

Value Systematic Transfer Plan ("Value STP") - Terms and Conditions

1. Investors are advised to read the Scheme Information Document(s) (SIDs) and Key Information Memorandum(s) (KIMs) of the Transferee Scheme(s) and Statement of Additional Information (SAI), Instructions and Terms and Conditions carefully before investing and/ or enrolling for Value STP.
2. Value Systematic Transfer Plan ("Value STP") by DSP Mutual Fund (Fund) is a facility wherein Unit holder(s) of designated open-ended Scheme(s) of the Fund can opt to systematically transfer amount(s), which may vary based on the value of investments already made/transferred under this facility, on the date of transfer at pre-determined intervals from designated open-ended Scheme(s) of the Fund [hereinafter referred to as "Transferor Scheme"] to the 'Growth Option' only of designated open-ended Scheme(s) of the Fund [hereinafter referred to as "Transferee Scheme"], other than any scheme having lock-in feature, including a feature of 'Reverse Transfer' from Transferee Scheme into the Transferor Scheme, in order to achieve the Target Market Value on each transfer date in the Transferee Scheme, subject to the terms and conditions of Value STP.
3. Transferor Schemes: Currently, all the plan and options of all the open ended scheme(s) of the Fund (except DSP Liquidity Fund, DSP Tax Saver Fund) are designated as Transferor Schemes.
4. Transferee Schemes: Growth option of all the open ended scheme(s) of the Fund (except DSP Liquidity Fund, DSP Tax Saver Fund) are designated as Transferee Schemes. Investors may contact the nearest Investor Service Centre (ISC) of the Fund for updated list of schemes.
5. Value STP Enrolment Form should be completed in English and in Block Letters only. Please tick (✓) in the appropriate box (☐), where boxes have been provided. The Value STP Enrolment Form complete in all respects, should be submitted at any of the Official Points of Acceptance of the Fund and will be registered within seven days.
6. Single Value STP Enrolment Form can be filled for transfer into one Scheme/Plan & corresponding Growth Option only.
7. In case of valid enrolment forms received, indicating choice of option other than the Growth Option in the Transferee Scheme, it will be deemed as the Growth Option in the Transferee Scheme and registered accordingly.
8. The Value STP Facility is available only for units held / to be held in Non - demat Mode in the Transferor and the Transferee Scheme.
9. In case the day/date of transfer falls on a Non-Business Day or falls during a book closure period, the immediate next Business Day will be considered for the purpose of determining the applicability of NAV.
10. Value STP instalment Amount related:
 - a. In Value STP, transfers from the Transferor Scheme in to Transferee Scheme are made to achieve the Total Target Market Value in the Transferee Scheme based on number of instalments and amount for each instalment.
 - b. This is done by transferring an amount at regular intervals in such a way, so as to keep the Market Value of the units in the Transferee Scheme equivalent to the product of 'number of instalments (including current instalment)' and 'fixed amount of the first instalment amount specified by the Unit holder' on the date of each transfer during the tenure of the Value STP, subject to overall terms and conditions.
 - c. Hence, the instalment amount to be transferred will be arrived on the basis of the difference between the Target Market Value and the actual Market Value of the holdings in the Transferee Scheme as on the date of transfer.
 - d. The first Value STP instalment will be processed for the fixed instalment amount specified by the Unit holder in the enrolment form. From the second Value STP instalment onwards, the transfer amount shall be computed as per formula stated hereunder, including a 'Reverse Transfer' as provided hereunder:
 - i. [First instalment amount X Number of instalments including the current instalment] less (-) [Market Value of the investments through Value STP in the Transferee Scheme as on the date of transfer]
 - ii. Reverse Transfer: On the date of transfer, if the market value of the investments in the Transferee Scheme through Value STP is higher than the 'first instalment amount X number of instalments (including the current instalment)', then a 'Reverse Transfer' will be effected from the Transferee Scheme to the Transferor Scheme to the extent of the difference in the amount, in order to arrive at the Target Market Value.
 - e. It may however be noted that the Total Amount Invested through Value STP over its tenure in the Transferee Scheme, may be higher or lower than the Total Target Market Value of the investment (i.e. the first instalment amount X total number of instalments specified by the Unit holder). This may be on account of fluctuations in the market value of the Transferee Scheme.
 - f. In case the instalment amount to be transferred is not available in the Transferor Scheme, the residual amount will be transferred to the Transferee Scheme and Value STP will be closed/ceased/terminated.
 - g. In case there is a redemption or switch-out of any units allotted under Value STP in the Transferee scheme, the balance instalments during the tenure of Value STP will be processed for the fixed instalment amount only, as specified by the unit holder at the time of enrolment, subject to other terms and conditions. The redemption/switch-out of units allotted in the Transferee Scheme is always processed on First-In First-Out (FIFO) basis.
 - h. It is expressly clarified that where the STP instalments are of value of Rupees Two Lakhs and more and units switched are allotted in to Transferee Scheme (or Transferor Schemes in case of Reverse Transfer) based on funds realisation as per the provisions of SID, then on the date of next systematic transfer, only the units that are already allotted, will be included in calculation for arriving at the amount to be transferred and units which are pending allotment on next instalment date, due to funds realisation, will not be included in calculation for arriving at the amount to be transferred.
11. How does the Value STP work? - DSP Value STP consists of two parts, 'Transfer' & 'Reverse Transfer', as illustrated below.

The following example illustrates how Value STP with a Monthly Interval will work in the Transferee Scheme, if the Value STP is registered for Rs 1,000 for 12 months with monthly frequency, say from January to December. In other words, Target Investment Value is to be increased by an amount of Rs 1,000 every month by way of 12 instalments:

Transfer Date	NAV per unit (Rs.)	Target Market Value of holdings (Rs.)	Market Value of holdings before investment (Rs.)#	Amount Transferred (Rs.)	Units Purchased/ Redeemed*	Total Units held	Total Amount Invested (Rs.)
(1)	(2)	(3)	(4)	(5) = (3) - (4)	(6) = (5) / (2)	(7) = (3)/ (2)	(8)
1-Jan	10	1,000	0	1,000	100.00	100.00	1,000
1-Feb	12	2,000	1,200	800	66.67	166.67	1,800
1-Mar	11	3,000	1,833	1,167	106.06	272.73	2,967
1-Apr	9	4,000	2,455	1,545	171.72	444.44	4,512
1-May	7	5,000	3,111	1,889	269.84	714.29	6,401
1-Jun	8	6,000	5,714	286	35.71	750.00	6,687
1-Jul	10	7,000	7,500	-500	-50.00	700.00	6,187
1-Aug	12	8,000	8,400	-400	-33.33	666.67	5,787
1-Sep	13	9,000	8,667	333	25.64	692.31	6,120
1-Oct	14	10,000	9,692	308	21.98	714.29	6,428
1-Nov	15	11,000	10,714	286	19.05	733.33	6,713
1-Dec	16	12,000	11,733	267	16.67	750.00	6,980

*Reverse Transfer; (-ve) units indicate Reverse Transfer.

#Total units before current investment X current NAV.

- i. Transfer: The transfers are made in a way to increase the market value systematically by Rs. 1,000 every month. Therefore, in January, there is a transfer worth Rs. 1,000 (100 units @ NAV Rs. 10).
 - o Case 1: If the NAV of Transferee Scheme rises to Rs. 12 in the month of February, the market value of the existing 100 units rises to Rs. 1,200. As the Target Investment Value (the sum of pre-specified monthly instalments) for the month of February is Rs. 2,000, the amount transferred under the Value STP will be Rs. 800, to ensure that the Target Investment Value of the month is not exceeded. This will give an additional 66.67 units @ Rs. 12 to the Transferee Scheme, raising total number of units to 166.67 units.
 - o Case 2: If the NAV of Transferee Scheme decreases to Rs.11 in the month of March, the market value for the 166.67 units purchased through the previous instalments falls to Rs.1833 (166.67 X 11). Since the Target Investment Value of the Transferee Scheme in March should be Rs. 3,000, the transfer amount will be Rs. 1,167. This will give an additional 106 units @ Rs. 11 to the Transferee Scheme, raising the total number of units to 272.73 units.
- ii. Reverse Transfer: This 'Reverse Transfer' is made from the Transferee Scheme to the Transferor Scheme, when the Market Value of the Transferee Scheme exceeds the Target Investment Value.

The Market Value in the month of July is Rs. 7,500, prior to the transfer of the specified monthly amount. A 'Reverse Transfer' will be made to transfer units from Transferee Scheme to Transferor Scheme for the excess value, to ensure that the Target Investment Value for the month is maintained. Therefore, as the market value of the transferee scheme (Rs.7,500) exceeds the Target Investment Value for the Month (Rs.7,000), 50 units (as indicated by the negative sign) worth Rs.500 were taken out (i.e. the excess amount over Rs. 7,000) thereby reducing the number of units held in the Transferee Scheme. However, it may be noted that the Total Amount invested through Value STP could be more than the Total Target Investment Value specified during registering for the Value STP as highlighted by the illustration below:

Transfer Date	NAV per unit (Rs.)	Target Market Value of holdings (Rs.)	Market Value of holdings before investment (Rs.)#	Amount Transferred (Rs.)	Units Purchased/ Redeemed*	Total Units held	Total Amount Invested (Rs.)
(1)	(2)	(3)	(4)	(5) = (3) - (4)	(6) = (5) / (2)	(7) = (3)/ (2)	(8)
1-Jan	21	1,000	0	1,000	47.62	47.62	1,000
1-Feb	18	2,000	857	1,143	63.49	111.11	2,143
1-Mar	20	3,000	2,222	778	38.89	150.00	2,921
1-Apr	19	4,000	2,850	1,150	60.53	210.53	4,071
1-May	16	5,000	3,368	1,632	101.97	312.50	5,702
1-Jun	17	6,000	5,313	688	40.44	352.94	6,390
1-Jul	15	7,000	5,294	1,706	113.73	466.67	8,096
1-Aug	14	8,000	6,533	1,467	104.76	571.43	9,562
1-Sep	16	9,000	9,143	-143	-8.93	562.50	9,419
1-Oct	15	10,000	8,438	1,563	104.17	666.67	10,982
1-Nov	13	11,000	8,667	2,333	179.49	846.15	13,315
1-Dec	11	12,000	9,308	2,692	244.76	1,090.91	16,008

*Reverse Transfer; (-ve) units indicate Reverse Transfer.

#Total units before current investment X current NAV.

The Target Investment Value of holding at the end of a 12 month period is Rs.12,000. As the NAV of the Transferee scheme has periodically reduced, the total amount invested has kept on increasing, to ensure that the market value of the investment matches the Target Investment Value for that particular month (for instance; in the months of April & May). In case the amounts (as specified above) to be transferred are not available in the Transferor Scheme in the unit holder's account, the residual amount will be transferred to the Transferee Scheme and Value STP will be closed.

Disclaimer: The above illustrations are only to explain the concept of Value STP using assumed figures. The illustrations are merely indicative in nature and should not be construed as investment advice. They do not in any manner imply or suggest performance of any DSP Mutual Fund Schemes(s). Value STP neither assures a profit nor guarantees protection against a loss in declining market.

12. Value STP amount, frequency and period:
 - a. The minimum amount per Value STP instalment will be Rs 500/- and the minimum period for enrolment in Value STP is Six (06) instalments irrespective of frequency.
 - b. Value STP offers transfer facility at monthly and quarterly intervals. If no frequency is specified or in case of any ambiguity, 'Monthly' frequency will be treated as Default frequency and the fund will not entertain any request to change the frequency on retrospective basis.
 - c. If STP date is not specified under Monthly or Quarterly STP, then 1st business day of the month will be treated as default date for transfer of units.
 - d. In case the Start date is not mentioned or if the difference between the STP request submission date and the STP start date is less than 7 calendar days, then STP may be registered from the next systematic date. Further in such cases, due to the shift in first instalment to the immediate next instalment, if the end period doesn't accommodate the minimum 6 instalments, the STP is liable to be rejected.
 - e. In case the Start Date is mentioned but End Date is not mentioned, the application will be registered for 12 instalments in case of Monthly frequency or Quarterly frequency.
13. Value STP will be automatically closed/ceased/terminated if all units in the Transferor Scheme are liquidated or withdrawn or pledged or converted into demat mode or upon intimation of death of unit holder or in case of minor applicant, such minor applicant attaining the age of majority.
14. In respect of units allotted due to Value STP instalments, in the Transferee Scheme(s), the Load Structure prevalent at the time of STP enrolment shall be applicable on such units.
15. The provision of 'Minimum Redemption Amount' as specified in the SIDs of the respective Transferor Scheme(s) and 'Minimum Application Amount' specified in the Scheme Information Document(s) of the respective designated Transferee Scheme(s) will not be applicable for Value STP instalments and transfers.
16. Unit holders will have the right to discontinue the Value STP facility at any time by sending a written request to the ISC and the facility will be discontinued within 7 days of receipt of a valid request.
17. Value STP facility, in any manner whatsoever, is not an assurance or promise or guarantee, on part of the Fund, in terms of returns or capital appreciation or minimization of loss of capital or otherwise.
18. The AMC reserves the right to withdraw/change/modify the terms and conditions of Value STP. The above terms and conditions may be modified at any time without prior notice to the unitholders and such amended terms and conditions will thereupon apply to and be binding on the unitholders. For the updated terms and conditions of V STP, please contact the nearest ISC or calls us on 18002004499 or visit our website www.dspim.com.