



### **What is this facility?**

Reliance SIP Insure facility is add on feature of life insurance cover under a Group Term Insurance to individual investors opting for SIP in the designated schemes.

- The objective of 'Reliance SIP Insure' is that, in the unfortunate event of the demise of an investor during the tenure of the SIP, the insurance cover will take care of the unpaid installments.
- The nominee would be able to continue in the scheme without having to make any further contribution, so that investor's long term financial planning and objective of investing through SIP could still be fulfilled as per the targeted time horizon, even if he dies prematurely.

### **Who is eligible for availing this facility?**

- All individual investors enrolling for investments via SIP and opting for 'Reliance SIP Insure'
- Only individual investors whose completed age at entry is greater than 20 years and less than 46 years.
- In case of multiple holders in the any scheme, only the first unit holder will be eligible for the insurance cover.

### **How much does it cost the investor to avail the facility of 'Reliance SIP Insure'?**

This facility comes absolutely free of cost for investors who are registered/ willing to invest through SIP in designated schemes that offer this facility

### **What is the minimum investment and term of this facility?**

The minimum investment per installment is Rs.1000 per month with a minimum term of 3 years and in multiples of 1 month thereafter. (Except for Reliance Tax Saver (ELSS) Fund where it is Rs 1000 p.m and in multiples of Rs 500 thereafter).

**What is the maximum tenure of this facility?**

The maximum tenure is 15 years OR till attaining 55 years of age, whichever is earlier (e.g., a person can register an SIP of maximum 10 yrs at the age of 45 yrs).

**What is the maximum amount of cover offered in 'Reliance SIP Insure'?**

Maximum cover offered will be of Rs.10 lakhs per investor across all plans /schemes and folios in which Reliance SIP Insure is available.

**What is the applicable enhanced Life Insurance cover?**

The applicable cover will be at two time periods;

a) In the event of death of unit holder within the 1st two years of the commencement of the insurance cover - An amount equivalent to the aggregate balance of unpaid SIP instalments, subject to a maximum of Rs.10 lakhs per investor across all schemes / plans and folios.

b) In the event of death of the unit holder after completion of 2 years (i.e. w.e.f. commencement of 3rd year onwards) - An amount equivalent to two times the targeted SIP contribution (committed at the time of registration) i.e. Number of SIP Instalments enrolled for X Amount of Instalment X 2, subject to a maximum of Rs.10 lakhs per investor across all schemes / plans and folios.

Example- If a person does an SIP of Rs 5,000 in Reliance Growth Fund (RGF) for 5 yrs;

Upto 1st two yrs, the insurance amount is on a reducing balance however from 3rd year onwards it will be two times the targeted SIP contribution (committed at the time of registration) i.e no of sip installments (5\*12) X amt of installment (Rs 5000) X 2 = Rs 6 lacs

So if the investor dies after a period of 3 yrs, his sum assured will be a flat cover of Rs 6 lacs which will be reinvested in RGF

**What are the designated schemes under which the said facility will be offered?**

Currently following are the designated schemes through which this facility will be offered;

- Reliance Growth Fund - Retail Plan
- Reliance Vision Fund - Retail Plan
- Reliance Equity Opportunities Fund - Retail Plan
- Reliance Equity Fund - Retail Plan
- Reliance Equity Advantage Fund- Retail Plan
- Reliance Regular Savings Fund – Equity option
- Reliance Regular Savings Fund – Balanced option

- Reliance Banking Fund- Retail Plan
- Reliance Pharma Fund
- Reliance Diversified Power Sector Fund- Retail Plan
- Reliance Media & Entertainment Fund
- Reliance Natural Resources Fund- Retail Plan
- Reliance Quant Plus Fund – Retail Plan
- Reliance Tax Saver (ELSS) Fund

**In case of joint holding of an account who is eligible for the insurance cover under SIP Insure Facility?**

In Case of Joint holders in any of the designated schemes, only the 1st holder will be eligible for the insurance cover

**What are the documents required to be submitted to enroll for SIP Insure facility?**

It is mandatory for each investor to sign and submit the following documents under this facility;

- Application Form
- ECS/ Direct Debit Form
- Personal Health Statement
- Authorization Mandate (forms a part of the application form)

**What is the entry load structure for investments made through 'SIP Insure' facility in designated scheme?**

The Entry Load under Reliance SIP Insure shall be same as applicable to normal purchase /additional purchase transactions.

**What happens if investor defaults on or dis-continues the SIP mid way of his registered tenure for this facility?**

In case of default in payment of two consecutive monthly SIP installments or four separate occasions of such defaults during the tenure of the SIP duration chosen, the Insurance cover expires and revival or reinstatement shall not be allowed.

**Is there any exit load if investor redeems or switches his investments in designated schemes made through SIP Insure before the maturity of SIP Insure tenure?**

There will an **Exit Load of 2%**, if the accumulated units acquired or allotted under Reliance SIP Insure are redeemed or switched out to another scheme before the maturity of SIP tenure as

opted in the respective scheme either by the SIP-Insure unitholder or by the nominee, as the case may be.

**In case of untimely death of investor, can the nominee/joint holder redeem the outstanding balance prior to the maturity period of SIP tenure?**

Yes, nominee/ joint holder can choose to redeem, however there will an **Exit Load of 2%**, if the accumulated units acquired or allotted under Reliance SIP Insure are redeemed or switched out to another scheme before the maturity of SIP tenure as opted in the respective scheme by the nominee

**When will the insurance cover commence for the investor?**

The Insurance cover shall commence after “waiting period” of 90 days from the commencement of SIP installments. However the waiting period will not be applicable in respect of accidental deaths.

**What are the different scenarios under which the cover will cease?**

The insurance cover shall cease upon occurrence of any of the following:

- At the end of mandated Reliance SIP Insure tenure, i.e., upon completion of payment of all the monthly installments as registered.
- Discontinuation of SIP installments midway by the investor i.e., before completing the opted SIP tenure /installments.
- Redemption / switch-out of units purchased under Reliance SIP Insure before completion of the mandated SIP tenure / installments
- In case of default in payment of two consecutive monthly SIP installments or four separate occasions of such defaults during the tenure of the SIP duration chosen.

**What are the different cases where insurance cover shall not be admissible?**

No insurance cover shall be admissible in respect of death of the SIP-Insure unit holder (the insured person) on account of -

- Death due to suicide
- Death within 90 days from the commencement of SIP installments except for the death due to accident
- Death due to pre-existing illness, disease(s) or accident which has occurred prior to the start of cover.

**What is the mode for payment of the SIP amount?**

SIP can only be accepted through ECS Auto Debit and Direct Debit mode

**Can a minor invest?**

No, a minor cannot invest in this facility as a first holder since the insurance cover is not provided to a minor.

**What happens if one nominates a minor?**

One can nominate a minor accordingly the claim proceeds will be transmitted and invested and will be represented by the guardian.

**On what basis will be the unpaid balance SIP installments calculated?**

The balanced unpaid installments will be based on the date of the death.

**What will be the applicable NAV of the investments made through the claim amount?**

The applicable NAV will be at applicable price based on the closing NAV on the date on which the cheque for insurance claim settlement is received by the AMC from the insurance company, subject to completion of requisite procedure for transmission of units in favour of the nominee.

**Can an Investor avail 'SIP insure' facility by investing a one time lumpsum Investment in designated schemes?**

No he cannot avail this facility through lumpsum payment.

**What are the advantages of registering for SIP Insure?**

Investor Benefits- Advantages of registering for SIP Insure- Save, Grow & Insure

- Inculcates Savings Habit
- Helps in Rupee Cost Averaging
- Eliminates the need to time the market
- Free Life Insurance Cover that helps the registered SIP investor's family to deal with the financial crisis and stay ahead of uncertainties of life by ensuring that the insurance cover takes care of the unpaid installments.
- Helps to complete the planned investments towards his financial goals
- Provides maturity proceeds at NAV based prices

**What all features are different under SIP Insure for subscribing through Reliance Tax Saver (ELSS) Fund?**

Following features are different under Reliance Tax Saver (ELSS) Fund;

- i) Minimum installment amount is Rs 1000 p.m and in multiples of Rs 500 there after unlike Rs 1000 p.m and in multiples of Re 1 thereafter in all other eligible schemes
- ii) Every SIP Insure installment will have a lock in period of 3 yrs
- iii) Investment Amount- in the event of demise of the unitholder before the completion of 3 yr lock in period, the nominee would be able to withdraw the investment amount only after the completion of one year from the date of allotment of the units or anytime thereafter without any exit load.
- iv) Claim Amount - The insurance amount as per the above clauses a) and b) subject to a maximum of Rs. 10 lakhs in a lumpsum in cash will be paid to the nominee in case of death of the unitholder (unlike other schemes, wherein the insurance amount will be compulsorily invested in the respective scheme and the nominee is allotted the units.)

*Free life insurance cover provided as a part of an add on feature called as 'Reliance SIP Insure' is arranged and funded by Reliance Capital Asset Management Limited through "Reliance Group Term Insurance Scheme" of Reliance Life Insurance Company Limited. During the first 2 years of coverage, the sum assured will be limited to the sum of the outstanding SIP instalments from the date of death to be payable in lump sum, subject to a maximum of INR 10 Lakhs. From the third year onwards, the sum assured will be a flat cover equivalent to twice the initial sum assured (i.e., monthly SIP instalment \* SIP period in months), subject to a maximum of INR 10 Lakhs. Subject to Conditions*

Sponsor: Reliance Capital Limited Trustee: Reliance Capital Trustee Co. Limited.

Investment Manager: Reliance Capital Asset Management Limited. Statutory Details: The Sponsor, the Trustee and the Investment Manager are incorporated under the Companies Act 1956. Risk Factors: Reliance Growth Fund (Open-ended Equity Growth Scheme): The primary investment objective of the scheme is to achieve long term growth of capital by investing in equity and equity related securities through a research based investment approach. Reliance Vision Fund (Open-ended Equity Growth Scheme): The primary investment objective of the scheme is to achieve long-term growth of capital by investment in equity and equity related securities through a research based investment approach. Reliance Equity Opportunities Fund (Open-ended Diversified Equity Scheme): The primary investment objective of the scheme is to seek to generate capital appreciation & provide long-term growth opportunities by investing in a portfolio constituted of equity securities & equity related securities and the secondary objective is to generate consistent returns by investing in debt and money market securities. Reliance Equity Fund (An open-ended Diversified Equity Scheme): The primary investment objective of the scheme is to seek to generate capital appreciation & provide long-term growth opportunities by investing in a portfolio constituted of equity & equity related securities of top 100 companies by market capitalization & of companies which are available in the derivatives segment from time to time and the secondary objective is to generate consistent returns by investing in debt and money market securities. Reliance Equity Advantage Fund (Open ended Diversified Equity Scheme): The primary investment objective of the scheme is to seek to generate capital appreciation & provide long-term growth opportunities by investing in a portfolio predominately of equity & equity related instruments with investments generally in S & P CNX Nifty stocks and the secondary objective is to generate consistent returns by investing in debt and money market securities. Reliance Regular Savings Fund (An open ended Scheme) Equity Option:

The primary investment objective of this Option is to seek capital appreciation and/or to generate consistent returns by actively investing in equity / equity related securities. **Balanced Option:** The primary investment objective of this Option is to generate consistent return by investing a major portion in debt & money market securities & a small portion in equity & equity related instruments. **Reliance Pharma Fund (Open-ended Pharma Sector Scheme):** The primary investment objective of the scheme is to seek to generate continuous returns by investing in equity and equity related or fixed income securities of Pharma and other associated companies. **Reliance Diversified Power Sector Fund (Open-ended Power Sector Scheme):** The primary investment objective of the scheme is to seek to generate continuous returns by actively investing in equity and equity related or fixed income securities of Power and other associated companies. **Reliance Media & Entertainment Fund (Open-ended Media & Entertainment Sector Scheme):** The primary investment objective of the scheme is to generate continuous returns by investing in equity and equity related or fixed income securities of Media & Entertainment and other associated companies. **Reliance Banking Fund (Open-ended Banking Sector Scheme):** The primary investment objective of the scheme is to generate continuous returns by actively investing in equity and equity related or fixed income securities of Banks. **Reliance Natural Resources Fund (An Open Ended Equity Scheme):** The primary investment objective of the scheme is to seek to generate capital appreciation & provide long-term growth opportunities by investing in companies principally engaged in the discovery, development, production, or distribution of natural resources and the secondary objective is to generate consistent returns by investing in debt and money market securities. **Reliance Tax Saver (ELSS) Fund (Open-ended Equity Linked Savings Scheme):** The primary objective of the scheme is to generate long-term capital appreciation from a portfolio that is invested predominantly in equity and equity related instruments. **Reliance Quant Plus Fund (An open - ended equity scheme):** The investment objective of the Scheme is to generate capital appreciation through investment in equity and equity related instruments. The Scheme will seek to generate capital appreciation by investing in an active portfolio of stocks selected from S & P CNX Nifty on the basis of a mathematical mode. Mutual Funds and securities investments are subject to market risks and there is no assurance and no guarantee that the Schemes objectives will be achieved. As with investments in any securities, the NAVs of the units issued under the Scheme can go up or down depending on the factors and forces affecting the securities market. Past performance of the Sponsor/AMC/Mutual Fund is not indicative of future performance of the Scheme. Reliance Growth Fund, Reliance Vision Fund, Reliance Equity Opportunities Fund, Reliance Equity Fund, Reliance Equity Advantage Fund, Reliance Regular Savings Fund, Reliance Banking Fund, Reliance Pharma Fund, Reliance Media & Entertainment Fund, Reliance Diversified Power Sector Fund, Reliance Natural Resources Fund, Reliance Tax Saver (ELSS) Fund and Reliance Quant Plus Fund are only the names of the scheme and do not in any manner indicate either the quality of the Scheme, its future prospects or returns. The Sponsor is not responsible or liable for any loss resulting from the operation of the Schemes beyond their initial contribution of Rs.1 lac towards the setting up of the Mutual Fund and such other accretions and additions to the corpus. The NAV of the Schemes may be affected, interalia, by changes in the market conditions, interest rates, trading volumes, settlement periods and transfer procedures. The Mutual Fund is not guaranteeing or assuring any dividends/ bonus. The Mutual Fund is also not assuring that it will make periodical dividend/ bonus distributions, though it has every intention of doing so. All dividend/ bonus distributions are subject to the availability of distributable surplus in the respective Scheme. For details of scheme features and scheme specific risk factors please refer to the scheme Offer Documents / Scheme Information Documents. Offer Document/Scheme Information Document and KIM cum application form is available at all the DISCs/ Distributors of RMF/www.reliancemutual.com. Please read the offer document(s) /Scheme Information Document(s) of the respective schemes carefully before investing.