

# Principal Mutual Fund

Investment Manager: Principal Pnb Asset Management Company Private Limited

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

## Half Yearly Portfolio Statement of the Schemes of Principal Mutual Fund as on September 30, 2011

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

### Principal Large Cap Fund

Name of Instrument	Industry / Rating	Quantity	Market Value (₹ in lakhs)	% of NAV
<b>I. Equity &amp; Equity Related Instruments - A) Listed / Awaiting listing on the stock exchanges</b>				
<i>i) Equity Shares</i>				
Reliance Industries Ltd	Petroleum Products	252,028	2,037.27	5.19
Infosys Ltd	Software	75,847	1,921.24	4.90
ITC Ltd	Consumer Non Durables	778,950	1,542.32	3.93
Bharti Airtel Ltd	Telecom - Services	400,222	1,512.84	3.86
ICICI Bank Ltd	Banks	171,604	1,502.22	3.83
HDFC Bank Ltd	Banks	293,425	1,372.20	3.50
HCL Technologies Ltd	Software	283,940	1,161.74	2.96
Oracle Financial Services Software Ltd	Software	58,092	1,103.98	2.81
Lupin Ltd	Pharmaceuticals	227,213	1,077.78	2.75
Cipla Ltd	Pharmaceuticals	382,282	1,075.55	2.74
Bajaj Holdings & Investment Ltd	Finance	144,114	1,036.76	2.64
State Bank of India	Banks	54,200	1,035.79	2.64
Union Bank of India	Banks	417,242	1,020.99	2.60
Dr. Reddy's Laboratories Ltd	Pharmaceuticals	64,195	952.11	2.43
Gujarat State Petronet Ltd	Gas	893,856	943.47	2.40
Grasim Industries Ltd	Textileproducts	36,488	854.48	2.18
Oil & Natural Gas Corporation Ltd	Oil	314,835	837.78	2.13
Tata Consultancy Services Ltd	Software	78,485	814.12	2.07
Shree Cements Ltd	Cement	43,689	807.29	2.06
Housing Development Finance Corporation Ltd	Finance	123,482	791.40	2.02
Godrej Consumer Products Ltd	Consumer Non Durables	192,170	769.64	1.96
Canara Bank	Banks	165,000	732.68	1.87
Larsen & Toubro Ltd	Construction Project	53,220	722.51	1.84
Dabur India Ltd	Consumer Non Durables	699,381	720.36	1.84
Sterite Industries (India) Ltd	Non - Ferrous Metals	623,100	708.46	1.81
Siemens Ltd	Industrial Capital Goods	83,950	703.29	1.79
Indian Oil Corporation Ltd	Petroleum Products	222,039	691.54	1.76
Glaxosmithkline Pharmaceuticals Ltd	Pharmaceuticals	32,595	681.56	1.74
Allahabad Bank	Banks	423,601	667.81	1.70
NHPC Ltd	Power	2,781,122	653.56	1.67
Hindustan Petroleum Corporation Ltd	Petroleum Products	170,000	623.14	1.59
CESC Ltd	Power	207,165	575.09	1.47
NTPC Ltd	Power	325,573	545.82	1.39
BEML Ltd	Industrial Capital Goods	112,000	512.74	1.31
Nestle India Ltd	Consumer Non Durables	11,638	494.86	1.26
Steel Authority of India Ltd	Ferrous Metals	395,075	417.40	1.06
Castrol India Ltd	Petroleum Products	77,138	368.22	0.94
Pantaloan Retail (India) Ltd	Retailing	180,000	355.05	0.90
Tata Chemicals Ltd	Fertilisers	110,200	348.40	0.89
Areva T&D India Ltd	Industrial Capital Goods	155,888	340.54	0.87
Tata Steel Ltd	Ferrous Metals	80,000	332.28	0.85
Bank of India	Banks	98,557	310.70	0.79
Hindalco Industries Ltd	Non - Ferrous Metals	224,830	295.54	0.75
Crompton Greaves Ltd	Industrial Capital Goods	191,577	292.15	0.74
Volta Ltd	Construction Project	247,010	274.55	0.70
Tata Motors Ltd	Auto	172,775	269.62	0.69
Infrastructure Development Finance Co. Ltd	Finance	236,825	262.40	0.67
Indian Overseas Bank	Banks	250,000	231.50	0.59
Tata Power Co. Ltd	Power	206,390	206.08	0.53
Oriental Bank of Commerce	Banks	64,593	188.71	0.48
Sun TV Network Ltd	Media & Entertainment	67,096	155.76	0.40
<b>Total</b>			<b>37,853.29</b>	<b>96.49</b>
<b>II. Debt Instruments</b>				
<b>A) Listed / Awaiting listing on the stock exchanges</b>				
<i>i) Non-Convertible Debentures**</i>				
9.25% Dr. Reddys Laboratories Ltd -M- 24-Mar-2014	LAA+	385,170	19.05	0.05
<b>Total</b>			<b>19.05</b>	<b>0.05</b>
<b>III. Money Market Instruments</b>				
<i>i) Certificate of Deposit**</i>				
ING Vysya Bank Ltd -M- 07-Oct-2011	P1+	1,000,000	998.48	2.54
<b>Total</b>			<b>998.48</b>	<b>2.54</b>
<i>ii) Reverse Repo and CBLO</i>				
			537.10	1.37
<b>Total</b>			<b>537.10</b>	<b>1.37</b>
<b>IV. Cash &amp; Cash Equivalents</b>				
			0.12	0.00
<b>V. Other Receivables / (Payables)</b>				
			(167.03)	(0.45)
<b>Net Assets</b>			<b>39,241.01</b>	<b>100.00</b>

### Principal SMART Equity Fund

Name of Instrument	Industry / Rating	Quantity	Market Value (₹ in lakhs)	% of NAV
<b>I. Equity &amp; Equity Related Instruments - A) Listed / Awaiting listing on the stock exchanges</b>				
<i>i) Equity Shares</i>				
Reliance Industries Ltd	Petroleum Products	76,798	620.80	3.45
Infosys Ltd	Software	23,014	582.96	3.24
ITC Ltd	Consumer Non Durables	237,384	470.02	2.61
Bharti Airtel Ltd	Telecom - Services	121,966	461.03	2.56
ICICI Bank Ltd	Banks	52,278	457.64	2.54
HDFC Bank Ltd	Banks	89,390	418.03	2.32
HCL Technologies Ltd	Software	85,977	351.77	1.95
Oracle Financial Services Software Ltd	Software	17,701	336.39	1.87
Lupin Ltd	Pharmaceuticals	69,228	328.38	1.82
Cipla Ltd	Pharmaceuticals	116,509	327.80	1.82
Bajaj Holdings & Investment Ltd	Finance	43,911	315.90	1.75
State Bank of India	Banks	16,381	313.05	1.74
Union Bank of India	Banks	125,600	307.34	1.71
Dr. Reddy's Laboratories Ltd	Pharmaceuticals	19,566	290.19	1.61
Gujarat State Petronet Ltd	Gas	272,186	287.29	1.59
Grasim Industries Ltd	Textileproducts	11,118	280.36	1.43
Oil & Natural Gas Corporation Ltd	Oil	96,801	257.59	1.45
Allahabad Bank	Banks	159,523	251.49	1.40
Tata Consultancy Services Ltd	Software	23,899	247.90	1.38
Shree Cements Ltd	Cement	13,306	245.87	1.36
Housing Development Finance Corporation Ltd	Finance	37,627	241.15	1.34
Godrej Consumer Products Ltd	Consumer Non Durables	58,527	234.40	1.30
Canara Bank	Banks	50,069	222.33	1.23
Larsen & Toubro Ltd	Construction Project	16,214	220.12	1.22
Dabur India Ltd	Consumer Non Durables	213,101	219.49	1.22
Sterite Industries (India) Ltd	Non - Ferrous Metals	189,884	215.90	1.20
Siemens Ltd	Industrial Capital Goods	25,581	214.30	1.19
Indian Oil Corporation Ltd	Petroleum Products	67,668	210.75	1.17
Glaxosmithkline Pharmaceuticals Ltd	Pharmaceuticals	9,931	207.86	1.15
NHPC Ltd	Power	847,518	199.17	1.11
Hindustan Petroleum Corporation Ltd	Petroleum Products	51,815	189.93	1.05
CESC Ltd	Power	63,102	175.17	0.97
NTPC Ltd	Power	99,226	166.35	0.92
BEML Ltd	Industrial Capital Goods	34,134	156.27	0.87
Nestle India Ltd	Consumer Non Durables	3,545	150.74	0.84
Steel Authority of India Ltd	Ferrous Metals	120,344	127.14	0.71
Castrol India Ltd	Petroleum Products	23,510	112.22	0.62
Pantaloan Retail (India) Ltd	Retailing	54,836	108.16	0.60
Tata Chemicals Ltd	Fertilisers	33,792	106.83	0.59
Areva T&D India Ltd	Industrial Capital Goods	47,495	103.75	0.58
Tata Steel Ltd	Ferrous Metals	24,343	101.11	0.56
Bank of India	Banks	28,739	90.60	0.50
Hindalco Industries Ltd	Non - Ferrous Metals	68,518	90.07	0.50
Crompton Greaves Ltd	Industrial Capital Goods	58,383	89.03	0.49
Volta Ltd	Construction Project	75,242	83.63	0.46
Tata Motors Ltd	Auto	52,616	82.11	0.46
Infrastructure Development Finance Co. Ltd	Finance	72,134	79.92	0.44
Indian Overseas Bank	Banks	76,159	70.52	0.39
Oriental Bank of Commerce	Banks	18,948	55.36	0.31
Tata Power Co. Ltd	Power	48,970	48.90	0.27
Sun TV Network Ltd	Media & Entertainment	20,442	47.46	0.26
<b>Total</b>			<b>11,552.34</b>	<b>64.12</b>
<b>II. Money Market Instruments</b>				
<i>i) Certificate of Deposit**</i>				
Karur Vysya Bank Ltd -M- 14-Dec-2011	A1+	2,500,000	2,453.75	13.62
Allahabad Bank -M- 16-Dec-2011	A1+	2,000,000	1,962.42	10.89
IndusInd Bank Ltd -M- 05-Oct-2011	A1+	1,000,000	998.98	5.55
Canara Bank -M- 04-Nov-2011	P1+	1,000,000	991.50	5.50
<b>Total</b>			<b>6,406.65</b>	<b>35.56</b>
<i>ii) Reverse Repo and CBLO</i>				
			223.39	1.24
<b>Total</b>			<b>223.39</b>	<b>1.24</b>
<b>III. Cash &amp; Cash Equivalents</b>				
			0.84	0.00
<b>IV. Other Receivables / (Payables)</b>				
			(168.92)	(0.92)
<b>Net Assets</b>			<b>18,014.30</b>	<b>100.00</b>

### Principal Emerging Bluechip Fund

Name of Instrument	Industry / Rating	Quantity	Market Value (₹ in lakhs)	% of NAV
<b>I. Equity &amp; Equity Related Instruments - A) Listed / Awaiting listing on the stock exchanges</b>				
<i>i) Equity Shares</i>				
Asian Paints Ltd	Consumer Non Durables	42,089	1,328.98	4.70
Lupin Ltd	Pharmaceuticals	258,000	1,223.82	4.32
Eicher Motors Ltd	Auto	55,000	883.22	3.12
ICICI Bank Ltd	Banks	96,000	840.38	2.97
Godrej Consumer Products Ltd	Consumer Non Durables	198,574	795.29	2.81
Cummins India Ltd	Industrial Products	179,200	742.43	2.62
HCL Technologies Ltd	Software	180,000	736.47	2.60
Hindustan Petroleum Corporation Ltd	Petroleum Products	198,293	726.84	2.57
GlaxoSmithkline Consumer Healthcare Ltd	Consumer Non Durables	30,173	714.07	2.52
Union Bank of India	Banks	277,841	679.88	2.40
Torrent Pharmaceuticals Ltd	Pharmaceuticals	126,009	679.25	2.40
ING Vysya Bank Ltd	Banks	225,000	672.86	2.38
Gujarat State Petronet Ltd	Gas	618,000	652.30	2.31
The Jammu & Kashmir Bank Ltd	Banks	78,029	626.03	2.21
Arvind Ltd	Textile Products	618,000	608.42	2.15
Div's Laboratories Ltd	Pharmaceuticals	75,000	551.63	1.95
Shree Cements Ltd	Cement	29,823	551.07	1.95
Apollo Tyres Ltd	Auto Ancillaries	990,000	546.98	1.93
Pantaloan Retail (India) Ltd	Retailing	270,280	533.13	1.88
KEC International Ltd	Power	879,800	530.52	1.87
Glenmark Pharmaceuticals Ltd	Pharmaceuticals	162,526	524.88	1.85
Sadbhav Engineering Ltd	Construction	390,130	514.97	1.82
CEC Ltd	Power	180,875	502.11	1.77
Bank of Baroda	Banks	63,000	480.25	1.70
The Federal Bank Ltd	Banks	123,905	456.22	1.61
Everest Karto Cylinder Ltd	Gas	630,000	444.78	1.57
Orient Paper & Industries Ltd	Cement	720,169	438.22	1.55
Idea Cellular Ltd	Telecom - Services	435,000	428.48	1.51
Oracle Financial Services Software Ltd	Software	22,501	427.61	1.51
Godfrey Phillips India Ltd	Consumer Non Durables	12,300	415.38	1.47
Titan Industries Ltd	Consumer Non Durables	196,000	409.54	1.45
Cipla Ltd	Pharmaceuticals	135,000	379.82	1.34
Godrej Industries Ltd	Chemicals	189,000	369.68	1.31
The Phoenix Mills Ltd	Construction	165,000	355.99	1.26
Mahindra & Mahindra Financial Services Ltd	Finance	51,508	339.46	1.20
Max India Ltd	Industrial Products	178,958	338.05	1.19
Shree Renuka Sugars Ltd	Consumer Non Durables	600,500	330.88	1.17
Yes Bank Ltd	Banks	120,000	327.06	1.16
Gateway Distriparks Ltd	Transportation	225,300	316.66	1.12
Amara Raja Batteries Ltd	Auto Ancillaries	150,679	315.75	1.12
Power Finance Corporation Ltd	Finance	210,000	315.00	1.11
McLeod Russel India Ltd	Consumer Non Durables	130,000	309.53	1.09
HT Media Ltd	Media & Entertainment	200,000	295.70	1.04
TVS Motor Co. Ltd	Auto	480,000	292.56	1.03
Havells India Ltd	Consumer Durables	78,150	285.60	1.01
Sintex Industries Ltd	Industrial Products	224,102	285.06	1.01
Chambal Fertilizers & Chemicals Ltd	Fertilisers	300,000	281.25	0.99
Coromandel International Ltd	Fertilisers	90,132	274.86	0.97
Crompton Greaves Ltd	Industrial Capital Goods	180,000	274.50	0.97
Areva T&D India Ltd	Industrial Capital Goods	125,000	273.06	0.96
Tata Motors Ltd (DVR)	Auto	303,570	267.15	0.94
Supreme Infrastructure India Ltd	Construction	111,791	260.58	0.92
Balapur Industries Ltd	Paper	990,000	260.37	0.92
Usha Martin Ltd	Ferrous Metals	786,329	257.13	0.91
Exide Industries Ltd	Auto Ancillaries	180,400	233.80	0.83
Graphite India Ltd	Industrial Products	306,410	224.90	0.79
NIIT Technologies Ltd	Software	90,000	176.85	0.62
Gujarat State Fertilizers & Chemicals Ltd	Fertilisers	36,000	159.19	0.56
Sun TV Network Ltd	Media & Entertainment	60,350	140.10	0.50
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**Principal Balanced Fund**

Name of Instrument	Industry / Rating	Quantity	Market Value (₹ in lakhs)	% of NAV
<b>I. Equity &amp; Equity Related Instruments -</b>				
<b>A) Listed / Awaiting listing on the stock exchanges</b>				
<i>ii) Equity Shares</i>				
HDFC Bank Ltd	Banks	16,100	75.29	4.11
ICICI Bank Ltd	Banks	8,335	72.96	3.99
Reliance Industries Ltd	Petroleum Products	8,792	71.07	3.88
Bank of Baroda	Banks	8,300	63.27	3.46
Oracle Financial Services Software Ltd	Software	3,041	57.79	3.16
ITC Ltd	Consumer Non Durables	29,120	57.66	3.15
Cipla Ltd	Pharmaceuticals	18,901	53.18	2.91
Gujarat State Petronet Ltd	Gas	50,000	52.78	2.88
HCL Technologies Ltd	Software	12,000	49.10	2.68
Union Bank of India	Banks	17,000	41.60	2.27
Godrej Industries Ltd	Chemicals	20,000	39.12	2.14
Havells India Ltd	Consumer Durables	10,000	36.55	2.00
Hindustan Petroleum Corporation Ltd	Petroleum Products	9,750	35.74	1.95
McLeod Russel India Ltd	Consumer Non Durables	15,000	35.72	1.95
Dena Bank	Banks	45,000	35.03	1.91
KEC International Ltd	Power	52,740	31.80	1.74
KSK Energy Ventures Ltd	Power	30,500	31.29	1.71
Apollo Tyres Ltd	Auto Ancillaries	56,000	30.94	1.69
Oil & Natural Gas Corporation Ltd	Oil	11,350	30.20	1.65
Larsen & Toubro Ltd	Construction Project	2,200	29.87	1.63
Bosch Ltd	Auto Ancillaries	422	29.76	1.63
TVS Motor Co. Ltd	Auto	47,546	28.98	1.58
Pantaloen Retail (India) Ltd	Retailing	14,067	27.75	1.52
Gujarat State Fertilisers & Chemicals Ltd	Fertilisers	6,140	27.15	1.48
BEML Ltd	Industrial Capital Goods	5,800	26.55	1.45
Kesoram Industries Ltd	Auto Ancillaries	18,750	24.50	1.34
Shree Renuka Sugars Ltd	Consumer Non Durables	40,000	22.04	1.20
Glenmark Pharmaceuticals Ltd	Pharmaceuticals	6,200	20.02	1.09
Allahabad Bank	Banks	11,500	18.13	0.99
Bharti Airtel Ltd	Telecom - Services	4,750	17.96	0.98
Tata Motors Ltd	Auto	11,500	17.95	0.98
Areva T&D India Ltd	Industrial Capital Goods	5,120	11.18	0.61
Great Offshore Ltd	Oil	8,964	10.93	0.60
Sintex Industries Ltd	Industrial Products	7,900	10.05	0.55
<b>Total</b>			<b>1,223.91</b>	<b>66.86</b>
<b>II. Debt Instruments</b>				
<b>A) Listed / Awaiting listing on the stock exchanges</b>				
<i>ii) Non-Convertible Debentures**</i>				
0% Housing Development Finance Corporation Ltd -M-27-Jan-2012	AAA	200,000	216.95	11.85
<b>Total</b>			<b>216.95</b>	<b>11.85</b>
<b>III. Money Market Instruments</b>				
<i>i) Certificate of Deposit**</i>				
Andhra Bank -M- 19-Dec-2011	PR1+	200,000	195.87	10.70
State Bank of Patiala -M- 15-Dec-2011	P1+	195,000	191.18	10.44
<b>Total</b>			<b>387.05</b>	<b>21.14</b>
<i>ii) Reverse Repo and CBLO</i>				
<b>Total</b>			<b>15.99</b>	<b>0.87</b>
<b>IV. Cash &amp; Cash Equivalents</b>				
<b>Total</b>			<b>0.06</b>	<b>0.03</b>
<b>V. Other Receivables / (Payables)</b>				
<b>Total</b>			<b>(13.47)</b>	<b>(0.72)</b>
<b>Net Assets</b>			<b>1,830.49</b>	<b>100.00</b>

**Principal Index Fund**

Name of Instrument	Industry / Rating	Quantity	Market Value (₹ in lakhs)	% of NAV
<b>I. Equity &amp; Equity Related Instruments -</b>				
<b>A) Listed / Awaiting listing on the stock exchanges</b>				
<i>ii) Equity Shares</i>				
Reliance Industries Ltd	Petroleum Products	16,583	134.05	9.17
Infosys Ltd	Software	4,743	120.14	8.22
ITC Ltd	Consumer Non Durables	52,567	104.08	7.12
ICICI Bank Ltd	Banks	11,325	99.14	6.78
Housing Development Finance Corporation Ltd	Finance	13,045	83.61	5.72
HDFC Bank Ltd	Banks	17,641	82.50	5.64
Larsen & Toubro Ltd	Construction Project	5,277	71.64	4.90
Tata Consultancy Services Ltd	Software	4,922	51.78	3.54
State Bank of India	Banks	2,535	48.45	3.31
Bharti Airtel Ltd	Telecom - Services	11,848	44.79	3.06
Mahindra & Mahindra Ltd	Auto	4,542	36.55	2.60
Oil & Natural Gas Corporation Ltd	Oil	13,253	35.27	2.41
Hindustan Unilever Ltd	Consumer Non Durables	10,090	34.37	2.35
Tata Steel Ltd	Ferrous Metals	6,550	27.21	1.86
Tata Motors Ltd	Auto	17,238	26.90	1.84
Axis Bank Ltd	Banks	2,549	25.97	1.78
Bharat Heavy Electricals Ltd	Industrial Capital Goods	1,553	25.46	1.74
NTPC Ltd	Power	12,579	21.09	1.44
Bajaj Auto Ltd	Auto	1,320	20.27	1.39
Jindal Steel & Power Ltd	Ferrous Metals	3,823	19.34	1.32
Dr. Reddy's Laboratories Ltd	Pharmaceuticals	1,244	18.45	1.26
Hero MotoCorp Ltd	Auto	935	18.16	1.24
GAIL (India) Ltd	Gas	4,408	18.10	1.24
Sun Pharmaceuticals Industries Ltd	Pharmaceuticals	3,706	17.14	1.17
Wipro Ltd	Software	5,015	17.09	1.17
Kotak Mahindra Bank Ltd	Banks	3,635	16.71	1.14
Hindalco Industries Ltd	Non - Ferrous Metals	12,653	16.63	1.14
Tata Power Co. Ltd	Power	15,956	15.93	1.09
Sterile Industries (India) Ltd	Non - Ferrous Metals	13,827	15.72	1.08
Grasim Industries Ltd	Textile Products	622	14.57	1.00
Maruti Suzuki India Ltd	Auto	1,300	14.08	0.96
Cipla Ltd	Pharmaceuticals	4,979	14.01	0.96
Power Grid Corporation of India Ltd	Power	13,967	13.75	0.94
Infrastructure Development Finance Co. Ltd	Finance	11,638	12.89	0.88
Punjab National Bank	Banks	1,303	12.42	0.85
Ambuja Cements Ltd	Cement	7,436	11.07	0.76
ACC Ltd	Cement	915	10.05	0.69
HCL Technologies Ltd	Software	2,425	9.92	0.68
Cairn India Ltd	Oil	3,550	9.70	0.66
Bharat Petroleum Corporation Ltd	Petroleum Products	1,271	8.23	0.56
Jairaprakash Associates Ltd	Construction	11,182	8.13	0.56
DLF Ltd	Construction	3,569	7.81	0.53
Ranbaxy Laboratories Ltd	Pharmaceuticals	1,515	7.78	0.53
Sesa Goa Ltd	Minerals/Mining	3,811	7.64	0.52
Siemens Ltd	Industrial Capital Goods	836	7.00	0.48
Steel Authority of India Ltd	Ferrous Metals	5,794	6.12	0.42
Reliance Infrastructure Ltd	Power	1,364	5.09	0.35
Reliance Communications Ltd	Telecom - Services	6,518	4.68	0.32
Reliance Power Ltd	Power	5,363	4.12	0.28
Reliance Capital Ltd	Finance	1,114	3.51	0.24
<b>Total</b>			<b>1,459.11</b>	<b>99.79</b>
<b>II. Debt Instruments</b>				
<b>A) Listed / Awaiting listing on the stock exchanges</b>				
<i>ii) Non-Convertible Debentures**</i>				
9.25% Dr. Reddy's Laboratories Ltd -M-24-Mar-2014	LAA+	8,646	0.43	0.03
<b>Total</b>			<b>0.43</b>	<b>0.03</b>
<b>III. Money Market Instruments</b>				
<i>i) Reverse Repo and CBLO</i>				
<b>Total</b>			<b>5.26</b>	<b>0.36</b>
<b>IV. Cash &amp; Cash Equivalents</b>				
<b>Total</b>			<b>0.02</b>	<b>0.00</b>
<b>V. Other Receivables / (Payables)</b>				
<b>Total</b>			<b>(2.77)</b>	<b>(0.18)</b>
<b>Net Assets</b>			<b>1,462.05</b>	<b>100.00</b>

**\*Principal Retail Money Manager Fund**

Name of Instrument	Rating	Quantity	Market Value (₹ in lakhs)	% of NAV
<b>I. Money Market Instruments</b>				
<i>i) Reverse Repo and CBLO</i>				
<b>Total</b>			<b>31.37</b>	<b>100.61</b>
<b>II. Cash &amp; Cash Equivalents</b>				
<b>Total</b>			<b>0.12</b>	<b>0.38</b>
<b>III. Other Receivables / (Payables)</b>				
<b>Total</b>			<b>(0.31)</b>	<b>(0.99)</b>
<b>Net Assets</b>			<b>31.18</b>	<b>100.00</b>

**Principal Services Industries Fund**

Name of Instrument	Industry	Quantity	Market Value (₹ in lakhs)	% of NAV
<b>I. Equity &amp; Equity Related Instruments -</b>				
<b>A) Listed / Awaiting listing on the stock exchanges</b>				
<i>ii) Equity Shares</i>				
Bharti Airtel Ltd	Telecom - Services	188,643	713.07	9.24
Tata Consultancy Services Ltd	Software	67,850	703.81	9.12
NTPC Ltd	Power	346,850	581.49	7.54
Housing Development Finance Corporation Ltd	Finance	71,890	460.74	5.97
Infosys Ltd	Software	18,050	457.22	5.93
ICICI Bank Ltd	Banks	49,450	432.89	5.61
Dena Bank	Banks	530,000	412.61	5.35
The Great Eastern Shipping Co. Ltd	Transportation	163,583	409.78	5.31
Wipro Ltd	Software	118,933	405.32	5.25
HDFC Bank Ltd	Banks	60,250	281.76	3.65
HT Media Ltd	Media & Entertainment	165,599	244.84	3.17
State Bank of India	Banks	12,658	241.90	3.14
Oriental Bank of Commerce	Banks	70,857	207.01	2.68
CESC Ltd	Power	70,579	195.93	2.54
NHPC Ltd	Power	796,794	187.25	2.43
Bank of Baroda	Banks	23,650	180.28	2.34
Corporation Bank	Banks	41,898	176.70	2.29
Rural Electrification Corporation Ltd	Finance	90,682	157.66	2.04
Oracle Financial Services Software Ltd	Software	7,606	144.54	1.87
Infinite Computer Solutions (India) Ltd	Software	150,857	140.30	1.82
Power Grid Corporation of India Ltd	Power	136,818	134.70	1.75
Hindustan Media Ventures Ltd	Media & Entertainment	90,397	117.52	1.52
HCL Technologies Ltd	Software	28,500	116.61	1.51
The Jammu & Kashmir Bank Ltd	Banks	13,584	108.98	1.41
PTC India Ltd	Power	144,700	98.61	1.28
Tata Power Co. Ltd	Power	94,500	94.36	1.22
Sun TV Network Ltd	Media & Entertainment	38,958	90.44	1.17
Bajaj Holdings & Investment Ltd	Finance	10,409	74.88	0.97
Infrastructure Development Finance Co. Ltd	Finance	67,137	74.39	0.96
<b>Total</b>			<b>7,645.59</b>	<b>99.08</b>
<b>II. Money Market Instruments</b>				
<i>i) Reverse Repo and CBLO</i>				
<b>Total</b>			<b>139.21</b>	<b>1.80</b>
<b>III. Cash &amp; Cash Equivalents</b>				
<b>Total</b>			<b>0.52</b>	<b>0.01</b>
<b>IV. Other Receivables / (Payables)</b>				
<b>Total</b>			<b>(69.52)</b>	<b>(0.89)</b>
<b>Net Assets</b>			<b>7,715.81</b>	<b>100.00</b>

**Principal Dividend Yield Fund**

Name of Instrument	Industry	Quantity	Market Value (₹ in lakhs)	% of NAV
<b>I. Equity &amp; Equity Related Instruments -</b>				
<b>A) Listed / Awaiting listing on the stock exchanges</b>				
<i>ii) Equity Shares</i>				
Tata Chemicals Ltd	Fertilisers	165,767	524.07	5.30
NIIT Technologies Ltd	Software	200,000	393.00	3.98
NTPC Ltd	Power	230,400	386.27	3.91
Cummins India Ltd	Industrial Products	89,600	371.21	3.76
Colgate Palmolive (India) Ltd	Consumer Non Durables	36,000	353.79	3.58
Jagran Prakashan Ltd	Media & Entertainment	303,714	331.20	3.35
ITC Ltd	Consumer Non Durables	159,920	316.64	3.20
Tata Consultancy Services Ltd	Software	30,500	316.38	3.20
Gujarat Industries Power Co. Ltd	Power	369,309	303.76	3.07
Oriental Bank of Commerce	Banks	101,673	297.04	3.01
Dena Bank	Banks	370,000	288.05	2.92
Oil & Natural Gas Corporation Ltd	Oil	104,082	276.96	2.80
India India Ltd	Oil	20,096	271.17	2.74
Union Bank of India	Banks	110,000	269.17	2.72
Hindustan Petroleum Corporation Ltd	Petroleum Products	72,375	265.29	2.68
Allahabad Bank	Banks	166,449	262.41	2.66
Tata Motors Ltd (DVR)	Auto	290,000	255.06	2.58
HCL Technologies Ltd	Software	59,886	245.02	2.48
Bajaj Holdings & Investment Ltd	Finance	34,044	244.91	2.48
The Jammu & Kashmir Bank Ltd	Banks	30,357	243.55	2.46
State Bank of India	Banks	12,628	241.33	2.44
Godrej Consumer Products Ltd	Consumer Non Durables	59,591	238.66	2.42
Castrol India Ltd	Petroleum Products	42,512	202.93	2.05
McLeod Russel India Ltd	Consumer Non Durables	81,250	193.46	1.96
NHPC Ltd	Power	815,000	191.53	1.94
The Great Eastern Shipping Co. Ltd	Transportation	74,900	187.62	1.90
Rural Electrification Corporation Ltd	Finance	107,683	187.26	1.90
ICICI Bank Ltd	Banks	21,000	183.83	1.86
Idea Cellular Ltd	Telecom - Services	181,600	178.88	1.81
Tata Steel Ltd	Ferrous Metals	40,000	166.14	1.68
Bharti Airtel Ltd	Telecom - Services	40,100	151.58	1.53
Tata Global Beverages Ltd	Consumer Non Durables	175,770	150.81	1.53
JBChemicals & Pharmaceuticals Ltd	Pharmaceuticals	200,000	139.10	1.41
Bank of Baroda	Banks	13,650	104.05	1.05
Kesoram Industries Ltd	Auto Ancillaries	75,969	99.25	1.00
Bajaj Auto Ltd	Auto	6,400	98.30	0.99
Hero MotoCorp Ltd	Auto	5,020	97.48	0.99
Corporation Bank	Banks	23,111	97.47	0.99
Apollo Tyres Ltd	Auto Ancillaries	176,000	97.24	0.98
Indian Overseas Bank	Banks	104,400		



## \*Principal Debt Savings Fund

Name of Instrument	Industry / Rating	Quantity	Market Value (₹ in lakhs)	% of NAV
<b>I. Equity &amp; Equity Related Instruments -</b>				
<b>A) Listed / Awaiting listing on the stock exchanges</b>				
<i>Equity Shares</i>				
Everest Kanto Cylinder Ltd	Gas	40,000	28.24	0.52
Great Offshore Ltd	Oil	6,355	7.75	0.14
Infinite Computer Solutions (India) Ltd	Software	6,508	6.05	0.11
<b>Total</b>			<b>42.04</b>	<b>0.77</b>
<b>II. Debt Instruments</b>				
<b>A) Listed / Awaiting listing on the stock exchanges</b>				
<i>Government Securities</i>				
7.80% Government of India Security 2021	Sovereign	200,000	191.70	3.51
<b>Total</b>			<b>191.70</b>	<b>3.51</b>
<i>Non-Convertible Debentures**</i>				
7.15% Indian Oil Corporation Ltd -M- 10-Jun-2012	LAAA	750,000	738.13	13.50
11.45% Reliance Industries Ltd -M- 25-Nov-2013	AAA	500,000	516.71	9.45
9.08% State Bank Of Mysore -M- 16-Jan-2023	AAA	250,000	243.00	4.44
10.90% Power Grid Corporation of India Ltd -M- 21-Jun-2015	AAA	500,000	204.29	3.74
9.25% Dr. Reddys Laboratories Ltd -M- 24-Mar-2014	LAA+	562,416	27.81	0.51
<b>Total</b>			<b>1,729.94</b>	<b>31.64</b>
<b>B) Privately Placed / Unlisted**</b>				
<i>Non-Convertible Debentures</i>				
10.30% Tata Sons Ltd (TSL) -M-23-Apr-2014	AAA	200,000	199.95	3.66
<b>Total</b>			<b>199.95</b>	<b>3.66</b>
<i>Securitized Debt Instruments</i>				
India Commercial Loan Trust Series 1 Class A1 -M- 13-Jan-2012	CARE AA+(SO)	5	486.24	8.89
India Commercial Loan Trust Series 1 Class A2 -M- 13-Jan-2012	CARE AA+(SO)	5	14.48	0.26
Loan Securitisation Trust Series IX -M- 01-Jul-2012	LAAA(SO)	1	9.83	0.18
<b>Total</b>			<b>510.55</b>	<b>9.33</b>
<b>III. Money Market Instruments</b>				
<i>Certificate of Deposit**</i>				
State Bank of Patiala -M- 15-Dec-2011	P1+	700,000	686.30	12.55
Andhra Bank -M- 19-Dec-2011	PR1+	600,000	587.60	10.74
IDBI Bank Ltd -M- 21-Mar-2012	P1+	500,000	478.58	8.75
Canara Bank -M- 04-Nov-2011	P1+	430,000	426.34	7.80
<b>Total</b>			<b>2,178.82</b>	<b>39.84</b>
<i>Reverse Repo and CBLO</i>				
<b>Total</b>			<b>0.51</b>	<b>0.01</b>
<b>IV. Mutual Fund Units</b>				
Principal Large Cap Fund - Growth Option		1,439,837	362.69	6.63
<b>Total</b>			<b>362.69</b>	<b>6.63</b>
<b>V. Cash &amp; Cash Equivalents</b>				
<b>Total</b>			<b>0.00</b>	<b>0.00</b>
<b>VI. Other Receivables / (Payables)</b>				
<b>Total</b>			<b>252.96</b>	<b>4.61</b>
<b>Net Assets</b>			<b>5,469.17</b>	<b>100.00</b>

## \*Principal Debt Savings Fund - Retail Plan

Name of Instrument	Industry / Rating	Quantity	Market Value (₹ in lakhs)	% of NAV
<b>I. Equity &amp; Equity Related Instruments -</b>				
<b>A) Listed / Awaiting listing on the stock exchanges</b>				
<i>Equity Shares</i>				
Hindustan Media Ventures Ltd	Media & Entertainment	38,664	50.26	0.65
HT Media Ltd	Media & Entertainment	25,000	36.96	0.48
IRB Infrastructure Developers Ltd	Construction	20,000	32.59	0.42
Torrent Pharmaceuticals Ltd	Pharmaceuticals	5,913	31.87	0.41
Infinite Computer Solutions (India) Ltd	Software	31,000	28.83	0.37
Everest Kanto Cylinder Ltd	Gas	40,000	28.24	0.37
The Jammu & Kashmir Bank Ltd	Banks	2,768	22.21	0.29
Sobha Developers Ltd	Construction	9,000	19.53	0.25
Aurobindo Pharma Ltd	Pharmaceuticals	12,500	15.51	0.20
<b>Total</b>			<b>266.00</b>	<b>3.44</b>
<b>II. Debt Instruments</b>				
<b>A) Listed / Awaiting listing on the stock exchanges</b>				
<i>Government Securities</i>				
7.80% Government of India Security 2021	Sovereign	300,000	287.55	3.72
<b>Total</b>			<b>287.55</b>	<b>3.72</b>
<i>Non-Convertible Debentures**</i>				
11.45% Reliance Industries Ltd -M- 25-Nov-2013	AAA	500,000	516.71	6.68
9.22% Power Finance Corporation Ltd -M- 28-Dec-2012	AAA	500,000	497.11	6.43
7.15% Indian Oil Corporation Ltd -M- 10-Jun-2012	LAAA	250,000	246.04	3.18
9.08% State Bank of Mysore -M- 16-Jan-2023	AAA	250,000	243.00	3.14
<b>Total</b>			<b>1,502.86</b>	<b>19.43</b>
<i>Securitized Debt Instruments**</i>				
India Commercial Loan Trust Series 1 Class A1 -M- 13-Jan-2012	CARE AA+(SO)	5	486.24	6.29
Loan Securitisation Trust Series IX -M- 01-Jul-2012	LAAA(SO)	3	29.48	0.38
India Commercial Loan Trust Series 1 Class A2 -M- 13-Jan-2012	CARE AA+(SO)	5	14.48	0.19
<b>Total</b>			<b>530.20</b>	<b>6.86</b>
<b>B) Privately Placed / Unlisted</b>				
<i>Non-Convertible Debentures**</i>				
10.30% Tata Sons Ltd (TSL) -M-23-Apr-2014	AAA	300,000	299.92	3.88
<b>Total</b>			<b>299.92</b>	<b>3.88</b>
<b>III. Money Market Instruments</b>				
<i>Certificate of Deposit**</i>				
Andhra Bank -M- 19-Dec-2011	PR1+	1,100,000	1,077.28	13.93
IDBI Bank Ltd -M- 21-Mar-2012	P1+	750,000	717.87	9.29
State Bank of Patiala -M- 15-Dec-2011	P1+	700,000	686.30	8.88
ING Vysya Bank Ltd -M- 07-Oct-2011	P1+	500,000	499.24	6.46
Canara Bank -M- 04-Nov-2011	P1+	70,000	69.40	0.90
<b>Total</b>			<b>3,050.09</b>	<b>39.46</b>
<i>Reverse Repo and CBLO</i>				
<b>Total</b>			<b>282.77</b>	<b>3.66</b>
<b>IV. Mutual Fund Units</b>				
Principal Large Cap Fund - Growth Option		4,352,684	1,096.44	14.18
<b>Total</b>			<b>1,096.44</b>	<b>14.18</b>
<b>V. Cash &amp; Cash Equivalents</b>				
<b>Total</b>			<b>1.06</b>	<b>0.01</b>
<b>VI. Other Receivables / (Payables)</b>				
<b>Total</b>			<b>414.43</b>	<b>5.36</b>
<b>Net Assets</b>			<b>7,731.32</b>	<b>100.00</b>

## Principal Near-Term Fund - Conservative Plan

Name of Instrument	Rating	Quantity	Market Value (₹ in lakhs)	% of NAV
<b>I. Debt Instruments</b>				
<b>B) Privately Placed / Unlisted**</b>				
<i>Securitized Debt Instruments</i>				
India Commercial Loan Trust Series 1 Class A1 -M- 13-Jan-2012	CARE AA+(SO)	4	388.99	1.56
<b>Total</b>			<b>388.99</b>	<b>1.56</b>
<b>II. Money Market Instruments</b>				
<i>Certificate of Deposit**</i>				
Axis Bank Ltd -M- 09-Dec-2011	P1+	2,500,000	2,457.48	9.88
UCO Bank -M- 07-Nov-2011	A1+	1,900,000	1,882.73	7.57
Allahabad Bank -M- 08-Nov-2011	A1+	1,000,000	990.85	3.98
Allahabad Bank -M- 16-Dec-2011	A1+	350,000	343.42	1.38
State Bank of Patiala -M- 15-Dec-2011	P1+	218,000	213.73	0.86
Andhra Bank -M- 19-Dec-2011	PR1+	200,000	195.87	0.79
Kotak Mahindra Bank Ltd -M- 21-Nov-2011	P1+	85,000	83.93	0.34
Kotak Mahindra Bank Ltd -M- 12-Jan-2012	P1+	77,000	75.05	0.30
IndusInd Bank Ltd -M- 22-Mar-2012	A1+	6,000	5.74	0.02
Dena Bank -M- 19-Mar-2012	P1+	1,000	0.96	-
<b>Total</b>			<b>6,249.76</b>	<b>25.12</b>
<i>Commercial Paper**</i>				
Jindal Power Ltd -M- 02-Dec-2011	A1+	2,500,000	2,459.75	9.89
Apollo Tyres Ltd -M- 07-Dec-2011	A1+	2,500,000	2,456.39	9.88
Magma Fincorp Ltd -M- 07-Dec-2011	A1+	2,500,000	2,455.66	9.87
SREI Equipment Finance Ltd -M- 12-Dec-2011	A1+	2,500,000	2,452.96	9.86
Usha Martin Ltd -M- 14-Dec-2011	A1+	2,500,000	2,451.51	9.86
First Blue Home Finance Ltd -M- 15-Dec-2011	A1+	2,500,000	2,449.04	9.85
Edelweiss Financial Services Ltd -M- 14-Dec-2011	A1+	2,500,000	2,447.90	9.84
Manappuram General Finance & Leasing Ltd -M- 29-Mar-2012	P1+	720,000	683.33	2.75
Kotak Mahindra Investment Ltd -M- 29-Mar-2012	A1+	5,000	4.76	0.02
<b>Total</b>			<b>17,861.30</b>	<b>71.82</b>
<i>Reverse Repo and CBLO</i>				
<b>Total</b>			<b>11.18</b>	<b>0.04</b>
<b>III. Cash &amp; Cash Equivalents</b>				
<b>Total</b>			<b>0.04</b>	<b>0.00</b>
<b>IV. Other Receivables / (Payables)</b>				
<b>Total</b>			<b>358.07</b>	<b>1.46</b>
<b>Net Assets</b>			<b>24,869.34</b>	<b>100.00</b>

## Principal Pnb Fixed Maturity Plan - Series A1

Name of Instrument	Rating	Quantity	Market Value (₹ in lakhs)	% of NAV
<b>I. Money Market Instruments</b>				
<i>Certificate of Deposit**</i>				
Indian Overseas Bank -M- 21-Nov-2011	A1+	2,500,000	2,468.97	28.38
The South Indian Bank Ltd -M- 21-Nov-2011	P1+	2,500,000	2,468.13	28.37
Kotak Mahindra Bank Ltd -M- 21-Nov-2011	P1+	1,311,000	1,294.43	14.88
<b>Total</b>			<b>8,700.17</b>	<b>100.00</b>
<i>Reverse Repo and CBLO</i>				
<b>Total</b>			<b>1.10</b>	<b>0.01</b>
<b>II. Cash &amp; Cash Equivalents</b>				
<b>Total</b>			<b>0.00</b>	<b>0.00</b>
<b>III. Other Receivables / (Payables)</b>				
<b>Total</b>			<b>(0.43)</b>	<b>(0.01)</b>
<b>Net Assets</b>			<b>8,700.84</b>	<b>100.00</b>

## Principal Income Fund - Long Term Plan

Name of Instrument	Rating	Quantity	Market Value (₹ in lakhs)	% of NAV
<b>I. Debt Instruments</b>				
<b>A) Listed / Awaiting listing on the stock exchanges</b>				
<i>Government Securities</i>				
7.80% Government of India Security 2021	Sovereign	200,000	191.70	11.02
<b>Total</b>			<b>191.70</b>	<b>11.02</b>
<i>Non-Convertible Debentures**</i>				
11.45% Reliance Industries Ltd -M-25-Nov-2013	AAA	250,000	258.50	14.86
9.75% Housing Development Finance Corporation Ltd -M- 08-Mar-2016	AAA	250,000	248.81	14.30
<b>Total</b>			<b>507.31</b>	<b>29.16</b>
<b>B) Privately Placed / Unlisted**</b>				
<i>Securitized Debt Instruments</i>				
India Commercial Loan Trust Series 1 Class A1 -M-13-Jan-2012	CARE AA+(SO)	5	486.24	27.95
India Commercial Loan Trust Series 1 Class A2 -M-13-Jan-2012	CARE AA+(SO)	5	14.48	0.83
<b>Total</b>			<b>500.72</b>	<b>28.78</b>
<b>II. Money Market Instruments</b>				
<i>Certificate of Deposit**</i>				
State Bank of Patiala -M- 15-Dec-2011	P1+	250,000	245.11	14.09
Kotak Mahindra Bank Ltd -M- 21-Nov-2011	P1+	100,000	98.74	5.68
IDBI Bank Ltd -M- 21-Mar-2012	P1+	100,000	95.72	5.50
Canara Bank -M- 04-Nov-2011	P1+	50,000	49.57	2.85
<b>Total</b>			<b>489.14</b>	<b>28.12</b>
<i>Reverse Repo and CBLO</i>				
<b>Total</b>			<b>25.19</b>	<b>1.45</b>
<b>III. Cash &amp; Cash Equivalents</b>				
<b>Total</b>			<b>0.09</b>	<b>0.01</b>
<b>IV. Other Receivables / (Payables)</b>				
<b>Total</b>			<b>25.27</b>	<b>1.46</b>
<b>Net Assets</b>			<b>1,739.43</b>	<b>100.00</b>

## Principal Income Fund - Short Term Plan

Name of Instrument	Rating	Quantity	Market Value (₹ in lakhs)	% of NAV
<b>I. Debt Instruments</b>				
<b>A) Listed / Awaiting listing on the stock exchanges</b>				
<i>Non-Convertible Debentures**</i>				
11.45% Reliance Industries Ltd -M-25-Nov-2013	AAA	250,000	258.50	12.83
9.75% Housing Development Finance Corporation Ltd -M- 08-Mar-2016	AAA	250,000	248.81	12.35
0% Housing Development Finance Corporation Ltd -M- 27-Jan-2012	AAA	100,000	108.47	5.38
<b>Total</b>			<b>615.78</b>	<b>30.56</b>
<b>B) Privately Placed / Unlisted**</b>				
<i>Securitized Debt Instruments</i>				
India Commercial Loan Trust Series 1 Class A1 -M- 13-Jan-2012	CARE AA+(SO)	5	486.24	24.13
Loan Securitisation Trust Series IX -M- 01-Jul-2012	LAAA(SO)	11	108.09	5.36
India Commercial Loan Trust Series 1 Class A2 -M- 13-Jan-2012	CARE AA+(SO)	10	28.95	1.44
<b>Total</b>			<b>623.28</b>	<b>30.93</b>
<b>II. Money Market Instruments</b>				
<i>Certificate of Deposit**</i>				
IndusInd Bank Ltd -M- 22-Mar-2012	A1+	300,000	286.93	14.24
Canara Bank -M- 04-Nov-2011	P1+	200,000	198.30	9.84
State Bank of Patiala -M- 15-Dec-2011	P1+	150,000	147.06	7.30
UCO Bank -M- 10-Oct-2011	A1+	100,000	99.79	4.95
<b>Total</b>			<b>732.08</b>	<b>36.33</b>
<i>Commercial Paper**</i>				
Kotak Mahindra Prime Ltd -M- 28-Mar-2012	AA+	5,000	4.78	0.24
<b>Total</b>			<b>4.78</b>	<b>0.24</b>
<i>Reverse Repo and CBLO</i>				
<b>Total</b>			<b>1.97</b>	<b>0.10</b>
<b>III. Cash &amp; Cash Equivalents</b>				
<b>Total</b>			<b>0.01</b>	<b>0.00</b>
<b>IV. Other Receivables / (Payables)</b>				
<b>Total</b>			<b>36.92</b>	<b>1.84</b>
<b>Net Assets</b>			<b>2,014.82</b>	<b>100.00</b>

## Principal Ultra Short Term Fund

Name of Instrument	Rating	Quantity	Market Value (₹ in lakhs)	% of NAV
<b>I. Debt Instruments</b>				
<b>A) Privately Placed / Unlisted</b>				
<i>Securitized Debt Instruments**</i>				
India Commercial Loan Trust Series 1 Class A1 -M- 13-Jan-2012	CARE AA+(SO)	1	97.25	4.94
<b>Total</b>			<b>97.25</b>	<b>4.94</b>
<b>II. Money Market Instruments</b>				
<i>Certificate of Deposit**</i>				
Kotak Mahindra Bank Ltd -M- 21-Nov-2011	P1+	300,000	296.21	15.06
Andhra Bank -M- 19-Dec-2011	PR1+	200,000	195.87	9.96
State Bank of Patiala -M- 15-Dec-2011	P			

# Half Yearly Portfolio Statement of the Schemes of Principal Mutual Fund as on September 30, 2011 (Contd.)

Annexure I (Referred to Note 5 to the Unaudited Financial Results for the Half Year Ended September 30, 2011)

(Rs. In Crores)

Name of the Associate	Instrument		GROWTH	INDEX	LCAP	PBF	PTSF	TAX96	SMART
LARSEN & TOUBRO LTD	Equity Shares	Aggregate Cost	-	0.02	-	-	-	-	0.88
		Market Value as on 30/09/2011	3.51	0.72	7.23	0.30	15.02	3.87	2.20
PUNJAB NATIONAL BANK	Equity Shares	Aggregate Cost	-	0.00	-	-	-	-	-
		Market Value as on 30/09/2011	-	0.12	-	-	-	-	-

Annexure - II: Commission Paid to Associates / Related Parties / Group Companies of Sponsor AMC

Name of Associate / Related Parties / Group Companies of Sponsor / AMC	Nature of Association / Nature of Relation	Period Covered	Particulars	FMP-62	FMP-63	FMP-67	FMP-69	FMP-70	FMP-71	FMP-72	FMP-73	FMP-75	CHILD1	PDYF	PEBF	FR-FMP	FR-SMP	GROWTH	GILT-I	GOF	
Punjab National Bank	Associate	Apr. 11 to Sept. 11	Comission Paid (in ₹)	-	-	-	-	2,882	13,707	3,618	2,178	5,364	49,023	180,518	1,479,130	57,549	622	200,430	187	33,519	
		Apr. 11 to Sept. 11	% of Comission Paid over Total Comission Paid	-	-	-	-	1%	0%	3%	4%	6%	7%	17%	16%	3%	1%	4%	0%	3%	
		Oct. 10 to Mar. 11	Comission Paid (in ₹)	39,378	3,079	39,210	12,320	-	-	-	-	-	-	57,709	212,217	893,782	101,262	4,972	227,412	153	41,573
		Oct. 10 to Mar. 11	% of Comission Paid over Total Comission Paid	4%	2%	3%	13%	-	-	-	-	-	-	7%	14%	7%	5%	0%	4%	0%	2%
		Apr. 11 to Sept. 11	Business Given (in ₹ Crore)	-	-	-	-	0.06	0.12	1.32	1.75	0.04	0.01	0.04	1.93	181.72	2.97	0.03	0.00	0.01	
		Apr. 11 to Sept. 11	% of Business Given over Total Business Received	-	-	-	-	0%	0%	1%	4%	0%	1%	5%	11%	4%	0%	1%	0%	3%	
		Oct. 10 to Mar. 11	Business Given (in ₹ Crore)	1.97	2.47	1.12	9.88	-	-	-	-	-	-	0.02	0.07	5.67	217.04	1.47	0.02	-	0.00
		Oct. 10 to Mar. 11	% of Business Given over Total Business Received	4%	1%	3%	12%	-	-	-	-	-	-	3%	3%	8%	2%	4%	1%	0%	1%
Principal Retirement Advisors Pvt. Ltd.	Associate	Apr. 11 to Sept. 11	Comission Paid (in ₹)	-	-	-	-	-	-	-	-	-	-	10	-	1,292	-	-	2,586	-	748
		Apr. 11 to Sept. 11	% of Comission Paid over Total Comission Paid	-	-	-	-	-	-	-	-	-	-	0%	-	0%	-	-	0%	-	0%
		Oct. 10 to Mar. 11	Comission Paid (in ₹)	-	-	-	-	-	-	-	-	-	-	11	-	631	-	-	3,150	41,290	893
		Oct. 10 to Mar. 11	% of Comission Paid over Total Comission Paid	-	-	-	-	-	-	-	-	-	-	0%	-	0%	-	-	0%	11%	0%
		Apr. 11 to Sept. 11	Business Given (in ₹ Crore)	-	-	-	-	-	-	-	-	-	0.00	-	-	0.00	-	-	0.00	-	-
		Apr. 11 to Sept. 11	% of Business Given over Total Business Received	-	-	-	-	-	-	-	-	-	0%	-	-	0%	-	-	0%	-	-
		Oct. 10 to Mar. 11	Business Given (in ₹ Crore)	0.00	-	-	-	-	-	-	-	-	-	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
		Oct. 10 to Mar. 11	% of Business Given over Total Business Received	0%	-	-	-	-	-	-	-	-	-	0%	0%	0%	0%	0%	0%	0%	0%
PNB Gilts Ltd.	Associate	Apr 11 to Sep 11	Comission Paid (in ₹)	-	-	-	-	-	-	-	-	-	-	26	-	120,548	-	-	84,016	36	
		Apr 11 to Sep 11	% of Comission Paid over Total Comission Paid	-	-	-	-	-	-	-	-	-	-	0%	-	6%	-	-	8%	0%	
		Oct 10 to Mar 11	Comission Paid (in ₹)	-	-	-	-	-	-	-	-	-	-	29	-	-	-	-	83,649	34	
		Oct 10 to Mar 11	% of Comission Paid over Total Comission Paid	-	-	-	-	-	-	-	-	-	-	0%	-	-	-	-	23%	0%	
		Apr 11 to Sep 11	Business Given (in ₹ Crore)	-	-	-	-	-	-	-	-	-	-	-	-	-	275.00	-	-	-	
		Apr 11 to Sep 11	% of Business Given over Total Business Received	-	-	-	-	-	-	-	-	-	-	-	-	-	7%	-	-	-	
		Oct 10 to Mar 11	Business Given (in ₹ Crore)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
		Oct 10 to Mar 11	% of Business Given over Total Business Received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	

Name of Associate / Related Parties / Group Companies of Sponsor / AMC	Nature of Association / Nature of Relation	Period Covered	Particulars	INCOME - LTP	INFRA	STP	LCAP	LTEF	LIQUID	MINCOM	PMMF	MIPPL	LIQPLS	PBF	RIF	PTSF	TAX96	INDEX	SMART
Punjab National Bank	Associate	Apr. 11 to Sept. 11	Comission Paid (in ₹)	2,307	395,370	71	1,869,845	666,311	60,220	197,690	21	127,808	4,285	6,424	-	535,708	343,228	1,955	1,133,288
		Apr. 11 to Sept. 11	% of Comission Paid over Total Comission Paid	1%	18%	0%	12%	30%	3%	9%	1%	5%	3%	2%	-	3%	14%	1%	7%
		Oct. 10 to Mar. 11	Comission Paid (in ₹)	3,267	468,132	3,435	1,308,940	1,431,069	117,863	501,213	21,107	450,658	4,344	5,521	19,157	617,389	426,206	2,677	1,324,194
		Oct. 10 to Mar. 11	% of Comission Paid over Total Comission Paid	0%	15%	1%	10%	28%	8%	23%	12%	12%	2%	1%	1%	3%	14%	1%	8%
		Apr. 11 to Sept. 11	Business Given (in ₹ Crore)	-	0.03	0.05	4.40	0.00	450.08	0.01	-	0.07	4.80	0.00	-	0.22	0.08	0.01	0.49
		Apr. 11 to Sept. 11	% of Business Given over Total Business Received	-	15%	1%	11%	10%	3%	0%	-	2%	8%	1%	-	4%	4%	2%	3%
		Oct. 10 to Mar. 11	Business Given (in ₹ Crore)	-	0.07	0.15	4.92	17.89	455.04	1.26	167.98	0.96	10.61	0.00	0.00	0.42	0.11	0.25	17.79
		Oct. 10 to Mar. 11	% of Business Given over Total Business Received	-	21%	1%	5%	32%	4%	10%	13%	4%	13%	2%	1%	4%	4%	4%	8%
Principal Retirement Advisors Pvt. Ltd.	Associate	Apr. 11 to Sept. 11	Comission Paid (in ₹)	119	52	-	680	2,099	249	-	2	-	-	-	-	6,285	2,055	2	-
		Apr. 11 to Sept. 11	% of Comission Paid over Total Comission Paid	0%	0%	-	0%	0%	0%	-	0%	-	-	-	-	0%	0%	0%	-
		Oct. 10 to Mar. 11	Comission Paid (in ₹)	1,072	65	2,426	840	4,143	600	521	4	-	-	76	306	7,833	2,640	-	-
		Oct. 10 to Mar. 11	% of Comission Paid over Total Comission Paid	0%	0%	0%	0%	0%	0%	0%	0%	-	-	0%	0%	0%	0%	-	-
		Apr. 11 to Sept. 11	Business Given (in ₹ Crore)	-	-	-	-	-	-	-	-	-	-	-	-	0.00	0.00	0.00	-
		Apr. 11 to Sept. 11	% of Business Given over Total Business Received	-	-	-	-	-	-	-	-	-	-	-	-	0%	0%	0%	-
		Oct. 10 to Mar. 11	Business Given (in ₹ Crore)	0.00	0.00	0.00	0.00	0.05	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
		Oct. 10 to Mar. 11	% of Business Given over Total Business Received	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	-
PNB Gilts Ltd.	Associate	Apr 11 to Sep 11	Comission Paid (in ₹)	-	-	-	-	-	5,484	-	-	-	-	-	-	-	20	27	-
		Apr 11 to Sep 11	% of Comission Paid over Total Comission Paid	-	-	-	-	-	0%	-	-	-	-	-	-	0%	0%	-	-
		Oct 10 to Mar 11	Comission Paid (in ₹)	-	-	-	-	-	-	-	-	-	-	-	-	38	30	-	-
		Oct 10 to Mar 11	% of Comission Paid over Total Comission Paid	-	-	-	-	-	-	-	-	-	-	-	-	0%	0%	-	-
		Apr 11 to Sep 11	Business Given (in ₹ Crore)	-	-	-	-	-	85.00	-	-	-	-	-	-	-	-	-	-
		Apr 11 to Sep 11	% of Business Given over Total Business Received	-	-	-	-	-	1%	-	-	-	-	-	-	-	-	-	-
		Oct 10 to Mar 11	Business Given (in ₹ Crore)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		Oct 10 to Mar 11	% of Business Given over Total Business Received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Note 1 : Commission paid to associates has been disclosed on payment basis and business given indicates Gross Mobilisation (net of rejections, if any) during the corresponding period for which the commission paid has been disclosed.

For Principal Pnb Asset Management Company Pvt. Ltd.

Sd/  
M.M. Chitale  
Director

For Principal Trustee Company Pvt. Ltd.

Sd/  
V.S. Mathur  
Director

Place : Mumbai  
Date : October 25, 2011

Contact Details: Toll Free: 1800 425 5600. Fax: 022-2204 4990 or email customer@principalindia.com or visit us at www.principalindia.com

Registrars: Karvy Computershare Pvt. Ltd. (Unit: Principal Mutual Fund), 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

**Statutory Details:** Principal Mutual Fund has been constituted as a trust with Principal Financial Group (Mauritius) Limited, Punjab National Bank and Vijaya Bank as co-settlers. **Sponsor:** Principal Financial Services Inc., USA [acting through its wholly owned subsidiary Principal Financial Group (Mauritius) Ltd.]. **Trustee:** Principal Trustee Company Private Limited. **Investment Manager:** Principal Pnb Asset Management Company Private Limited. **Risk Factors:** Mutual funds and securities investments are subject to market risks and there can be no assurance and no guarantee that the scheme's objective can be achieved. As with any investment in securities, the NAV of the units issued under the scheme(s) can go up or down, depending upon the factors and forces affecting the capital markets. Past performance of the Sponsor and any of its associates, co-settlers and/or AMC/ Mutual Fund does not indicate or guarantee the future performance of the Schemes of Principal Mutual Fund. The Sponsor and any of their associates including co-settlers are not responsible or liable for any loss resulting from the operations of the Principal Mutual Fund beyond the initial contribution of an amount of ₹ 25 lakhs towards setting up Principal Mutual Fund. Investors in the scheme(s) are not being offered a guaranteed or assured rate of return or monthly or regular/periodical income distribution, and the actual returns and/or periodical income distribution to an investor will be based on the actual NAV, which may go up or down, depending on the market conditions. **Principal Growth Fund** (An Open-ended Equity Scheme; Investment Objective: To achieve long-term capital appreciation.); **Principal Dividend Yield Fund** (An Open-ended Equity Scheme; Investment Objective: To provide capital appreciation and / or dividend distribution by investing predominantly in a well-diversified portfolio of companies that have a relatively high dividend yield.); **Principal Large Cap Fund** (An Open-ended Equity Scheme; Investment Objective: To provide capital appreciation and / or dividend distribution by predominantly investing in overseas companies having a large market capitalization. For the purpose of this Fund, Large Cap Companies are defined as those having market capitalization greater than ₹ 750 crore as on the date of investment (or any such amount as may be specified by India Index Services & Products Ltd (IISL) from time to time) being the upper limit of market capitalisation as a criteria for inclusion of a company in CNX Midcap 200 Index. However, should IISL come out with a definition of 'Large Cap companies', the same will be utilized.); **Principal Services Industries Fund** (An Open-ended Equity Scheme; Investment Objective: To provide capital appreciation and income distribution to the unit holders by investing predominantly in equity/equity related securities of the companies belonging to the services industries and the balance in debt securities and money market instruments including call money.); **Principal Global Opportunities Fund** (An Open-ended Fund of Funds Scheme; 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.); **Principal Emerging Bluechip Fund** (An Open-ended Equity Scheme; Investment Objective: To achieve long-term capital appreciation by investing in equity & equity related instruments of Mid Cap & Small Cap companies.); **Principal Tax Savings Fund** (An Open-ended Equity Linked Savings Scheme; Investment Objective: To build a high quality growth-oriented portfolio to provide long-term capital gains to the investors. The scheme aims at providing returns through capital appreciation.); **Principal Personal Tax Saver Fund** (An Open-ended Equity Linked Savings Scheme; Investment Objective: To provide long term growth of capital. The Investment Manager will aim to achieve a return on assets in excess of BSE 100 Index.); **Principal Index Fund** (An Open-ended Index Scheme; Investment Objective: To invest principally in securities that comprise S&P CNX Nifty (NSE) and subject to tracking errors endeavour to attain results commensurate with the Nifty.); **Principal Balanced Fund** (An Open-ended Balanced Scheme; Investment Objective: To provide long term appreciation and current income by investing in a portfolio of equity & equity related securities and fixed income securities.); **Principal Conservative Growth Fund** (An Open-ended Balanced Scheme; Investment Objective: To provide long term capital appreciation and regular income by investing in equity & equity related instruments and also in debt and money market instruments.); **Principal Government Securities Fund** (An Open-ended dedicated Gilt Scheme investing in Government Securities; Investment Objective: To generate return through investment in sovereign securities and thus provide capital gains and income distribution to its Unitholders.); **Principal Cash Management Fund** (An Open-ended Liquid Scheme; Investment Objective: To provide investors with as high a level of income available from short-term investments as is considered consistent with preservation of capital and maintenance of liquidity, by investing in a portfolio of money market and investment grade debt instruments.); **Principal Ultra Short Term Fund** (An Open-ended Debt Scheme; Investment Objective: To generate regular income through investments in debt securities and money market instruments.); **Principal Retail Money Manager Fund** (An Open-ended Liquid Scheme; Investment Objective: To generate steady return by investing in debt and money market securities); **Principal Near-Term Fund** (An Open-ended Debt Scheme; Investment Objective: To generate regular income & Capital appreciation through investments in debt securities and money market instruments); **Principal Debt Savings Fund** (An Open-ended Income Fund; 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. Investment objective of Principal Debt Savings Fund - Retail Plan is same as Principal Debt Savings Fund, however it has been designed to cater to investors seeking a slightly more aggressive exposure to equity markets); **Principal Income Fund - Long Term Plan** (An Open-ended Income Scheme; Investment Objective: To generate regular income and capital appreciation/accretion through investment in debt instruments and related securities besides preservation of capital.); **Principal Income Fund - Short Term Plan** (An Open Ended Income Scheme; Investment objective of Principal Income Fund - Short Term Plan is the same as Principal Income Fund - Long Term Plan. However Principal Income Fund - Short Term Plan has been designed to achieve stable returns over shorter-term investment horizons); **Principal SMART Equity Fund** (An open-ended Equity Scheme; 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); **Principal Pnb Fixed Maturity Plan - Series A1, Series I, Series II, 367 Days - Series II** (A close-ended Debt Scheme offering Fixed Maturity Plan; Investment Objective: To build an income oriented portfolio and generate returns through investment in Debt/Money Market Instruments and Government Securities) are only the names of the Schemes and do not in any manner indicate either the quality of the Schemes or their future prospects or returns. Investors are urged to read the Statement of Additional Information (SAI) / Scheme Information Document (SID) / and Key Information Memorandum (KIM) carefully and consult with their legal/tax/investment advisor before they invest in the Scheme(s). Scheme specific risk factors are mentioned in the SID. Copy of the SAI / SID & KIM is available at all our Investor Service Centres. Alternatively, investors can call us at 1800 425 5600 to get a copy of the same.