10) (As on Jan. 31, 2013)





# Principal Government Securities Fund

(An open-ended dedicated gilt scheme investing in government securities)

## FUND FEATURES

**QAAUM** (For the period October to December 2012):  
₹ 70.54 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Option:	₹ 23.2943	₹ 23.2848
Quarterly Dividend Option:	₹ 11.6489	₹ 11.6442
Annual Dividend Option:	₹ 13.8627	₹ 13.8571

## INVESTMENT OBJECTIVE

To generate return through investment in sovereign securities and thus provide capital gains and income distribution to its Unitholders.

## DIVIDEND UPDATE (REGULAR PLAN)

Date	Dividend (₹/Unit)*	Cum Dividend NAV
<b>Quarterly Dividend Option (Last 3 Quarters)</b>		
December 24, 2012	0.1500	11.5500
September 24, 2012	0.2000	11.5460
June 22, 2012	0.0800	11.4237
<b>Annual Dividend Option (Last 3 Years)</b>		
September 24, 2012	0.8000	14.1275
September 23, 2011	0.6000	13.7418
September 20, 2010	0.8000	13.8993

\* On face value of ₹ 10.

Past performance may or may not be sustained in the future.

**Note:** All Dividend (₹/Unit) figures are Gross Dividend.

## AVERAGE MATURITY (As on Jan. 31, 2013)

11.9 years

## MODIFIED DURATION (As on Jan. 31, 2013)

6.8 years

## MATURITY PROFILE

Period	Portfolio (%)
Less than 3 year	1.70
3 - 5 years	11.81
5 - 10 years	3.97
10 - 15 years	44.19
Above 15 years	29.55
Cash & Other Assets	8.78

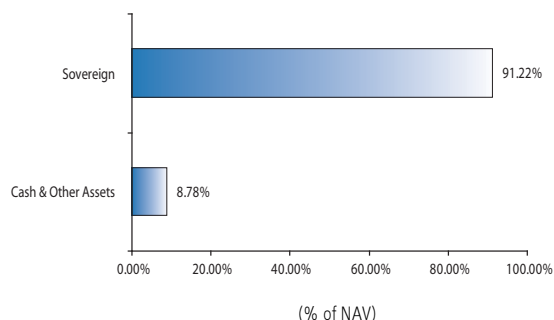
## PORTFOLIO (As on Jan. 31, 2013)

Instrument	Rating	% of NAV
<b>Treasury Bill</b>		
T-Bill 91 Days 28-Mar-2013	Sovereign	1.70
<b>Sovereign</b>		
08.97% GOI 5-Dec-2030	Sovereign	29.55
08.33% GOI 9-Jul-2026	Sovereign	28.07
08.20% GOI 24-Sep-2025	Sovereign	11.90
08.07% GOI 03-Jul-2017	Sovereign	11.81
09.15% GOI 14-Nov-2024	Sovereign	4.22
08.15% GOI 11-Jun-2022	Sovereign	3.97
<b>Cash and Other Assets</b>		<b>8.78</b>
<b>Net Assets</b>		<b>100.00</b>

## COMPOSITION BY ASSETS (As on Jan. 31, 2013)

Ratings	% of NAV
Sovereign	89.52
Treasury Bills	1.70
Cash and Other Assets	8.78

## RATING PROFILE (As on Jan. 31, 2013)



# Principal Income Fund - Long Term Plan (An open-ended income scheme)

## FUND FEATURES

**QAAUM** (For the period October to December 2012):  
₹ 86.93 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Option:	₹ 20.0184	₹ 20.0062
Dividend Option (Quarterly):	₹ 12.8973	₹ 12.8893
Dividend Option (Annual):	₹ 11.7776	₹ 11.7704

## INVESTMENT OBJECTIVE

To generate regular income and capital appreciation/accretion through investment in debt instruments and related securities besides preservation of capital.

## DIVIDEND UPDATE (REGULAR PLAN)

Date	Dividend (₹/Unit)*	Cum Dividend NAV
<b>Quarterly Dividend Option (Last 3 Quarters)</b>		
December 24, 2012	0.2000	12.8727
September 24, 2012	0.2500	12.8770
June 22, 2012	0.1500	12.6738
<b>Annual Dividend Option (Last 3 Years)</b>		
September 24, 2012	1.0000	12.3525
September 23, 2011	0.6000	11.7136
September 20, 2010	0.4882	11.4302

\* On face value of ₹ 10.

Past performance may or may not be sustained in the future.

**Note:** All Dividend (₹/Unit) figures are Gross Dividend.

## AVERAGE MATURITY (As on Jan. 31, 2013)

8.4 years

## MODIFIED DURATION (As on Jan. 31, 2013)

5 years

## MATURITY PROFILE

Period	Portfolio (%)
Less than 1 year	5.95
1 - 3 years	13.52
3 - 5 years	12.73
5 - 10 years	5.91
Above 10 years	48.13
Cash & Other Assets	13.76

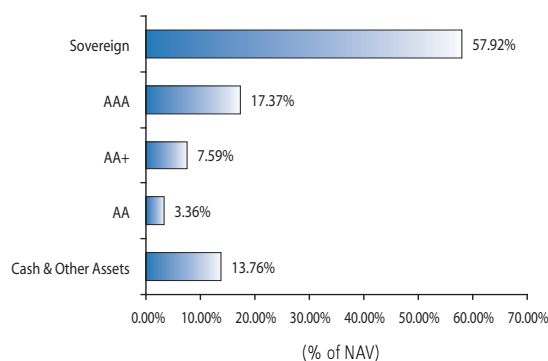
## PORTFOLIO (As on Jan. 31, 2013)

Instrument	Rating	% of NAV
<b>Treasury Bill</b>		<b>1.33</b>
T-Bill 91 Days 28-Mar-2013	Sovereign	1.33
<b>Sovereign</b>		<b>56.59</b>
08.33% GOI 09-Jul-2026	Sovereign	23.65
08.97% GOI 05-Dec-2030	Sovereign	15.84
08.20% GOI 24-Sep-2025	Sovereign	6.38
08.07% GOI 03-Jul-2017	Sovereign	6.33
09.15% GOI 14-Nov-2024	Sovereign	2.26
08.15% GOI 11-Jun-2022	Sovereign	2.13
<b>Bonds &amp; NCDs</b>		<b>28.32</b>
Housing Development Finance Corporation	AAA	5.52
Tata Capital Financial Services	AA+	4.47
Nabard	AAA	4.27
Power Grid Corporation of India	AAA	3.78
Cholamandalam Investment and Finance Co.	AA	3.36
LIC Housing Finance	AAA	2.54
Sundaram Finance	AA+	1.37
ICICI Bank	AAA	1.26
Bajaj Finance	AA+	0.91
Fullerton India Credit Company	AA+	0.84
<b>Cash and Other Assets</b>		<b>13.76</b>
<b>Net Assets</b>		<b>100.00</b>

## COMPOSITION BY ASSETS (As on Jan. 31, 2013)

Ratings	% of NAV
Sovereign	56.59
Bonds & NCDs	28.32
Treasury Bill	1.33
Cash & Other Assets	13.76

## RATING PROFILE (As on Jan. 31, 2013)



# Principal Debt Opportunities Fund - Corporate Bond Plan

(An open-ended debt scheme)

## FUND FEATURES

**QAAUM** (For the period October to December 2012):

₹ 4.91 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Option:	₹ 1805.0256	₹ 1804.1537
Dividend Option (Monthly):	₹ 1230.0269	₹ 1229.3200

## INVESTMENT OBJECTIVE

The primary objective is to generate income and capital gains through investments in a portfolio of securities issued by Private and Public Sector Companies.

## DIVIDEND UPDATE

Date	Regular Plan		Direct Plan	
	Dividend (₹/Unit)*	Cum Dividend NAV	Dividend (₹/Unit)*	Cum Dividend NAV
<b>Monthly Dividend (Last 3 Months)</b>				
January 28, 2013	6.500	1235.9257	6.500	1236.3806
December 28, 2012	7.0000	1231.4748	–	–
November 27, 2012	5.4000	1229.1955	–	–

\* On face value of ₹ 1,000/-.

Past performance may or may not be sustained in the future.

All Dividend (₹/Unit) figures are Gross Dividend.

## AVERAGE MATURITY (As on Jan. 31, 2013)

1.9 years

## MODIFIED DURATION (As on Jan. 31, 2013)

1.5 year

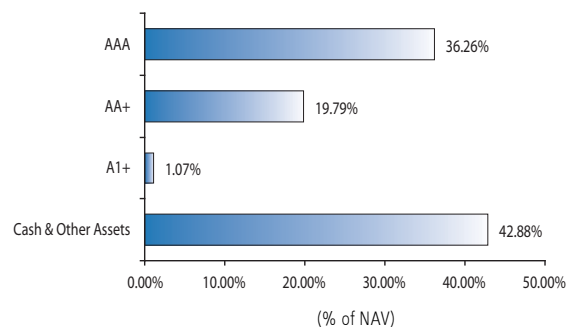
## PORTFOLIO (As on Jan. 31, 2013)

Instrument	Rating	% of NAV
<b>Commercial Paper</b>		
HCL Infosystems	A1+	1.07
<b>Bonds &amp; NCDs</b>		
Sundaram Finance	AA+	17.51
Housing Development Finance Corporation	AAA	17.27
Power Grid Corporation of India	AAA	10.69
Indian Oil Corporation	AAA	8.30
Tata Capital Financial Services	AA+	2.28
<b>Cash and Other Assets</b>		<b>42.88</b>
<b>Net Assets</b>		<b>100.00</b>

## COMPOSITION BY ASSETS (As on Jan. 31, 2013)

Industry / Ratings	% of NAV
Bonds & NCDs	56.05
Commercial Paper	1.07
Cash & Other Assets	42.88

## RATING PROFILE (As on Jan. 31, 2013)



# Principal Income Fund - Short Term Plan (An open-ended income scheme)

## FUND FEATURES

**QAAUM** (For the period October to December 2012):  
₹ 210.60 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Option:	₹ 20.3749	₹ 20.3665
Dividend Option (Monthly):	₹ 12.6631	₹ 12.6576

## INVESTMENT OBJECTIVE

To generate regular income and capital appreciation/ accretion through investment in debt instruments and related securities besides preservation of capital and has been designed to achieve stable returns over shorter-term investment horizons.

## DIVIDEND UPDATE

Date	Regular Plan		Direct Plan	
	Dividend (₹/Unit)*	Cum Dividend NAV	Dividend (₹/Unit)*	Cum Dividend NAV
<b>Monthly Dividend (Last 3 Months)</b>				
January 28, 2013	0.0600	12.7188	0.0600	12.7238
December 28, 2012	0.0600	12.6590	-	-
November 27, 2012	0.0500	12.6210	-	-

\* On face value of ₹ 10.

Past performance may or may not be sustained in the future.

**Note:** All Dividend (₹/Unit) figures are Gross Dividend.

## AVERAGE MATURITY (As on Jan. 31, 2013)

2 years

## MODIFIED DURATION (As on Jan. 31, 2013)

1.5 years

## PORTFOLIO (As on Jan. 31, 2013)

Instrument	Rating	% of NAV
<b>Certificate of Deposit</b>		<b>0.85</b>
ICICI Bank	A1+	0.85
<b>Commercial Paper</b>		<b>13.34</b>
HCL Infosystems	A1+	10.35
Fullerton India Credit Company	A1+	2.99
<b>Treasury Bill</b>		<b>0.21</b>
T-Bill 91 Days 28-Mar-2013	Sovereign	0.21
<b>Sovereign</b>		<b>2.62</b>
08.07% GOI 03-Jul-2017	Sovereign	2.62%

## Bonds & NCDs **67.53**

Jindal Power	AA	10.40
Rural Electrification Corporation	AAA	7.98
Bajaj Finance	AA+	7.03
LIC Housing Finance	AAA	6.28
Tata Capital Financial Services	AA+	5.55
Nabard	AAA	5.29
IDFC	AAA	5.22
Sundaram Finance	AA+	4.69
Exim Bank	AAA	3.18
Tata Sons	AAA	2.66
Cholamandalam Investment and Finance Co.	AA	2.61
Fullerton India Credit Company	AA+	2.61
Shriram Equipment Finance	AA	2.60
Housing Development Finance Corporation	AAA	1.43

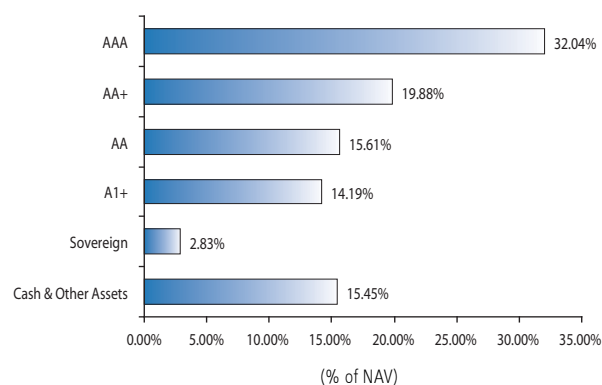
## Cash and Other Assets **15.45**

## Net Assets **100.00**

## COMPOSITION BY ASSETS (As on Jan. 31, 2013)

Ratings	% of NAV
Bonds & NCDs	67.53
Commercial Paper	13.34
Sovereign	2.62
Certificate of Deposit	0.85
Treasury Bill	0.21
Cash & Other Assets	15.45

## RATING PROFILE (As on Jan. 31, 2013)



# Principal Bank CD Fund (An open-ended debt scheme)

## FUND FEATURES

**QAAUM** (For the period October to December 2012):  
₹ 16.33 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Option:	₹ 1483.0271	₹ 1482.8305
Dividend Option (Monthly):	₹ 1114.0880	₹ 1113.8563

## INVESTMENT OBJECTIVE

The objective is to generate returns by primarily investing in Bank CDs. Bank CDs provide liquidity and a relatively lower credit risk.

## DIVIDEND UPDATE

Date	Regular Plan		Direct Plan	
	Dividend (₹/Unit)*	Cum Dividend NAV	Dividend (₹/Unit)*	Cum Dividend NAV
<b>Monthly Dividend (Last 3 Months)</b>				
January 28, 2013	5.7500	1119.5966	5.7500	1119.805
December 28, 2012	5.5000	1117.2796	–	–
November 27, 2012	5.5000	1115.2969	–	–

\* On face value of ₹ 1,000/-

Past performance may or may not be sustained in the future.  
All Dividend (₹/Unit) figures are Gross Dividend.

## AVERAGE MATURITY (As on Jan. 31, 2013)

135 days

## MODIFIED DURATION (As on Jan. 31, 2013)

133 days

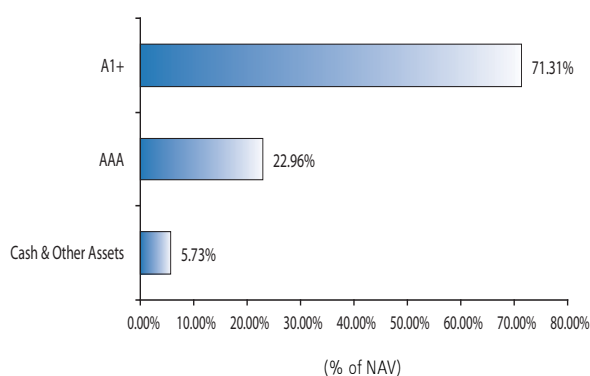
## PORTFOLIO (As on Jan. 31, 2013)

Instrument	Rating	% of NAV
<b>Certificate of Deposit</b>		<b>71.31</b>
IDBI Bank	A1+	38.00
ICICI Bank	A1+	27.24
Bank of Baroda	A1+	6.07
<b>Bonds &amp; NCDs</b>		<b>22.96</b>
ICICI Bank	AAA	22.96
<b>Cash and Other Assets</b>		<b>5.73</b>
<b>Net Assets</b>		<b>100.00</b>

## COMPOSITION BY ASSETS (As on Jan. 31, 2013)

Ratings	% of NAV
Certificate of Deposit	71.31
Bonds & NCDs	22.96
Cash & Other Assets	5.73

## RATING PROFILE (As on Jan. 31, 2013)



# Principal Debt Opportunities Fund - Conservative Plan

(An open-ended debt scheme)

Credit  
Risk Rating  
[ICRA] AAAmfs<sup>++</sup>

## FUND FEATURES

**QAAUM** (For the period October to December 2012):

₹ 415.17 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Option:	₹ 1837.3209	₹ 1836.7931
Dividend Option (Daily):	₹ 1001.2300	₹ 1001.2300
Dividend Option (Weekly):	₹ 1000.4000	₹ 1000.4000
Dividend Option (Monthly):	₹ 1130.6425	₹ 1130.3175

## INVESTMENT OBJECTIVE

To generate regular income and capital appreciation through investments in debt securities and money market instruments.

## DIVIDEND UPDATE

Date	Regular Plan		Direct Plan	
	Dividend (₹/Unit)*	Cum Dividend NAV	Dividend (₹/Unit)*	Cum Dividend NAV
<b>Monthly Dividend (Last 3 Months)</b>				
January 28, 2013	7.0000	1136.7442	7.0000	1137.0352
December 28, 2012	7.0000	1135.1106	-	-
November 27, 2012	7.0000	1133.7873	-	-

\* On face value of ₹ 1,000/-.

Past performance may or may not be sustained in the future.

All Dividend (₹/Unit) figures are Gross Dividend.

## AVERAGE MATURITY (As on Jan. 31, 2013)

80 days

## MODIFIED DURATION (As on Jan. 31, 2013)

78 days

## PORTFOLIO (As on Jan. 31, 2013)

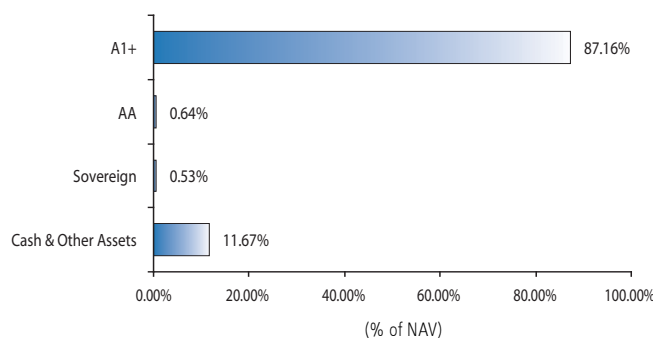
Instrument	Rating	% of NAV
<b>Certificate of Deposit</b>		<b>30.88</b>
IDBI Bank	A1+	10.31
Andhra Bank	A1+	5.30
Corporation Bank	A1+	5.29
Karur Vysya Bank	A1+	5.26
Bank of Baroda	A1+	4.72

<b>Commercial Paper</b>		<b>56.28</b>
IDFC	A1+	10.63
Aditya Birla Nuvo	A1+	10.43
Magma Fincorp	A1+	10.38
Fullerton India Credit Company	A1+	7.16
Kotak Commodity Services	A1+	5.28
Dewan Housing Finance Corporation	A1+	5.26
Kotak Mahindra Investment	A1+	5.12
HCL Infosystems	A1+	1.87
First Blue Home Finance	A1+	0.15
<b>Treasury Bill</b>		<b>0.53</b>
T-Bill 91 Days 28-Mar-2013	Sovereign	0.32
T-Bill 364 Days 31-May-2013	Sovereign	0.21
<b>Bonds &amp; NCDs</b>		<b>0.64</b>
Jindal Power	AA	0.64
<b>Cash and Other Assets</b>		<b>11.67</b>
<b>Net Assets</b>		<b>100.00</b>

## COMPOSITION BY ASSETS (As on Jan. 31, 2013)

Ratings	% of NAV
Commercial Paper	56.28
Certificate of Deposit	30.88
Bonds & NCDs	0.64
Treasury Bill	0.53
Cash & Other Assets	11.67

## RATING PROFILE (As on Jan. 31, 2013)



Past performance is no guarantee of future result. (\*\* for rating methodology please refer page 31.)

# Principal Cash Management Fund (An open-ended liquid scheme)

Credit  
Risk Rating  
[ICRA] A1+mfs<sup>+</sup>

## FUND FEATURES

**QAAUM** (For the period October to December 2012):  
₹ 1893.91 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Option:	₹ 1799.7681	₹ 1799.5784
Dividend Option (Daily):	₹ 1000.0700	₹ 1000.0700
Dividend Option (Weekly):	₹ 1006.0000	₹ 1006.0000
Dividend Option (Monthly):	₹ 1020.1927	₹ 1020.1601

## 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.

## DIVIDEND UPDATE

Date	Regular Plan		Direct Plan	
	Dividend (₹/Unit)*	Cum Dividend NAV	Dividend (₹/Unit)*	Cum Dividend NAV
<b>Monthly Dividend (Last 3 Months)</b>				
January 28, 2013	6.3736	1026.1031	6.7670	1026.2243
December 28, 2012	6.8075	1025.5446	-	-
November 27, 2012	6.7805	1025.0366	-	-

\* On face value of ₹ 1,000/-.

Past performance may or may not be sustained in the future.

All Dividend (₹/Unit) figures are Gross Dividend.

## AVERAGE MATURITY (As on Jan. 31, 2013)

27 days

## MODIFIED DURATION (As on Jan. 31, 2013)

27 days

## PORTFOLIO (As on Jan. 31, 2013)

Instrument	Rating	% of NAV
<b>Certificate of Deposit</b>		<b>38.98</b>
Bank of Maharashtra	A1+	7.24
State Bank of Travancore	A1+	5.61
Corporation Bank	A1+	5.60
IDBI Bank	A1+	4.01
IndusInd Bank	A1+	3.22
State Bank of Patiala	A1+	3.21
Bank of India	A1+	3.20
Kotak Mahindra Bank	A1+	1.61
Oriental Bank of Commerce	A1+	1.60
Indian Bank	A1+	1.28
Central Bank of India	A1+	0.80
State Bank of Mysore	A1+	0.80
Syndicate Bank	A1+	0.80
<b>Commercial Paper</b>		<b>53.30</b>
Housing Development Finance Corporation	A1+	6.41
Exim Bank	A1+	5.63
Indian Oil Corporation	A1+	5.62

Magma Fincorp	A1+	3.22
SREI Equipment Finance	A1+	3.21
L&T Fincorp	A1+	3.21
India Infoline Finance	A1+	3.20
ECL Finance	A1+	3.19
Edelweiss Financial Services	A1+	3.19
Hinduja Global Solutions	A1+	2.40
Nabard	A1+	1.61
Piramal Enterprises	A1+	1.61
Volkswagen Finance	A1+	1.61
Aditya Birla Finance	A1+	1.60
Fullerton India Credit Company	A1+	1.59
Godrej Industries	A1+	0.97
Graphite India	A1+	0.97
SBI Global Factors	A1+	0.81
Hindustan Petroleum Corporation	A1+	0.80
Kotak Mahindra Investment	A1+	0.80
Jagran Prakashan	A1+	0.65
HCL Infosystems	A1+	0.52
Kotak Commodity Services	A1+	0.48

**Treasury Bill 0.32**

T-Bill 91 Days Sovereign 0.32

**Fixed Deposit 6.45**

8.95% The South Indian Bank Unrated 3.23

8.75% The South Indian Bank Unrated 1.61

8.75% IndusInd Bank Unrated 1.61

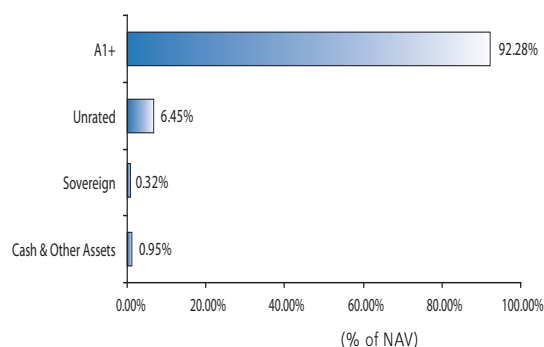
**Cash and Other Assets 0.95**

**Net Assets 100.00**

## COMPOSITION BY ASSETS (As on Jan. 31, 2013)

Ratings	% of NAV
Commercial Paper	53.30
Certificate of Deposit	38.98
Fixed Deposit	6.45
Treasury Bill	0.32
Cash & Other Assets	0.95

## RATING PROFILE (As on Jan. 31, 2013)



Past performance is no guarantee of future result. (\*\* for rating methodology please refer page 31.)

# Principal Global Opportunities Fund (An open-ended Fund of Funds scheme)

## FUND FEATURES

**QAAUM** (For the period October to December 2012):  
₹ 32.96 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Option:	₹ 21.5371	₹ 21.5302
Dividend Option:	₹ 21.5371	₹ 21.5302

## INVESTMENT OBJECTIVE

To provide long term capital appreciation by predominantly investing in overseas mutual fund schemes, and a certain portion of its corpus in Money Market Securities and/or units of Money Market / Liquid Schemes of Principal Mutual Fund.

## PORTFOLIO (As on Jan. 31, 2013)

Instrument	% of NAV
<b>Foreign Securities</b>	
<b>I. Units of Mutual Fund / Unit Trust</b>	<b>97.38</b>
Principal Global Investors Funds - Emerging Markets Equity Fund	
<b>II. Cash and Other Current Assets</b>	<b>2.62</b>
<b>Net Assets</b>	<b>100.00</b>

# Principal Retail Money Manager Fund (An open-ended liquid scheme)

## FUND FEATURES

**QAAUM** (For the period October to December 2012):  
₹ 1.43 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Option:	₹ 1295.5836	₹ 1295.4794
Dividend Option (Daily):	N.A.	₹ 1005.4300
Dividend Option (Weekly):	N.A.	₹ 1011.8882
Dividend Option (Monthly):	₹ 1055.9006	₹ 1055.8911

## INVESTMENT OBJECTIVE

To generate steady return by investing in debt and money market securities.

## DIVIDEND UPDATE

Date	Regular Plan		Direct Plan	
	Dividend (₹/Unit)*	Cum Dividend NAV	Dividend (₹/Unit)*	Cum Dividend NAV
<b>Monthly Dividend (Last 3 Months)</b>				
January 28, 2013	7.2711	1062.0981	7.2711	1062.2632
December 28, 2012	7.2616	1061.4851	-	-
November 27, 2012	7.1430	1060.8610	-	-

\* On face value of ₹ 10/-.

Past performance may or may not be sustained in the future.

**Note:** All Dividend (₹/Unit) figures are Gross Dividend.

## AVERAGE MATURITY (As on Jan. 31, 2013)

12 days

## MODIFIED DURATION (As on Jan. 31, 2013)

12 days

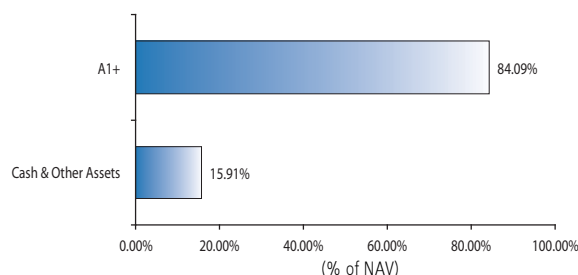
## PORTFOLIO (As on Jan. 31, 2013)

Instrument	Rating	% of NAV
<b>Certificate of Deposit</b>		<b>23.22</b>
State Bank of Travancore	A1+	23.22
<b>Commercial Paper</b>		<b>60.87</b>
Exim Bank	A1+	17.46
SREI Equipment Finance	A1+	17.36
Hinduja Global Solutions	A1+	17.34
HCL Infosystems	A1+	8.71
<b>Cash and Other Assets</b>		<b>15.91</b>
<b>Net Assets</b>		<b>100.00</b>

## COMPOSITION BY ASSETS (As on Jan. 31, 2013)

Ratings	% of NAV
Commercial Paper	60.87
Certificate of Deposit	23.22
Cash & Other Assets	15.91

## RATING PROFILE (As on Jan. 31, 2013)





# Principal Debt Savings Fund (An open-ended income fund)

## - Retail Plan

### FUND FEATURES

**QAAUM** (For the period October to December 2012):  
₹ 52.73 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Plan:	₹ 20.8079	₹ 20.7857
Dividend Plan (Monthly):	N.A.	₹ 10.4909
Dividend Plan (Quarterly):	N.A.	₹ 11.5121

### INVESTMENT OBJECTIVE

To seek to generate stable returns and capital appreciation through investment in Debt instruments and related securities over medium to long term investment horizon.

### DIVIDEND UPDATE

Date	Regular Plan		Direct Plan	
	Dividend (₹/Unit)*	Cum Dividend NAV	Dividend (₹/Unit)*	Cum Dividend NAV
<b>Monthly Dividend (Last 3 Months)</b>				
January 24, 2013	0.0700	10.5524	0.0700	10.5605
December 24, 2012	0.0700	10.5093	-	-
November 23, 2012	0.0700	10.4840	-	-
<b>Quarterly Dividend (Last 3 Quarters)</b>				
December 24, 2012	0.1000	11.4796	-	-
September 24, 2012	0.1000	11.2837	-	-
March 22, 2012	0.1900	10.8947	-	-

\* On face value of ₹ 10.

Past performance may or may not be sustained in the future.

**Note:** All Dividend (₹/Unit) figures are Gross Dividend.

### RATIO (As on Jan. 31, 2013)

Portfolio Turnover Ratio\*\* 0.02

\*\* Portfolio Turnover Ratio is calculated as lower of sales or purchases divided by average AUM for last rolling 12 months.

### AVERAGE MATURITY (As on Jan. 31, 2013)

2.6 years

### MODIFIED DURATION (As on Jan. 31, 2013)

1.9 years

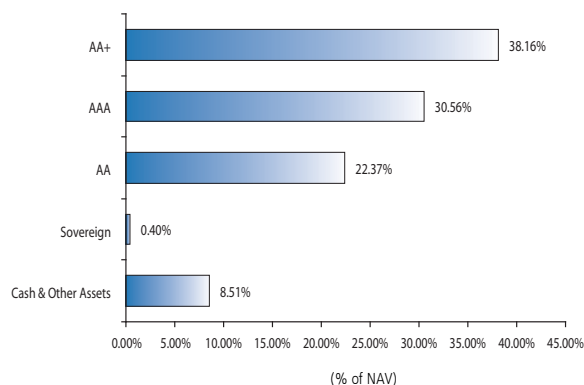
### PORTFOLIO (As on Jan. 31, 2013)

Instrument	Rating	% of NAV
<b>Treasury Bill</b>		<b>0.40</b>
T-Bill 91 Days	Sovereign	0.40
<b>Bonds &amp; NCDs</b>		<b>91.09</b>
Bajaj Finance	AA+	19.76
Exim Bank	AAA	19.30
Cholamandalam Investment and Finance Co.	AA	18.31
Sundaram Finance	AA+	13.31
Tata Sons	AAA	6.15
State Bank of Mysore	AAA	5.11
Fullerton India Credit Company	AA+	5.09
Jindal Power	AA	4.06
<b>Cash and Other Assets</b>		<b>8.51</b>
<b>Net Assets</b>		<b>100.00</b>

### COMPOSITION BY ASSETS (As on Jan. 31, 2013)

Industry / Ratings	% of NAV
Bonds & NCDs	91.09
Treasury Bill	0.40
Cash & Other Assets	8.51

### RATING PROFILE (As on Jan. 31, 2013)



# Principal Retail Equity Savings Fund (An open-ended equity scheme)

## FUND FEATURES

**QAAUM** (For the period October to December 2012):  
₹ 23.64 crore

**NAV per unit** (As on Jan. 31, 2013)

	Direct Plan	Regular Plan
Growth Plan :	₹ 89.83	₹ 89.78
Dividend Plan :	N.A.	₹ 10.30

## INVESTMENT OBJECTIVE

To provide long term capital appreciation and regular income by investing in equity and equity related instruments and also in debt and money market instruments

## RATIOS & OTHER DETAILS (As on Jan. 31, 2013)

Standard Deviation <sup>^</sup> (Annualised)	13.59%
Beta <sup>^</sup>	0.72
Sharpe Ratio <sup>^</sup> (Annualised)	-0.36
Portfolio Turnover Ratio <sup>**</sup>	1.32
Expense Ratio (Regular Plan) <sup>#+</sup>	2.48%

Note: <sup>^</sup> The above measures have been calculated by taking rolling returns for a 3 year period with 7.94% risk free rate of return (91 days - T Bill Rate as on January 30, 2013).

<sup>\*\*</sup> Portfolio Turnover Ratio is calculated as lower of sales or purchases divided by average AUM for last rolling 12 months.

<sup>#</sup> Calculated as year to date ratio to average AUM.

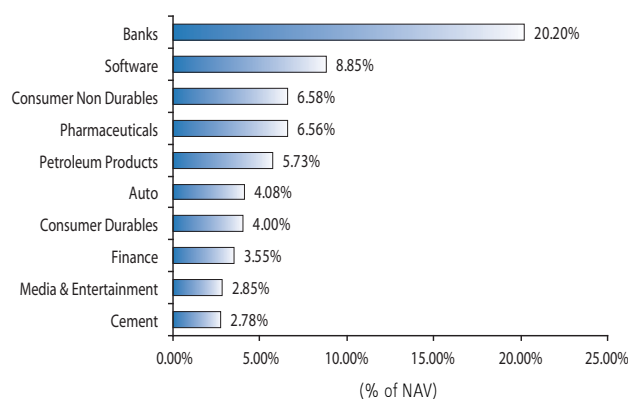
<sup>+</sup> Direct Plan shall have a lower expense ratio excluding distribution expenses, commission, etc. and no commission for distribution of Units will be paid / charged under the Direct Plan.

## PORTFOLIO (As on Jan. 31, 2013)

Instrument	Industry / Rating	% of NAV
<b>Equity</b>		<b>79.94</b>
ICICI Bank	Banks	6.28
Infosys	Software	5.43
ITC	Consumer Non Durables	4.93
Reliance Industries	Petroleum Products	4.91
HDFC Bank	Banks	3.16
State Bank of India	Banks	3.00
Jet Airways (India)	Transportation	2.34
Maruti Suzuki India	Auto	2.05
Jubilant Life Sciences	Pharmaceuticals	1.94
Motherson Sumi Systems	Auto Ancillaries	1.93
Titan Industries	Consumer Durables	1.87
Housing Development Finance Corporation	Finance	1.79
United Spirits	Consumer Non Durables	1.65
Godrej Industries	Chemicals	1.63
Axis Bank	Banks	1.58
Havells India	Consumer Durables	1.55
HCL Technologies	Software	1.53
The Federal Bank	Banks	1.42
Prestige Estates Projects	Construction	1.40
ING Vysya Bank	Banks	1.27
JK Cement	Cement	1.16
Sterlite Industries ( India )	Non - Ferrous Metals	1.16
Bank of Baroda	Banks	1.14
Dr. Reddy's Laboratories	Pharmaceuticals	1.10

Bharti Airtel	Telecom - Services	1.10
Union Bank of India	Banks	1.07
Raymond	Textile Products	1.07
Tata Motors	Auto	1.07
IPCA Laboratories	Pharmaceuticals	1.02
Oriental Bank of Commerce	Banks	1.02
Oracle Financial Services Software	Software	1.00
Aurobindo Pharma	Pharmaceuticals	0.99
Sun TV Network	Media & Entertainment	0.96
Tata Motors - A Class	Auto	0.96
Power Finance Corporation	Finance	0.92
Jain Irrigation Systems	Industrial Products	0.91
NIIT Technologies	Software	0.89
Jaiprakash Associates	Cement	0.89
IDFC	Finance	0.84
DLF	Construction	0.83
Bharat Petroleum Corporation	Petroleum Products	0.82
Divi's Laboratories	Pharmaceuticals	0.78
Cairn India	Oil	0.76
Eros International Media	Media & Entertainment	0.75
Ambuja Cements	Cement	0.73
Torrent Pharmaceuticals	Pharmaceuticals	0.73
Hathway Cable & Datacom	Media & Entertainment	0.70
Pantaloon Retail (India)	Retailing	0.66
PC Jeweller	Consumer Durables	0.58
Gujarat Mineral Development Corporation	Minerals/Mining	0.50
Tata Steel	Ferrous Metals	0.47
Dish TV India	Media & Entertainment	0.44
Indian Bank	Banks	0.26
<b>Bonds &amp; NCDs</b>		<b>9.01</b>
Bajaj Finance	AA+	9.01
<b>Cash and Other Assets</b>		<b>11.05</b>
<b>Net Assets</b>		<b>100.00</b>

## SECTOR ALLOCATION OF EQUITY INSTRUMENTS (TOP 10) (As on Jan. 31, 2013)



## SCHEMES MANAGED BY MR. ANUPAM TIWARI

### PRINCIPAL LARGE CAP FUND

Performance Date	Scheme		Scheme's Benchmark (BSE 100 Index)		Additional Benchmark (CNX Nifty Index)	
	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)
30-Dec-11 to 31-Dec-12	33.99	13398.78	29.96	12995.80	27.70	12769.72
31-Dec-10 to 30-Dec-11	-25.71	7429.50	-25.73	7426.64	-24.62	7538.19
31-Dec-09 to 31-Dec-10	21.03	12102.79	15.66	11565.93	17.95	11794.73
Since Inception as on 11-Nov-05 to 31-Dec-12	17.01	30710.00	12.40	23050.37	12.48	23169.52

### PRINCIPAL PERSONAL TAX SAVER FUND

Performance Date	Scheme		Scheme's Benchmark (BSE 100 Index)		Additional Benchmark (CNX Nifty Index)	
	Returns (%)	^PTP Returns (₹)	Returns (%)	^PTP Returns (₹)	Returns (%)	^PTP Returns (₹)
30-Dec-11 to 31-Dec-12	34.83	13482.62	29.96	12995.80	27.70	12769.72
31-Dec-10 to 30-Dec-11	-28.67	7133.32	-25.73	7426.64	-24.62	7538.19
31-Dec-09 to 31-Dec-10	16.23	11622.70	15.66	11565.93	17.95	11794.73
Since Inception as on 31-Mar-96 to 31-Dec-12	22.46	298750.50	11.97	66502.78	11.27	59932.00

### PRINCIPAL SMART EQUITY FUND

Performance Date	^Returns (%)		
	Scheme	Scheme's Benchmark (Crisil Balanced Fund Index)	Additional Benchmark (CNX Nifty Index)
30-Dec-11 to 31-Dec-12	30.67	21.28	27.70
31-Dec-10 to 30-Dec-11	-13.17	-14.39	-24.62
Since Inception as on 16-Dec-10 to 31-Dec-12	6.90	2.91	-0.36

## SCHEMES MANAGED BY MR. RAJAT JAIN

### PRINCIPAL GLOBAL OPPORTUNITIES FUND

Performance Date	Scheme		Scheme's Benchmark (MSCI World Index)		Additional Benchmark (CNX Nifty Index)	
	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)
30-Dec-11 to 31-Dec-12	21.47	12147.24	13.07	11306.68	27.70	12769.72
31-Dec-10 to 30-Dec-11	-2.60	9739.76	-7.56	9243.71	-24.62	7538.19
31-Dec-09 to 31-Dec-10	11.53	11153.11	7.83	10782.79	17.95	11794.73
Since Inception as on 29-Mar-04 to 31-Dec-12	9.20	21626.70	1.91	11806.93	14.80	33512.67

## SCHEMES MANAGED BY BEKXY KURIAKOSE

### PRINCIPAL GOVERNMENT SECURITIES FUND

Performance Date	Scheme		Scheme's Benchmark (I-Sec Composite Index)		Additional Benchmark (CRISIL 10 Year Gilt Index)	
	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)
30-Dec-11 to 31-Dec-12	9.42	10941.58	11.09	11108.51	10.67	11066.79
31-Dec-10 to 30-Dec-11	3.73	10373.05	6.55	10654.70	1.91	10191.37
31-Dec-09 to 31-Dec-10	3.64	10363.64	6.04	10603.81	3.11	10310.58
Since Inception as on 23-Aug-01 to 31-Dec-12	7.58	22930.60	N.A.	N.A.	N.A.	N.A.

### PRINCIPAL DEBT OPPORTUNITIES FUND - CORPORATE BOND PLAN

Performance Date	Scheme		Scheme's Benchmark (Crisil Composite Bond Fund Index)		Additional Benchmark (CRISIL 10 Year Gilt Index)	
	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)
30-Dec-11 to 31-Dec-12	9.37	10936.76	9.38	10938.34	10.67	11066.79
31-Dec-10 to 30-Dec-11	8.85	10885.22	6.90	10689.99	1.91	10191.37
31-Dec-09 to 31-Dec-10	5.33	10533.14	4.96	10496.03	3.11	10310.58
Since Inception as on 14-Sep-04 to 31-Dec-12	7.26	17892.00	6.03	16254.18	5.18	15211.99

### PRINCIPAL INCOME FUND - LONG TERM PLAN

Performance Date	Scheme		Scheme's Benchmark (Crisil Composite Bond Fund Index)		Additional Benchmark (CRISIL 10 Year Gilt Index)	
	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)
30-Dec-11 to 31-Dec-12	11.18	11118.25	9.38	10938.34	10.67	11066.79
31-Dec-10 to 30-Dec-11	7.93	10793.50	6.90	10689.99	1.91	10191.37
31-Dec-09 to 31-Dec-10	5.64	10564.26	4.96	10496.03	3.11	10310.58
Since Inception as on 9-May-03 to 31-Dec-12	7.31	19755.90	5.62	16953.78	5.20	16315.22

## SCHEMES MANAGED BY RUPALI PANDIT

### PRINCIPAL INDEX FUND

Performance Date	Scheme		Scheme's Benchmark (CNX Nifty Index)		Additional Benchmark (BSE Sensex)	
	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)
30-Dec-11 to 31-Dec-12	27.24	12723.80	27.70	12769.72	25.70	12569.92
31-Dec-10 to 30-Dec-11	-24.31	7569.44	-24.62	7538.19	-24.64	7535.64
31-Dec-09 to 31-Dec-10	17.61	11761.27	17.95	11794.73	17.43	11743.09
Since Inception as on 27-Jul-99 to 31-Dec-12	10.93	40295.50	11.86	45082.26	11.33	42294.22

Past performance may or may not be sustained in future. Since Inception Returns (in %) are calculated on Compounded Annualised Basis.

^ PTP (Point to Point) Returns is based on standard investment of ₹ 10,000/- made at the beginning of relevant period.

Performance of the dividend option for the investors would be net of dividend distribution tax, as applicable.

^ Regular Plan - Growth Option [Direct Plan - N.A., Since launched on January 1, 2013]

# Returns (As on December 31, 2012)

## SCHEMES MANAGED BY MR. P.V.K. MOHAN

### PRINCIPAL GROWTH FUND

Performance Date	Scheme		Scheme's Benchmark (BSE 200 Index)		Additional Benchmark (CNX Nifty Index)	
	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)
30-Dec-11 to 31-Dec-12	46.01	14600.96	30.98	13098.46	27.70	12769.72
31-Dec-10 to 30-Dec-11	-30.91	6908.80	-26.95	7304.51	-24.62	7538.19
31-Dec-09 to 31-Dec-10	14.12	11412.31	16.22	11622.06	17.95	11794.73
Since Inception as on 25-Oct-00 to 31-Dec-12	15.45	57630.00	15.74	59431.27	14.09	49878.37

### PRINCIPAL BALANCED FUND

Performance Date	Scheme		Scheme's Benchmark (Crisil Balanced Fund Index)		Additional Benchmark (CNX Nifty Index)	
	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)
30-Dec-11 to 31-Dec-12	34.18	13418.37	21.28	12127.97	27.70	12769.72
31-Dec-10 to 30-Dec-11	-22.03	7796.82	-14.39	8560.75	-24.62	7538.19
31-Dec-09 to 31-Dec-10	10.22	11021.92	13.57	11357.45	17.95	11794.73
Since Inception as on 14-Jan-00 to 31-Dec-12	9.94	34190.00	N.A.	N.A.	10.47	36389.46

### PRINCIPAL TAX SAVINGS FUND

Performance Date	Scheme		Scheme's Benchmark (BSE 200 Index)		Additional Benchmark (CNX Nifty Index)	
	Returns (%)	^PTP Returns (₹)	Returns (%)	^PTP Returns (₹)	Returns (%)	^PTP Returns (₹)
30-Dec-11 to 31-Dec-12	46.51	14651.12	30.98	13098.46	27.70	12769.72
31-Dec-10 to 30-Dec-11	-30.38	6961.65	-26.95	7304.51	-24.62	7538.19
31-Dec-09 to 31-Dec-10	15.03	11503.45	16.22	11622.06	17.95	11794.73
Since Inception as on 31-Mar-96 to 31-Dec-12	16.42	127965.80	12.33	70190.50	11.27	59932.00

### PRINCIPAL RETAIL EQUITY SAVINGS FUND

Performance Date	Scheme		Scheme's Benchmark (BSE 100 Index)		Additional Benchmark (CNX Nifty Index)	
	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)
30-Dec-11 to 31-Dec-12	22.36	12236.26	29.96	12995.80	27.70	12769.72
31-Dec-10 to 30-Dec-11	-22.65	7735.42	-25.73	7426.64	-24.62	7538.19
31-Dec-09 to 31-Dec-10	12.35	11235.37	15.66	11565.93	17.95	11794.73
Since Inception as on 7-Jan-98 to 31-Dec-12	15.62	88150.00	13.20	64151.11	11.98	54555.62

## SCHEMES MANAGED BY MR. DHIMANT SHAH

### PRINCIPAL EMERGING BLUECHIP FUND

Performance Date	Scheme		Scheme's Benchmark (CNX Midcap Index)		Additional Benchmark (CNX Nifty Index)	
	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)
30-Dec-11 to 31-Dec-12	55.03	15503.20	39.16	13915.75	27.70	12769.72
31-Dec-10 to 30-Dec-11	-34.73	6527.32	-31.00	6900.43	-24.62	7538.19
31-Dec-09 to 31-Dec-10	19.74	11973.54	19.16	11916.37	17.95	11794.73
Since Inception as on 12-Nov-08 to 31-Dec-12	34.32	33890.00	22.60	23229.09	19.27	20730.92

### PRINCIPAL DIVIDEND YIELD FUND

Performance Date	Scheme		Scheme's Benchmark (CNX Dividend Opportunities Index)		Additional Benchmark (CNX Nifty Index)	
	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)
30-Dec-11 to 31-Dec-12	41.94	14193.72	30.53	13053.16	27.70	12769.72
31-Dec-10 to 30-Dec-11	-26.84	7315.91	-14.42	8557.85	-24.62	7538.19
31-Dec-09 to 31-Dec-10	24.68	12467.92	31.26	13125.91	17.95	11794.73
Since Inception as on 15-Oct-04 to 31-Dec-12	12.45	26230.00	N.A.	N.A.	15.60	32897.49

## SCHEMES MANAGED BY MR. GURVINDER SINGH WASAN

### PRINCIPAL BANK CD FUND

Performance Date	Scheme		Scheme's Benchmark (CRISIL Liquid Fund Index)		Additional Benchmark (CRISIL 1 Year T-Bill Index)	
	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)
30-Dec-11 to 31-Dec-12	9.37	10936.87	8.54	10854.31	8.11	10810.71
31-Dec-10 to 30-Dec-11	9.18	10917.59	8.15	10814.83	6.42	10642.32
31-Dec-09 to 31-Dec-10	5.46	10546.26	5.12	10511.98	2.81	10281.32
Since Inception as on 6-Nov-07 to 31-Dec-12	7.81	14737.48	7.01	14177.95	5.69	13305.05

### PRINCIPAL INCOME FUND - SHORT TERM PLAN

Performance Date	Scheme		Scheme's Benchmark (CRISIL Short-Term Bond Fund Index)		Additional Benchmark (CRISIL 10 Year Gilt Index)	
	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)
30-Dec-11 to 31-Dec-12	10.22	11021.73	9.15	10914.85	10.67	11066.79
31-Dec-10 to 30-Dec-11	9.09	10909.20	7.84	10784.33	1.91	10191.37
31-Dec-09 to 31-Dec-10	5.30	10530.43	4.70	10470.05	3.11	10310.58
Since Inception as on 9-May-03 to 31-Dec-12	7.55	20199.20	6.43	18252.80	5.20	16315.22

Past performance may or may not be sustained in future. Since Inception Returns (in %) are calculated on Compounded Annualised Basis.

^ PTP (Point to Point) Returns is based on standard investment of ₹ 10,000/- made at the beginning of relevant period.

Performance of the dividend option for the investors would be net of dividend distribution tax, as applicable.

^ Regular Plan - Growth Option [Direct Plan - N.A., Since launched on January 1, 2013]

## SCHEMES MANAGED BY MR. PANKAJ JAIN

### PRINCIPAL DEBT OPPORTUNITIES FUND - CONSERVATIVE PLAN

Performance Date	Scheme		Scheme's Benchmark (CRISIL Liquid Fund Index)		Additional Benchmark (CRISIL 1 Year T-Bill Index)	
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
30-Dec-11 to 31-Dec-12	9.93	10993.17	8.54	10854.31	8.11	10810.71
31-Dec-10 to 30-Dec-11	9.16	10915.75	8.15	10814.83	6.42	10642.32
31-Dec-09 to 31-Dec-10	5.42	10541.73	5.12	10511.98	2.81	10281.32
Since Inception as on 14-Sep-04 to 31-Dec-12	7.50	18234.65	6.55	16938.21	5.45	15530.23

### PRINCIPAL CASH MANAGEMENT FUND

Performance Date	Scheme		Scheme's Benchmark (CRISIL Liquid Fund Index)		Additional Benchmark (CRISIL 1 Year T-Bill Index)	
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
31-Dec-11 to 31-Dec-12	9.68	10968.01	8.54	10854.31	8.11	10810.71
31-Dec-10 to 31-Dec-11	8.94	10894.17	8.15	10814.83	6.42	10642.32
31-Dec-09 to 31-Dec-10	5.37	10536.89	5.12	10511.98	2.81	10281.32
Since Inception as on 30-Aug-04 to 31-Dec-12	7.20	17866.94	6.54	16964.12	5.43	15542.98

### PRINCIPAL DEBT SAVINGS FUND - MONTHLY INCOME PLAN

Performance Date	Scheme		Scheme's Benchmark (Crisil MIP Blended Index)		Additional Benchmark (Crisil 10 year Gilt Index)	
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
30-Dec-11 to 31-Dec-12	10.28	11027.79	12.12	11211.77	10.67	11066.79
31-Dec-10 to 30-Dec-11	2.59	10259.41	1.72	10172.33	1.91	10191.37
31-Dec-09 to 31-Dec-10	4.76	10476.20	7.00	10699.61	3.11	10310.58
Since Inception as on 23-May-02 to 31-Dec-12	8.66	24140.60	8.44	23638.79	6.56	19635.44

### PRINCIPAL RETAIL MONEY MANAGER FUND

Performance Date	Scheme		Scheme's Benchmark (CRISIL Liquid Fund Index)		Additional Benchmark (CRISIL 1 Year T-Bill Index)	
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
31-Dec-11 to 31-Dec-12	10.04	11004.41	8.54	10854.31	8.11	10810.71
31-Dec-10 to 31-Dec-11	6.93	10692.78	8.15	10814.83	6.42	10642.32
31-Dec-09 to 31-Dec-10	4.09	10408.86	5.12	10511.98	2.81	10281.32
Since Inception as on 28-Dec-07 to 31-Dec-12	5.14	12857.20	7.01	14043.11	5.76	13242.87

### PRINCIPAL DEBT SAVINGS FUND - RETAIL PLAN

Performance Date	Scheme		Scheme's Benchmark (Crisil Composite Bond Fund Index)		Additional Benchmark (Crisil 10 year Gilt Index)	
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
30-Dec-11 to 31-Dec-12	11.88	11188.3	9.38	10938.34	10.67	11066.79
31-Dec-10 to 30-Dec-11	-1.92	9808.3	6.9	10689.99	1.91	10191.37
31-Dec-09 to 31-Dec-10	5.06	10505.97	4.96	10496.03	3.11	10310.58
Since Inception as on 30-Dec-03 to 31-Dec-12	8.35	20596.2	5.4	16062.58	4.54	14913.55

Past performance may or may not be sustained in future. Since Inception Returns (in %) are calculated on Compounded Annualised Basis.

§ PTP (Point to Point) Returns is based on standard investment of ₹ 10,000/- made at the beginning of relevant period.

Performance of the dividend option for the investors would be net of dividend distribution tax, as applicable.

^ Regular Plan - Growth Option [Direct Plan - N.A., Since launched on January 1, 2013]

# Tax Rates for Mutual Fund Investors\* as per the Finance Act, 2012 – SNAPSHOT



## EQUITY ORIENTED SCHEMES

EQUITY ORIENTED FUND (subject to STT)					
	Short Term Capital Gains Tax (STCG) <sup>^</sup>	Long Term Capital Gains Tax (LTCG) <sup>^</sup>	Dividend Income	Tax on Distributed Income	TDS on Capital Gains <sup>#</sup>
Financial Year	2012-13 <sup>1</sup>	2012-13 <sup>1</sup>	2012-13	2012-13	2012-13
Resident Individual / HUF / AOP / BOI	15%	Nil	Exempt	Nil	Nil
Resident Partnership Firms	15%	Nil	Exempt	Nil	Nil
Domestic Companies	15%	Nil	Exempt	Nil	Nil
NRIs <sup>**</sup>	15%	Nil	Exempt	Nil	STCG - 15% <sup>^</sup> LTCG - Nil <sup>^</sup>
FIs <sup>**</sup>	15%	Nil	Exempt	Nil	STCG - Nil <sup>##</sup> LTCG - Nil <sup>##</sup>

OTHER THAN EQUITY ORIENTED FUND						
	Short Term Capital Gains Tax <sup>^</sup>	Long Term Capital Gains Tax <sup>^</sup>	Dividend Income	Tax on Distributed Income - Other than Liquid / Money Market Schemes	Tax on Distributed Income - Liquid / Money Market Schemes	TDS on Capital Gains <sup>#</sup>
	2012-13	2012-13	2012-13	2012-13	2012-13	2012-13
Resident Individual / HUF	As per slab rates	10% (20% with Indexation)	Exempt	13.519% (12.50% plus 5% surcharge plus 3% education cess)	27.038% (25% plus 5% surcharge plus 3% education cess)	Nil
AOP / BOI	As per slab rates	10% (20% with Indexation)	Exempt	32.445% (30% plus 5% surcharge plus 3% education cess)	32.445% (30% plus 5% surcharge plus 3% education cess)	Nil
Domestic Companies / Firms	30%	10% (20% with Indexation)	Exempt	32.445% (30% plus 5% surcharge plus 3% education cess)	32.445% (30% plus 5% surcharge plus 3% education cess)	Nil
NRIs <sup>**</sup>	As per slab rates	Listed Units - 10% (20% with Indexation) Unlisted Units - 10% (Without Indexation) <sup>***</sup>	Exempt	13.519% (12.50% plus 5% surcharge plus 3% education cess)	27.038% (25% plus 5% surcharge plus 3% education cess)	STCG - 30% <sup>^</sup> LTCG - 20% <sup>^</sup> (With Indexation) for listed units. 10% (Without Indexation) for unlisted units. <sup>***</sup>
FIs <sup>**</sup>	30%	10% without Indexation	Exempt	32.445% (30% plus 5% surcharge plus 3% education cess)	32.445% (30% plus 5% surcharge plus 3% education cess)	STCG - Nil <sup>##</sup> LTCG - Nil <sup>##</sup>

\* Resident Individuals, HUF, BOI, AOP, Domestic companies, Non Resident Individuals ('NRIs') and Foreign Institutional Investor ('FIs'). It is assumed that the units are held as capital assets by the investors.

<sup>^</sup> Plus applicable surcharge, if any, and Education Cess at the rate of 2% on income-tax and surcharge and Secondary and Higher Education cess at the rate of 1% on income-tax and surcharge.

<sup>1</sup> Transfer of such units should be subject to Securities Transaction Tax.

<sup>\*\*</sup> Non-resident investors / FIs shall be entitled to be governed by provisions of the applicable Tax Treaty, which India has entered with the country of residence of the non-resident investor, if that is more beneficial than the provisions of the Income-tax Act, 1961 ('the Act'), subject to certain conditions. As per section 90(4) of the Act, a non-resident shall not be entitled to claim treaty benefits, unless the non-resident obtains a Tax Residency Certificate ('TRC') from their home country, containing such particulars as may be prescribed.

<sup>\*\*\*</sup> As per section 112 of the Act (as amended by the Finance Act, 2012), long term capital gains in case of non-residents would be taxable @ 10% on transfer of capital assets, being unlisted securities, computed without giving effect to first & second proviso to section 48 i.e. without taking benefit of foreign currency fluctuation and indexation benefit.

<sup>##</sup> Section 196D of the Act provides that no tax is required to be withheld for payment to a FI in respect of capital gains arising on transfer of units.

<sup>#</sup> As per provisions of Section 206AA of the Act, if there is default on the part of a non-resident investor (entitled to receive redemption proceeds from the Mutual Fund on which tax is deductible under Chapter XVII of the Act) to provide its Permanent Account Number ('PAN'), the tax shall be deducted at higher of the following rates: i) rates specified in relevant provisions of the Act; or ii) rate or rates in force; or iii) rate of 20%.

**INCOME TAX RATES FOR INDIVIDUAL / HUF / AOP / BOI for AY 2013-14**

Total Income	Tax Rates (c)
Up to ₹ 200,000 (a)(b)	NIL
₹ 200,001 to ₹ 500,000	10%
₹ 500,001 to ₹ 1,000,000	20%
₹ 1,000,001 and above	30%
(a) In the case of a resident individual of the age of 60 years or more but less than 80 years, the basic exemption limit is ₹ 250,000.	
(b) In the case of a resident individual of the age of 80 years or more, the basic exemption limit is ₹ 5,00,000.	
(c) Education cess is applicable at the rate of 2% on income-tax and secondary and higher education cess at the rate of 1% on income-tax.	

**WEALTH TAX ON MF UNITS**

Wealth Tax	MF units are exempt
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This information is being provided for basic guidance for investments in mutual funds and is based on provisions of the Income-tax Act, 1961 as amended by the Finance Act, 2012. The tax implication may vary for each assessee based on the details of his income. All rates and figures appearing are for illustrative purposes only. Tax benefits are subject to change in tax laws. Contents of this note have been drawn for informative purpose only and the same should not be used or considered as an investment/tax advice. The AMC/Trustee/Sponsor accepts no liability whatsoever for any direct or consequential loss arising from any information provided in this snapshot.

**SECURITIES TRANSACTION TAX**

Equity Oriented Fund	
Sale of a unit of an equity oriented mutual fund to the mutual fund	0.25%.
Purchase of a unit of an equity oriented mutual fund where transaction is entered into in recognized stock exchange and the contract for sale is settled by the actual delivery <sup>§</sup>	0.125%
Sale of a unit of an equity oriented mutual fund where transaction is entered into in recognized stock exchange and the contract for sale is settled by the actual delivery <sup>§</sup>	0.125%
<b>Other than Equity Oriented Fund:</b> Exempt from securities transaction tax	
Mutual Fund would also pay securities transaction tax wherever applicable on the securities bought/sold	
<b>As per Section 94(7):</b> The loss due to sale of Units in the schemes (where income distributed on MF units is tax free) will not be available for set-off to the extent of the tax free income distributed; if units are :- (A) Bought within three months prior to the record date fixed for income distribution; and (B) sold within nine months after the record date fixed for income distribution.	
<b>As per Section 94(8):</b> The loss due to sale of original Units in the schemes, where bonus Units are issued, will not be available for setoff; if original units are :- (A) Bought within three months prior to the record date fixed for allotment of bonus units; and (B) Sold within nine months after the record date fixed for allotment of bonus units.	
However, the amount of loss so ignored shall be deemed to be the cost of purchase or acquisition of such unsold bonus units held on the date of transfer of original units.	
§ (The Finance Act, 2012, has reduced the rate to 0.1% with effect from 1 July 2012.)	

## Understanding Ratios & Risk Measures

➤ **STANDARD DEVIATION** - Is the average deviation from the mean returns. It is an indication of volatility i.e. deviation from mean returns. Lower the better.

- For instance a scheme that has a consistent four-year return of 3% would have a mean or average of 3%. The standard deviation for this scheme would then be zero because the scheme's return in any given year does not differ from its four-year mean of 3%.
- On the other hand, a scheme that in each of the last four years returned -5%, 17%, 2% and 30% will have a mean return of 11%. The scheme will also exhibit a high standard deviation because each year the return of the scheme differs from the mean return. This scheme is therefore riskier because it fluctuates widely between negative and positive returns within a short period.

**Calculation** = Square Root of Variance. Where Variance is the average of the squared deviations from mean returns.

➤ **BETA** - Can be interpreted as percentage change in price of a scheme for every one percentage change in the market benchmark. For example if a scheme's beta is 1.1 and the market is expected to go up/down by 10% then the scheme will move up/down by 11%.

**Calculation** = Covariance of Market and Scheme's Returns Divided by Variance of the Market. Where Covariance is the Deviation of Mean Returns of Market multiplied by Deviation of Mean Returns of the scheme.

➤ **JENSEN'S ALPHA** - Gives the average return of the portfolio over and above the risk free rate and market determined return. This is the addition by the fund manager over and above the market return and hence higher the better.

**Calculation** = Portfolio Return - (Risk Free Rate of Return + beta [market return - Risk Free Rate of Return]).

➤ **SHARPE** - Gives the returns per unit of risk. i.e. for every 1 unit of risk what is the returns of the scheme. For this purpose risk is defined as standard deviation of the scheme. Higher the Sharpe, the better.

It signifies that scheme with a higher sharpe ratio generates returns taking lesser risk. In other words, the scheme is less volatile and yet generating good returns. Thus, given same returns, the scheme with a higher Sharpe ratio offers a better avenue for investing.

**Calculation** = Average Scheme Return - Risk Free Rate of Return ÷ Standard Deviation of the Scheme.

➤ **PORTFOLIO TURNOVER** - Portfolio turnover is a measure of how actively a fund manager trades the portfolio of your scheme. Expressed in percentage or number of times, the inverse of a scheme's turnover ratio is the average holding period for a security in that scheme. If a scheme has a 20 per cent turnover ratio, it would suggest that on average that scheme will hold a security for five years before selling it. A scheme with a 200 per cent turnover ratio will change its portfolio in six months or in other words, replace the entire holdings in its portfolio with new stocks in six months.

**Calculation** = Lower of sales or purchases divided by average AUM for last rolling 12 months.

++ **ICRA** has assigned credit risk rating of [ICRA]A1+mfs to Principal Cash Management Fund. The rating is the highest-credit-quality short-term rating assigned by ICRA to debt funds. It has also assigned the credit risk rating of [ICRA]AAAmfs to Principal Debt Opportunities Fund - Conservative Plan. The rating is the highest-credit-quality long term rating assigned by ICRA to debt funds. Rating methodology used by ICRA is based on evaluating the inherent credit quality of the mutual funds portfolio. As a measure of the credit quality of a debt fund's assets, ICRA uses the concept of "credit scores", based on ICRA's assessment of credit risk associated with each exposure of the portfolio taking into account its maturity, investment objectives and policies, management characteristics and creditworthiness of its investment portfolio. On the ICRA credit matrix, the scheme should have a score of less than 10 to qualify for the highest rating. ICRA reviews relevant fund information on an ongoing basis to support its published rating opinions. If the portfolio credit score meets the benchmark of the assigned rating during the review, the rating is retained. In an event that the benchmark credit score is breached, ICRA gives a month's time to the debt fund manager to bring the portfolio credit score within the benchmark credit score. If the debt fund manager is able to reduce the portfolio credit score within the benchmark credit score, the rating is retained. If the portfolio still continues to breach the benchmark credit score, the rating is revised to reflect the change in credit quality. The ratings should, however, not be construed as an indication of the prospective performance of the Mutual fund scheme or of volatility in its returns. ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance which may lead to a revision in ratings. *Source:* ICRA Ltd.

**DISCLAIMER:**

**Mutual Fund investments are subject to market risks, read all scheme related documents carefully.**

This factsheet is for informative purpose only and under no circumstances is to be used or considered as an investment advice. Terms of issue / load structure / Scheme specific risk factors are set forth in the Scheme Information Document(SID). Copy of the same is available at all our Investor Service Centres. Alternatively, Investor can download the SID from our website - [www.principalindia.com](http://www.principalindia.com) or can call us at 1800 425 5600 to get a copy of the same.

## Offices of AMC Identified as Official Point of Acceptance (OPA) / Investor Service Centres (ISC)

### Principal Pnb Asset Management Company Private Limited - OPA & ISC:

• **Mumbai:** Exchange Plaza, 'B' wing, Ground Floor, NSE Building, Bandra Kurla Complex, Bandra (East), Mumbai-400 051

### Principal Pnb Asset Management Company Private Limited - ISC:

• **Ahmedabad:** 101, Megha House, Opp. Kotak Mahindra Bank, Mithakhali, Navrangpura, Ahmedabad-380 009 • **Bengaluru:** Salarpuria Landmark, 2nd Floor, Unit No. 2002, 100 Feet Road, HAL II Stage, Bengaluru-560 038 • **Chandigarh:** SCO No. 145-146, 1st Floor, Sector 9-C, Chandigarh-160 009 • **Chennai:** Nirupama & Neelima Building, New Unit No.55, Vijaya Raghava Road, T. Nagar, Chennai-600 017 • **Cochin:** 2nd Flr., Mayur Business Center, Pullepady Junction, Chittoor Road, Cochin-682 035 • **Hyderabad:** ANR Center, Unit No. 201, 1st Floor, Road No.1, Banjara Hills, Hyderabad - 500 034 • **Indore:** 222, 2nd Floor, City Center, 570, M.G. Road, Indore-452 001 • **Jaipur:** 61-A, Vasanti, Sardar Patel Marg, C-Scheme, Jaipur-302 001 • **Kanpur:** 118-119, Kan Chambers, Near Stock Exchange Bldg., 14/113 Civil Lines, Kanpur-208 001 • **Kolkata:** Bachawat House, Premises No.2, Dr. Martin Luther King Sarani, (Formerly Upper Wood Street), Kolkata-700 016 • **Lucknow:** Rohtas Trident, 1st Floor, 10, Rana Pratap Marg, Lucknow-226 001 • **New Delhi:** Unit No. 001 & 002, Gr. Floor, DLF Capitol Point, Baba Kharag Singh Marg, New Delhi-110 001 • **Pune:** Unit No: 103 & 104, 1st Floor, Rainbow Plaza, Opp. Modern Highschool, Jangali Maharaj Road, Shivaji Nagar, Pune - 411 005 • **Surat:** 206 Jolly Plaza, Athwagate, Surat-395 001 • **Vadodara:** 103, Paradise Complex, Sayajigunj, Vadodara-390 005.

## Centres of Karvy Computershare Private Limited (R&T to Principal Mutual Fund) which have been identified as Official Point of Acceptance:

• **Agra:** Deepak Wasan Plaza, Behind Holiday Inn, Opp. Megdoot Furnitures, Sanjay Place, Agra-282 002 • **Ahmedabad:** 201-202, Shail Buildings, Opp. Madhusudhan House, Off. C. G. Road, Nr. Navrangpura, Telephone Exchange, Ahmedabad-380 006 • **Ajmer:** 1, 2nd Floor, Ajmer Tower, Kutchary Road, Ajmer-305 001 • **Aligarh:** 1st Floor, Kumar Plaza, Aligarh-202 001 • **Allahabad:** RSA Towers, 2nd Floor, Above Sony TV Showroom, 57, S.P. Marg, Civil Lines, Allahabad-211 001 • **Amritsar:** 72-A, Taylor's Road, Aga Heritage Gandhi Ground, Amritsar-143 001 • **Anand:** F-6, Chitrangana Complex, Opp. Motikaka Chawl, V.V. Nagar, Anand-388 001 • **Aurangabad:** Shop No. 214/215, Tapadiya City Centre, Nirala Bazar, Aurangabad-431 001 • **Bengaluru:** No. 51/25, 1st Floor, Surya Building, Ratna Avenue, Richmond Road, Bengaluru-560 025 • **Bankura:** Ambika Market, Natunganji, Bankura-722 101 • **Bareilly:** 1st Floor, 165, Civil Lines, Opp. Hotel Bareilly Palace, Near Rly. Station Road, Bareilly-243 001 • **Belgaum:** Fk-1, Ambedkar Road, Opp. Civil Hospital, Belgaum-590 001 • **Bharuch:** Gr. Floor, Office No-6, Aditya Complex, Opp. Kasak Temple, Bharuch-392 001 • **Bhatinda:** 2048, 1st Floor, Opp. Canara Bank, The Mall Road, Bhatinda-151 001 • **Bhavnagar:** Surabhi Mall, 301, 3rd Floor, Waghawadi Road, Bhavnagar-364 001 • **Bhilai:** No.138, New Civic Centre, Bhilai-490 006 • **Bhopal:** Kay Kay Business Centre, 133, Zone 1, M.P. Nagar, Bhopal-462 011 • **Bhubaneswar:** Plot No- 104/105(P), Jaydev Vihar, Besides Hotel Pal Heights, Bhubaneswar-751 013 • **Bikaner:** 2nd Floor, Plot No 70 & 71, Panchshati Circle, Sardul Gunj Scheme, Bikaner-334 003 • **Bokaro:** B-1, 1st Floor, Near Sona Chandi Jewellers, City Centre, Sector-4, Bokaro Steel City, Bokaro-827 004 • **Burdwan:** 495, B.C. Road, Beside Proyojoni, Burdwan-713 101 • **Calicut:** 2nd Floor, Sowbhagya Shopping Complex, Mavoor Road, Calicut-673 004 • **Chandigarh:** SCO 371-372, 1st Floor, Above HDFC Bank, Sector 35-B, Chandigarh-160 022 • **Chennai:** Flat No. F11, 1st Floor, Akshya Plaza, Erstwhile Harris Road, Opp. Chief City Metropolitan Court, # 108, Adhithanar Salai, Egmore, Chennai-600 002 • **Cochin:** Building No. 39, Ali Arcade, 1st Floor, Near Atlantis Junction, Kizhavana Road, Panampilli Nagar, Cochin-682 036 • **Coimbatore:** 29/1, 1st Floor, Chinthamani Nagar, Opp. Indian Overseas Bank, N.S.R. Road, Saibaba Colony, Coimbatore-641 011 • **Cuttack:** Dargha Bazar, Opp. Dargha Bazar Police Station, Buxibazar, Cuttack-753 001 • **Dalhousie:** 19, R.N. Mukherjee Road, 2nd Floor, Dalhousie, Kolkatta-700 001 • **Dehradun:** Kaulagarh Road, Near Sirmaur Marg, Above Reliance Webworld, Dehradun-248 001 • **Dhanbad:** 208, New Market, 2nd Floor, Katras Road, Bank More, Dhanbad-826 001 • **Durgapur:** Old Dutta Automobiles Building, 1st Floor, Nachan Road, Benachity, Durgapur-713 213 • **Erode:** No. 4, KMY Salai, Veerappan Traders Complex, Opp. Erode Bus Stand, Sathy Road, Erode-638 003 • **Faridabad:** A-2B, 1st Floor, Nehru Ground, Neelam Bata Road, Nit, Faridabad-121 001 • **Ghaziabad:** 1st Floor, C-7, Lohia Nagar, Ghaziabad-201 001 • **Gorakhpur:** Above V.I.P. House, Adjacent A.D. Girls Inter College, Bank Road, Gorakhpur-273 001 • **Gurgaon:** Shop No. 18, Gr. Floor, Sector-14, Opp. AKD Tower, Near Huda Office, Gurgaon-122 001 • **Guwahati:** 54 Sagarika Bhawan, R. G. Baruah Road, Guwahati-781 024 • **Gwalior:** Shindi Ki Chawani, Nadi Gate Pul, M.L.B. Road, Gwalior-474 001 • **Hubli:** 8 & 9, Upper Gr. Floor, C Block, Akshaya Park, Gokul Road, Hubli-580 029 • **Hyderabad:** 8-2-596 Karvy Plaza, Avenue 4, Street No.1, Banjara Hills, Hyderabad - 500 034 • **Indore:** G-7, Royal Ratan Building, M.G. Road, Opp. Kotak Mahindra Bank, Indore-452 001 • **Jabalpur:** 43, Naya Bazar, Opp. Shyam Talkies, Jabalpur (M.P.)-482 001 • **Jaipur:** S-16 A, 3rd Floor, Land mark, Opposite Jaipur Club, Mahavir Marg, C-Scheme, Jaipur-302 001 • **Jalandhar:** Lower Gr. Floor, Office No. 3, Arora Prime Tower, Plot No : 28, G.T. Road, Jalandhar-144 004 • **Jalgaon:** 148, Navi Peth, Opp. Vijaya Bank, Near Bharat Dudhalaj, Jalgaon-425 001 • **Jammu:** 29 D/C, Green Belt Park, Near Service Selection Commission Office, Gandhi Nagar, Jammu-180 004 • **Jamnagar:** 108 Madhav Plaza, Opp. SBI Bank, Near Lal Bangalow, Jamnagar-361 001 • **Jamshedpur:** Kanchan Tower, 3rd Floor, Chhaganlal Dayalji & Sons, 3-S B Shop Area, Main Road, Bistupur, Jamshedpur-831 001 • **Jodhpur:** 203, Modi Arcade, Chupasani Road, Jodhpur-342 001 • **Junagadh:** 124/125, Punit Shopping Center, Ranavat Chowk, Junagadh-362 001 • **Kanpur:** 15/46, Opp. Muir Mills, Civil Lines, Kanpur-208 001 • **Kolkata:** 166A, Rash Behari Avenue, Kolkata-700029 • **Kolhapur:** 610-A, A.K. Vardhaman Chambers, 2nd Lane, Shahupuri, Kolhapur-416 001 • **Kota:** H.No. 29, First Floor, Near Lala Lajpat Rai Circle, Shopping Centre, Kota-324 007 • **Kottayam:** 1st Floor, CSI Ascension Church Complex, Kottayam-686 001 • **Lucknow:** Usha Sadan, 24, Prem Nagar, Ashok Marg, Lucknow - 226 001. • **Ludhiana:** SCO-3, Bawa Building, Feroze Gandhi Market, Ludhiana-141 001 • **Madurai:** Rakesh Towers, 30-C, Bye Pass Road, 1st Floor, Opp. Nagappa Motors, Madurai-625 010 • **Malda:** Sahistuli Under Ward No. 6, English Bazar, Municipality, No. 1 Govt. Colony, Malda-732 101 • **Mangalore:** Mahendra Arcade, Gr. Floor, Karangalapani, Kodialbail, Mangalore-575 003 • **Meerut:** 1st Floor, Medi Centre Complex, Opp. ICICI Bank, Hapur Road, Meerut-250 002 • **Mehsana:** U L 47 Apollo Enclave, Opp. Simandhar Temple, Modhera Cross Road, Mehsana - 384 002. • **Moradabad:** Om Arcade, Parker Road, Above Syndicate Bank, Tari Khana Chowk, Moradabad-244 001 • **Mumbai:** Fort: Office No. 01/04, 24/B, Raja Bahadur Compound, Ambalal Doshi Marg, Behind Bombay Stock Exchange, Fort, Mumbai-400001 • **Borivali:** Gr. Floor, Himanshu Bldg., Sodawala Lane, Chandawarkar Road, Borivali (West), Mumbai-400 092. • **Thane:** 1st Floor, Jeevan Chaya Bldg, Near Adidas Show Room, Ram Maruti Road, Thane (W)-400 601 • **Muzaffarpur:** 1st Floor, Uma Market, Near Thana Gumti, Motijheel, Muzaffarpur, Bihar-842 001 • **Mysore:** L-350, Silver Tower, Clock Tower, Ashoka Road, Mysore-570 001 • **Nadiad:** 105 GF City Point, Near Paras Cinema, Nadiad-387 001 • **Nagpur:** Sadoday Arcade, Above Top N Town, Dharampet, Nagpur - 440 001 • **Nasik:** S-12, 2nd Floor, Suyojit Sankul, Sharanpur Road, Nasik-422 002 • **Navsari:** 1st Floor, Chinmay Arcade, Opp. Sattapir, Tower Road, Navsari-396 445 • **New Delhi:** 2E / 23, Jhandewalan Extn., New Delhi-110 055 • **Noida:** 307 Jaipuria Plaza, D-68-A, 2nd Floor, Opp. Delhi Public School, Sector 26, Noida-201 301 • **Panipat:** 1st Floor, Krishna Tower, Near HDFC Bank, Opp. Railway Road, G.T. Road, Panipat-132 103 • **Panjim:** City Business Centre, Coelho Pereira Building, Room Nos. 18, 19 and 20, Dada Vaidya Road, Panjim-403 001 • **Patiala:** SCO 27-D, Chhoti Baradari, Patiala-147 001 • **Patna:** 3A, 3rd Floor, Anand Tower, Beside Chankya Cinema Hall, Exhibition Road, Patna-800 001 • **Pondicherry:** 1st Floor, No.7, Thiagarajar Street, Pondicherry-605 001 • **Pune:** Shop No. 16, 17 & 18, Gr. Floor, Shreenath Plaza, Dnyaneshwar Paduka Chowk, F.C.Road, Pune-411 004 • **Raipur:** Room No: TF-31, 3rd Floor, Millennium Plaza, Behind Indian Coffee House, G.E Road, Raipur-492 001. • **Rajkot:** 104, Siddhi Vinayak Complex, Dr. Yagnik Road, Opp. Ramkrishna Ashram, Rajkot-360 001 • **Ranchi:** Commerce Towers, 3rd Floor, Room No. 307, Beside Mahabir Towers, Main Road, Ranchi-834 001 • **Rourkela:** 1st Floor, Sandhu Complex, Kanchery Road, Udit Nagar, Rourkela-769 012 • **Salem:** 49 / 50, Fort Main Road Old No.17, 1st Floor, Shevapet, Salem-636 002 • **Shillong:** Mani Bhawan, Thana Road, Lower Police Bazar, Shillong-739 001 • **Shimla:** Triveni Building, By Pas Chowk, Khallini, Shimla-171 002 • **Siliguri:** Nanak Complex, Near Church Road, Sevoke Road, Siliguri-734 401 • **Surat:** G-16, Empire State Building, Nr. Udhna Darwaja, Ring Road, Surat-395 009 • **Tirunelveli:** Jeney Building, 55/18, S. N. Road, Near Arvind Eye Hospital, Tirunelveli-627 001 • **Trichur:** 2nd Floor, Brothers Complex, Near Dhana Laxmi Bank Head Office, Naikkanal Junction, Trichur-680 001 • **Trichy:** 60 Srikrishna Arcade, 1st Floor, Thennur High Road, Trichy-621 017 • **Trivandrum:** 2nd Floor, Akshaya Towers, Sasthamangalam, Trivandrum-695 010 • **Udaipur:** 201-202, Madhav Chambers, Opp. G. P. O., Chetak Circle, Madhuban, Udaipur-313 001 • **Vadodara:** Piccadilly, Office # 5, 1st Floor, Opp. Adani Super Market, Jetalpur Road, Vadodara-390 007 • **Valsad:** Shop No. 2, Phiroza Corner, ICICI Bank Char Rasta, Tithal Road, Valsad-396 001 • **Vapi:** Shop No. 5, Phikhaji Residency, Opp. DCB Bank, Vapi Silvassa Road, Vapi-396 195 • **Varanasi:** D-64/132, KA, 1st Floor, Anant Complex, Siga, Varanasi-221 001 • **Vellore:** No.1, M.N.R. Arcade, Officer's Line, Krishna Nagar, Vellore-632 001 • **Vijayawada:** 39-10-7 Opp. Municipal Water Tank, Labbipet, Vijayawada-520 010 • **Visakhapatnam:** 47-14-5/1 Eswar Paradise, Dwaraka Nagar, Main Road, Visakhapatnam-530 016 • **Warangal:** 5-6-95, 1st Floor, Opp. B.Ed Collage, Lashkar Bazar, Chandra Complex, Hanmakonda, Warangal-500 601.

### Name, Address and Website of Registrar:

**Karvy Computershare Pvt. Ltd. (Unit: Principal Mutual Fund),** 'Madhura Estates', Municipal No.1-9/13/C, Plot No.13 & 13-C, Survey No.74 & 75, Madhapur Village, Ranga Reddy District, Hyderabad-500 081. • Tel.: (040) 2331 2454. • www.karvycomputershare.com

For any enquiries and / or queries, investors are advised to address a suitable communication to AMC at:

