

# Swatantra Kumar Explains: Step by Step – SIP by SIP



What sounds doable -  
an investment worth  
₹12,000 or ₹1,000?

The latter sounds like a  
more feasible option. Even  
a small SIP  
of ₹1,000 can  
help you build a  
retirement corpus  
worth a crore\*.

\*Figure achieved through compounding calculator.  
Years=35, Percent yield = 15, Initial balance = 1,000,  
Monthly contribution = 1,000.

Here's how a SIP-by-SIP approach can help you build a corpus:



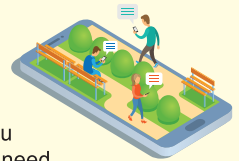
## BABY STEPS

As explained earlier, dividing your corpus into smaller SIPs can help you start early. You can even change your SIP amount without any penalty.

Therefore, you can invest economically as per your convenience and capacity. The smaller the SIP, easier it is to be regular with it. You can divide your investments into monthly, quarterly, half-yearly, weekly, and daily frequency.

## SMALL REGULAR INVESTMENTS

Smaller investments are more common especially when you have just started investing. Once you become regular with small regular investments, you can try improving your capacity. It also gives you the benefit of rupee cost averaging, since you don't need to time the market before investing. Through Mutual Fund SIPs, you invest during different market conditions. Therefore, a peak or plunge will not have a significant impact on your portfolio.



\*This content was created exclusively for UTI Swatantra. Visit <http://www.utiswatantra.com> for more information

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.