

SAVE TAXES
THE SMART WAY!
START AN SIP TODAY.



Haq, ek behtar zindagi ka.



**SYSTEMATIC
INVESTMENT PLAN**

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

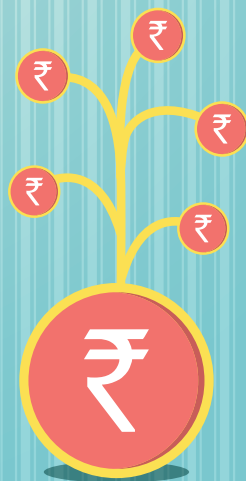
MUTUAL FUND INVESTMENTS ARE SUBJECT TO MARKET RISKS, READ ALL SCHEME RELATED DOCUMENTS CAREFULLY.

A large number of people in India make their tax-saving investments closer to March, while ideally, it is better to start in April itself - just when the financial year starts, and continue to execute the plan through the year. If one follows the latter path, one does not feel the pinch of making bunched-up investments during the closing months of the financial year, which is in March or even in the few months preceding that.



SIPs in ELSS

Another tax-saving instrument in the mutual fund space is the Equity-Linked Savings Scheme (ELSS), offered by mutual fund houses. If you invest in ELSS, which has been approved by the government for saving taxes, you can claim tax benefits under section 80C of the Income Tax Act. In every scheme, you can do a Systematic Investment Plan (SIP) with an Electronic Clearing Service (ECS) mandate so that every month a fixed sum of money is deducted from your account and invested in the plan.



ADVANTAGES OF INVESTING IN ELSS



A lower fee is charged.

ELSS offers good scope of returns.



Dividend option for income along with tax savings.



Choice of SIP option in ELSS.



SIP in ELSS brings investing discipline.



Lower lock-in of three years, unlike other tax saving investments.



SIP in ELSS helps to spread the investment over several months.








Dividend and growth options in ELSS.

(For people who have long years of working life ahead of them, it's better to opt for the growth option)



How does it compare with other tax-saving options?

					
Tax Saving Options	Minimum Investment Amount (₹)	Tenure/ Lock-in Period (Years)	Interest / Return	SIP Facility	Maturity Amount Taxability
Equity Linked Savings Scheme (ELSS)	500	3	Market linked *	Yes	Dividends are tax free & Long Term Capital gains are tax free, subject to STT
Public Provident Fund (PPF)	500	15**	Fixed#	Not available	Interest accrued is tax-free
Tax-Saving Term Deposit with Scheduled Banks	100	5	Fixed	Not available	Interest is added to income and taxed accordingly
Infrastructure Bonds	5000	3-10	Fixed	Not available	Interest is added to income and taxed accordingly
National Savings Certificate (NSC)	100	5	Fixed#	Not available	Interest is added to income and taxed accordingly##

* Market linked – Returns are subject to market risk.

** Premature withdrawal under PPF is available from 7th financial year. However, the full amount can be withdrawn after 15 years.

Reviewed periodically.

The interest portion reinvested is also eligible for tax rebate u/s 80C of IT Act, 196. Tax benefits are subject to the provisions of SID, SAI and the Income Tax Act, 1961 and are subject to amendments, from time to time. For more information on the tax provisions, please refer to prevailing IT laws. SIP – Systematic Investment Plan

UTI SWATANTRA

An investor education initiative

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