

GIFT YOUR
CHILD OR GRANDCHILD*
THE POWER OF AN SIP.



Haq, ek behtar zindagi ka.



*It can be gifted only to a minor

SYSTEMATIC INVESTMENT PLAN

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

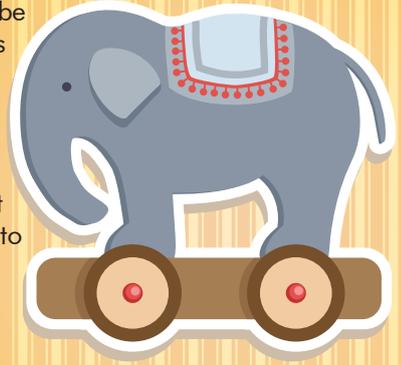
MUTUAL FUND INVESTMENTS ARE SUBJECT TO MARKET RISKS, READ ALL SCHEME RELATED DOCUMENTS CAREFULLY.

A gift that gets better with time!

A gift is a way to tell your loved ones what they really mean to you. Traditional gifting is generally in the form of money, jewellery, accessories or gadgets. While money can be used right then or later, the value of other gift items depreciates with time. This holds true for gold, gift vouchers and other gifts.

Financial security, however, is a gift whose value increases with time. When you gift money, it needs to be deposited in a bank and then a cheque needs to be issued to invest the amount in a financial product. This is an elaborate and laborious process! Instead, gifting an SIP to your child/grandchild is thoughtful. Simply start an SIP for the total amount which you want to gift in the name of the minor and allow it to grow till the time of its intended use.

The ideal birthday gift for your kid* or grandchildren* - gifting them an SIP means that you care.



Things to keep in mind.



For the recipients, the gift should have long-term value.



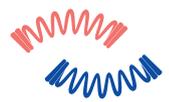
Its value should not diminish due to inflation and taxes.



Long term risks should be minimized.



There should be flexibility to use the same, in case of emergency.



There should be flexibility to use it periodically, if needed.

Gifting an SIP, especially is an equity or an equity oriented balanced fund, satisfies all these parameters.

How to gift an SIP?

1

Start a regular investment in the name of the child/grandchild (minor)
or
Start an SIP in his/her name with the recipient (minor) as the nominee.



Fill up the SIP form, along with the Electronic Clearing Service (ECS) mandate for direct transfer from the bank account of the person gifting the SIP.

2

3

In case the recipient gets money occasionally, the money could be put in a short term fund and then a Systematic Transfer Plan (STP) could be set up in a suitable scheme.



For a more detailed idea on the expected corpus from an SIP investment, please use an SIP calculator. These calculators are available on www.beswatantra.com and the following table illustrates one.

INVESTMENT HORIZON - 17 YEARS			
Monthly SIP Amount (₹)	Corpus @10%	Corpus @ 12%	Corpus @ 15% (₹) (in Lakhs)
3,000	16.11	20.04	28.20
5,000	26.83	33.40	47.01
7,000	41.86	46.75	65.81
10,000	53.67	66.79	94.01

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

UTI SWATANTRA *An investor education initiative*

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