

Principal Cash Management Fund

An Open-ended Liquid Scheme



High Liquidity • Low Risk

November, 2020

The scheme aims to provide a high level of liquidity with low risk. In line with the investment objective of the scheme, it invests in high quality money market and debt instruments with a residual maturity of less than 91 days.

Why should you invest ?

- Retail investors looking to invest contingency funds that may be required at short notice or conservative investors looking to maximized returns on idle funds along with low risk and liquidity.
- Corporate investors looking to park surplus flows pending utilization or investment.
- Principal Cash Management Fund’s investment strategy has stringent liquidity and credit risk parameters to meet the above requirements.

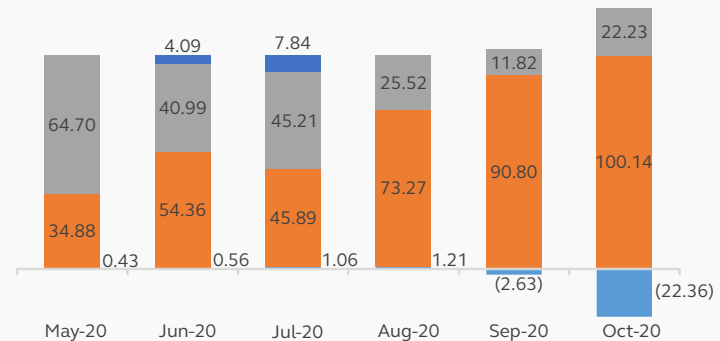
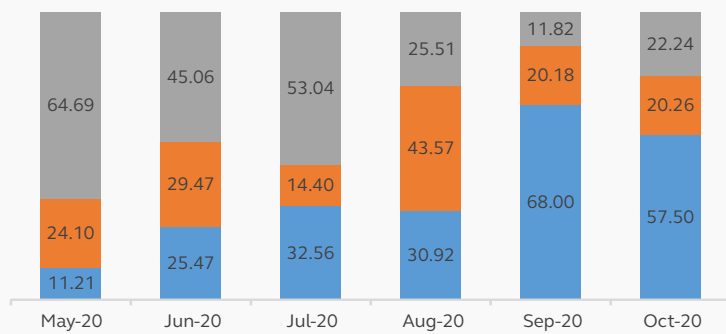
Outlook

During the month as spreads compressed to near zero between T bills and CD/CPs, the fund increased its exposure to sovereign liquid near term T bills and also utilised trading opportunities in T bills available from time to time. Overall the fund portfolio remains very high quality with exposure primarily to sovereign and AAA rated entities.

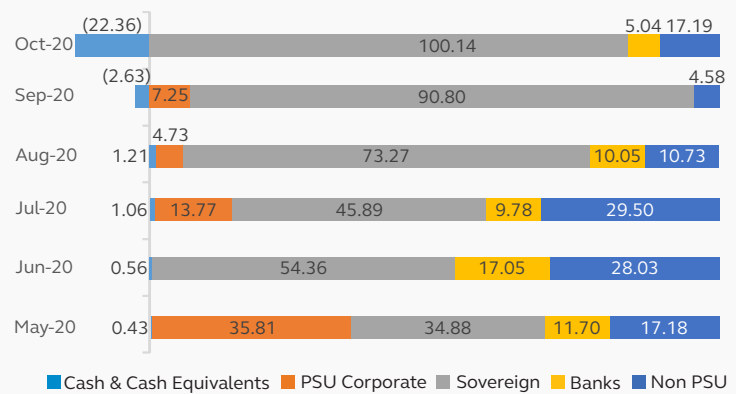
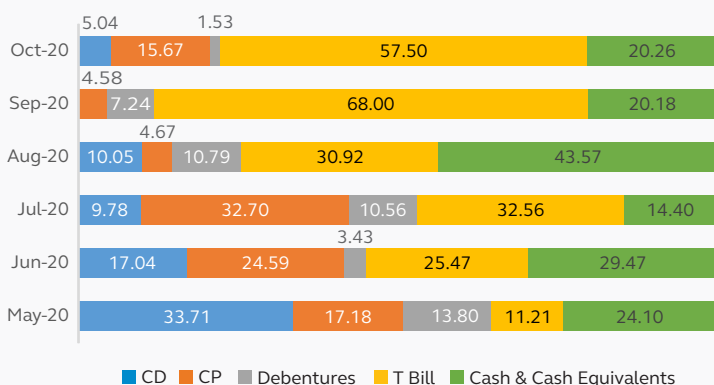
For Detailed Portfolio Please [Click here](#)

The fund invests in high credit quality paper with a residual maturity of less than 91 days.

Long Term Ratings: The long term ratings of the issuers in the portfolio also reflect the high credit quality of the portfolio.

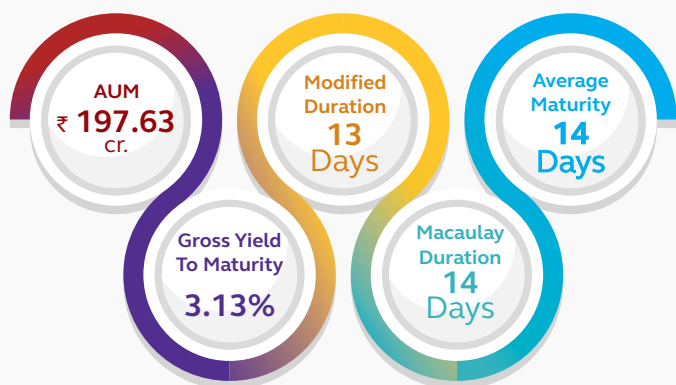


The fund invests predominantly in highly liquid money market instruments.

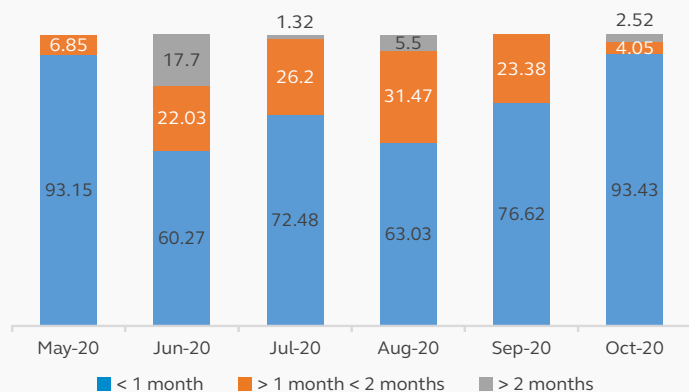


Source: Internal

Key Statistics (as on October 31, 2020)

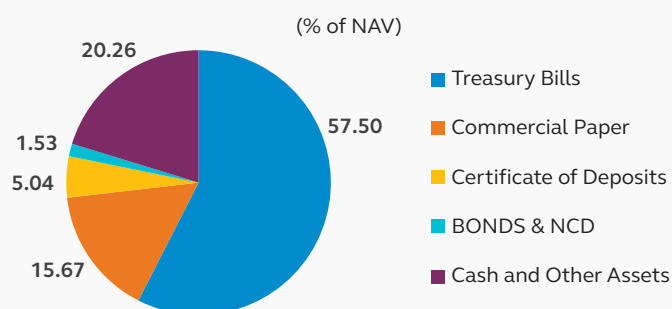


The scheme has a staggered maturity profile to mitigate re-investment risk and manage flows efficiently.

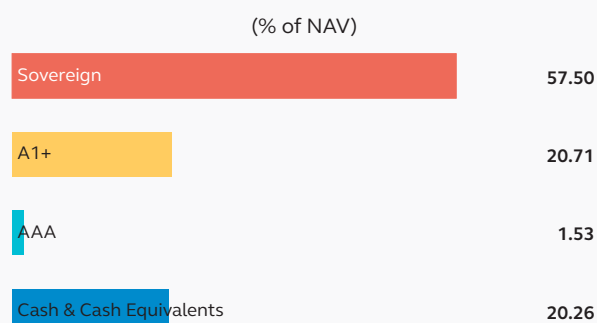


Source: Internal

Top Composition by Assets (as on October 31, 2020)



Top Ratings (as on October 31, 2020)



Investing Facts

Fund Manager



Bekxy Kuriakose
Total work experience of 20 years.
Managing this scheme since May, 2019

Plans: Regular and Direct Plan

Options: Both the Plans offer Dividend & Growth Option.

Dividend Frequency - Daily / Weekly / Monthly

Minimum Investment Amount: New Investor: ₹ 5,000 | Existing Investor: ₹ 1,000

Exit Load: (w.e.f. October 20, 2019)

Investor exit upon subscription	Day 1	Day 2	Day 3	Day 4	Day 5	Day 6	Day 7 onwards
Exit Load as a % of redemption proceeds	0.0070%	0.0065%	0.0060%	0.0055%	0.0050%	0.0045%	0.0000%

SIP / STP / RWP - Available

Note: ++ ICRA has assigned credit risk rating of [ICRA]A1+mfs to Principal Cash Management Fund. 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. To quantify the credit risk scores, ICRA uses its database of historical default rates for various rating categories for various maturity buckets. The credit risk ratings incorporate ICRA's assessment of a debt fund's published investment objectives and policies, its management characteristics, and the creditworthiness of its investment portfolio. 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: The investment strategy stated above may change from time to time without any notice and shall be in accordance with the strategy as mentioned in the Scheme Information Document of the scheme. The views contained herein are not to be taken as an advice or recommendation to buy or sell any investment or interest thereto. Reliance upon information in this material is at the sole discretion of the reader. This material should not be relied upon by you in evaluating the merits of investing in any securities or products. Diversification does not guarantee investment returns and does not eliminate the risk of loss. It should be noted that the value of investments and the income from them may fluctuate in accordance with market conditions and taxation agreements and investors may not get back the full amount invested. **Past performance may or may not be sustained in future.** The views and strategies described may not be suitable for all investors. Furthermore, whilst it is the intention to achieve the investment objective of the investment product(s), there can be no assurance that those objectives will be met. Investors are advised to consult their Investment advisors for determining their risk appetite and Tax Advisor before taking any investment decision.

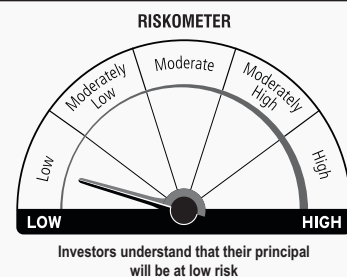
Principal Cash Management Fund:

(An Open-ended Liquid Scheme)

This product is suitable for investors who are seeking ~-

- Income over a short term investment horizon.
- Investment in Debt & Money Market Instruments, with maturity not exceeding 91 days.

~ Investors should consult their financial advisors if in doubt about whether the product is suitable for them.



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