

1. What is an SIP?

Ans) SIP stands for Systematic Investment Plan. SIP is a mode of investment in Mutual Fund Schemes. SIP is an investment of specific amount into schemes for a specific period of time at regular frequency. It is similar to recurring deposit in the Bank or other financial institutions. It allows the investor to buy the units at regular interval without worrying about the market volatility.

2. What is the benefit of SIP?

Ans) It inculcate the discipline investment and allows to take part in the stock market without trying to time the market. SIP gives the benefit of Cost of averaging and power of compounding.

3. What are the different frequency modes of investment in Mutual Fund schemes through SIP?

Ans) An investor may start SIP on Daily, Weekly, Monthly, and Quarterly mode.

4. What is Daily SIP?

Ans) Like any other frequency of SIP, AMC also provides Daily SIP. In this the investor will have an option to invest in particular scheme on all market trading days / business days as per the amount given in the SIP registration mandate form.

5. How long it take to register Daily SIP?

Ans) Daily SIP will be registered after 30 days from the date of submission of SIP application form.

6. What is the minimum investment amount in Daily SIP?

Ans) The minimum investment amount can be different in different asset management companies. It can be as low as Rs. 300 per day.

7. What is the minimum period of Daily SIP?

Ans) The minimum Daily SIP period is 1 month. In case the end date is not specified, the Fund will continue SIP till it receives termination notice from the investor or till the time instructions mentioned in SIP Registration Form, whichever is earlier. In case the chosen date falls on a Non-Business Day, then the SIP will be processed on the immediate next Business Day.

8. What is the process to get Daily SIP registered?

Ans) The process is same as of other SIP registration. Investors have to fill the SIP registration form along with NACH form and submit it at respective Mutual Fund office, the registrars office CAMS/Karvy or to any Official Point of Acceptance.

9. Can Daily SIP be registered online also?

Ans) Yes, Daily SIP can be registered online as well as with the help of application forms with required documents.

10. What are the documents required for Daily SIP?

Ans) Scheme Application form along with SIP registration & NACH form will have to be submitted. First time investors will need to submit PAN card and Aadhaar Card along with CKYC form while registering Daily SIP.

11. Exit Load?

Ans) Exit load fee or an amount charged from an investor for exiting or leaving a mutual fund scheme as an investor. Please read the SID & SAI of the scheme for the exit load charged on each scheme.

12. Redemption

Ans) Redemption can be done by submitting filled transaction slip to the POA. It can also be done online if the online facility is provided by the asset management company. The redemption proceeds gets directly credited in investor's bank account within 10 working days.

13. Switch

Ans) Switch is nothing but exiting from one mutual fund scheme and investing in some other mutual fund scheme. Switch facility is available in all open-ended schemes, it can be done in accumulated units through SIP from one scheme to other. Applicable exit load will be charged to the investor at the time of switching the units.

14. Nominee

Ans) Investors opt for nominee while investing in mutual fund schemes. Nominee may be any person or firm known to the investors. Nominee may not be the ultimate beneficiary of the investment value but they are the custodian of the units in case of demise of the unit holder.

In case the nominee name is not added at the time of investment it can be added later by filling the nominee form and submitting to the POA.

15. Transmission of units

Ans) transmission of Mutual fund unit is nothing but transfer of unit from investor to nominee in case of investor's demise. To complete the hassle free transfer of units following are the documents required:-

- Letter from claimant nominee/s to the AMC/ Mutual Fund requesting for transmission of units,

- Death Certificate/s in original or photocopy duly notarized or attested by gazette officer or a bank manager*
- Bank Account Details of the new first unit holder (nominee) as per specified format along with attestation by a bank branch manager* and cancelled cheque or bank statement bearing the account details and account holders name.
- KYC of the claimant(s)/(nominee),

** In case of certification by bank manager, the document should be certified by the bank manager with his / her full signature, name, employee code, bank seal and contact number.*

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