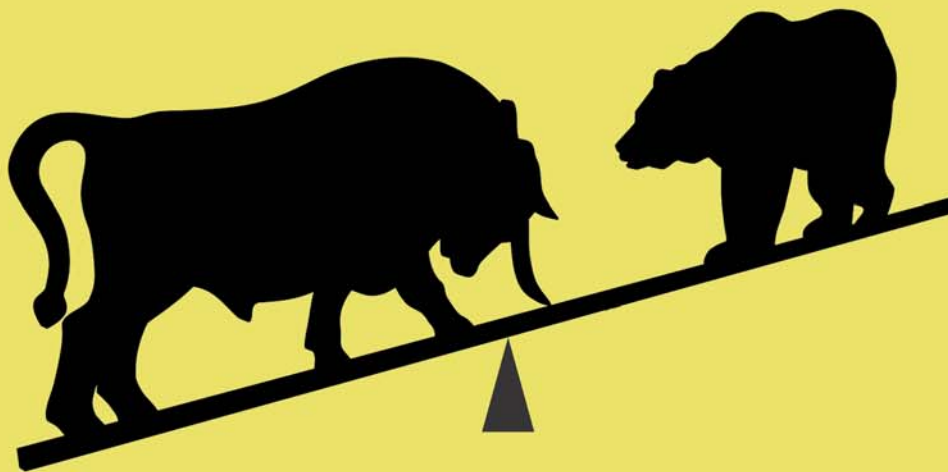


January 2015

A FUND THAT AIMS TO MAKE THE BEST OF ANY MARKET SWING.



Principal SMART Equity Fund, an open-ended equity scheme which invests in equity or debt instruments depending on the current market valuations. It automatically allocates your investments to Debt when market valuations are high and automatically shifts its allocation to equities when market valuations are low. Hence, your investment has an opportunity to thrive, whether its bull market or bear market.



**Principal
SMART
Equity Fund**

AN OPEN-ENDED EQUITY SCHEME

Product Label - This product is suitable for investors who are seeking~ -

- Long term capital Growth.
- Investment in equity & equity related securities including equity derivatives of large capitalization Companies as well as Debt/Money Market securities through a systematic allocation of Funds between Equity & Debt on the basis of the Price Earnings Ratio of CNX Nifty.
- High Risk. (BROWN)




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

Note: Risk may be represented as: Investors understand that their principal will be at Low Risk (Blue);
Investors understand that their principal will be at Medium Risk (Yellow);
Investors understand that their principal will be at High Risk (Brown)

PRODUCT SUITABILITY

Scheme Names	This product is suitable for investors who are seeking ~	Product Label	Pg. No.
Principal Large Cap Fund <i>(An Open-ended Equity Scheme)</i>	• Long term Capital Growth. • Investment in equity & equity related securities including equity derivatives of large capitalization Companies	High Risk  (Brown)	8
Principal Emerging Bluechip Fund <i>(An Open-ended Equity Scheme)</i>	• Long term Capital Growth. • Investment in equity & equity related securities including equity derivatives of mid & small capitalization Companies.	High Risk  (Brown)	9
Principal Growth Fund <i>(An Open-ended Equity Scheme)</i>	• Long term Capital Growth. • Investment in equity & equity related securities including equity derivatives of companies across market capitalization.	High Risk  (Brown)	10
Principal Dividend Yield Fund <i>(An Open-ended Equity Scheme)</i>	• Long term Capital Growth. • Investment in equity & equity related securities including equity derivatives of high dividend yield Companies.	High Risk  (Brown)	11
Principal Index Fund - Nifty <i>(An Open-ended Index Scheme)</i>	• Long term Capital Growth. • Investment in equity securities including equity derivatives of CNX Nifty (NSE) Companies.	High Risk  (Brown)	12
Principal Index Fund - Midcap <i>(An Open-ended Index Scheme)</i>	• Long term Capital Growth. • Investment in equity securities including equity derivatives of CNX Midcap Index.	High Risk  (Brown)	13
Principal SMART Equity Fund <i>(An Open-ended Equity Scheme)</i>	• Long term Capital Growth. • Investment in equity & equity related securities including equity derivatives of large capitalization Companies as well as Debt/Money Market securities through a systematic allocation of Funds between Equity & Debt on the basis of the Price Earnings Ratio of CNX Nifty.	High Risk  (Brown)	14
Principal Personal Tax Saver Fund <i>(An Open-ended Equity Linked Savings Scheme)</i>	• Long term Capital Growth with a three year lock-in. • Investment in equity & equity related securities including equity derivatives of large capitalization Companies.	High Risk  (Brown)	15
Principal Tax Savings Fund <i>(An Open-ended Equity Linked Savings Scheme)</i>	• Long term Capital Growth with a three year lock-in. • Investment in equity & equity related securities including equity derivatives of companies across market capitalization.	High Risk  (Brown)	16
Principal Balanced Fund <i>(An Open-ended Balanced Scheme)</i>	• Income and Long term Capital Growth. • Investment in equity & equity related securities, debt/money market securities as well as derivatives.	Medium Risk  (Yellow)	17
Principal Debt Savings Fund - MIP <i>An Open-ended Income Fund (Monthly Income is not assured and is subject to the availability of distributable surplus)</i>	• Income and Capital Growth over a medium term investment horizon. • Investment primarily in debt/money market securities with exposure in equity & equity related instruments including equity derivatives.	Medium Risk  (Yellow)	18
Principal Government Securities Fund <i>(An Open-ended dedicated Gilt Scheme investing in Government Securities)</i>	• Income over a long term investment horizon. • Investment in Government Securities.	Low Risk  (Blue)	19
Principal Income Fund - Long Term Plan <i>(An Open-ended Income Scheme)</i>	• Income over a long term investment horizon. • Investment in Debt & Money Market Instruments.	Low Risk  (Blue)	20
Principal Debt Opportunities Fund - Corporate Bond Plan <i>(An Open-ended Debt Scheme)</i>	• Income over a long term investment horizon. • Investment in Debt & Money Market Instruments of Private & Public Sector Companies.	Low Risk  (Blue)	21
Principal Income Fund - Short Term Plan <i>(An Open-ended Income Scheme)</i>	• Income over a medium term investment horizon. • Investment in Debt & Money Market Instruments.	Low Risk  (Blue)	22
Principal Bank CD Fund <i>(An Open-ended Debt Scheme)</i>	• Income over a medium term investment horizon. • Investment in Bank CDs, Debt & Money Market Instruments.	Low Risk  (Blue)	23
Principal Debt Opportunities Fund - Conservative Plan <i>(An Open-ended Debt Scheme)</i>	• Income over a short term investment horizon. • Investment in Debt & Money Market Instruments.	Low Risk  (Blue)	24
Principal Cash Management Fund <i>(An Open-ended Liquid Scheme)</i>	• Income over a short term investment horizon. • Investment in Debt & Money Market Instruments, with maturity not exceeding 91 days.	Low Risk  (Blue)	25
Principal Global Opportunities Fund <i>(An Open-ended Fund of Funds Scheme)</i>	• Long term Capital Growth. • Investment in overseas mutual fund schemes.	High Risk  (Brown)	26
Principal Retail Money Manager Fund <i>(An Open-ended Debt Scheme)</i>	• Income over a short term investment horizon. • Investment in Debt & Money Market Instruments.	Low Risk  (Blue)	26
Principal Debt Savings Fund - Retail Plan <i>(An Open-ended Income Scheme)</i>	• Income over a long term investment horizon. • Investment in Debt & Money Market Instruments.	Low Risk  (Blue)	27

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

Note: Risk may be represented as: Investors understand that their principal will be at Low Risk  (Blue);
Investors understand that their principal will be at Medium Risk  (Yellow);
Investors understand that their principal will be at High Risk  (Brown)

Fixed Income Update for January 2015

Key Market Highlights:

- RBI pleasantly surprised market participants by cutting key rates (repo and reverse repo) by 25 bps each on January 15 outside scheduled policy review date. RBI cited positive developments on inflation front in particular sharp fall in crude oil and food prices and fall in inflation expectations of households as per RBI survey for change in monetary stance.
- Rate cut, continued FI debt purchases, fall in global bonds yields all led to further fall in gilt and corporate bonds yields. Gilt yields ended the month 15 to 20 bps lower. Money market yields fell marginally by about 5 bps and corporate bond yields fell by 20-30 bps.
- Brent Crude oil prices continued their downward trend ending the month at USD 50 per barrel as compared to USD 56 per barrel in the previous month.
- INR appreciated during the month to 61.87 as compared to 63.04 the previous month. For the month of January, FIIs continue to remain buyers in the debt market with net debt purchases totaling ₹ 24,000 crore approx.
- The benchmark ten year g-sec closed the month at 7.69%, 16 bps lower than previous month.
- The ten year AAA Corporate bond benchmark closed at 8.33%, 26 bps lower than previous month. The five year AAA corporate bond benchmark closed at 8.38%, 30 bps fall as compared to previous month.
- 1 year CD rates fell by 2 bps to close at 8.60%. 1 year T bill rate fell 23 bps to close at 7.88%.
- December WPI data release came 0.11% as compared to 0% as in previous month. CPI for December came at 5.00% compared to 4.38% in previous month.

- November industrial production (IIP) growth rose to 3.8% yoy reflecting muted industrial activity.
- Fiscal data released by the govt. for the period April-Dec 2014 was ₹ 5.32 lakh crore, or about 100.2% of the full-year target.
- Liquidity deficit during the month averaged ₹ 85,000 crore average as compared to similar levels in the previous month combined for daily LAF, term LAF and MSF. Overnight rates remained stable around 7.50% -8.00% during the month.

Outlook:

- In the RBI policy review scheduled on 3rd February, RBI kept key rates unchanged although the possibility of a further rate cut cannot be ruled out.
- We expect the new ten year benchmark G-sec to trade in a range of 7.4% to 7.85% during the month. The five year AAA PSU corporate bond benchmark is expected to trade in a range of 8.00 to 8.40%.
- Union Budget for FY 16 will be presented on 28th February. We expect govt. to meet its target of 4.1% for fiscal deficit for FY 15 and announce a target in range of 3.6%-3.8% for FY 16.
- Banking system liquidity deficit is expected to be in range of ₹ 80,000 crore to 90,000 crore for the month.
- Short term money market yields upto 3 month maturity are expected to remain range bound. We expect the 3 month CD rate to trade in range of 8.40-8.75%.

Equity Markets

Review of Equity Market for the Month of January 2015

The equity markets were up during the month, but reversing the trend of the past few months, the Large Cap indices (Nifty and the Sensex) outperformed both the Midcap and Small Cap indices. A fair number of large cap stocks had double digit returns (15% - 20%) during the month which drove this performance. These were some of the private sector banks, IT companies, select capital goods companies and some auto stocks. The IT companies, whose results surprised positively (Wipro, HCL Technologies and Infosys) did well during the month. Among automobiles, Tata Motors and Maruti Suzuki did well. Among the financials, the markets have been focused on asset quality issues. The banks, both PSU and private, where asset quality disappointed, did poorly. The markets expect asset quality issues to continue for at least the current quarter as this is the last quarter the banks can restructure their loan assets before more stringent guidelines kick in from April 1 for provisioning towards such restructuring.

MSCI India did much better than MSCI Emerging Markets (EM) index, being up 7.9% during the month while MSCI EM Index was up only 0.8% (both indices in Dollar terms). FIIs continues to put money in India, investing about \$ 1.9 Billion during the month. According to a Merrill Lynch research, the typical reasons the FIIs continue to be

bullish on India are the hopes of a new growth path under the new government, anticipation of a favourable rate cut cycle, lower oil prices and lack of alternatives in other EMs. Again, according to the ML research, this has resulted in average GEM portfolio being overweight in India by about 430 bps (one of the highest ever). India is a consensus overweight and there are high expectations on delivery. The results for the quarter were mixed. Overall, the sell side analysts have had to moderate their earnings numbers especially for commodity companies. The consumer volume growth remains poor overall, and fresh capital goods orders remain weak. However, the markets expect things to improve in the economy in H2, FY16 and overall index earnings to grow sharply over next 3-4 years.

In domestic flows, insurance companies remained sellers (about \$ 1.3 Billion), while mutual funds were buyers of about \$ 43 million.

In macroeconomic news, the inflation numbers continued to trend lower. The CPI number for December at 5% was lower than expectations. The WPI also at 0.1% was a positive surprise. The continued low inflation numbers led to the RBI cutting repo rates by 25 bps, a move which was a positive surprise, as the markets did not expect any action till the credit policy (February 3). The banks, however, are yet to reduce their lending rates, despite the rates in the wholesale debt market having come down meaningfully over the past quarter. In other important macroeconomic news, India's trade deficit came down sharply in the month of December to \$ 9.4 Billion (November was \$ 16.8 Billion, the run rate for the three months before that was \$ 12.8 Billion). However, the export numbers have not been encouraging (being \$ 25.4 Billion for December, and \$ 26.0, 26.1, 28.9 and 27 Billion for the four preceding months). This is probably a result of the strong Rupee and a weak global economy. The Rupee has strengthened by 1% over the past 12 month, while the Dollar index has strengthened by 16.6% during the same period. Continued strong Rupee is not good for Indian manufacturing.

The markets will watch for the union budget towards the end of the month. There are expectations of a push towards infrastructure, including some pump priming expenditure. In addition, the markets will hope to see the ordinances receiving the sanction of the parliament, and progress towards GST.

During the month we bought or added to our positions in Atul, Dish TV, Dewan Housing Finance Corp., Aurionpro Solutions, National Aluminium, Oriental Bank, Amara Raja Batteries, Gujarat State Petronet, Hexaware Technologies, Indusind Bank, Indian Hotels, Kaveri Seed Co., MRF, Ramkrishna Forgings, Supreme Infrastructure and Yes Bank among other stocks.

We sold or reduced our positions in Bank of Baroda, Wipro, Gateway Distriparks, Cyient, Jammu & Kashmir Bank, KPIT Technologies, Arvind Mills, Cox & Kings, Symphony, Oil India, Tata Consultancy Services, Tata Global Beverages, Tech Mahindra, Voltas and Wipro among other stocks.

PERFORMANCE AS ON JANUARY 30, 2015*

	Index	1 Month (%)	3 Months (%)	6 Months (%)	1 Year (%)
Broad Markets					
CNX Nifty Index	8809	6.80	7.83	13.06	45.03
S&P BSE Sensex	29183	6.49	6.72	11.87	42.37
S&P BSE 100	8903	6.82	8.17	13.31	47.46
S&P BSE 200	3641	6.74	9.24	15.07	51.11
S&P BSE 500	11346	6.41	8.92	14.78	52.38
S&P BSE Mid Cap	10739	4.68	10.54	17.09	72.89
S&P BSE Small Cap	11329	3.26	4.63	13.69	83.27
Sectoral Performance					
S&P BSE Auto	19986	6.98	9.12	28.22	72.01
S&P BSE Bankex	22716	6.32	18.51	28.38	95.51
S&P BSE CG	17096	11.35	10.21	15.70	81.72
S&P BSE CD	10655	11.17	4.47	23.30	92.74
S&P BSE FMCG	8275	6.90	10.88	14.79	27.79
S&P BSE Metal	10190	-4.71	-12.37	-21.96	12.76
S&P BSE Oil & Gas	10143	3.23	-7.12	-5.64	21.41
S&P BSE PSU	8205	0.19	0.39	1.79	49.58
S&P BSE Teck	6136	5.76	4.87	11.32	19.99
S&P BSE HC	15667	7.39	10.98	27.16	55.57

* Performance for less than one year period are absolute returns and more than one year are compounded annualized returns.

Source - MFI Explorer

Funds at a Glance

Particulars	EQUITY SCHEMES					
	Principal Large Cap Fund	Principal Emerging Bluechip Fund	Principal Growth Fund	Principal Dividend Yield Fund	Principal Index Fund - Nifty	Principal Index Fund - Midcap
Nature of the Scheme	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 Index Scheme
Allotment Date - Regular Plan	November 11, 2005	November 12, 2008	October 25, 2000	October 15, 2004	July 27, 1999	May 12, 2014
- Direct Plan	January 2, 2013	January 2, 2013	January 2, 2013	January 2, 2013	January 2, 2013	May 12, 2014
Investment Plans / Options	Regular Plan & Direct Plan. Both the Plans offer Growth & Half Yearly Dividend Option. Half Yearly Dividend Option under both the Plans offers facility of Payout, Reinvestment and Sweep.				Regular Plan & Direct Plan. Both the Plans offer Growth & Dividend Option. Dividend Option under both the Plans offers facility of Payout, Reinvestment and Sweep.	
Fund Manager & Managing the Current Fund from	Anupam Tiwari July 2011	Dhimant Shah June 2011	P.V.K. Mohan September 2010	Dhimant Shah December 2011	Rupali Pandit October 2012	Rupali Pandit May 2014
Total Investment Experience	9 years	23 years	21 years	23 years	19 years	19 years
Benchmark	S&P BSE 100 Index	CNX Midcap Index	S&P BSE 200 Index	CNX Dividend Opportunities Index	CNX Nifty Index	CNX Midcap Index
Minimum Application Amount	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: ₹ 1,000	New Investor: ₹ 5,000 Existing Investor: ₹ 1,000	New Investor: ₹ 5,000 Existing Investor: ₹ 1,000
Cut Off Time[#]	3.00 pm	3.00 pm	3.00 pm	3.00 pm	3.00 pm	3.00 pm
Exit Load (including SIP / STP / SWP, if available)	If redeemed on or before 1 Year from the date of allotment - 1%		1% - If redeemed within 365 days from the date of allotment. Nil - If redeemed after 365 days from the date of allotment.	1% - If redeemed on or before 1 Year from the date of allotment - 1%	1% - if redeemed on or before 90 days from the date of allotment; Nil - if redeemed after 90 days from the date of allotment.	
SIP / SWP / STP	Available					
Minimum No. & Amt. of SIP/SWP/STP (if available)	6 installments of SIP - ₹ 2,000/- each, STP - ₹ 1,000/- each & SWP - ₹ 500/- each.					

Particulars	EQUITY SCHEME	EQUITY LINKED SAVINGS SCHEME (ELSS) [^]		TARGET RISK FUNDS	
	Principal SMART Equity Fund	Principal Personal Tax Saver Fund	Principal Tax Savings Fund	Principal Balanced Fund	Principal Debt Savings Fund - Monthly Income Plan
Nature of the Scheme	An Open-ended Equity Scheme	An Open-ended Equity Linked Savings Scheme	An Open-ended Equity Linked Savings Scheme	An Open-ended Balanced Scheme	An Open-ended Income Fund (Monthly Income is not assured and is subject to the availability of distributable surplus)
Allotment Date - Regular Plan	December 16, 2010	March 31, 1996	March 31, 1996	January 14, 2000	May 23, 2002
- Direct Plan	January 2, 2013	January 2, 2013	January 2, 2013	January 2, 2013	January 2, 2013
Investment Plans / Options	Regular Plan & Direct Plan. Both the Plans offer Growth & Half Yearly Dividend Option. Half Yearly Dividend Option under both the Plans offers facility of Payout, Reinvestment and Sweep.	Regular Plan & Direct Plan. Both the Plan do not have any options at present.	Regular Plan & Direct Plan. Both the Plan do not have any options at present.	Regular Plan and Direct Plan. Both the Plans offer Growth & Half Yearly Dividend Option. Half Yearly Dividend Option under both the Plan offers facility of Payout, Reinvestment and Sweep.	Regular Plan & Direct Plan. Both the Plans offer Dividend & Growth Option. Dividend Frequencies - Monthly / Quarterly
Fund Manager & Managing the Current Fund from	Anupam Tiwari July 2011	Anupam Tiwari July 2011	P.V.K. Mohan September 2010	P.V.K. Mohan May 2010	Pankaj Jain January 2012
Total Investment Experience	9 years	9 years	21 years	21 years	12 years
Benchmark	Crisil Balanced Fund Index	S&P BSE 100 Index	S&P BSE 200 Index	Crisil Balanced Fund Index	Crisil MIP Blended Index
Minimum Application Amount	New Investor: ₹ 5,000 Existing Investor: ₹ 1,000	New Investor: ₹ 500 Existing Investor: ₹ 500	New Investor: ₹ 500 Existing Investor: ₹ 500	New Investor: ₹ 5,000 Existing Investor: ₹ 1,000	New Investor: ₹ 5,000 Existing Investor: ₹ 1,000
Cut Off Time[#]	3.00 pm	3.00 pm	3.00 pm	3.00 pm	3.00 pm
Exit Load (including SIP / STP / SWP, if available)	1% if redeemed within 1 year from the date of allotment.	Nil	Nil	If redeemed on or before 1 Year from the date of allotment - 1%.	
SIP	Available				
SWP / STP	Available	Available after lock-in period		Available	Available
Minimum No. & Amt. of SIP/SWP/STP (if available)	6 installment of SIP - ₹ 2,000/- each, STP - ₹ 1,000/- each & SWP - ₹ 500/- each.	6 installments of ₹ 500/- each.		6 installment of SIP - ₹ 2,000/- each, STP - ₹ 1,000/- each & SWP - ₹ 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). [^] Lock-in of 3 years.

Funds 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
Nature of the Scheme	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
Allotment Date - Regular Plan	August 23, 2001	May 09, 2003	September 14, 2004	May 09, 2003	November 6, 2007
- Direct Plan	January 2, 2013	January 2, 2013	January 2, 2013	January 2, 2013	January 2, 2013
Investment Plans / Options	Regular Plan and Direct Plan. Both the Plans offer Dividend & Growth Option.				
Dividend Frequencies	Quarterly / Annual	Quarterly / Annual	Monthly	Monthly	Monthly
Fund Manager & Managing the Current Fund from	Bekxy Kuriakose October 2012	Bekxy Kuriakose January 2013	Bekxy Kuriakose January 2013	Gurvinder Singh Wasan April 2011	Gurvinder Singh Wasan April 2011
Total Investment Experience	14 years	14 years	14 years	11 years	11 years
Benchmark	I-Sec Composite Index	Crisil Composite Bond Fund Index	Crisil Liquid Fund Index	CRISIL Short-Term Bond Fund Index	Crisil Liquid Fund Index
Minimum Application Amount	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: ₹ 1,000	New Investor: ₹ 5,000 Existing Investor: ₹ 1,000
Cut Off Time Subscription#	3.00 pm	3.00 pm	3.00 pm	3.00 pm	3.00 pm
Redemption	3.00 pm	3.00 pm	3.00 pm	3.00 pm	3.00 pm
Exit Load (including SIP/STP/SWP, if available)	Nil	If redeemed on or before 1 Year from the date of allotment - 1%.	0.50% - if redeemed on or before 90 days from the date of allotment; Nil - if redeemed after 90 days from the date of allotment.	If redeemed within 30 days from the date of allotment - 0.50%	1% - if redeemed within 180 days from the date of allotment; 0.50% - if redeemed after 180 days but within 270 days from the date of allotment; 0.25% - if redeemed after 270 days but within 365 days from the date of allotment; Nil - if redeemed after 365 days from the date of allotment.
SIP / SWP / STP	Available				
Minimum number & Amount of SIP/SWP/STP (if available)	6 installments of SIP - ₹ 2,000/- each, STP - ₹ 1,000/- each & SWP - ₹ 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).

Funds at a Glance (Contd.)

Particulars	DEBT SCHEMES	LIQUID SCHEME*	RETAIL SCHEMES		FUND OF FUNDS SCHEME
	Principal Debt Opportunities Fund - Conservative Plan	Principal Cash Management Fund	Principal Retail Money Manager Fund [~]	Principal Debt Savings Fund - Retail Plan [~]	Principal Global Opportunities Fund
Nature of the Scheme	An Open-ended Debt Scheme	An Open-ended Liquid Scheme	An Open-ended Debt Scheme	An Open-ended Income Fund	An Open-ended Fund of Funds Scheme
Allotment Date - Regular Plan	September 14, 2004	August 30, 2004	December 28, 2007	December 30, 2003	March 29, 2004
- Direct Plan	January 2, 2013	January 1, 2013	January 1, 2013	January 2, 2013	January 2, 2013
Investment Plans/ Options/ Dividend Frequencies	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. Both the Plans offer Dividend [~] and Growth Option. Dividend Frequency - 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.
Fund Manager & Managing the Current Fund from	Pankaj Jain January 2012	Pankaj Jain January 2012	Pankaj Jain January 2012	Pankaj Jain January 2012	Rajat Jain March 2004
Total Investment Experience	12 years	12 years	12 years	12 years	25 years
Benchmark	Crisil Liquid Fund Index	Crisil Liquid Fund Index	Crisil Liquid Fund Index	Crisil Short Term Bond Fund Index	MSCI World Index
Minimum Application Amount	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: ₹ 1,000	New Investor: ₹ 10,000 Existing Investor: ₹ 1,000
Cut Off Time Subscription[#]	3.00 pm	2.00 pm	3.00 pm	3.00 pm	12.30 pm
Redemption	3.00 pm	3.00 pm	3.00 pm	3.00 pm	12.30 pm
Exit Load (including SIP/STP/SWP, if available)	Nil	Nil	Nil	If redeemed on or before 30 days from the date of allotment - 1%.	If redeemed on or before 1 Year from the date of allotment - 1%.
SIP / SWP / STP	Available				
Minimum number & Amount of SIP/SWP/STP (if available)	6 installments of SIP - ₹ 2,000/- each, STP - ₹ 1,000/- each & SWP - ₹ 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 Regular Plan of Principal Retail Money Manager Fund and (b) Dividend Option under Regular Plan of Principal Debt Savings Fund - Retail Plan. Direct Plan under the Scheme do not offer this Options.

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

FUND FEATURES

QAAUM (For the period October to December 2014):

₹ 315.17 crore

NAV per unit (As on January 30, 2015)

	Direct Plan	Regular Plan
Growth Option :	₹ 48.86	₹ 48.27
Dividend Option (Half yearly) :	₹ 29.51	₹ 29.24

INVESTMENT OBJECTIVE

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

DIVIDEND UPDATE

Date	Regular Plan		Direct Plan	
	Dividend (₹/Unit)*	Cum Dividend NAV	Dividend (₹/Unit)*	Cum Dividend NAV
December 29, 2014	3.5700	30.79	3.6900	31.15
June 24, 2010	1.5000	20.2200	N.A.	N.A.
July 28, 2009	2.0000	17.6700	N.A.	N.A.
February 5, 2008	2.0000	23.5600	N.A.	N.A.
May 15, 2007	1.5000	17.7600	N.A.	N.A.

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 January 30, 2015)

Standard Deviation [^] (Annualised)	15.76%
Beta [^]	0.94
Sharpe Ratio [^] (Annualised)	0.94
Portfolio Turnover Ratio ^{**}	0.78
Expense Ratio (Regular Plan) ^{#+}	2.53%

Note: [^] The above measures have been calculated by taking rolling returns for a 3 year period with 8.2275% risk free rate of return (91 days - T Bill Rate as on Jan. 28, 2015).

^{**} The Portfolio Turnover Rate (PTR) means the lower of aggregate sales or purchases made during the 12 month rolling year/period divided by the 12 month rolling year/period Average asset under Management for the relevant year/period.

[#] Calculated as year to date ratio to average AUM, excluding service tax on management fees.

⁺ 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 January 31, 2015)

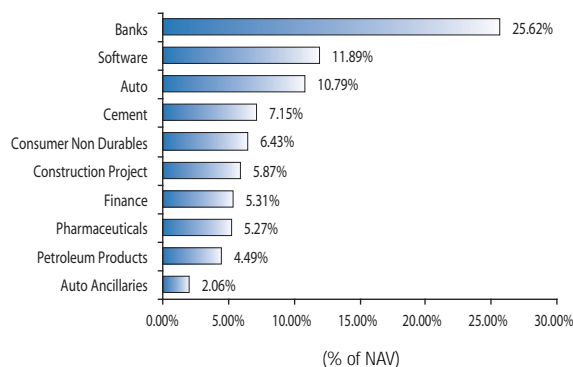
	% of NAV
Equity & Equity Related Instruments of Large Cap Companies	95.44
Equity & Equity Related Instruments of Mid Cap & Other Companies	-
Cash and Other Assets	4.56

PORTFOLIO (As on January 31, 2015)

Instrument	Industry	% of NAV
Equity		95.44
ICICI Bank	Banks	6.13
Tata Motors	Auto	6.07
Larsen & Toubro	Construction Project	5.87
Infosys	Software	5.49
State Bank of India	Banks	5.17
Shree Cements	Cement	4.48
Axis Bank	Banks	4.30
HDFC Bank	Banks	4.12

Housing Development Finance Corpn.	Finance	3.86
Divi's Laboratories	Pharmaceuticals	3.72
Tech Mahindra	Software	3.16
Maruti Suzuki India	Auto	3.01
HCL Technologies	Software	2.42
Reliance Industries	Petroleum Products	2.39
ITC	Consumer Non Durables	2.35
Bharat Petroleum Corporation	Petroleum Products	2.10
IndusInd Bank	Banks	1.96
Indraprastha Gas	Gas	1.72
Crompton Greaves	Industrial Capital Goods	1.72
Adani Ports and Special Economic Zone	Transportation	1.62
Motherson Sumi Systems	Auto Ancillaries	1.57
Abbott India	Pharmaceuticals	1.55
Britannia Industries	Consumer Non Durables	1.47
UltraTech Cement	Cement	1.47
ING Vysya Bank	Banks	1.40
Asian Paints	Consumer Non Durables	1.37
The Federal Bank	Banks	1.28
Aditya Birla Nuvo	Services	1.26
Yes Bank	Banks	1.26
IDFC	Finance	1.14
Idea Cellular	Telecom - Services	1.01
National Aluminium Company	Non - Ferrous Metals	0.97
Bajaj Auto	Auto	0.87
Tata Communications	Telecom - Services	0.84
Tata Motors - A Class	Auto	0.84
D.B.Corp	Media & Entertainment	0.83
Hexaware Technologies	Software	0.82
Colgate Palmolive (India)	Consumer Non Durables	0.77
Birla Corporation	Cement	0.69
The Ramco Cements	Cement	0.51
Bosch	Auto Ancillaries	0.49
The Indian Hotels Company	Hotels	0.48
Nestle India	Consumer Non Durables	0.47
Dewan Housing Finance Corporation	Finance	0.31
Coromandel International	Fertilisers	0.11
Cash and Other Assets		4.56
Net Assets		100.00

SECTOR ALLOCATION (TOP 10) (As on January 31, 2015)



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

FUND FEATURES

OAAUM (For the period October to December 2014): ₹ 415.70 crore

NAV per unit (As on January 30, 2015)

	Direct Plan	Regular Plan
Growth Option :	₹ 68.66	₹ 67.73
Dividend Option (Half yearly) :	₹ 52.27	₹ 45.79

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

DIVIDEND UPDATE

Date	Regular Plan		Direct Plan	
	Dividend (₹/Unit)*	Cum Dividend NAV	Dividend (₹/Unit)*	Cum Dividend NAV
December 29, 2014	5.5000	48.48	-	-
October 15, 2010	1.0000	27.4300	N.A.	N.A.
June 19, 2009	4.0000	19.3500	N.A.	N.A.

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 January 30, 2015)

Standard Deviation [^] (Annualised)	18.70%
Beta [^]	0.84
Sharpe Ratio [^] (Annualised)	1.52
Portfolio Turnover Ratio**	0.75
Expense Ratio (Regular Plan) ^{#+}	2.51%

Note: [^] The above measures have been calculated by taking rolling returns for a 3 year period with 8.2275% risk free rate of return (91 days - T Bill Rate as on Jan. 28, 2015).

** The Portfolio Turnover Rate (PTR) means the lower of aggregate sales or purchases made during the 12 month rolling year/period divided by the 12 month rolling year/period Average asset under Management for the relevant year/period.

[#] Calculated as year to date ratio to average AUM, excluding service tax on management fees.

+ 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 January 31, 2015)

	% of NAV
Equity and equity related instruments of Mid Cap Companies	88.53
Equity and equity related instruments of Small Cap Companies	4.84
Equity and equity related instruments of Companies other than Mid & Small Cap	3.25
Cash and Money Market / Fixed Income Securities (including MIBOR Linked Short Term Papers & Securitised Debt)	1.07
Mutual Funds	0.71
Derivatives	1.60

Market Cap Range for CNX Midcap Stocks
As on Dec. 31, 2014

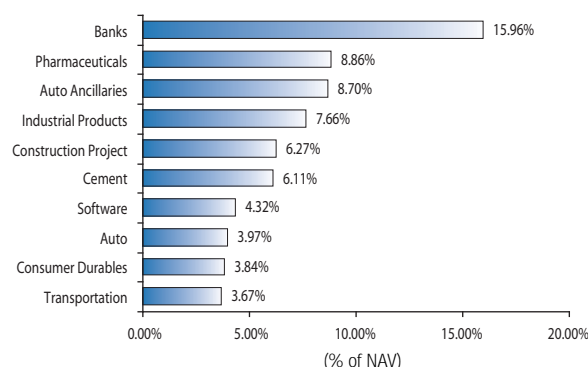
₹ 80,668.72 Cr – ₹ 2,898.23 Crs

PORTFOLIO (As on January 31, 2015)

Instrument	Industry	% of NAV
Equity		96.62
Eicher Motors	Auto	3.97
ICICI Bank	Banks	3.25
Tech Mahindra	Software	3.18
Sadbhav Engineering	Construction Project	3.14
Motherson Sumi Systems	Auto Ancillaries	3.04
IndusInd Bank	Banks	3.04
Amara Raja Batteries	Auto Ancillaries	3.00
Aurobindo Pharma	Pharmaceuticals	3.00
Shree Cements	Cement	2.93
The Federal Bank	Banks	2.62
Yes Bank	Banks	2.60
Gateway Distriparks	Transportation	2.50
Symphony	Consumer Durables	2.19
Divi's Laboratories	Pharmaceuticals	2.09

Bharat Forge	Industrial Products	2.04
Britannia Industries	Consumer Non Durables	2.04
Hindustan Petroleum Corporation	Petroleum Products	2.02
ING Vysya Bank	Banks	1.78
JK Cement	Cement	1.69
Cummins India	Industrial Products	1.66
Bata India	Consumer Durables	1.65
UPL	Pesticides	1.64
Power Finance Corporation	Finance	1.62
Glenmark Pharmaceuticals	Pharmaceuticals	1.59
Kaveri Seed Company	Consumer Non Durables	1.58
AIA Engineering	Industrial Products	1.52
Aditya Birla Nuvo	Services	1.49
Orient Cement	Cement	1.49
SRF	Textile Products	1.43
Kalpataru Power Transmission	Power	1.36
National Buildings Construction Corpn.	Construction	1.32
Tata Chemicals	Chemicals	1.27
Ramkrishna Forgings	Industrial Products	1.26
Karur Vysya Bank	Banks	1.24
CESC	Power	1.24
Pidilite Industries	Chemicals	1.19
Finolex Cables	Industrial Products	1.18
MRF	Auto Ancillaries	1.16
Lupin	Pharmaceuticals	1.14
Cyient	Software	1.14
NCC	Construction Project	1.09
Supreme Infrastructure India	Construction Project	1.06
Dynamic Technologies	Auto Ancillaries	1.06
SKS Microfinance	Finance	1.05
Torrent Pharmaceuticals	Pharmaceuticals	1.04
Transport Corporation of India	Transportation	1.02
Gujarat State Petronet	Gas	1.01
Arvind	Textile Products	1.00
The Jammu & Kashmir Bank	Banks	0.99
Volta	Construction Project	0.98
Oil India	Oil	0.97
Crompton Greaves	Industrial Capital Goods	0.92
Tata Communications	Telecom - Services	0.91
Hindustan Zinc	Non - Ferrous Metals	0.83
Atul	Chemicals	0.83
D.B.Corp	Media & Entertainment	0.82
Texmaco Rail & Engineering	Industrial Capital Goods	0.72
Oriental Bank of Commerce	Banks	0.44
JK Tyre & Industries	Auto Ancillaries	0.44
Cox & Kings	Transportation	0.15
Derivatives		1.60
Indiabulls Housing Finance Feb 2015	Stock Futures	1.03
Bank of Baroda Feb 2015	Stock Futures	0.57
Investment Funds/Mutual Funds		0.71
Principal Index Fund - Midcap - Direct Plan - Growth	Mutual Funds	0.71
Cash and Other Assets		1.07
Net Assets		100.00

SECTOR ALLOCATION (TOP 10) (As on January 31, 2015)



Principal Growth Fund (An open-ended equity scheme)

FUND FEATURES

QAAUM (For the period October to December 2014):

₹ 382.01 crore

NAV per unit (As on January 30, 2015)

	Direct Plan	Regular Plan
Growth Option :	₹ 99.06	₹ 97.87
Dividend Option (Half yearly) :	₹ 42.13	₹ 39.18

INVESTMENT OBJECTIVE

To achieve long-term capital appreciation.

DIVIDEND UPDATE

Date	Regular Plan		Direct Plan	
	Dividend (₹/Unit)*	Cum Dividend NAV	Dividend (₹/Unit)*	Cum Dividend NAV
December 29, 2014	4.8800	41.86	2.6200	42.36
December 31, 2007	2.5000	37.1400	N.A.	N.A.
March 20, 2006	2.5000	24.6400	N.A.	N.A.

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 January 30, 2015)

Standard Deviation [^] (Annualised)	18.00%
Beta [^]	1.06
Sharpe Ratio [^] (Annualised)	1.13
Portfolio Turnover Ratio ^{**}	1.05
Expense Ratio (Regular Plan) ^{#+}	2.52%

Note: [^] The above measures have been calculated by taking rolling returns for a 3 year period with 8.2275% risk free rate of return (91 days - T Bill Rate as on Jan. 28, 2015).

^{**} The Portfolio Turnover Rate (PTR) means the lower of aggregate sales or purchases made during the 12 month rolling year/period divided by the 12 month rolling year/period Average asset under Management for the relevant year/period.

[#] Calculated as year to date ratio to average AUM, excluding service tax on management fees.

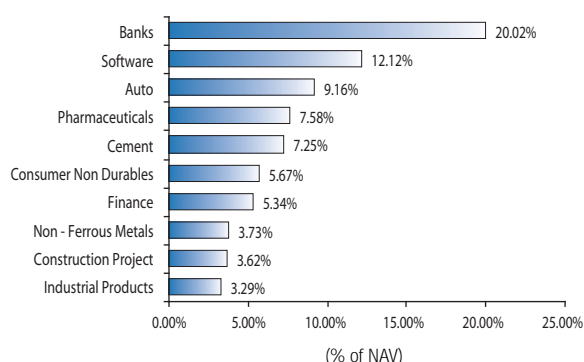
⁺ Direct Plan shall have a lower expense ratio excluding distribution expenses, commission, etc. and no commission for distribution of Units will be paid / charged under the Direct Plan.

PORTFOLIO (As on January 31, 2015)

Instrument	Industry	% of NAV
Equity		97.25
ICICI Bank	Banks	5.21
State Bank of India	Banks	3.87
PC Jeweller	Consumer Durables	3.02
Maruti Suzuki India	Auto	2.96
Dewan Housing Finance Corporation	Finance	2.92
Infosys	Software	2.73
HDFC Bank	Banks	2.70
Axis Bank	Banks	2.68
Tata Motors	Auto	2.66
HCL Technologies	Software	2.47
Housing Development Finance Corpn.	Finance	2.42
Lupin	Pharmaceuticals	2.38
ITC	Consumer Non Durables	2.37
Britannia Industries	Consumer Non Durables	2.17
The Federal Bank	Banks	2.17
JK Cement	Cement	2.14
Aurobindo Pharma	Pharmaceuticals	2.10
Tata Motors - A Class	Auto	2.10
Bharat Forge	Industrial Products	2.06

Reliance Industries	Petroleum Products	2.01
Tata Communications	Telecom - Services	1.91
Cipla	Pharmaceuticals	1.90
Tech Mahindra	Software	1.78
Tata Consultancy Services	Software	1.77
Bajaj Auto	Auto	1.44
The India Cements	Cement	1.44
Motherson Sumi Systems	Auto Ancillaries	1.43
UltraTech Cement	Cement	1.42
Hindustan Construction Company	Construction Project	1.41
Aditya Birla Nuvo	Services	1.35
Crompton Greaves	Industrial Capital Goods	1.32
Andhra Bank	Banks	1.31
Hindustan Zinc	Non - Ferrous Metals	1.30
Sesa Sterlite	Non - Ferrous Metals	1.29
Cyient	Software	1.25
Larsen & Toubro	Construction Project	1.24
Jain Irrigation Systems	Industrial Products	1.23
The Ramco Cements	Cement	1.22
Abbott India	Pharmaceuticals	1.20
Bank of India	Banks	1.17
Firstsource Solutions	Software	1.17
Indraprastha Gas	Gas	1.16
National Aluminium Company	Non - Ferrous Metals	1.14
Prestige Estates Projects	Construction	1.14
United Spirits	Consumer Non Durables	1.13
UPL	Pesticides	1.12
Tata Steel	Ferrous Metals	1.06
Bharat Petroleum Corporation	Petroleum Products	1.06
Century Textiles & Industries	Cement	1.03
Dish TV India	Media & Entertainment	1.00
KEC International	Construction Project	0.97
The Indian Hotels Company	Hotels	0.96
KPIT Technologies	Software	0.95
RattanIndia Power	Power	0.91
Bank of Baroda	Banks	0.91
Mile Stone Global	Construction	0.02
Investment Funds/Mutual Funds		0.93
Principal Index Fund - Midcap - Direct Plan - Growth	Mutual Funds	0.93
Cash and Other Assets		1.82
Net Assets		100.00

SECTOR ALLOCATION (TOP 10) (As on January 31, 2015)



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

FUND FEATURES

QAAUM (For the period October to December 2014):

₹ 126.96 crore

NAV per unit (As on January 30, 2015)

	Direct Plan	Regular Plan
Growth Option :	₹ 37.43	₹ 37.00
Dividend Option (Half yearly) :	₹ 24.80	₹ 24.01

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	Regular Plan		Direct Plan	
	Dividend (₹/Unit)*	Cum Dividend NAV	Dividend (₹/Unit)*	Cum Dividend NAV
December 29, 2014	3.2000	26.47	2.7400	26.76
October 12, 2007	1.5000	15.4400	N.A.	N.A.
April 24, 2006	1.5000	15.7200	N.A.	N.A.
October 3, 2005	0.7500	13.5100	N.A.	N.A.
April 20, 2005	0.5000	11.0900	N.A.	N.A.

* 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 January 30, 2015)

Standard Deviation [^] (Annualised)	18.14%
Beta [^]	0.89
Sharpe Ratio [^] (Annualised)	0.78
Portfolio Turnover Ratio ^{**}	0.47
Expense Ratio (Regular Plan) ^{#+}	2.66%

Note: [^] The above measures have been calculated by taking rolling returns for a 3 year period with 8.2275% risk free rate of return (91 days - T Bill Rate as on Jan. 28, 2015).

^{**} The Portfolio Turnover Rate (PTR) means the lower of aggregate sales or purchases made during the 12 month rolling year/period divided by the 12 month rolling year/period Average asset under Management for the relevant year/period.

[#] Calculated as year to date ratio to average AUM, excluding service tax on management fees.

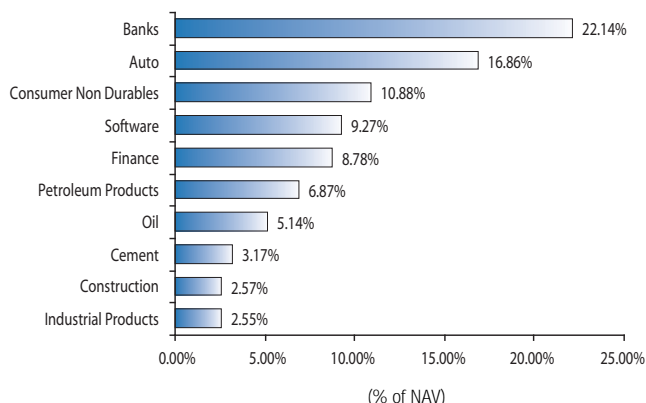
⁺ Direct Plan shall have a lower expense ratio excluding distribution expenses, commission, etc. and no commission for distribution of Units will be paid / charged under the Direct Plan.

PORTFOLIO (As on January 31, 2015)

Instrument	Industry	% of NAV
Equity		98.80
ICICI Bank	Banks	5.24
Hero MotoCorp	Auto	5.13
Hindustan Unilever	Consumer Non Durables	4.50
State Bank of India	Banks	4.41
Tata Motors - A Class	Auto	4.40
Bank of Baroda	Banks	4.25
Oil & Natural Gas Corporation	Oil	3.68
Bajaj Auto	Auto	3.44
Tech Mahindra	Software	3.17
Bajaj Holdings & Investment	Finance	2.90
Colgate Palmolive (India)	Consumer Non Durables	2.84
Tata Consultancy Services	Software	2.58
Cummins India	Industrial Products	2.55
Gateway Distriparks	Transportation	2.42
SML Isuzu	Auto	2.30

VST Industries	Consumer Non Durables	2.29
Hindustan Petroleum Corporation	Petroleum Products	2.21
The Federal Bank	Banks	2.10
HDFC Bank	Banks	2.05
Rural Electrification Corporation	Finance	1.91
Power Finance Corporation	Finance	1.88
Castrol India	Petroleum Products	1.86
Karur Vysya Bank	Banks	1.83
Bharat Petroleum Corporation	Petroleum Products	1.80
National Buildings Construction Corporation	Construction	1.65
ACC	Cement	1.63
Maruti Suzuki India	Auto	1.59
Century Textiles & Industries	Cement	1.54
Oil India	Oil	1.46
Gujarat State Petronet	Gas	1.36
The Jammu & Kashmir Bank	Banks	1.32
ITC	Consumer Non Durables	1.25
Cyient	Software	1.25
HCL Technologies	Software	1.21
Aurobindo Pharma	Pharmaceuticals	1.08
IDFC	Finance	1.07
Aurionpro Solutions	Software	1.06
Tata Chemicals	Chemicals	1.02
Dewan Housing Finance Corporation	Finance	1.02
Reliance Industries	Petroleum Products	1.00
PI Industries	Pesticides	0.99
Welspun India	Textile Products	0.98
Hindustan Zinc	Non - Ferrous Metals	0.95
IndusInd Bank	Banks	0.94
Kolte - Patil Developers	Construction	0.92
National Aluminium Company	Non - Ferrous Metals	0.92
D.B.Corp	Media & Entertainment	0.85
Derivatives		0.64
Ashok Leyland Feb 2015	Stock Futures	0.64
Cash and Other Assets		0.56
Net Assets		100.00

SECTOR ALLOCATION (TOP 10) (As on January 31, 2015)



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

FUND FEATURES

QAAUM (For the period October to December 2014):

₹ 14.09 crore

NAV per unit (As on January 30, 2015)

	Direct Plan	Regular Plan
Growth Option :	₹ 61.0619	₹ 60.4962
Dividend Option :	₹ 35.8855	₹ 35.5549

INVESTMENT OBJECTIVE

To invest principally in securities that comprise 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 January 30, 2015)

Standard Deviation [^] (Annualised)	15.50%
Beta [^]	0.99
Sharpe Ratio [^] (Annualised)	0.71
Portfolio Turnover Ratio ^{**}	0.41
Expense Ratio (Regular Plan) ^{#+}	1.00%

Note: [^] The above measures have been calculated by taking rolling returns for a 3 year period with 8.2275% risk free rate of return (91 days - T Bill Rate as on Jan. 28, 2015).

^{**} The Portfolio Turnover Rate (PTR) means the lower of aggregate sales or purchases made during the 12 month rolling year/period divided by the 12 month rolling year/period Average asset under Management for the relevant year/period.

[#] 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.

TRACKING DEVIATION

0.41%*

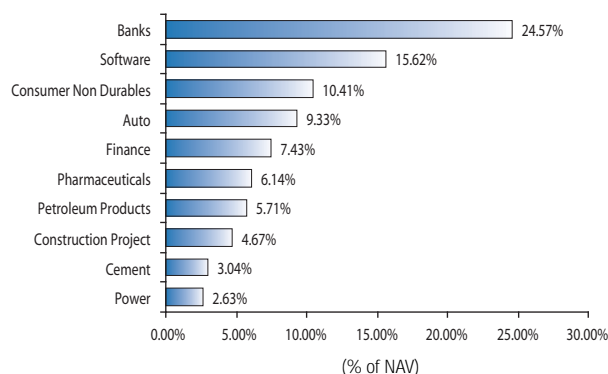
* Trailing 12 months ended January 30, 2015 (Annualized).

PORTFOLIO (As on January 31, 2015)

Instrument	Industry	% of NAV
Equity		99.90
ICICI Bank	Banks	7.01
Infosys	Software	6.95
ITC	Consumer Non Durables	6.90
HDFC Bank	Banks	6.78
Housing Development Finance Corpn.	Finance	6.66
Reliance Industries	Petroleum Products	5.06
Larsen & Toubro	Construction Project	4.67
Tata Consultancy Services	Software	4.26
Tata Motors	Auto	3.53
Axis Bank	Banks	3.32
State Bank of India	Banks	3.21
Sun Pharmaceuticals Industries	Pharmaceuticals	2.31
Hindustan Unilever	Consumer Non Durables	2.21
Oil & Natural Gas Corporation	Oil	2.12
Mahindra & Mahindra	Auto	1.97
Kotak Mahindra Bank	Banks	1.91

Bharti Airtel	Telecom - Services	1.73
HCL Technologies	Software	1.63
Maruti Suzuki India	Auto	1.61
Tech Mahindra	Software	1.45
Dr. Reddy's Laboratories	Pharmaceuticals	1.38
Wipro	Software	1.33
Asian Paints	Consumer Non Durables	1.30
Lupin	Pharmaceuticals	1.27
IndusInd Bank	Banks	1.26
Cipla	Pharmaceuticals	1.18
Hero MotoCorp	Auto	1.15
Power Grid Corporation of India	Power	1.09
UltraTech Cement	Cement	1.08
Bajaj Auto	Auto	1.07
NTPC	Power	0.99
Bharat Heavy Electricals	Industrial Capital Goods	0.88
Tata Steel	Ferrous Metals	0.87
Grasim Industries	Cement	0.83
Coal India	Minerals/Mining	0.79
IDFC	Finance	0.77
Sesa Sterlite	Non - Ferrous Metals	0.75
Zee Entertainment Enterprises	Media & Entertainment	0.69
GAIL (India)	Gas	0.66
Bharat Petroleum Corporation	Petroleum Products	0.65
Ambuja Cements	Cement	0.64
Bank of Baroda	Banks	0.61
Hindalco Industries	Non - Ferrous Metals	0.60
Tata Power Company	Power	0.55
ACC	Cement	0.49
Punjab National Bank	Banks	0.47
Cairn India	Oil	0.44
NMDC	Minerals/Mining	0.38
DLF	Construction	0.25
Jindal Steel & Power	Ferrous Metals	0.19
Cash and Other Assets		0.10
Net Assets		100.00

SECTOR ALLOCATION (TOP 10) (As on January 31, 2015)



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

FUND FEATURES

QAAUM (For the period October to December 2014):

₹ 12.97 crore

NAV per unit (As on January 30, 2015)

	Direct Plan	Regular Plan
Growth Option :	₹ 14.5018	₹ 14.4463
Dividend Option :	₹ 14.5018	₹ 14.4463

INVESTMENT OBJECTIVE

To invest principally in securities that comprise CNX Midcap Index and subject to tracking errors endeavour to attain results commensurate with the CNX Midcap Index.

RATIOS & OTHER DETAILS (As on January 30, 2015)

Portfolio Turnover Ratio**	0.64
Expense Ratio (Regular Plan)#+	1.00%

** The Portfolio Turnover Rate (PTR) means the lower of aggregate sales or purchases made during the 12 month rolling year/period divided by the 12 month rolling year/period Average asset under Management for the relevant year/period.

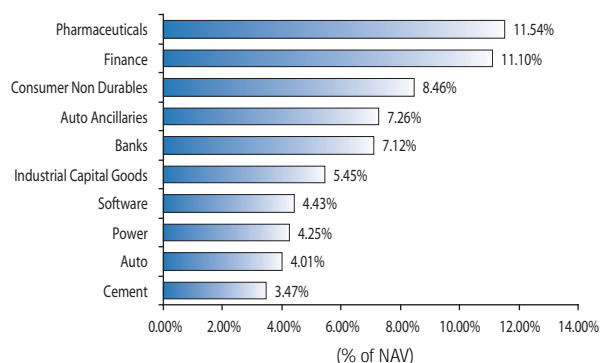
Calculated as year to date ratio to average AUM.

+ 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 January 31, 2015)

Instrument	Industry	% of NAV
Equity		96.92
Aurobindo Pharma	Pharmaceuticals	2.64
Eicher Motors	Auto	2.56
Bharti Infratel	Telecom - Equipment & Accessories	2.46
Indiabulls Housing Finance	Finance	2.37
Motherson Sumi Systems	Auto Ancillaries	2.16
Bharat Forge	Industrial Products	2.04
Britannia Industries	Consumer Non Durables	1.77
Divi's Laboratories	Pharmaceuticals	1.76
UPL	Pesticides	1.75
Hindustan Petroleum Corporation	Petroleum Products	1.73
Power Finance Corporation	Finance	1.69
Container Corporation of India	Transportation	1.65
Glenmark Pharmaceuticals	Pharmaceuticals	1.58
Apollo Hospitals Enterprise	Healthcare Services	1.58
MRF	Auto Ancillaries	1.55
Aditya Birla Nuvo	Services	1.54
Shree Cements	Cement	1.51
Siemens	Industrial Capital Goods	1.47
Ashok Leyland	Auto	1.45
Pidilite Industries	Chemicals	1.39
Indian Oil Corporation	Petroleum Products	1.38
Bajaj Finserv	Finance	1.37
Exide Industries	Auto Ancillaries	1.35
Cadila Healthcare	Pharmaceuticals	1.34
Tata Chemicals	Chemicals	1.27
Steel Authority of India	Ferrous Metals	1.26
MindTree	Software	1.24
Oil India	Oil	1.19
Oracle Financial Services Software	Software	1.16
Amara Raja Batteries	Auto Ancillaries	1.11
Karur Vysya Bank	Banks	1.11
Bajaj Finance	Finance	1.11
Mahindra & Mahindra Financial Services	Finance	1.10
Apollo Tyres	Auto Ancillaries	1.09
Reliance Infrastructure	Power	1.09
Crompton Greaves	Industrial Capital Goods	1.08
ABB India	Industrial Capital Goods	1.08
Piramal Enterprises	Pharmaceuticals	1.08
Bharat Electronics	Industrial Capital Goods	1.05
GlaxoSmithKline Consumer Healthcare	Consumer Non Durables	1.03
United Breweries	Consumer Non Durables	1.03
Tata Global Beverages	Consumer Non Durables	1.01
Canara Bank	Banks	1.00
Havells India	Consumer Durables	0.98
Voltas	Construction Project	0.98
The Indian Hotels Company	Hotels	0.97
Max India	Finance	0.95
Procter & Gamble Hygiene and Health Care	Consumer Non Durables	0.93
Emami	Consumer Non Durables	0.91
Bank of India	Banks	0.90
Reliance Capital	Finance	0.87
Petronet LNG	Gas	0.85
Torrent Pharmaceuticals	Pharmaceuticals	0.84
Union Bank of India	Banks	0.83
The Ramco Cements	Cement	0.79
JSW Energy	Power	0.79
CRISIL	Finance	0.77
Thermax	Industrial Capital Goods	0.77
CESC	Power	0.73
Jubilant Foodworks	Consumer Non Durables	0.73
Reliance Power	Power	0.72
IPCA Laboratories	Pharmaceuticals	0.69
Bata India	Consumer Durables	0.68
Jaiprakash Associates	Cement	0.66
Hindustan Zinc	Non - Ferrous Metals	0.65
Strides Arcolab	Pharmaceuticals	0.64
Sun TV Network	Media & Entertainment	0.63
Kansai Nerolac Paints	Consumer Non Durables	0.63
Just Dial	Software	0.61
The Great Eastern Shipping Company	Transportation	0.60
The South Indian Bank	Banks	0.59
IRB Infrastructure Developers	Construction	0.56
The Jammu & Kashmir Bank	Banks	0.54
Gujarat State Petronet	Gas	0.54
Indraprastha Gas	Gas	0.52
Oriental Bank of Commerce	Banks	0.51
Century Textiles & Industries	Cement	0.51
KPIT Technologies	Software	0.50
Biocon	Pharmaceuticals	0.49
GMR Infrastructure	Construction Project	0.48
Mphasis	Software	0.48
Sanofi India	Pharmaceuticals	0.48
NHPC	Power	0.47
L&T Finance Holdings	Finance	0.47
Housing Development and Infrastructure	Construction	0.47
Tata Communications	Telecom - Services	0.46
Torrent Power	Power	0.45
CMC	Software	0.44
The Karnataka Bank	Banks	0.43
IDBI Bank	Banks	0.42
Godrej Industries	Consumer Non Durables	0.42
Allahabad Bank	Banks	0.41
Unitech	Construction	0.41
IFCI	Finance	0.40
Syndicate Bank	Banks	0.38
TV18 Broadcast	Media & Entertainment	0.35
Jain Irrigation Systems	Industrial Products	0.35
Bhushan Steel	Ferrous Metals	0.11
Cash and Other Assets		3.08
Net Assets		100.00

SECTOR ALLOCATION (TOP 10) (As on January 31, 2015)



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

FUND FEATURES

QAAUM (For the period October to December 2014): ₹ 68.40 crore

NAV per unit (As on January 30, 2015)

	Direct Plan	Regular Plan
Growth Option :	₹ 17.01	₹ 16.74
Dividend Option (Half yearly) :	₹ 16.49	₹ 15.41

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.

DIVIDEND UPDATE

Date	Regular Plan		Direct Plan	
	Dividend (₹/Unit)*	Cum Dividend NAV	Dividend (₹/Unit)*	Cum Dividend NAV
December 29, 2014	1.2900	16.13	0.5100	16.38

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 January 30, 2015)

Standard Deviation [^] (Annualised)	13.12%
Beta [^]	1.13
Sharpe Ratio [^] (Annualised)	0.93
Portfolio Turnover Ratio**	1.04
Expense Ratio (Regular Plan) ^{#+}	2.70%

Note: [^] The above measures have been calculated by taking rolling returns for a 3 year period with 8.2275% risk free rate of return (91 days - T Bill Rate as on Jan. 28, 2015).

** The Portfolio Turnover Rate (PTR) means the lower of aggregate sales or purchases made during the 12 month rolling year/period divided by the 12 month rolling year/period Average asset under Management for the relevant year/period.

Calculated as year to date ratio to average AUM.

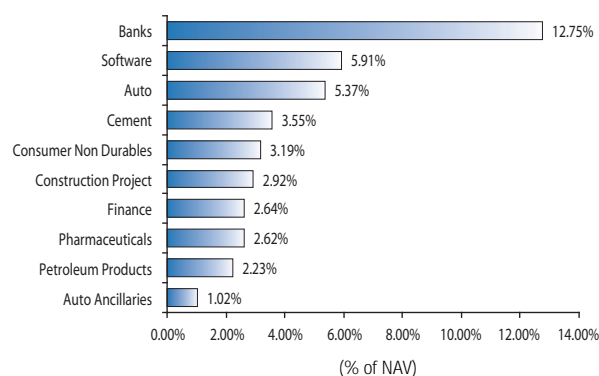
+ Direct Plan shall have a lower expense ratio excluding distribution expenses, commission, etc. and no commission for distribution of Units will be paid / charged under the Direct Plan.

PORTFOLIO (As on January 31, 2015)

Instrument	Industry/ Rating	% of NAV	% of NAV Derivatives
Equity		47.48	
ICICI Bank	Banks	3.05	
Tata Motors	Auto	3.02	
Larsen & Toubro	Construction Project	2.92	
Infosys	Software	2.73	
State Bank of India	Banks	2.57	
Shree Cements	Cement	2.23	
Axis Bank	Banks	2.14	
HDFC Bank	Banks	2.05	
Housing Development Finance Corpn.	Finance	1.92	
Divi's Laboratories	Pharmaceuticals	1.85	
Tech Mahindra	Software	1.57	
Maruti Suzuki India	Auto	1.50	
HCL Technologies	Software	1.20	
Reliance Industries	Petroleum Products	1.19	
ITC	Consumer Non Durables	1.17	
Bharat Petroleum Corporation	Petroleum Products	1.04	
Indusind Bank	Banks	0.97	

Indraprastha Gas	Gas	0.86
Crompton Greaves	Industrial Capital Goods	0.86
Adani Ports and Special Economic Zone	Transportation	0.81
Motherson Sumi Systems	Auto Ancillaries	0.78
Abbott India	Pharmaceuticals	0.77
Britannia Industries	Consumer Non Durables	0.73
UltraTech Cement	Cement	0.73
ING Vysya Bank	Banks	0.70
Asian Paints	Consumer Non Durables	0.68
The Federal Bank	Banks	0.64
Aditya Birla Nuvo	Services	0.63
Yes Bank	Banks	0.63
IDFC	Finance	0.57
Idea Cellular	Telecom - Services	0.50
National Aluminium Company	Non - Ferrous Metals	0.48
Bajaj Auto	Auto	0.43
Tata Communications	Telecom - Services	0.42
Tata Motors - A Class	Auto	0.42
D.B.Corp	Media & Entertainment	0.41
Hexaware Technologies	Software	0.41
Colgate Palmolive (India)	Consumer Non Durables	0.38
Birla Corporation	Cement	0.34
The Ramco Cements	Cement	0.25
Bosch	Auto Ancillaries	0.24
The Indian Hotels Company	Hotels	0.24
Nestle India	Consumer Non Durables	0.23
Dewan Housing Finance Corpn.	Finance	0.15
Coromandel International	Fertilisers	0.06
Cash Future Arbitrage		33.07 -33.33
State Bank of India	Banks	2.56
State Bank of India Feb 2015	Stock Futures	-2.58
HDFC Bank	Banks	7.15
HDFC Bank Feb 2015	Stock Futures	-7.22
Maruti Suzuki India	Auto	7.63
Maruti Suzuki India Feb 2015	Stock Futures	-7.68
Lupin	Pharmaceuticals	7.74
Lupin Feb 2015	Stock Futures	-7.79
Reliance Industries	Petroleum Products	7.99
Reliance Industries Feb 2015	Stock Futures	-8.06
Commercial Paper		13.18
Cox & Kings	A1+	13.18
Cash and Other Assets		6.27
Net Assets		100.00

SECTOR ALLOCATION OF EQUITY INSTRUMENTS (TOP 10) (As on January 31, 2015)



The chart represents the unhedged equities positions only.

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

FUND FEATURES

QAAUM (For the period October to December 2014):

₹ 371.89 crore

NAV per unit (As on January 30, 2015)

Direct Plan : ₹ 161.13

Regular Plan : ₹ 159.28

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 S&P 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 January 30, 2015)

Standard Deviation [^] (Annualised)	15.82%
Beta [^]	0.94
Sharpe Ratio [^] (Annualised)	0.96
Portfolio Turnover Ratio ^{**}	0.78
Expense Ratio (Regular Plan) ^{#+}	2.52%

Note: [^] The above measures have been calculated by taking rolling returns for a 3 year period with 8.2275% risk free rate of return (91 days - T Bill Rate as on Jan. 28, 2015).

^{**} The Portfolio Turnover Rate (PTR) means the lower of aggregate sales or purchases made during the 12 month rolling year/period divided by the 12 month rolling year/period Average asset under Management for the relevant year/period.

[#] Calculated as year to date ratio to average AUM, excluding service tax on management fees.

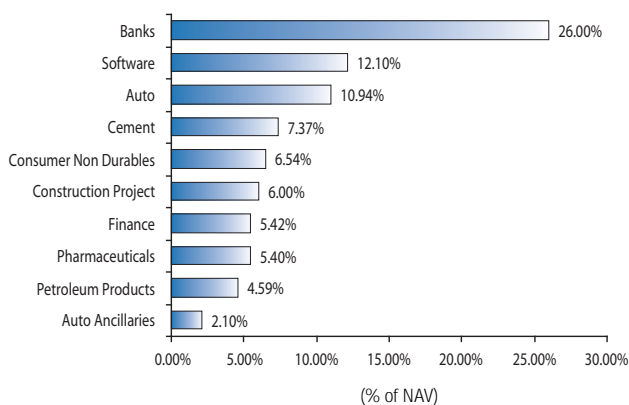
⁺ Direct Plan shall have a lower expense ratio excluding distribution expenses, commission, etc. and no commission for distribution of Units will be paid / charged under the Direct Plan.

PORTFOLIO (As on January 31, 2015)

Instrument	Industry	% of NAV
Equity		97.23
ICICI Bank	Banks	6.17
Tata Motors	Auto	6.11
Larsen & Toubro	Construction Project	6.00
Infosys	Software	5.62
State Bank of India	Banks	5.21
Shree Cements	Cement	4.58
Axis Bank	Banks	4.39
HDFC Bank	Banks	4.22
Housing Development Finance Corpn.	Finance	3.95
Divi's Laboratories	Pharmaceuticals	3.81
Tech Mahindra	Software	3.18
Maruti Suzuki India	Auto	3.08
HCL Technologies	Software	2.48
Reliance Industries	Petroleum Products	2.45
ITC	Consumer Non Durables	2.40

Bharat Petroleum Corporation	Petroleum Products	2.14
IndusInd Bank	Banks	2.00
Indraprastha Gas	Gas	1.76
Crompton Greaves	Industrial Capital Goods	1.76
Adani Ports and Special Economic Zone	Transportation	1.66
Motherson Sumi Systems	Auto Ancillaries	1.60
Abbott India	Pharmaceuticals	1.59
UltraTech Cement	Cement	1.50
Britannia Industries	Consumer Non Durables	1.50
ING Vysya Bank	Banks	1.43
Asian Paints	Consumer Non Durables	1.40
Aditya Birla Nuvo	Services	1.29
The Federal Bank	Banks	1.29
Yes Bank	Banks	1.29
IDFC	Finance	1.15
Idea Cellular	Telecom - Services	1.03
National Aluminium Company	Non - Ferrous Metals	0.99
Bajaj Auto	Auto	0.89
Tata Communications	Telecom - Services	0.86
Tata Motors - A Class	Auto	0.86
D.B.Corp	Media & Entertainment	0.83
Hexaware Technologies	Software	0.82
Colgate Palmolive (India)	Consumer Non Durables	0.77
Birla Corporation	Cement	0.77
The Ramco Cements	Cement	0.52
Bosch	Auto Ancillaries	0.50
The Indian Hotels Company	Hotels	0.48
Nestle India	Consumer Non Durables	0.47
Dewan Housing Finance Corporation	Finance	0.32
Coromandel International	Fertilisers	0.11
Cash and Other Assets		2.77
Net Assets		100.00

SECTOR ALLOCATION (TOP 10) (As on January 31, 2015)



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

FUND FEATURES

QAAUM (For the period October to December 2014):

₹ 261.10 crore

NAV per unit (As on January 30, 2015)

Direct Plan : ₹ 145.88

Regular Plan : ₹ 144.41

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
November 30, 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 January 30, 2015)

Standard Deviation [^] (Annualised)	17.97%
Beta [^]	1.05
Sharpe Ratio [^] (Annualised)	1.15
Portfolio Turnover Ratio ^{**}	1.04
Expense Ratio (Regular Plan) ^{#+}	2.55%

Note: [^] The above measures have been calculated by taking rolling returns for a 3 year period with 8.2275% risk free rate of return (91 days - T Bill Rate as on Jan. 28, 2015).

^{**} The Portfolio Turnover Rate (PTR) means the lower of aggregate sales or purchases made during the 12 month rolling year/period divided by the 12 month rolling year/period Average asset under Management for the relevant year/period.

[#] Calculated as year to date ratio to average AUM, excluding service tax on management fees.

⁺ 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 January 31, 2015)

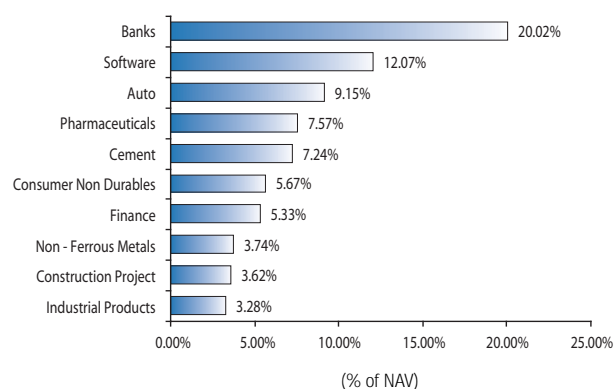
Instrument	Industry	% of NAV
Equity		97.06
ICICI Bank	Banks	5.21
State Bank of India	Banks	3.87
PC Jeweller	Consumer Durables	3.02
Maruti Suzuki India	Auto	2.95
Dewan Housing Finance Corporation	Finance	2.91
Infosys	Software	2.73
HDFC Bank	Banks	2.70
Axis Bank	Banks	2.68
Tata Motors	Auto	2.66
HCL Technologies	Software	2.47
Housing Development Finance Corpn.	Finance	2.42
Lupin	Pharmaceuticals	2.38
ITC	Consumer Non Durables	2.37
Britannia Industries	Consumer Non Durables	2.17
The Federal Bank	Banks	2.17
JK Cement	Cement	2.14
Aurobindo Pharma	Pharmaceuticals	2.10
Tata Motors - A Class	Auto	2.10
Bharat Forge	Industrial Products	2.05
Reliance Industries	Petroleum Products	2.02

Tata Communications	Telecom - Services	1.91
Cipla	Pharmaceuticals	1.90
Tech Mahindra	Software	1.78
Tata Consultancy Services	Software	1.72
Bajaj Auto	Auto	1.44
The India Cements	Cement	1.43
Motherson Sumi Systems	Auto Ancillaries	1.43
UltraTech Cement	Cement	1.42
Hindustan Construction Company	Construction Project	1.41
Aditya Birla Nuvo	Services	1.35
Crompton Greaves	Industrial Capital Goods	1.31
Andhra Bank	Banks	1.31
Hindustan Zinc	Non - Ferrous Metals	1.31
Sesa Sterlite	Non - Ferrous Metals	1.29
Cyient	Software	1.25
Larsen & Toubro	Construction Project	1.24
Jain Irrigation Systems	Industrial Products	1.23
The Ramco Cements	Cement	1.22
Abbott India	Pharmaceuticals	1.19
Firstsource Solutions	Software	1.17
Bank of India	Banks	1.17
Indraprastha Gas	Gas	1.16
National Aluminium Company	Non - Ferrous Metals	1.14
Prestige Estates Projects	Construction	1.13
United Spirits	Consumer Non Durables	1.13
UPL	Pesticides	1.06
Bharat Petroleum Corporation	Petroleum Products	1.06
Tata Steel	Ferrous Metals	1.06
Century Textiles & Industries	Cement	1.03
Dish TV India	Media & Entertainment	1.00
KEC International	Construction Project	0.97
The Indian Hotels Company	Hotels	0.95
KPIT Technologies	Software	0.95
Bank of Baroda	Banks	0.91
RattanIndia Power	Power	0.91

Cash and Other Assets **2.94**

Net Assets **100.00**

SECTOR ALLOCATION (TOP 10) (As on January 31, 2015)



Principal Balanced Fund (An open-ended balanced scheme)

FUND FEATURES

OAAUM (For the period October to December 2014):
₹ 23.10 crore

NAV per unit (As on January 30, 2015)

	Direct Plan	Regular Plan
Growth Option :	₹ 52.19	₹ 51.30
Dividend Option (Half yearly) :	₹ 26.00	₹ 23.51

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

Date	Regular Plan		Direct Plan	
	Dividend (₹/Unit)*	Cum Dividend NAV	Dividend (₹/Unit)*	Cum Dividend NAV
December 29, 2014	2.3200	24.83	0.3900	25.28
March 24, 2008	2.5000	14.9200	N.A.	N.A.
November 5, 2007	6.0000	23.9000	N.A.	N.A.
November 9, 2005	3.2000	16.4100	N.A.	N.A.

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 January 30, 2015)

Standard Deviation [^] (Annualised)	12.70%
Beta [^]	1.08
Sharpe Ratio [^] (Annualised)	1.07
Portfolio Turnover Ratio ^{**}	0.71
Expense Ratio (Regular Plan) ^{#+}	2.70%

Note: [^] The above measures have been calculated by taking rolling returns for a 3 year period with 8.2275% risk free rate of return (91 days - T Bill Rate as on Jan. 28, 2015).

^{**} The Portfolio Turnover Rate (PTR) means the lower of aggregate sales or purchases made during the 12 month rolling year/period divided by the 12 month rolling year/period Average asset under Management for the relevant year/period.

[#] Calculated as year to date ratio to average AUM, excluding service tax on management fees.

⁺ 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 January 31, 2015)

2.61 years

MODIFIED DURATION (As on January 31, 2015)

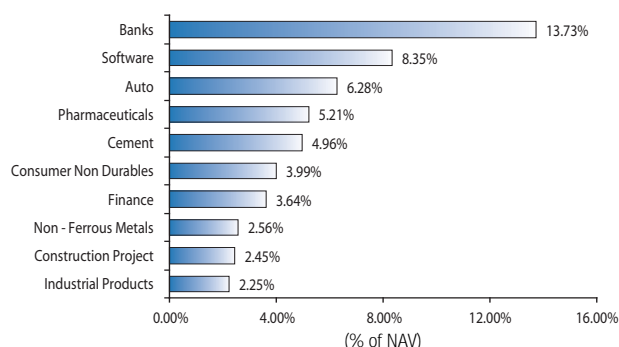
1.64 years

PORTFOLIO (As on January 31, 2015)

Instrument	Industry / Rating	% of NAV
Equity		66.70
ICICI Bank	Banks	3.61
State Bank of India	Banks	2.67
PC Jeweller	Consumer Durables	2.11
Maruti Suzuki India	Auto	2.05
Dewan Housing Finance Corporation	Finance	2.04
Infosys	Software	1.89
Tata Motors	Auto	1.84
Axis Bank	Banks	1.82
HDFC Bank	Banks	1.81
ITC	Consumer Non Durables	1.67
HCL Technologies	Software	1.66
Lupin	Pharmaceuticals	1.63
Housing Development Finance Corpn.	Finance	1.60
Britannia Industries	Consumer Non Durables	1.56
JK Cement	Cement	1.51
Aurobindo Pharma	Pharmaceuticals	1.49
The Federal Bank	Banks	1.46

Tata Motors - A Class	Auto	1.45
Bharat Forge	Industrial Products	1.44
Reliance Industries	Petroleum Products	1.42
Cipla	Pharmaceuticals	1.32
Tata Communications	Telecom - Services	1.30
Tech Mahindra	Software	1.28
Tata Consultancy Services	Software	1.19
The India Cements	Cement	1.00
Motherson Sumi Systems	Auto Ancillaries	0.98
UltraTech Cement	Cement	0.95
Bajaj Auto	Auto	0.94
Aditya Birla Nuvo	Services	0.93
Andhra Bank	Banks	0.92
Hindustan Construction Company	Construction Project	0.92
Hindustan Zinc	Non - Ferrous Metals	0.91
Crompton Greaves	Industrial Capital Goods	0.88
Sesa Sterlite	Non - Ferrous Metals	0.86
Larsen & Toubro	Construction Project	0.86
Cyient	Software	0.85
Firstsource Solutions	Software	0.82
The Ramco Cements	Cement	0.82
Jain Irrigation Systems	Industrial Products	0.81
Indraprastha Gas	Gas	0.79
National Aluminium Company	Non - Ferrous Metals	0.79
Bank of India	Banks	0.79
Abbott India	Pharmaceuticals	0.77
United Spirits	Consumer Non Durables	0.76
Prestige Estates Projects	Construction	0.75
UPL	Pesticides	0.74
Bharat Petroleum Corporation	Petroleum Products	0.71
Tata Steel	Ferrous Metals	0.71
Dish TV India	Media & Entertainment	0.69
Century Textiles & Industries	Cement	0.68
The Indian Hotels Company	Hotels	0.68
KEC International	Construction Project	0.67
KPIT Technologies	Software	0.66
Bank of Baroda	Banks	0.65
RattanIndia Power	Power	0.59
Commercial Paper		12.49
Cox & Kings	A1+	12.49
Treasury Bill		0.17
T-Bill 91 Day 2015	Sovereign	0.17
Sovereign		1.35
8.60% GOI -M - 02-JUN-2028	Sovereign	1.35
Bonds & NCDs		8.71
Reliance Utilities and Power P. Ltd	AAA	6.57
Housing Development Finance Corpn.	AAA	2.14
Cash and Other Assets		10.58
Net Assets		100.00

SECTOR ALLOCATION OF EQUITY INSTRUMENTS (TOP 10) (As on January 31, 2015)



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 2014):
₹ 25.25 crore

NAV per unit (As on January 30, 2015)

	Direct Plan	Regular Plan
Growth Option :	₹ 28.7050	₹ 28.2484
Dividend Option (Monthly) :	₹ 11.1329	₹ 10.8848
Dividend Option (Quarterly) :	₹ 12.8723	₹ 12.5957

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
Monthly Dividend (Last 3 Months)				
January 23, 2015	0.2690	11.1407	0.2317	11.3497
December 24, 2014	0.0104	10.8358	0.0174	11.0391
November 24, 2014	0.2026	11.028	0.1095	11.1312
Quarterly Dividend (Last 3 Quarters)				
December 24, 2014	0.3504	12.5757	0.3802	12.8645
September 24, 2014	0.3005	12.5012	0.1175	12.5748
June 24, 2014	0.4923	12.6638	0.5853	12.8054

* 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 January 30, 2015)

Portfolio Turnover Ratio**

-

** The Portfolio Turnover Rate (PTR) means the lower of aggregate sales or purchases made during the 12 month rolling year/period divided by the 12 month rolling year/period Average asset under Management for the relevant year/period.

AVERAGE MATURITY OF THE DEBT PORTFOLIO (As on January 31, 2015)

9.68 years

MODIFIED DURATION OF THE DEBT PORTFOLIO (As on January 31, 2015)

6.25 years

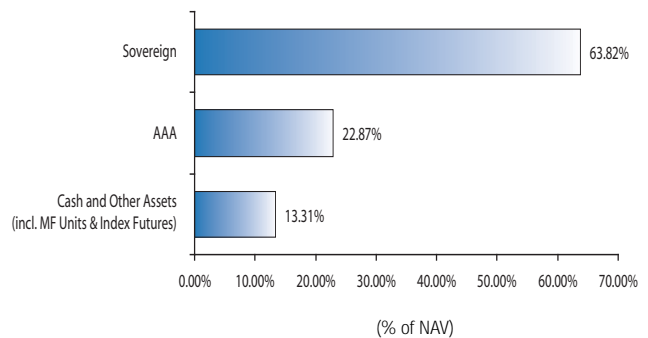
PORTFOLIO (As on January 31, 2015)

Instrument	Industry/Rating	% of NAV
Derivatives		
NIFTY Index Future Feb 2015	Index Futures	2.16
Treasury Bill		
T-Bill 91 Day 2015	Sovereign	1.01
Sovereign		
8.40% GOI M-28-JUL-2024	Sovereign	42.40
8.60% GOI -M - 02-JUN-2028	Sovereign	20.41
Bonds & NCDs		
Reliance Utilities and Power P. Ltd	AAA	12.69
Rural Electrification Corporation	AAA	6.08
LIC Housing Finance	AAA	4.10
Investment Funds/Mutual Funds		
Principal Index Fund - Direct - Growth Plan	Mutual Funds	10.79
Cash and Other Assets		
Net Assets		
		100.00

COMPOSITION BY ASSETS (As on January 31, 2015)

Industry / Ratings	% of NAV
Sovereign	62.81
Bonds & NCDs	22.87
Investment Funds/Mutual Funds	10.79
Derivatives	2.16
Treasury Bill	1.01
Cash and Other Assets	0.36

RATING PROFILE (As on January 31, 2015)



Principal Government Securities Fund

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

FUND FEATURES

QAAUM (For the period October to December 2014):
₹ 46.37 crore

NAV per unit (As on January 30, 2015)

	Direct Plan	Regular Plan
Growth Option :	₹ 28.0784	₹ 27.7881
Dividend Option (Quarterly) :	₹ 12.2510	₹ 12.2126
Dividend Option (Annual) :	₹ 14.8203	₹ 14.3644

INVESTMENT OBJECTIVE

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

DIVIDEND UPDATE

Date	Regular Plan		Direct Plan	
	Dividend (₹/Unit)*	Cum Dividend NAV	Dividend (₹/Unit)*	Cum Dividend NAV
Quarterly Dividend Option (Last 3 Quarters)				
December 24, 2014	0.7755	12.6199	0.7930	12.6694
September 24, 2014	0.2602	12.0872	0.2747	12.1324
June 24, 2014	0.0717	11.8658	0.1317	11.9551
Annual Dividend Option (Last 3 Years)				
September 24, 2014	1.1532	14.2079	1.2578	14.7028
September 24, 2013	0.7559	13.7794	0.4192	13.8300
September 24, 2012	0.8000	14.1275	-	-

* 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 January 31, 2015)

17.48 years

MODIFIED DURATION (As on January 31, 2015)

8.57 years

MATURITY PROFILE

Period	Portfolio (%)
10 - 15 years	34.32
Above 15 years	63.22
Cash and Other Assets	2.46

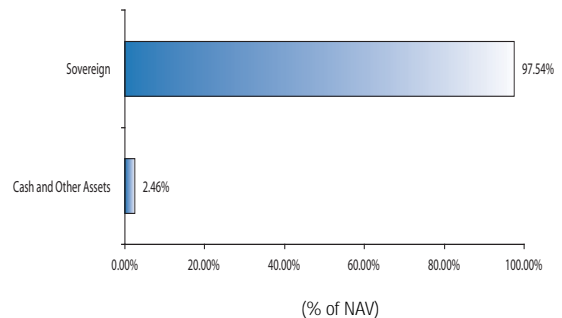
PORTFOLIO (As on January 31, 2015)

Instrument	Rating	% of NAV
Sovereign		
9.20% GOI -M- 30-SEP-2030	Sovereign	38.48
9.23% GOI -M- 23-DEC-2043	Sovereign	18.11
8.60% GOI -M- 02-JUN-2028	Sovereign	15.53
8.24% GOI -M- 15-FEB-27	Sovereign	13.94
8.30% GOI -M- 31-DEC-2042	Sovereign	6.63
8.28% GOI -M- 21-SEP-2027	Sovereign	4.85
Cash and Other Assets		2.46
Net Assets		100.00

COMPOSITION BY ASSETS (As on January 31, 2015)

Ratings	% of NAV
Sovereign	97.54
Cash and Other Assets	2.46

RATING PROFILE (As on January 31, 2015)



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

FUND FEATURES

OAAUM (For the period October to December 2014):

₹ 70.47 crore

NAV per unit (As on January 30, 2015)

	Direct Plan	Regular Plan
Growth Option :	₹ 24.2076	₹ 23.8276
Dividend Option (Quarterly) :	₹ 13.4203	₹ 13.3578
Dividend Option (Annual) :	₹ 12.5104	₹ 12.1439

INVESTMENT OBJECTIVE

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

DIVIDEND UPDATE

Date	Regular Plan		Direct Plan	
	Dividend (₹/Unit)*	Cum Dividend NAV	Dividend (₹/Unit)*	Cum Dividend NAV
Quarterly Dividend Option (Last 3 Quarters)				
December 24, 2014	0.7125	13.7085	0.7353	13.7839
September 24, 2014	0.2291	13.2017	0.2495	13.2729
June 24, 2014	0.3918	13.3283	0.5050	13.4906
Annual Dividend Option (Last 3 Years)				
September 24, 2014	0.9630	12.1429	1.0896	12.5807
September 24, 2013	0.7029	11.8468	0.4597	11.9117
September 24, 2012	1.0000	12.3525	-	-

* 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 January 31, 2015)

13.75 years

MODIFIED DURATION (As on January 31, 2015)

7.66 years

MATURITY PROFILE

Period	Portfolio (%)
Less than 1 year	0.55
5 - 10 years	18.61
10 - 15 years	42.65
Above 15 years	35.86
Cash & Others Assets	2.33

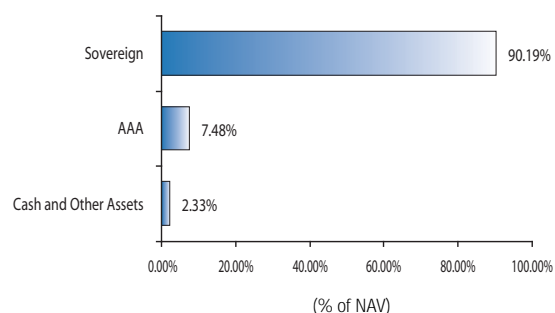
PORTFOLIO (As on January 31, 2015)

Instrument	Rating	% of NAV
Sovereign		
9.20% GOI -M- 30-SEP-2030	Sovereign	28.86
8.60% GOI -M- 02-JUN-2028	Sovereign	19.29
8.24% GOI -M- 15-FEB-2027	Sovereign	12.19
8.28% GOI -M- 21-SEP-2027	Sovereign	11.17
8.40% GOI -M- 28-JUL-2024	Sovereign	7.25
08.83% GOI -M- 25-NOV-2023	Sovereign	4.43
9.23% GOI -M- 23-DEC-2043	Sovereign	4.04
08.30% GOI -M- 31-DEC-2042	Sovereign	2.96
Bonds & NCDs		
Rural Electrification Corporation	AAA	7.48
Cash and Other Assets		
		2.33
Net Assets		100.00

COMPOSITION BY ASSETS (As on January 31, 2015)

Ratings	% of NAV
Sovereign	90.19
Bonds & NCDs	7.48
Cash and Other Assets	2.33

RATING PROFILE (As on January 31, 2015)



Principal Debt Opportunities Fund - Corporate Bond Plan

(An open-ended debt scheme)

FUND FEATURES

QAAUM (For the period October to December 2014):

₹ 105.85 crore

NAV per unit (As on January 30, 2015)

	Direct Plan	Regular Plan
Growth Option :	₹ 2138.9312	₹ 2116.5105
Dividend Option (Monthly) :	₹ 1240.4620	₹ 1237.5112

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
Monthly Dividend (Last 3 Months)				
January 23, 2015	9.1919	1244.7104	9.4820	1247.9459
December 24, 2014	9.4183	1244.9368	9.6466	1248.1105
November 24, 2014	10.4641	1245.9826	10.8746	1249.3385

* 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 January 31, 2015)

32 days

MODIFIED DURATION (As on January 31, 2015)

32 days

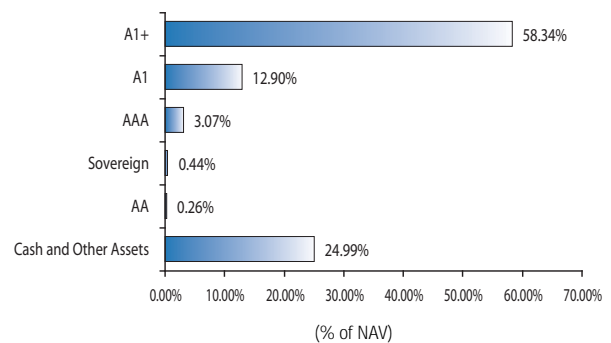
PORTFOLIO (As on January 31, 2015)

Instrument	Rating	% of NAV
Commercial Paper		
JK Lakshmi Cement	A1+	25.99
SKS Microfinance	A1+	20.57
KEC International	A1	12.90
Vardhman Special Steels	A1+	11.42
Vodafone India	A1+	0.36
Treasury Bill		
T-Bill 91 Day 2015	Sovereign	0.44
Bonds & NCDs		
Power Finance Corporation	AAA	2.71
Cholamandalam Investment and Finance Company	AA	0.26
Rural Electrification Corporation	AAA	0.26
Power Finance Corporation	AAA	0.10
Cash and Other Assets		
		24.99
Net Assets		100.00

COMPOSITION BY ASSETS (As on January 31, 2015)

Industry / Ratings	% of NAV
Commercial Paper	71.24
Bonds & NCDs	3.33
Treasury Bill	0.44
Cash and Other Assets	24.99

RATING PROFILE (As on January 31, 2015)



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

FUND FEATURES

OAAUM (For the period October to December 2014):
₹ 104.36 crore

NAV per unit (As on January 30, 2015)

	Direct Plan	Regular Plan
Growth Option :	₹ 24.5622	₹ 24.2203
Dividend Option (Monthly) :	₹ 12.8739	₹ 12.8396

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
Monthly Dividend (Last 3 Months)				
January 23, 2015	0.1686	12.9880	0.1769	13.0287
December 24, 2014	0.0915	12.9109	0.0996	12.9514
November 24, 2014	0.1455	12.9649	0.1546	13.0064

* 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 January 31, 2015)

2.91 years

MODIFIED DURATION (As on January 31, 2015)

2.68 years

PORTFOLIO (As on January 31, 2015)

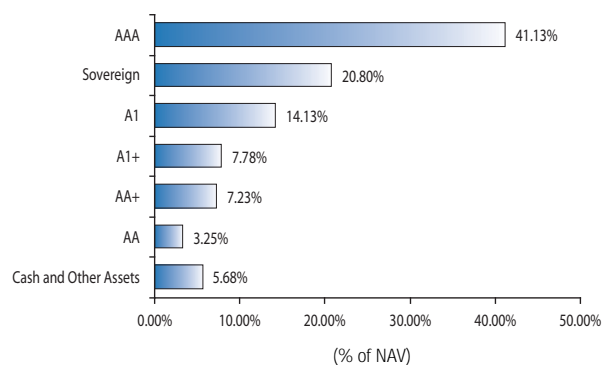
Instrument	Rating	% of NAV
Certificate of Deposit		
Canara Bank	A1+	1.44
Bank of India	A1+	1.32
Commercial Paper		
KEC International	A1	7.13
IFMR Capital Finance Private	A1+	5.02
IL&FS Transportation Networks	A1	3.56
HCL Infosystems	A1	3.44
Treasury Bill		
T-Bill 91 DAY 2015	Sovereign	0.86

Sovereign			19.94
8.27% GOI -M- 09-JUN-2020	Sovereign		11.11
8.35% GOI 2022 (14-MAY-2022)	Sovereign		3.73
7.28% GOI -M- 03-JUN-2019	Sovereign		3.56
08.83% GOI -M- 25-NOV-2023	Sovereign		1.54
Bonds & NCDs			51.61
Rural Electrification Corporation	AAA		14.64
Power Grid Corporation of India	AAA		11.05
LIC Housing Finance	AAA		7.35
Tata Motors	AA+		7.23
Power Finance Corporation	AAA		4.48
IDFC	AAA		3.61
Cholamandalam Investment and Finance Company	AA		3.25
Cash and Other Assets			5.68
Net Assets			100.00

COMPOSITION BY ASSETS (As on January 31, 2015)

Ratings	% of NAV
Bonds & NCDs	51.61
Sovereign	19.94
Commercial Paper	19.15
Certificate of Deposit	2.76
Treasury Bill	0.86
Cash and Other Assets	5.68

RATING PROFILE (As on January 31, 2015)



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

FUND FEATURES

QAAUM (For the period October to December 2014):
₹ 124.09 crore

NAV per unit (As on January 30, 2015)

	Direct Plan	Regular Plan
Growth Option :	₹ 1776.3403	₹ 1760.6264
Dividend Option (Monthly) :	₹ 1127.4733	₹ 1126.2334

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
Monthly Dividend (Last 3 Months)				
January 23, 2015	7.2066	1131.8327	7.8201	1133.5428
December 24, 2014	6.6634	1131.2895	7.2754	1132.9981
November 24, 2014	8.4470	1133.0731	9.1235	1134.8462

* 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 January 31, 2015)

36 days

MODIFIED DURATION (As on January 31, 2015)

36 days

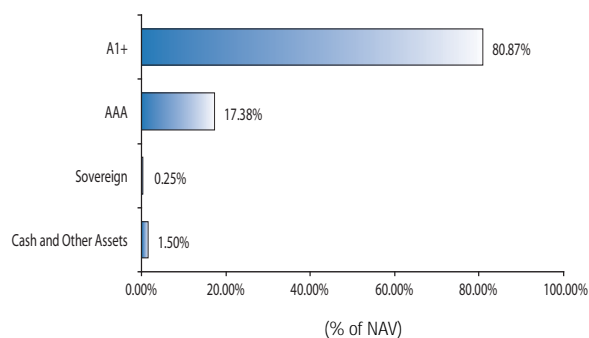
PORTFOLIO (As on January 31, 2015)

Instrument	Rating	% of NAV
Certificate of Deposit		80.87
Canara Bank	A1+	27.54
Bank of Baroda	A1+	24.71
The Jammu & Kashmir Bank	A1+	12.21
Union Bank of India	A1+	11.48
Syndicate Bank	A1+	1.72
Bank of India	A1+	1.66
Indian Overseas Bank	A1+	1.44
The Ratnakar Bank	A1+	0.11
Treasury Bill		0.25
T-Bill 91 Day 2015	Sovereign	0.25
Bonds & NCDs		17.38
Kotak Mahindra Prime	AAA	11.59
Small Industries Development Bank of India	AAA	5.79
Cash and Other Assets		1.50
Net Assets		100.00

COMPOSITION BY ASSETS (As on January 31, 2015)

Ratings	% of NAV
Certificate of Deposit	80.87
Bonds & NCDs	17.38
Treasury Bill	0.25
Cash and Other Assets	1.50

RATING PROFILE (As on January 31, 2015)



Principal Debt Opportunities Fund - Conservative Plan

(An open-ended debt scheme)

Credit
Risk Rating
[ICRA] AAAmfs⁺⁺

FUND FEATURES

OAAUM (For the period October to December 2014):

₹ 542.16 crore

NAV per unit (As on January 30, 2015)

	Direct Plan	Regular Plan
Growth Option :	₹ 2199.7266	₹ 2168.6974
Dividend Option (Daily) :	₹ 1001.8554	₹ 1001.6170
Dividend Option (Weekly) :	₹ 1002.9105	₹ 1000.9003
Dividend Option (Monthly) :	₹ 1143.0209	₹ 1140.8538

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
Monthly Dividend (Last 3 Months)				
January 23, 2015	7.9151	1147.0344	8.8256	1149.8995
December 24, 2014	7.0110	1146.1303	7.9082	1148.9821
November 24, 2014	8.3925	1147.5118	9.3335	1150.4074

* 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 January 31, 2015)

88 days

MODIFIED DURATION (As on January 31, 2015)

85 days

PORTFOLIO (As on January 31, 2015)

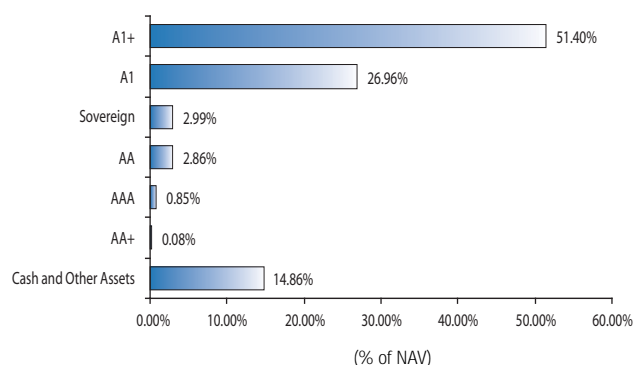
Instrument	Rating	% of NAV
Certificate of Deposit		5.38
HDFC Bank	A1+	2.66
Bank of India	A1+	1.32
Canara Bank	A1+	0.66
Indian Bank	A1+	0.66
The Jammu & Kashmir Bank	A1+	0.08
Commercial Paper		72.98
Edelweiss Financial Services	A1+	8.25
KEC International	A1	8.24
Dewan Housing Finance Corporation	A1+	8.14
IL&FS Transportation Networks	A1	7.40
HCL Infosystems	A1	7.17
Cox & Kings	A1+	6.13

Godrej Industries	A1+	5.69
SKS Microfinance	A1+	5.12
IFMR Capital Finance Private	A1+	5.10
Au Housing Finance	A1	4.15
STCI Finance	A1+	3.93
Jagran Prakashan	A1+	3.30
Vodafone India	A1+	0.36
Treasury Bill		2.99
T-Bill 91 DAY 2015	Sovereign	2.05
T-Bill 91 DAY 2015	Sovereign	0.94
BONDS & NCDs		3.79
Shriram City Union Finance	AA	1.68
Cholamandalam Investment and Finance Company	AA	1.18
Housing Development Finance Corporation	AAA	0.85
Lafarge India Pvt. Ltd.	AA+	0.08
Cash and Other Assets		14.86
Net Assets		100.00

COMPOSITION BY ASSETS (As on January 31, 2015)

Ratings	% of NAV
Commercial Paper	72.98
Certificate of Deposit	5.38
Bonds & NCDs	3.79
Treasury Bill	2.99
Cash and Other Assets	14.86

RATING PROFILE (As on January 31, 2015)



Past performance is no guarantee of future result. (** for rating methodology please refer page 35.)

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

Credit
Risk Rating
[ICRA] A1+mfs⁺

FUND FEATURES

QAAUM (For the period October to December 2014):

₹ 1,481.96 crore

NAV per unit (As on January 31, 2015)

	Direct Plan	Regular Plan
Growth Option :	₹ 1341.5890	₹ 1339.0232
Dividend Option (Daily) :	₹ 1000.3870	₹ 1000.3037
Dividend Option (Weekly) :	₹ 1007.2169	₹ 1006.5002
Dividend Option (Monthly) :	₹ 1024.4067	₹ 1024.3759

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
Monthly Dividend (Last 3 Months)				
January 23, 2015	7.1332	1029.8576	7.1922	1029.9334
December 24, 2014	7.0823	1029.8067	7.1417	1029.8829
November 24, 2014	7.8838	1030.6082	7.9493	1030.6905

* 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 January 31, 2015)

26 days

MODIFIED DURATION (As on January 31, 2015)

26 days

PORTFOLIO (As on January 31, 2015)

Instrument	Rating	% of NAV
Certificate of Deposit		38.76
Canara Bank	A1+	13.80
Syndicate Bank	A1+	5.92
Dena Bank	A1+	3.93
Oriental Bank of Commerce	A1+	3.80
HDFC Bank	A1+	3.36
Corporation Bank	A1+	3.00
Allahabad Bank	A1+	2.00
IDBI Bank	A1+	2.00
Indian Overseas Bank	A1+	0.95
Commercial Paper		50.33
Aditya Birla Finance	A1+	3.99
Dewan Housing Finance Corporation	A1+	3.99
Family Credit	A1+	3.99
Reliance Jio Infocomm	A1+	3.99

SREI Equipment Finance Ltd	A1+	3.99
Tata Motors	A1+	3.99
KEC International	A1	3.56
Edelweiss Financial Services	A1+	3.00
JK Cement	A1+	3.00
L&T Fincorp	A1+	2.87
Religare Housing Development Financial Corpn.	A1+	2.12
Ballarpur Industries	A1+	2.00
Reliance Capital	A1+	2.00
Au Financiers (India)	A1+	1.99
Cox & Kings	A1+	1.86
Kotak Commodity Services	A1+	1.20
HCL Infosystems	A1	1.00
TVS Credit Services	A1+	1.00
Jagran Prakashan	A1+	0.79

Treasury Bill **7.65**

T-BILL 91 DAY 2015	Sovereign	1.98
T-BILL 182 DAY 2015	Sovereign	1.60
T-BILL 91 DAY 2015	Sovereign	1.47
T-BILL 364 DAY 2015	Sovereign	1.40
T-BILL 91 DAY 2015	Sovereign	1.00
T-BILL 364 DAY 2015	Sovereign	0.20

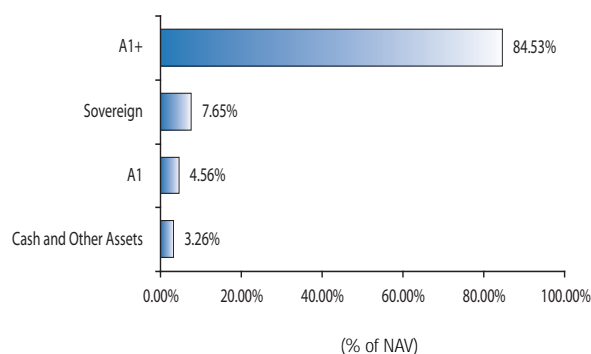
Cash and Other Assets **3.26**

Net Assets **100.00**

COMPOSITION BY ASSETS (As on January 31, 2015)

Ratings	% of NAV
Commercial Paper	50.33
Certificate of Deposit	38.76
Treasury Bill	7.65
Cash and Other Assets	3.26

RATING PROFILE (As on January 31, 2015)



Past performance is no guarantee of future result. (** for rating methodology please refer page 35.)

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

FUND FEATURES

QAAUM (For the period October to December 2014):
₹ 21.58 crore

NAV per unit (As on January 30, 2015)

	Direct Plan	Regular Plan
Growth Option:	₹ 22.3658	₹ 22.1941
Dividend Option:	₹ 22.3658	₹ 22.1941

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 January 31, 2015)

Instrument	% of NAV
Foreign Securities	
I. Units of Mutual Fund / Unit Trust	95.25
Principal Global Investors Funds - Emerging Markets Equity Fund	
II. Cash and Other Current Assets	4.75
Net Assets	100.00

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

FUND FEATURES

QAAUM (For the period October to December 2014):
₹ 26.06 crore

NAV per unit (As on January 30, 2015)

	Direct Plan	Regular Plan
Growth Option :	₹ 1559.1759	₹ 1556.0031
Dividend Option (Daily) :	N.A.	₹ 1005.4300
Dividend Option (Weekly) :	N.A.	₹ 1012.8139
Dividend Option (Monthly) :	₹ 1060.6418	₹ 1060.5878

INVESTMENT OBJECTIVE

To generate regular income & 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
Monthly Dividend (Last 3 Months)				
January 23, 2015	7.7855	1066.6147	7.8465	1066.7151
December 24, 2014	7.9010	1066.7302	7.9765	1066.8451
November 24, 2014	8.4338	1067.2630	8.5316	1067.4002

* On face value of ₹ 1,000/-.

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

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

AVERAGE MATURITY (As on January 31, 2015)

30 days

MODIFIED DURATION (As on January 31, 2015)

30 days

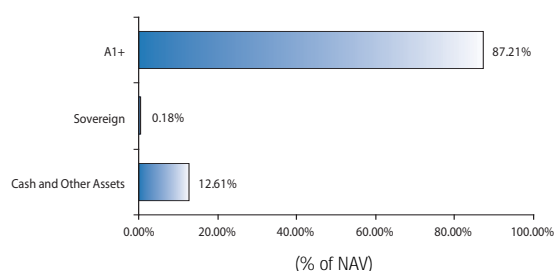
PORTFOLIO (As on January 31, 2015)

Instrument	Rating	% of NAV
Certificate of Deposit		37.79
Oriental Bank of Commerce	A1+	18.00
Canara Bank	A1+	14.40
Dena Bank	A1+	5.39
Commercial Paper		49.42
SKS Microfinance	A1+	11.76
L&T Fincorp	A1+	10.79
Vardhman Special Steels	A1+	10.79
Cox & Kings	A1+	10.72
Religare Housing Development Financial Corporation	A1+	5.36
Treasury Bill		0.18
T-Bill 91 Day 2015	Sovereign	0.18
Cash and Other Assets		12.61
Net Assets		100.00

COMPOSITION BY ASSETS (As on January 31, 2015)

Ratings	% of NAV
Commercial Paper	49.42
Certificate of Deposit	37.79
Treasury Bill	0.18
Cash and Other Assets	12.61

RATING PROFILE (As on January 31, 2015)



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

- Retail Plan

FUND FEATURES

QAAUM (For the period October to December 2014):
₹ 23.05 crore

NAV per unit (As on January 30, 2015)

	Direct Plan	Regular Plan
Growth Plan :	₹ 24.5943	₹ 24.1790
Dividend Plan (Monthly) :	N.A.	₹ 10.2687
Dividend Plan (Quarterly) :	₹ 12.0996	₹ 12.0202

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
Monthly Dividend (Last 3 Months)				
January 23, 2015	0.1183	10.3653	-	-
December 24, 2014	0.0554	10.3024	-	-
November 24, 2014	0.1066	10.3536	-	-
Quarterly Dividend (Last 3 Quarters)				
December 24, 2014	0.2850	12.1430	0.3077	12.2348
September 24, 2014	0.2332	12.0730	0.2557	12.1627
June 24, 2014	0.2491	12.0679	0.2714	12.1556

* 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 January 30, 2015)

Portfolio Turnover Ratio** -

** The Portfolio Turnover Rate (PTR) means the lower of aggregate sales or purchases made during the 12 month rolling year/period divided by the 12 month rolling year/period Average asset under Management for the relevant year/period.

AVERAGE MATURITY (As on January 31, 2015)

2.68 years

MODIFIED DURATION (As on January 31, 2015)

1.94 years

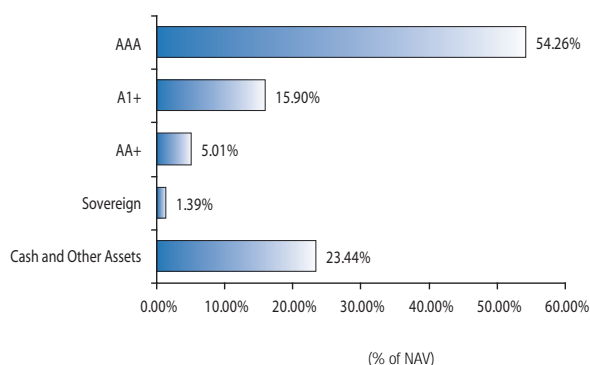
PORTFOLIO (As on January 31, 2015)

Instrument	Rating	% of NAV
Certificate of Deposit		
The Jammu & Kashmir Bank	A1+	11.82
Commercial Paper		
IFMR Capital Finance Private	A1+	4.08
Treasury Bill		
T-Bill 91 Day 2015	Sovereign	1.39
Bonds & NCDs		
59.27		
Housing Development Finance Corporation	AAA	18.85
Power Finance Corporation	AAA	16.80
Rural Electrification Corporation	AAA	14.40
Bajaj Finance	AA+	4.18
Reliance Utilities and Power P. Ltd	AAA	2.14
Power Grid Corporation of India	AAA	2.07
Lafarge India Pvt. Ltd.	AA+	0.83
Cash and Other Assets		
23.44		
Net Assets		
100.00		

COMPOSITION BY ASSETS (As on January 31, 2015)

Industry / Ratings	% of NAV
Bonds & NCDs	59.27
Certificate of Deposit	11.82
Commercial Paper	4.08
Treasury Bill	1.39
Cash and Other Assets	23.44

RATING PROFILE (As on January 31, 2015)



Returns (As on December 31, 2014)

SCHEMES MANAGED BY MR. ANUPAM TIWARI

PRINCIPAL LARGE CAP FUND

Performance	Scheme Returns				Scheme's Benchmark (S&P BSE 100 Index)		Additional Benchmark (CNX Nifty Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)				
Date								
31-Dec-13 to 31-Dec-14	43.43	14342.60	44.19	14418.97	32.28	13228.45	31.39	13138.80
31-Dec-12 to 31-Dec-13	3.03	10302.83	N.A.	N.A.	5.87	10587.34	6.76	10675.52
30-Dec-11 to 31-Dec-12	33.99	13398.78	N.A.	N.A.	29.96	12995.80	27.70	12769.72
Since Inception 11-Nov-05 to 31-Dec-14	17.99	45380.00	N.A.	N.A.	13.68	32283.00	13.76	32498.38
Since Inception 02-Jan-13 to 31-Dec-14	N.A.	N.A.	21.33	14705.32	17.45	13781.25	17.61	13820.05

PRINCIPAL PERSONAL TAX SAVER FUND

Performance	Scheme Returns				Scheme's Benchmark (S&P BSE 100 Index)		Additional Benchmark (CNX Nifty Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)				
Date								
31-Dec-13 to 31-Dec-14	43.58	14357.97	44.34	14434.16	32.28	13228.45	31.39	13138.80
31-Dec-12 to 31-Dec-13	3.32	10332.18	N.A.	N.A.	5.87	10587.34	6.76	10675.52
30-Dec-11 to 31-Dec-12	34.83	13482.62	N.A.	N.A.	29.96	12995.80	27.70	12769.72
Since Inception 31-Mar-96 to 31-Dec-14	22.39	443193.50	N.A.	N.A.	12.63	93139.88	12.01	84062.72
Since Inception 02-Jan-13 to 31-Dec-14	N.A.	N.A.	21.52	14750.85	17.45	13781.25	17.61	13820.05

PRINCIPAL SMART EQUITY FUND

Performance	Scheme Returns				Scheme's Benchmark (Crisil Balanced Fund Index)		Additional Benchmark (CNX Nifty Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)				
Date								
31-Dec-13 to 31-Dec-14	34.11	13410.60	35.06	13505.75	25.34	12534.46	31.39	13138.80
31-Dec-12 to 31-Dec-13	5.41	10541.01	N.A.	N.A.	6.05	10604.69	6.76	10675.52
30-Dec-11 to 31-Dec-12	30.67	13067.27	N.A.	N.A.	21.28	12127.97	27.70	12769.72
Since Inception 16-Dec-10 to 31-Dec-14	12.67	16200.00	N.A.	N.A.	8.86	14094.79	8.53	13923.43
Since Inception 02-Jan-13 to 31-Dec-14	N.A.	N.A.	19.04	14156.63	14.72	13151.17	17.61	13820.05

SCHEMES MANAGED BY MR. RAJAT JAIN

PRINCIPAL GLOBAL OPPORTUNITIES FUND

Performance	Scheme Returns				Scheme's Benchmark (MSCI World Index)		Additional Benchmark (CNX Nifty Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)				
Date								
31-Dec-13 to 31-Dec-14	-2.62	9737.94	-2.22	9778.23	7.71	10770.53	31.39	13138.80
31-Dec-12 to 31-Dec-13	5.39	10539.24	N.A.	N.A.	26.25	12625.21	6.76	10675.52
30-Dec-11 to 31-Dec-12	21.47	12147.24	N.A.	N.A.	13.07	11306.68	27.70	12769.72
Since Inception 29-Mar-04 to 31-Dec-14	7.69	22195.60	N.A.	N.A.	4.50	16055.08	15.46	47006.04
Since Inception 02-Jan-13 to 31-Dec-14	N.A.	N.A.	1.06	10211.59	15.49	13327.27	17.61	13820.05

SCHEMES MANAGED BY RUPALI PANDIT

PRINCIPAL INDEX FUND - NIFTY

Performance	Scheme Returns				Scheme's Benchmark (CNX Nifty Index)		Additional Benchmark (S&P BSE Sensex)	
	Plan - Regular		Plan - Direct		^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)				
Date								
31-Dec-13 to 31-Dec-14	31.15	13115.21	31.81	13180.88	31.39	13138.80	29.89	12989.39
31-Dec-12 to 31-Dec-13	7.71	10771.15	N.A.	N.A.	6.76	10675.52	8.98	10897.72
30-Dec-11 to 31-Dec-12	27.24	12723.80	N.A.	N.A.	27.70	12769.72	25.70	12569.92
Since Inception 27-Jul-99 to 31-Dec-14	11.92	56923.80	N.A.	N.A.	12.69	63233.96	12.29	59869.46
Since Inception 02-Jan-13 to 31-Dec-14	N.A.	N.A.	18.56	14043.82	17.61	13820.05	18.16	13949.01

PRINCIPAL INDEX FUND - MIDCAP[#]

Performance	^Returns (%)			
	Plan - Regular		Plan - Direct	
	Scheme's Benchmark (CNX Midcap Index)		Additional Benchmark (CNX Nifty Index)	
Date				
Since Inception 12-May-14 to 31-Dec-14	N.A.	N.A.	N.A.	N.A.

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.

^ Growth Option

As the scheme has not completed one year, the performance/returns for this scheme is not provided

SCHEMES MANAGED BY MR. DHIMANT SHAH

PRINCIPAL EMERGING BLUECHIP FUND

Performance Date	Scheme Returns				Scheme's Benchmark (CNX Midcap Index)		Additional Benchmark (CNX Nifty Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)				
31-Dec-13 to 31-Dec-14	80.18	18017.84	81.31	18130.71	55.91	15590.86	31.39	13138.80
31-Dec-12 to 31-Dec-13	5.84	10584.24	N.A.	N.A.	-5.10	9489.95	6.76	10675.52
30-Dec-11 to 31-Dec-12	54.66	15503.20	N.A.	N.A.	38.91	13915.75	27.70	12769.72
Since Inception 12-Nov-08 to 31-Dec-14	35.54	64630.00	N.A.	N.A.	22.28	34368.96	19.00	29077.92
Since Inception 02-Jan-13 to 31-Dec-14	N.A.	N.A.	37.96	18998.84	20.79	14575.52	17.61	13820.05

PRINCIPAL DIVIDEND YIELD FUND

Performance Date	Scheme Returns				Scheme's Benchmark (CNX Dividend Opportunities Index)		Additional Benchmark (CNX Nifty Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)				
31-Dec-13 to 31-Dec-14	44.93	14492.75	45.62	14561.82	33.57	13356.74	31.39	13138.80
31-Dec-12 to 31-Dec-13	-5.30	9470.07	N.A.	N.A.	-7.18	9281.94	6.76	10675.52
30-Dec-11 to 31-Dec-12	41.94	14193.72	N.A.	N.A.	30.53	13053.16	27.70	12769.72
Since Inception 15-Oct-04 to 31-Dec-14	13.36	36000.00	N.A.	N.A.	N.A.	N.A.	16.15	46143.18
Since Inception 02-Jan-13 to 31-Dec-14	N.A.	N.A.	16.82	13634.32	10.46	12195.27	17.61	13820.05

SCHEMES MANAGED BY BEKXY KURIAKOSE

PRINCIPAL GOVERNMENT SECURITIES FUND

Performance Date	Scheme Returns				Scheme's Benchmark (I-Sec Composite Index)		Additional Benchmark (CRISIL 10 Year Gilt Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)				
31-Dec-13 to 31-Dec-14	15.65	11564.70	16.23	11622.67	15.12	11511.76	14.14	11414.28
31-Dec-12 to 31-Dec-13	2.30	10230.09	N.A.	N.A.	4.12	10411.73	-0.68	9932.21
30-Dec-11 to 31-Dec-12	9.42	10941.58	N.A.	N.A.	11.09	11108.51	10.67	11066.79
Since Inception 23-Aug-01 to 31-Dec-14	7.75	27128.70	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
Since Inception 02-Jan-13 to 31-Dec-14	N.A.	N.A.	9.04	11884.25	9.24	11928.36	6.27	11290.54

PRINCIPAL DEBT OPPORTUNITIES FUND - CORPORATE BOND PLAN

Performance Date	Scheme Returns				Scheme's Benchmark (Crisil Composite Bond Fund Index)		Additional Benchmark (CRISIL 10 Year Gilt Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)				
31-Dec-13 to 31-Dec-14	9.70	10970.47	10.29	11029.03	14.31	11430.70	14.14	11414.28
31-Dec-12 to 31-Dec-13	7.03	10702.64	N.A.	N.A.	3.79	10378.55	-0.68	9932.21
30-Dec-11 to 31-Dec-12	9.37	10936.76	N.A.	N.A.	9.38	10938.34	10.67	11066.79
Since Inception 14-Sep-04 to 31-Dec-14	7.47	21007.52	N.A.	N.A.	6.58	19283.00	5.43	17245.69
Since Inception 02-Jan-13 to 31-Dec-14	N.A.	N.A.	8.80	11832.53	8.78	11828.15	6.27	11290.54

PRINCIPAL INCOME FUND - LONG TERM PLAN

Performance Date	Scheme Returns				Scheme's Benchmark (Crisil Composite Bond Fund Index)		Additional Benchmark (CRISIL 10 Year Gilt Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)				
31-Dec-13 to 31-Dec-14	13.43	11343.36	14.33	11432.53	14.31	11430.70	14.14	11414.28
31-Dec-12 to 31-Dec-13	4.06	10405.70	N.A.	N.A.	3.79	10378.55	-0.68	9932.21
30-Dec-11 to 31-Dec-12	11.18	11118.25	N.A.	N.A.	9.38	10938.34	10.67	11066.79
Since Inception 09-May-03 to 31-Dec-14	7.54	23319.00	N.A.	N.A.	6.18	20112.96	5.42	18496.40
Since Inception 02-Jan-13 to 31-Dec-14	N.A.	N.A.	9.28	11936.16	8.78	11828.15	6.27	11290.54

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.

^ Growth Option

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

PRINCIPAL GROWTH FUND

Performance Date	Scheme Returns				Scheme's Benchmark (S&P BSE 200 Index)		Additional Benchmark (CNX Nifty Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)
	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)				
31-Dec-13 to 31-Dec-14	49.36	14935.92	50.22	15022.30	35.47	13546.66	31.39	13138.80
31-Dec-12 to 31-Dec-13	8.31	10831.16	N.A.	N.A.	4.38	10438.05	6.76	10675.52
30-Dec-11 to 31-Dec-12	46.01	14600.96	N.A.	N.A.	30.98	13098.46	27.70	12769.72
Since Inception 25-Oct-00 to 31-Dec-14	17.04	93230.00	N.A.	N.A.	16.18	84036.23	14.69	69961.15
Since Inception 02-Jan-13 to 31-Dec-14	N.A.	N.A.	26.89	16080.14	18.02	13916.37	17.61	13820.05

PRINCIPAL TAX SAVINGS FUND

Performance Date	Scheme Returns				Scheme's Benchmark (S&P BSE 200 Index)		Additional Benchmark (CNX Nifty Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)
	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)				
31-Dec-13 to 31-Dec-14	49.45	14944.62	50.07	15007.02	35.47	13546.66	31.39	13138.80
31-Dec-12 to 31-Dec-13	8.55	10854.65	N.A.	N.A.	4.38	10438.05	6.76	10675.52
30-Dec-11 to 31-Dec-12	46.51	14651.12	N.A.	N.A.	30.98	13098.46	27.70	12769.72
Since Inception 31-Mar-96 to 31-Dec-14	17.54	207584.30	N.A.	N.A.	13.01	99249.86	12.01	84062.72
Since Inception 02-Jan-13 to 31-Dec-14	N.A.	N.A.	26.94	16093.35	18.02	13916.37	17.61	13820.05

PRINCIPAL BALANCED FUND

Performance Date	Scheme Returns				Scheme's Benchmark (Crisil Balanced Fund Index)		Additional Benchmark (CNX Nifty Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)
	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)				
31-Dec-13 to 31-Dec-14	34.94	13494.27	36.06	13605.63	25.34	12534.46	31.39	13138.80
31-Dec-12 to 31-Dec-13	7.22	10722.43	N.A.	N.A.	6.05	10604.69	6.76	10675.52
30-Dec-11 to 31-Dec-12	34.18	13418.37	N.A.	N.A.	21.28	12127.97	27.70	12769.72
Since Inception 14-Jan-00 to 31-Dec-14	11.27	49470.00	N.A.	N.A.	N.A.	N.A.	11.50	51041.13
Since Inception 02-Jan-13 to 31-Dec-14	N.A.	N.A.	20.60	14529.17	14.72	13151.17	17.61	13820.05

SCHEMES MANAGED BY MR. GURVINDER SINGH WASAN

PRINCIPAL BANK CD FUND

Performance Date	Scheme Returns				Scheme's Benchmark (CRISIL Liquid Fund Index)		Additional Benchmark (CRISIL 1 Year T-Bill Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)
	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)				
31-Dec-13 to 31-Dec-14	8.86	10885.56	9.49	10949.36	9.21	10921.45	8.56	10855.81
31-Dec-12 to 31-Dec-13	9.07	10907.23	N.A.	N.A.	9.03	10903.13	5.86	10586.45
30-Dec-11 to 31-Dec-12	9.37	10936.87	N.A.	N.A.	8.54	10854.31	8.11	10810.71
Since Inception 06-Nov-07 to 31-Dec-14	8.13	17498.00	N.A.	N.A.	7.59	16882.81	6.11	15290.76
Since Inception 02-Jan-13 to 31-Dec-14	N.A.	N.A.	9.41	11964.52	9.13	11902.93	7.15	11477.35

PRINCIPAL INCOME FUND - SHORT TERM PLAN

Performance Date	Scheme Returns				Scheme's Benchmark (CRISIL Short-Term Bond Fund Index)		Additional Benchmark (CRISIL 10 Year Gilt Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)
	^Returns (%)	^PTP Returns (₹)	^Returns (%)	^PTP Returns (₹)				
31-Dec-13 to 31-Dec-14	9.87	10987.07	10.65	11065.36	10.47	11046.80	14.14	11414.28
31-Dec-12 to 31-Dec-13	7.83	10782.90	N.A.	N.A.	8.27	10827.20	-0.68	9932.21
30-Dec-11 to 31-Dec-12	10.22	11021.73	N.A.	N.A.	9.15	10914.85	10.67	11066.79
Since Inception 09-May-03 to 31-Dec-14	7.77	23930.50	N.A.	N.A.	6.93	21831.42	5.42	18496.40
Since Inception 02-Jan-13 to 31-Dec-14	N.A.	N.A.	9.52	11989.46	9.35	11951.33	6.27	11290.54

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.

^ Growth Option

SCHEMES MANAGED BY MR. PANKAJ JAIN

PRINCIPAL DEBT OPPORTUNITIES FUND - CONSERVATIVE PLAN

Performance Date	Scheme Returns				Scheme's Benchmark (CRISIL Liquid Fund Index)		Additional Benchmark (CRISIL 1 Year T-Bill Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)				
31-Dec-13 to 31-Dec-14	8.39	10839.44	9.37	10937.33	9.21	10921.45	8.56	10855.81
31-Dec-12 to 31-Dec-13	8.98	10898.32	N.A.	N.A.	9.03	10903.13	5.86	10586.45
30-Dec-11 to 31-Dec-12	9.93	10993.17	N.A.	N.A.	8.54	10854.31	8.11	10810.71
Since Inception 14-Sep-04 to 31-Dec-14	7.73	21540.90	N.A.	N.A.	7.05	20169.68	5.78	17848.03
Since Inception 02-Jan-13 to 31-Dec-14	N.A.	N.A.	9.40	11961.81	9.13	11902.93	7.15	11477.35

PRINCIPAL DEBT SAVINGS FUND - MONTHLY INCOME PLAN

Performance Date	Scheme Returns				Scheme's Benchmark (Cril MIP Blended Index)		Additional Benchmark (Cril 10 year Gilt Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)				
31-Dec-13 to 31-Dec-14	12.80	11280.42	13.65	11365.17	16.83	11682.80	14.14	11414.28
31-Dec-12 to 31-Dec-13	1.24	10123.90	N.A.	N.A.	4.41	10441.40	-0.68	9932.21
30-Dec-11 to 31-Dec-12	10.28	11027.79	N.A.	N.A.	12.12	11211.77	10.67	11066.79
Since Inception 23-May-02 to 31-Dec-14	8.37	27569.00	N.A.	N.A.	8.76	28835.71	6.55	22260.51
Since Inception 02-Jan-13 to 31-Dec-14	N.A.	N.A.	7.43	11536.72	10.21	12140.54	6.27	11290.54

PRINCIPAL DEBT SAVINGS FUND - RETAIL PLAN

Performance Date	Scheme Returns				Scheme's Benchmark (CRISIL Short-Term Bond Fund Index)		Additional Benchmark (CRISIL 10 Year Gilt Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)				
31-Dec-13 to 31-Dec-14	9.40	10939.83	10.22	11022.20	10.47	11046.80	14.14	11414.28
31-Dec-12 to 31-Dec-13	6.11	10610.65	N.A.	N.A.	8.27	10827.20	-0.68	9932.21
30-Dec-11 to 31-Dec-12	11.88	11188.30	N.A.	N.A.	9.15	10914.85	10.67	11066.79
Since Inception 30-Dec-03 to 31-Dec-14	8.24	23907.80	N.A.	N.A.	6.99	21039.89	4.89	16907.35
Since Inception 02-Jan-13 to 31-Dec-14	N.A.	N.A.	8.51	11769.82	9.35	11951.33	6.27	11290.54

PRINCIPAL CASH MANAGEMENT FUND

Performance Date	Scheme Returns				Scheme's Benchmark (CRISIL Liquid Fund Index)		Additional Benchmark (CRISIL 1 Year T-Bill Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)				
31-Dec-13 to 31-Dec-14	6.77	10676.69	6.83	10683.46	6.94	10693.90	6.15	10615.45
31-Dec-12 to 31-Dec-13	9.17	10917.45	N.A.	N.A.	9.03	10903.13	5.86	10586.45
30-Dec-11 to 31-Dec-12	9.71	10970.87	N.A.	N.A.	8.54	10854.31	8.11	10810.71
Since Inception 30-Aug-04 to 31-Dec-14	7.57	21276.22	N.A.	N.A.	7.03	20200.52	5.77	17862.69
Since Inception 01-Jan-13 to 31-Dec-14	N.A.	N.A.	9.23	11927.47	9.13	11905.55	7.19	11487.49

PRINCIPAL RETAIL MONEY MANAGER FUND

Performance Date	Scheme Returns				Scheme's Benchmark (CRISIL Liquid Fund Index)		Additional Benchmark (CRISIL 1 Year T-Bill Index)	
	Plan - Regular		Plan - Direct		^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)
	^Returns (%)	§PTP Returns (₹)	^Returns (%)	§PTP Returns (₹)				
31-Dec-13 to 31-Dec-14	7.01	10701.16	7.09	10709.17	6.94	10693.90	6.15	10615.45
31-Dec-12 to 31-Dec-13	9.78	10978.23	N.A.	N.A.	9.03	10903.13	5.86	10586.45
30-Dec-11 to 31-Dec-12	10.06	11006.17	N.A.	N.A.	8.54	10854.31	8.11	10810.71
Since Inception 28-Dec-07 to 31-Dec-14	6.40	15447.92	N.A.	N.A.	7.61	16722.24	6.17	15219.30
Since Inception 01-Jan-13 to 31-Dec-14	N.A.	N.A.	9.72	12036.25	9.13	11905.55	7.19	11487.49

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.

^ Growth Option

Tax Rates for Mutual Fund Investors¹ as per the Finance (No.2) Act, 2014 – SNAPSHOT



EQUITY ORIENTED FUNDS (SUBJECT TO STT³)

Financial Year	Short Term Capital Gains Tax (STCG) ²		Long Term Capital Gains Tax (LTCG) ²		Dividend Income		Tax on Distributed Income		TDS on Capital Gains ⁷	
	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15
Resident Individual / HUF / AOP / BOI	15%	15%	Nil	Nil	Exempt	Exempt	Nil	Nil	Nil	Nil
Resident Partnership Firms	15%	15%	Nil	Nil	Exempt	Exempt	Nil	Nil	Nil	Nil
Domestic Companies	15%	15%	Nil	Nil	Exempt	Exempt	Nil	Nil	Nil	Nil
NRIs ⁴	15%	15%	Nil	Nil	Exempt	Exempt	Nil	Nil	STCG - 15% ² LTCG - Nil	STCG - 15% ² LTCG - Nil
FIs ^{4 & 10}	15%	15%	Nil	Nil	Exempt	Exempt	Nil	Nil	STCG - Nil ⁶ LTCG - Nil ⁶	STCG - Nil ⁶ LTCG - Nil ⁶
QFI ^{4 & 10} (Individual / HUF)	15%	15%	Nil	Nil	Exempt	Exempt	Nil	Nil	STCG - 15% ² LTCG - Nil	STCG - 15% ² LTCG - Nil
QFI ^{4 & 10} (Companies)	15%	15%	Nil	Nil	Exempt	Exempt	Nil	Nil	STCG - 15% ² LTCG - Nil	STCG - 15% ² LTCG - Nil
FPI ^{4 & 10}	15%	15%	Nil	Nil	Exempt	Exempt	Nil	Nil	STCG - Nil ⁶ LTCG - Nil ⁶	STCG - Nil ⁶ LTCG - Nil ⁶

OTHER THAN EQUITY ORIENTED FUNDS (including Infrastructure Debt Funds⁸)

	Short Term Capital Gains Tax ^{2 & 13}		Long Term Capital Gains Tax ^{2 & 13}		Dividend Income		Tax on Distributed Income - Other than Liquid / Money Market Schemes		Tax on Distributed Income - Liquid / Money Market Schemes		TDS on Capital Gains ⁷	
	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14 ¹¹	2014-15 ^{11&12}	2013-14 ¹¹	2014-15 ^{11&12}	2013-14	2014-15
Resident Individual / HUF	As per slab rates	As per slab rates	10% (20% with Indexation)	20% (With Indexation) Option to tax @10% Without Indexation (if transferred between 1-4-2014 to 10-7-2014)	Exempt	Exempt	12.50% (from 1-4-2013 to 31-5-2013) 25% (from 1-6-2013 onwards)	25%	25%	25%	Nil	Nil
AOP/BOI	As per slab rates	As per slab rates	10% (20% with Indexation)	20% (With Indexation) Option to tax @10% Without Indexation (if transferred between 1-4-2014 to 10-7-2014)	Exempt	Exempt	30%	30%	30%	30%	Nil	Nil
Domestic Companies / Firms	30%	30%	10% (20% with Indexation)	20% (With Indexation) Option to tax @10% Without Indexation (if transferred between 1-4-2014 to 10-7-2014)	Exempt	Exempt	30%	30%	30%	30%	Nil	Nil
NRIs ⁴	As per slab rates	As per slab rates	Listed Units - 10% (20% with Indexation) Unlisted Units - 10% (without Indexation) ⁵	Listed Units - 20% (with Indexation) Option to tax @10% Without Indexation (if transferred between 1-4-2014 to 10-7-2014) Unlisted Units - 10% (without Indexation) ⁵	Exempt	Exempt	12.50% (from 1-4-2013 to 31-5-2013) 25% (from 1-6-2013 onwards) 5% for IDFs (from 1-6-2013 onwards)	25% 5% for IDFs	25%	25%	STCG - 30% ² LTCG - 20% ² with indexation for listed units. 10% ² without indexation for unlisted units ⁵	STCG - 30% ² LTCG - 20% ² with indexation for listed units. 10% ² without indexation for unlisted units ⁵

(Contd. on next page)

Tax Rates for Mutual Fund Investors¹ as per the Finance (No.2) Act, 2014 – SNAPSHOT



OTHER THAN EQUITY ORIENTED FUNDS (including Infrastructure Debt Funds⁸) [Contd.]

	Short Term Capital Gains Tax ^{2 & 13}		Long Term Capital Gains Tax ^{2 & 13}		Dividend Income		Tax on Distributed Income - Other than Liquid / Money Market Schemes		Tax on Distributed Income - Liquid / Money Market Schemes		TDS on Capital Gains ⁷	
	2013-14	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14 ¹¹	2014-15 ^{11&12}	2013-14 ¹¹	2014-15 ^{11&12}	2013-14	2014-15
FIIs ^{4 & 10}	30%	30%	10% without Indexation	10% without Indexation	Exempt	Exempt	30%	30%	30%	30%	STCG - Nil ⁶ LTCG - Nil ⁶	STCG - Nil ⁶ LTCG - Nil ⁶
QFI ^{4 & 10} (Individual/ HUF)	As per slab rates	As per slab rates	Listed Units - 10% (20% with Indexation) Unlisted Units - 10% (without Indexation) ⁵	Listed Units - 20% (with Indexation) Option to tax @10% Without Indexation (if transferred between 1-4-2014 to 10-7-2014) Unlisted Units - 10% (without Indexation) ⁵	Exempt	Exempt	12.50% (from 1-4-2013 to 31-5-2013) 25% (from 1-6-2013 onwards) 5% for IDFs (from 1-6-2013 onwards)	25% 5% for IDFs	25%	25%	STCG - 30% ² LTCG - 20% ² with indexation for listed units. 10% ² without indexation for unlisted units ⁵	STCG - 30% ² LTCG - 20% ² with indexation for listed units. 10% ² without indexation for unlisted units ⁵
QFI ¹⁰ (Companies) ⁴	40%	40%	Listed Units - 10% (20% with Indexation) Unlisted Units - 10% (without Indexation) ⁵	Listed Units - 20% (with Indexation) Option to tax @10% Without Indexation (if transferred between 1-4-2014 to 10-7-2014) Unlisted Units - 10% (without Indexation) ⁵	Exempt	Exempt	30%	30%	30%	30%	STCG - 40% ² LTCG - 20% ² with indexation for listed units. 10% ² without indexation for unlisted units ⁵	STCG - 40% ² LTCG - 20% ² with indexation for listed units. 10% ² without indexation for unlisted units ⁵
FPI ^{4 & 10}	30%	30%	10% without Indexation	10% without Indexation	Exempt	Exempt	30%	30%	30%	30%	STCG - Nil ⁶ LTCG - Nil ⁶	STCG - Nil ⁶ LTCG - Nil ⁶

- It is assumed that the mutual fund units are held as capital assets by the investors.
- Plus applicable surcharge [refer note 9], 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.
- Securities Transaction Tax (STT) is applicable only in respect of sale of units of Equity-oriented funds (EOFs) on a recognised stock exchange and redemption of EOUs by the mutual fund. Purchase/ sale/ redemption of units other than EOUs are not subject to STT.
- Non-resident investors (such as FIIs, OFIs, FPIs, etc.) 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 of being a resident of his home country. Furthermore, as per section 90(5) of the Act, non-resident is also required to provide such other documents and information, as prescribed by CBDT, as applicable.
- 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.
- Section 196D of the Act provides that no tax is required to be withheld for payment to a FII / FPI in respect of capital gains arising on transfer of units.
- 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, 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%.
- "Infrastructure debt fund" means an infrastructure debt fund as defined in clause 1 of the regulation 49L of the Securities and Exchange Board of India (Mutual Fund) Regulations, 1996. As per clause 1 of regulation 49L, an "infrastructure debt fund scheme" would mean, a scheme which invests primarily (minimum 90% of scheme assets) in debt securities or securitized debt instrument of infrastructure companies or infrastructure capital companies or infrastructure projects or special purpose vehicles, etc. or other permissible assets in accordance with these regulations or bank loans in respect of completed and revenue generating projects of infrastructure companies or projects or special purpose vehicles.

(Contd. on next page)

Tax Rates for Mutual Fund Investors¹ as per the Finance (No.2) Act, 2014 – SNAPSHOT



9 Surcharge applicable for FY 2014-15:

Type of Investor	Surcharge rate as a % of Income-tax		
	If income is less than ₹ 1 crores	If income exceeds ₹ 1 crore but less than ₹ 10 crores	If income exceeds ₹ 10 crores
Resident Individual, HUF, AOP and Partnership Firm	Nil	10%	10%
Domestic Company	Nil	5%	10%
Foreign Company	Nil	2%	5%
Foreign non-corporate	Nil	10%	10%

10 The FPI Regulations replaced the existing SEBI (Foreign Institutional Investor) Regulations, 1995 and the Qualified Foreign Investors framework, and are effective from 7 January 2014. As per Notification No. 9/2014 dated 22 January 2014, the Central Government has specified the Foreign Portfolio Investors registered under the Securities and Exchange Board of India (Foreign Portfolio Investors) Regulations, 2014, as 'Foreign Institutional Investor' for the purposes of clause (a) of the Explanation to section 115AD of the Act.

11 Rates are exclusive of surcharge at the rate of 10% and education cess at the rate of 3%.

12 With effect from 1 October 2014, as per Finance (No. 2) Act, 2014, additional tax on income distributed to unit-holders would be levied on the amount of income to be distributed including such additional tax (i.e. grossing-up), as against levy on only the amount of income to be distributed, thereby resulting in a higher effective rate of tax on distributed income.

13 Capital gains arising on the transfer or redemption of other than equity oriented units (from 1 April 2014 to 10 July 2014) held for a period of 12 months or more, immediately preceding the date of transfer should be regarded as 'long term capital gains'. Capital gains arising on transfer or redemption of such units on or after 11 July 2014 should be regarded as long-term capital gains if such units are held for a period of 36 months or more immediately preceding the date of transfer.

INCOME TAX RATES FOR INDIVIDUAL / HUF / AOP / BOI for AY 2015-16

Total Income	Tax Rates (c)
Up to ₹ 250,000 (a)(b)(d)	NIL
₹ 250,001 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 ₹ 300,000.
 (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) Plus, surcharge on income-tax, as applicable and 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.
 (d) Rebate of upto ₹ 2,000 available for resident individuals whose total income does not exceed ₹ 5,00,000.

WEALTH TAX ON MF UNITS

Wealth Tax	MF units are exempt
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SECURITIES TRANSACTION TAX

Equity Oriented Fund
STT on sale of a unit of equity oriented mutual fund to the mutual fund is levied at 0.001%.
No STT is chargeable on purchase of units of an equity oriented mutual fund entered into in recognised stock exchange w.e.f. 1.6.2013.
STT on sale of a unit of an equity oriented mutual fund where the transaction is entered into in recognized stock exchange and the contract for sale is settled by the actual delivery is levied at 0.001%.
Other than Equity Oriented Fund: Purchase/ sale/ redemption of units other than equity-oriented units shall not be subject to STT.
Mutual Fund would also pay securities transaction tax wherever applicable on the securities bought/sold.
As per Section 94(7): 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.
As per Section 94(8): 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.

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 (No. 2) Act, 2014. The tax implications 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 note.

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. 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:

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 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:** 102, Megha House, Opp. Kotak Mahindra Bank, Mithakhali Law Garden Road, Ahmedabad-380 006 • **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 • **Hyderabad:** ANR Center, Unit No. 201, 1st Floor, Road No.1, Banjara Hills, Hyderabad - 500 034 • **Jaipur:** 61-A, Vasanti, Sardar Patel Marg, C-Scheme, Jaipur-302 001 • **Kolkata:** Bachhawati 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.

Points of Service ("POS") of MF UTILITIES INDIA PRIVATE LIMITED ("MFUI") as Official Point of Acceptance:

The Online Transaction Portal of MF Utility is www.mfuonline.com and the list of POS of MFUI is published on the website of MFUI at www.mfuidia.com, as updated from time to time.

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

Agra: 1st Floor, Deepak Wasan Plaza, Behind Holiday Inn, Opp. Megdoot Furnitures, Sanjay Place, Agra-282 002 • **Ahmedabad:** 201/202 Shail, Opp. Madhusudan House, Navrangpura, Ahmedabad-380 006 • **Ajmer:** 302, 3rd Floor, Ajmer Auto Building, Opp. City Power House, Jaipur 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, Opp. Aga Heritage Club, Amritsar-143 001 • **Anand:** B-42 Vaibhav Commercial Center, Nr TVS Down Town Show Room, Grid Char Rasta, Anand-380 001 • **Asansol:** 114/71, G.T. Road, Near Sony Centre, Bhangra Pachil, Asansol-713 303

• **Aurangabad:** Ramkunj Niwas, Railway Station Road, Near Osmanpura Circle, Aurangabad-431 005 • **Bangalore:** 59, Skanda Puttanna Road, Basavanagudi, Bangalore-560 004

• **Bankura:** Ambika Market Complex, Gr. Floor, Nutanganj, Post & Dist Bankura, Bankura-722 101 • **Bareilly:** 1st Floor, 165, Civil Lines, Opp. Hotel Bareilly Palace, Near Railway Station, Bareilly-243 001 • **Belgaum:** CTS No. 3939/ A2 A1, Above Raymonds Show Room, Beside Harsha Appliances, Club Road, Belgaum-590 001 • **Bharuch:** Shop No. 147-148, Aditya Complex, Near Kasak Circle, Bharuch-392 001 • **Bhatinda:** #2047-A 2nd Floor, The Mall Road, Above Max New York Life Insurance, New Delhi-151 001 • **Bhavnagar:** G-11 Giranjali Complex, Beside Bhavnagar Municipal Corporation & Collector Office, Kalanala, Bhavnagar-364 001 • **Bhilai:** Shop No. 1, First Floor, Plot No.1, Commercial Complex, Nehru Nagar (East), Bhilai-490 020

• **Bhopal:** Kay Kay Business Centre, 133, Zone I, M.P. Nagar, Above City Bank, Bhopal-462 011 • **Bhubaneswar:** A/181, Back Side of Shivam Honda Show Room, Saheed Nagar, Bhubaneswar-751 007 • **Bikaner:** 70-71, 2nd Floor, Dr. Chahar Building, Panchsati Circle, Sadul Ganj, Bikaner-334 001 • **Bokaro:** B-1, 1st Floor, City Centre, Sector-4, Near Sona Chandi Jewellers, Bokaro-827 004 • **Burdwan:** 63 G.T. Road, Halder Complex 1st Floor, Burdwan-713 101 • **Calicut:** 2nd Floor, Soubhagya Shopping Complex, Arayidathpalam, Mavoor Road, Calicut-673 004 • **Chandigarh:** SCO 2423-2424, Sector 22-C, Chandigarh-160 022 • **Chennai:** F-11, Akshaya Plaza, 1st Floor, 108, Adhithanar Salai, Egmore, Opp. Chief Metropolitan Court, Chennai-600 002 • **Cochin:** Ali Arcade, 1st Floor, Kizhavana Road, Panampilly Nagar, Near Atlantis Junction, Ernakulam-682 036 • **Coimbatore:** 3rd Floor, Jaya Enclave, 1056/1057 Avinashi Road, Coimbatore-641 018 • **Cuttack:** P.O. - Buxi Bazar, Cuttack, Opp. Dargha Bazar, Dargha Bazar, Cuttack-753 001 • **Dehradun:** Kaulagarh Road, Near Sirmour Margabove, Reliance Webworld, Dehradun-248 001 • **Dhanbad:** 208 New Market, 2nd Floor, Bank More, Dhanbad-826 001 • **Durgapur:** 1st Floor, Old Dutta Automobile Bldg., Nachan Road, Benachity, Durgapur-713 213 • **Erode:** No. 4, Veerappan Traders Complex, KMY Salai, Sathy Road, Opp. Erode Bus Stand, Erode-638 003 • **Faridabad:** A-2B, 1st Floor, Nehru Groundniti, Faridabad-121 001

• **Ghaziabad:** 1st Floor, C-7, Lohia Nagar, Ghaziabad-201 001 • **Gorakhpur:** Above V.I.P. Houseadjacent, A.D. Girls College, Bank Road, Gorakhpur-273 001 • **Gurgaon:** Shop No.18, Gr. Floor, Sector-14, Opp. AKD Tower, Near Huda Office, Gurgaon-122 001 • **Guwahati:** 1st Floor, Bajrangbali Building, Near Bora Service Station, G.S. Road, Guwahati - 781 007 • **Gwalior:** 2nd Floor, Rajeev Plaza, Jayendra Ganj, Lashkar, Gwalior. M.P.-474 009 • **Hubli:** CTC No. 483 / A1-A2, Gr. Floor, Shri Ram Plaza, Behind Kotak Mahindra Bank, Club Road, Hubli - 580 029.

• **Hyderabad:** 8-2-596, Avenue 4, Karvy Plaza, Street No. 1, Banjara Hills, Hyderabad-500 034 • **Indore:** 2nd Floor, 203-205, Balaji Corporates, Above ICICI Bank, 19/1 New Palasia, Indore-452 001 • **Jabalpur:** Grover Chamber, 43 Naya Bazar Malviya Chowk, Opp. Shyam Market, Jabalpur-482 002 • **Jaipur:** S-16/A 3rd Floor, Land Mark Building, Opp. Jai Club, Mahav Marg C-Scheme, Jaipur-302 001 • **Jalandhar:** 1st Floor, Shanti Towers, SCO No. 37, PUDA Complex, Opp. Tehsil Complex, Jalandhar-144 001 • **Jalgaon:** 113, Navi Peth, B/H Mahalaxmi Dairy, Jalgaon-425 001 • **Jammu:** 5 A/D Extension 2, Near Panama Chowk Petrol Pump, Panama Chowk, Jammu-180 012 • **Jamnagar:** 136-138, Madhav Palaza, Opp. SBI Bank, Near Lal Bunglow, Jamnagar-361 001 • **Jamshedpur:** 2nd Floor, R.R. Square, SB Shop Area, Near Reliance Foot Print & Hotel, BS Park Plaza, Main Road, Bistupur, Jamshedpur-831 001 • **Jodhpur:** 203, Modi Arcade, Chopasani Road, Jodhpur-342 001 • **Junagadh:** 124-125 Punit Shopping Center, M.G. Road, Ranavav Chowk, Junagadh-362 001 • **Kanpur:** 15/46, B, Gr. Floor, Opp. Muir Mills, Civil Lines, Kanpur-208 001 • **Karnal:** 18/369, Char Chaman, Kunjipura Road, Behind Miglani Hospital, Karnal-132 001 • **Kolhapur:** 605/1/4, E Ward, Shahupuri 2nd Lane, Laxmi Niwas, Near Sultane Chambers, Kolhapur-416 001 • **Kolkata:** 166 A, Rashbihari Avenue, 2nd Floor, Opp. Fortish Hospital, Kolkata-700 029 • **Kota:** 29, 1st Floor, Near Lala Lajpat Rai Circle, Shopping Centre, Kota-324 007 • **Kottayam:** 1st Floor Csiascension Square, Railway Station Road, Collectorate P. O., Kottayam-686 002 • **Lucknow:** 24, Prem Nagar, Ashok Marg, Lucknow-226 001

• **Ludhiana:** SCO-136, 1st Floor, Above Airtel Showroom, Feroze Gandhi Market, Ludhiana-141 001 • **Madurai:** Rakesh Towers, 30-C, 1st Floor, Bye Pass Road, Opp. Nagappa Motors, Madurai-625 010 • **Malda:** Sahis Tuli, Under Ward No.6, No.1 Govt Colony, English Bazar Municipality, Malda-732 101 • **Mangalore:** Mahendra Arcade, Opp. Court Road, Karangal Padi, Mangalore-575 003 • **Meerut:** 1st Floor, Medi Centre, Opp. ICICI Bank, Hapur Road, Near Bachha Park, Meerut-250 002 • **Mehsana:** UI-47, Apollo Enclave, Opp. Simandhar Temple, Modhera Cross Road, Mehsana-384 002 • **Moradabad:** Om Arcade, Parker Road, Above Syndicate Bank, Chowk Tari Khana, Moradabad-244 001 • **Mumbai:** 24/B, Raja Bahadur Compound, Ambalal Doshi Marg, Behind BSE Bldg., Fort, Mumbai-400 001 • **Mumbai - Borivali:** Gr. Floor, Himanshu Bldg., Sodawala Lane, Lina Chandawarkar Road, Borivali, Mumbai-400 091

• **Mumbai - Thane:** 101, Yashwant Building, Ram Ganesh, Godkari Path, Ram Maruti Road, Naupada, Thane-400 602 • **Muzaffarpur:** 1st Floor, Uma Market, Thana Gumtimoti Jheel, Muzaffarpur-842 001

• **Mysore:** L-350, Silver Tower, Ashoka Road, Opp. Clock Tower, Mysore-570 001 • **Nadiad:** 104/105, Near Paras Cinema, City Point Nadiad, Nadiad-387 001 • **Nagpur:** Plot No. 2/1, House No 102/1, Mangaldeep Apartment, Mata Mandir Road, Opp. Khandelwal Jewelers, Dharampeth, Nagpur-440 010 • **Nasik:** S-12, Suyojit Sankul, Sharanpur Road, Near Rajiv Gandhi Bhavan, Nasik-422 002 • **Navsari:** 1/1 Chinmay Arcade, Opp. Sattapir Road, Tower Road, Navsari-396 445 • **New Delhi:** 305, New Delhi House, 27, Barakhamba Road, New Delhi -110 001

• **Noida:** 307, Jaipuria Plaza, D-68-A, 2nd Floor, Opp. Delhi Public School, Sector 26, Noida-201 301 • **Panipat:** 1st Floor, Krishna Tower, Above Amertex, G.T. Road, Panipat-132 103

• **Panjim:** City Business Centre, Coelho Pereira Building, Room No. 18, 19 & 20, Dada Vaidya Road, Panjim-403 001 • **Patiala:** SCO-27 D, Chhotti Baradari, Near Car Bazaar, Patiala-147 001

• **Patna:** 3-A, 3rd Floor, Anand Tower, Exhibition Road, Opp. ICICI Bank, Patna-800 001 • **Pondicherry:** No. 7, Thiayagaraja Street, Pondicherry-605 001 • **Pune:** Office # 16, Gr. Floor, Shrinath Plaza, Near Dyaneshwar Paduka Chowk, F. C. Road, Pune-411 005 • **Raipur:** 2 & 3, Lower Level, Millennium Plaza, Room No. L 1, 2 & 3, Behind Indian Coffee House, Raipur-492 001 • **Rajkot:** 104, Siddhi Vinyak Complex, Opp. Ramkrishna Ashram, Dr. Yagnik Road, Rajkot, Rajkot-360 001 • **Ranchi:** Room No. 307, 3rd Floor, Commerce Tower, Beside Mahabir Tower, Ranchi-834 001

• **Rourkela:** 1st Floor, Sandhu Complex, Kachery Road, Uditnagar, Rourekla-769 012 • **Salem:** No. 40, 2nd Floor, Brindavan Road, Fairlands, Near Perumul Koil, Salem-636 016 • **Shillong:** Annex Mani Bhawan, Lower Thana Road, Near R K M Lp School, Shillong-793 001 • **Shimla:** Triveni Building, By Pas Chowkhhallini, Shimla-171 002 • **Siliguri:** Nanak Complex, Sevoke Road, Siliguri-734 001 • **Surat:** G-5, Empire State Building, Near Udhna Darwaja, Ring Road, Surat-395 002 • **Tirunelveli:** 55/18, Jeney Building, S.N. Road, Near Aravind Eye Hospital, Tirunelveli-627 001 • **Trichur:** 2nd Floor, Brothers Complex, Naikkanal Junction, Shornur Road, Near Dhanalakshmi Bank H O, Thrissur-680 001 • **Trichy:** 60, Sri Krishna Arcade, Thennur High Road, Trichy-620 017 • **Trivandrum:** 2nd Floor, Akshaya Tower, Sasthamangalam, Trivandrum-695 010 • **Udaipur:** 201-202, Madhav Chambers, Opp. G P O., Chetak Circle, Udaipur-313 001 • **Vadodara:** SB-5, Mangaldeep Complex, Opp. Masonic Hall, Productivity Road, Alkapuri, Baroda-390 007 • **Valsad:** Shop No. 2, Phiroza Corner, Opp. Next Show Room, Tithal Road, Valsad-396 001

• **Vapi:** Shop No. 12, Ground Floor, Sheetal Appatment, Near K.P. Tower, Vapi-396 195 • **Varanasi:** D-64/132, 1st Floor, Anant Complex, Sagra, Varanashi-221 010 • **Vellore:** No. 1, M. N. R. Arcade, Officers Line, Krishna Nagar, Vellore-632 001 • **Vijayawada:** 39-10-7, Opp. Municipal Water Tank, Labbipet, Vijayawada-520 010 • **Visakhapatnam:** Door No: 48-8-7, Dwaraka Dimond, Gr. Floor, Srinagar, Visakhapatnam - 530 016 • **Warangal:** 5-6-95, 1st Floor, Opp. B.Ed Collage, Lashkar Bazar, Chandra Complex, Hanmakonda, Warangal-506 001.

Name, Address and Website of Registrar:

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

Karvy Registry House, #8-2-596, Avenue 4, Street No. 1, Banjara hills, Hyderabad-500 034. Website: www.karvycomputershare.com

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



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