

Flex Systematic Transfer Plan ("Flex 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 Flex STP.
2. Flex Systematic Transfer Plan ("Flex 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"].
3. Transferor Schemes: Currently, all the plan and options of all the open ended scheme(s) of the 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) are designated as Transferee Schemes. Investors may contact the nearest Investor Service Centre (ISC) of the Fund for updated list of schemes.
5. Flex 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 Flex 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 Flex 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 Flex 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. Flex STP instalment Amount related:
 - a. The first Flex STP instalment will be processed for the fixed instalment amount specified by the Unit holder in the enrolment form. From the second Flex STP instalment onwards, the transfer amount shall be computed as per formula stated hereunder.
 - b. Under Flex STP, the amount to be transferred in the Transferee Scheme on the date of transfer shall be higher of:
 - i. Fixed amount to be transferred per instalment; or
 - ii. The amount determined by the formula: [Fixed amount to be transferred per instalment X Number of instalments including the current instalment] less (-) [Market value of the investments through Flex STP]. For more guidance, please refer to illustrations below based on assumed figures.
 - c. In case the instalment amount (as specified hereunder) to be transferred is not available in the Transferor Scheme in the unit holder's account/folio, the residual amount will be transferred to the Transferee Scheme and Flex STP will be closed/ceased/terminated.
 - d. In case there is a redemption or switch-out of any units allotted under Flex STP in the transferee scheme, the balance instalments under Flex 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.
 - e. It is expressly clarified that where the STP instalments switched are allotted into the Transferee Scheme 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.
 - f. The total Flex STP amount invested in the Transferee Scheme shall not exceed the Total Enrolment Amount at the time of STP enrolment i.e. Amount per Instalment X Number of Instalments and the STP will be ceased thereafter. For example, if the STP enrolment is for 12 instalments of Rs 1,000/- each, the Total enrolment is Rs 12,000/-. If the total amount invested in transferee scheme reached Rs 12,000/- by say tenth instalment, the Flex STP will be ceased and no further transfers will happen.
11. How to calculate the transfers under Flex STP:

Illustration 1:

Transferor scheme	DSP Liquidity Fund
Transferee scheme	DSP Equity Fund
Date and Frequency of Flex STP	7th date - Monthly Interval
Amount of Transfer per instalment	Rs. 2,000/-
Number of instalments	12
Enrollment Period	January 2015 - December 2015

Calculation of Flex STP instalment amount on the date of the fifth instalment i.e. May 7, 2015:

- o Total units allotted up to the date of last instalment i.e. April 7, 2015 is assumed as 500 units;
- o The NAV of DSP Equity Fund - Growth Option on May 7, 2015 is assumed as Rs. 12/- per unit;
- o Hence the market value of the investment in the Transferee Scheme on the date of transfer is Rs. 6,000 [500 units X Rs 12].

o The instalment amount will be calculated as follows:

Fixed amount specified at the time of enrollment:	Rs. 2,000/-
or	
As determined by formula:	[(2,000x5) - 6,000] = Rs. 4,000
Whichever is higher	

Hence, on May 7, 2015, the instalment amount transferred to the Transferee Scheme will be Rs 4,000/-.

Illustration 2:

Transferor scheme	DSP Liquidity Fund
Transferee scheme	DSP Equity Fund
Date and Frequency of Flex STP	7th date - Monthly Interval
Amount of Transfer per instalment	Rs. 2,000/-
Number of instalments	12
Enrollment Period	January 2015 - December 2015

Calculation of Flex STP instalment amount on the date of the seventh instalment i.e. July 7, 2015:

- o Total units allotted up to the date of last instalment i.e. June 7, 2015 is assumed as 800 units;
- o The NAV of DSP Equity Fund - Growth Option on July 7, 2015 is assumed as Rs. 20/- per unit;
- o Hence the market value of the investment in the Transferee Scheme on the date of transfer is Rs. 16,000 [800 units X Rs 20].
- o The instalment amount will be calculated as follows:

Fixed amount specified at the time of enrollment:	Rs. 2,000/-
or	
As determined by formula:	[(2,000x7) - 16,000] = Rs. -2,000
Whichever is higher	

Hence, on July 7, 2015, the instalment amount transferred to the Transferee Scheme will be Rs 2,000/-.

Note: The Flex STP instalment dates in both illustrations above are assumed to be Business Days.

12. Flex STP amount, frequency and period:
 - a. The minimum amount per Flex STP instalment will be Rs. 100/- and the minimum period for enrolment in Flex STP is Six (06) instalments, irrespective of frequency.
 - b. Flex STP offers transfer facility at daily, 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 accept 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 to start from the 7th calendar day from the date of submission of STP request in case of daily frequency and from the next instalment date for other frequencies. 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 one year in case of Daily frequency and 12 instalments in case of Monthly frequency or Quarterly frequency.
 - f. The maximum duration for Flex STP enrolment in case of 'Daily' Frequency will be for a period of one year.
13. Flex 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 in Transferee scheme due to Flex STP instalments, the Load Structure prevalent at the time of STP enrolment will 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 Flex STP instalments and transfers.
16. The units to be transferred shall be units which have completed the lock in period in case where the Transferor scheme is DSP Tax Saver Fund.
17. Unit holders will have the right to discontinue the Flex 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.
18. Flex 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.
19. The AMC reserves the right to withdraw/change/modify the terms and conditions of Flex 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 Flex STP, please contact the nearest ISC or calls us on 18002004499 or visit our website www.dspm.com.