

LET MONEY NOT COME
IN THE WAY OF FULFILLING
YOUR CHILD'S DREAMS.
START AN SIP TODAY.



Haq, ek behtar zindagi ka.



SYSTEMATIC INVESTMENT PLAN

To know more about SIP,
visit www.beswatantra.com

Be prepared for your child's future

Surveys show that the top priorities for parents to secure their child's future are providing the best education and taking care of marriage expenses. Being the two major cash outflows, they require meticulous financial planning – the sooner, the better! In all likelihood, investing in savings instruments like recurring deposits, fixed deposits or even insurance plans may fall short in generating the required amount.



Your kid may choose an unconventional field of study in the future, which might need a lump sum. Plus, higher education now includes boarding costs, gadget costs, lifestyle expenses etc., in addition to tuition fees. Apart from education and marriage, there are other ancillary overheads to be met like health, travel, creative pursuits, lifestyle etc., among others. It is best to be financially prepared so that your child does not miss out or compromise on any of these experiences.

One of the best ways of doing so is by investing in mutual funds via SIPs.



In the long run, an SIP in a good equity fund can create a corpus which may be much larger than what other traditional savings instruments may generate. Also, equities may help in providing higher inflation adjusted returns.

It is advisable to do goal based SIPs, and increase the value each year, as you earn more. You can use calculators available on www.beswatantra.com for compound interest, cost of child education and wedding expenses to estimate how much money you need when your child goes for higher education, and when he/she is ready to get married.

INVESTMENT HORIZON

SIP Amount Invested (₹)	3 Yr	5 Yr	7 Yr	10 Yr	15 Yr	17 Yr
	Corpus Value (Figures in Lakhs)					
5,000	2.28	4.48	7.45	13.93	33.84	47.01
10,000	4.57	8.97	14.90	27.87	67.69	94.01
25,000	11.42	22.42	37.24	69.66	169.22	235.03
50,000	22.84	44.84	74.48	139.33	338.43	470.05
100,000	45.68	89.68	148.97	278.66	676.86	940.11

*Calculated at 15% rate of interest.

PN: In the above illustration, the future values have been arrived at, after assuming the specified rate of return.

Here are a few steps to plan your child's future corpus via a Systematic Investment Plan (SIP):



1 Estimate when your child will go for higher education and when he/she could get married.

2 Consider consulting a financial planner/advisor to determine the required sum and to select the schemes.



3 Select an equity fund from a fund house.

4 Fill up the application form(s) for the fund(s) you have selected.



5 Fill up the ECS mandate(s) for automatic transfer of money from your bank account to the fund(s).



6 Fill up the SIP mandate(s) for the fund.



7 Be careful not to touch these investments except under extreme conditions.

8 Review regularly if the amount of money required is sufficient, your investments are on track etc.



9 If required, rebalance the portfolio.

Start an SIP today to fulfil your child's dreams tomorrow.

UTI SWATANTRA *An investor education initiative*

**For more information,
give a missed call on 8655097225**