

## Frequently Asked Question (FAQ)

### Q1. What is Power SIP?

Power SIP is a facility that aims to achieve your futuristic goals. A coherent tool that enables you to reap the maximum benefits of power of compounding (SIP) in the form of a steady flow of income (SWP).

### Q2. What are the different stages/processes that comprises Power SIP?

#### Life Cycle of Power SIP

Power SIP goes through 4 different stages in its life cycle.

First Stage – Monthly SIP in Source Scheme

Second Stage – 1<sup>st</sup> Switch in Target Scheme

Third Stage – SWP starts from Target Scheme

Fourth Stage – 2<sup>nd</sup> Switch in Target Scheme  
(3 years after 1<sup>st</sup> Switch)

**First Stage** - Power SIP will be registered into the specified scheme for a pre-defined period of either 8 years, 10 years, 12 years, 15 years, 20 years, 25 years, or 30 years under the monthly frequency. The minimum amount for SIP shall be the minimum Monthly SIP installment amount, prescribed for a SIP under monthly requirements for the respective schemes.

**Second Stage (First Switch)** - On completion of the selected SIP tenure, 80% of the available units accumulated through Power SIP shall be switched to the selected target scheme at applicable NAV. The Switch shall take place on T+15 calendar days or next business day if the switch day is a non-business day (T being last SIP installment date). The remaining 20% of the available units shall remain invested in the source scheme.

**In case same scheme is selected as source scheme and target scheme**, 80:20 rule will not be applicable. Post completion of the specified SIP tenure, SWP will be activated for an amount which is as per the matrix below or as per the amount mentioned by the investor in the mandate form.

**Third Stage** - Post first switch, SWP will be activated from the target scheme for an amount which is specified by the investor in the mandate form. The SWP amount shall not exceed the installment amount(s) derived as per the matrix below and shall also be subject to the minimum SWP amount specified in the SIDs of the respective scheme(s) of the Fund. The SWP Amount must be less than or equal to the applicable slab mentioned for the respective tenures. In case the investor does not fill in any SWP amount the default amount shall be as per the amount mentioned in matrix below.

Registered SIP Tenure	Monthly SWP Installment Amount
8 Years	1.0 times of monthly SIP installment amount
10 Years	1.5 times of monthly SIP installment amount
12 Years	2.0 times of monthly SIP installment amount
15 Years	3.0 times of monthly SIP installment amount
20 Years	6.0 times of monthly SIP installment amount

25 Years	9.0 times of monthly SIP installment amount
30 Years	15.0 times of monthly SIP installment amount

**Fourth Stage (Second Switch)** - 3 years after the 1<sup>st</sup> switch, the remaining 20% available units accumulated through Power SIP in the source scheme shall be switched to the target scheme at applicable NAV on the date of switch ('Second Switch') or next business day, if the Second Switch Day is a non-business day. This residual unit balance switched to the Target Scheme in this stage will also be considered for processing monthly SWP instalments under the Facility.

**Q3. What are the eligible schemes under Power SIP?**

**Currently Eligible Source and Target Schemes for Power SIP are as under**

<b>*Currently Eligible Source Schemes</b>	<b>*Currently Eligible Target Schemes</b>
Mahindra Manulife Multi Cap Fund	Mahindra Manulife Large Cap Fund
Mahindra Manulife Flexi Cap Fund	Mahindra Manulife Aggressive Hybrid Fund
Mahindra Manulife Large Cap Fund	Mahindra Manulife Balanced Advantage Fund
Mahindra Manulife Mid Cap Fund	Mahindra Manulife Equity Savings Fund
Mahindra Manulife Large & Mid Cap Fund	Mahindra Manulife Dynamic Bond Fund
Mahindra Manulife Small Cap Fund	Mahindra Manulife Low Duration Fund
Mahindra Manulife Focused Fund	
Mahindra Manulife Consumption Fund	
Mahindra Manulife Aggressive Hybrid Fund	
Mahindra Manulife Balanced Advantage Fund	

**\*AMC reserves the right to make changes in the list of eligible schemes from time to time.**

**\*Investor can select the same scheme as source and target scheme under the Facility.**

**Q4. Power SIP is available under which plans and options.**

Only Growth option of the respective schemes is available under Power SIP. However, both Direct and Regular plans are available.

**Q5. What are the SIP frequencies available under Power SIP?**

Only monthly frequency is available under Power SIP.

**Q6. What are the SIP dates available under Power SIP?**

An Investor can choose any date of the month for Power SIP. In case the registered Power SIP installment due date falls on a non-business day, then the respective transactions will be processed on the next business day. However, in case the chosen date is not available in a particular month, the SIP will be processed on the last day of that month.

Example: If selected date is 31<sup>st</sup>, SIP installment for the month of September will be processed on 30<sup>th</sup> September. However, if 30<sup>th</sup> September happens to be a non-business day, the SIP will be processed on the immediate next business day.

**Q7. What are the SWP dates available under Power SIP and when will it start?**

The SWP date would be same as the registered Power SIP date. Example: If selected Power SIP cycle date is 10<sup>th</sup> of every month, then SWP date shall also be 10<sup>th</sup> of every month.

On completion of the selected SIP tenure, first switch will be triggered. Post first switch, SWP will start from the target scheme from the following month on the same day as SIP installment date. Example: If selected Power SIP tenure is ending on 10<sup>th</sup> December, then SWP shall start from 10<sup>th</sup> January.

**Q8. Is additional purchase or switch-in allowed under Power SIP source scheme?**

Yes, additional purchase or switch-in is allowed under Power SIP source scheme. However, units accumulated through purchase or switch-in will not be considered for the switches (both first and second switch) to the target scheme. The total clear units accumulated through **Power SIP ONLY** will be considered for the switch to the target scheme and the same will be processed on FIFO basis.

**Q9. What happens in case an investor does redemptions/switch-out or additional purchase/switch-in in the target scheme?**

In case of partial redemption/switch-out from the Target Scheme, SWP will continue till units are available in the Target Scheme.

In case full redemption/switch-out from the Target Scheme before the 2<sup>nd</sup> switch is triggered, resulting into non-processing of SWP installment from the Target Scheme under the Facility, the SWP feature of the Facility will get ceased immediately. However, 2<sup>nd</sup> switch transaction will get processed in the Target Scheme, in accordance with the prescribed features of the Facility (refer Fourth stage above).

In case of additional purchase/switch-in in the target scheme, the units accumulated through additional purchase/switch-in will get added to the units available for SWP.

**Q10. What happens in case an investor does redemption/partial redemption/switch-out from the source scheme?**

If the initial Switch is not triggered due to Nil unit balance\* in the Source Scheme (\*applicable for units accumulated by way of Power SIP facility only), the subsequent Switch and SWP registration under the Facility shall stand cancelled.

**Q11. Can an investor register multiple Power SIP under same folio?**

Yes, an investor can register multiple Power SIPs in the same/different schemes under a folio. Investor can also select different SIP cycle date for the multiple Power SIPs registered under one folio.

**Q12. Can an investor cancel the Power SIP?**

The Power SIP mandate may be discontinued by the investor, by giving a written notice of 30 calendar days to any of the Official Point(s) of Acceptance of Transactions. On cancellation of SIP, the underlying Switch trigger(s) and SWP will also stand cancelled.

The SIP enrolment under Power SIP facility will be discontinued if 3 consecutive SIP instalments are not honoured.

In the event of death of the investor during the tenure of the Power SIP, the Power SIP facility shall be ceased.

**Q13. Can an investor start a normal SIP in the same folio where the Power SIP is already registered?**

Normal SIP is allowed in the same folio. However, the total clear units accumulated through **Power SIP ONLY** will be considered for the switch to the target scheme and the same will be processed on FIFO basis.

**Q14. Is SIP Top-Up and SIP Pause allowed under Power SIP?**

Yes, SIP Top-up and SIP pause facilities are allowed. However, for SIP Top-up, the SWP amount limit would be based on the initial SIP amount.

**Q15. Will Exit Load be applicable?**

Exit load prevailing as on the date of registration of Power SIP will be applicable on any redemptions/switch-out from Source Scheme during the tenure of SIP.

In case of selection of same scheme for SIP and SWP under the Facility, exit load prevailing as on the date of registration of Power SIP will be applicable on SWP units.

In case of selection of different schemes for SIP and SWP (i.e., Source and Target Scheme(s)) under the Facility, the prevailing exit load in the Source Scheme, as on the date of registration of Power SIP will be applicable on the switch from Source Scheme to Target Scheme. For subsequent SWP/redemptions/Switch-outs from the Target Scheme, the exit load prevalent in the Target Scheme as on the date of the switch from Source to Target Scheme will be applicable.

**Q16. Can a minor register for Power SIP?**

No, a minor cannot register for Power SIP.

**Q17. Can a non-individual investor register for Power SIP?**

Yes, non-individual investor can register for Power SIP.

**Q18. What happens in case an investor defaults under Power SIP?**

The existing rules of the SIP product to apply i.e., after 3 consecutive reversals, SIP to be stopped and the feature will be ceased. This means that underlying switches and SWP will also cease.

**Q19. What shall be the consequences, in-case Power SIP gets cancelled due to any reason?**

If due to any reason the Power SIP is cancelled, this shall lead to subsequent cancellation of the underlying Switches and SWP.

**Q20. In case of investor demise during SIP tenure or SWP, what will happen to Power SIP?**

In case of investor demise during any stage of the Power SIP feature; the SIP, the switch and the SWP shall cease, and the subsequent transmission process shall begin.

**Q21. Can an investor change any particulars of the Power SIP, Source Scheme or Target Scheme?**

After registration, the investor cannot change any of the particulars in source scheme such as the SIP tenure, the SIP Scheme (Source Scheme) or the SIP Amount. Power SIP and corresponding Switch/SWP will be ceased if any SIP modification is done.

However, investor can modify the bank mandate mapped to the registered SIP, anytime during the SIP tenure, by submitting the respective SIP Bank Mandate change form.

Target scheme can be changed only "30 calendar days" prior to the last Power SIP installment, during the SIP tenure.

**Q22. What are default options of Source Scheme, Target Scheme, SIP Date, Tenure and SWP Amount?**

Default Options are:

Source Scheme – It is mandatory field and cannot be left blank. If left blank, it will lead to rejection of the application.

Target Scheme – Mahindra Manulife Balanced Advantage Fund

Power SIP Cycle Date – 10<sup>th</sup> of the Month

Tenure – 20 years

Default SWP Amount - In case the investor does not fill in any SWP amount, the default amount shall be as per the amount mentioned in matrix. In case SWP amount mentioned is higher than the matrix amount, the default option will apply.

Please refer to the terms & conditions in the application form for further details.

**Q23. Can an investor select same source and target scheme in Power SIP?**

Yes, an investor can select the same scheme as source and target scheme for Power SIP, from the list of currently Eligible Source and Target Schemes. However, in such case 80:20 rule will not be applicable. Post completion of the specified SIP tenure, SWP will be activated for an amount which is as per the matrix or as per the amount mentioned by the investor in the mandate form.

**Q24. What is the process to discontinue the Power SIP mandate?**

The Power SIP mandate may be discontinued by a unit holder, by giving a written notice of 30 calendar days to any of the Official Point(s) of Acceptance.

**Q25. Is Power SIP available under online mode, DEMAT mode or through exchange platforms?**

Currently this facility is available under physical mode and on Mahindra Manulife Mutual Fund Online Portal only. However, we endeavor to provide the same on different online platforms.

**Power SIP Date Illustration**

**Option A (When Source Scheme and Target Scheme is same):**

**Option A (When Source Scheme and Target Scheme is same)**

<b><u>First Stage</u></b>	SIP Start Date (1 <sup>st</sup> SIP Purchase)	01-May-23
	SIP Tenure (Years)	10
	Last SIP Installment Date	01-Apr-33
	Total Units Accumulated in Source Scheme through Power SIP during SIP Tenure	10000
<b><u>Second Stage</u></b>	Not Applicable	
<b><u>Third Stage</u></b>	SWP Start Date (based on the value of all (100%) accumulated units in the Source Scheme)	01-May-33
<b><u>Fourth Stage</u></b>	Not Applicable	

**Option B (When Source Scheme and Target Scheme is different)**

<b><u>First Stage</u></b>	SIP Start Date (1 <sup>st</sup> SIP Purchase)	01-May-23
	SIP Tenure (Years)	10
	Last SIP Installment Date	01-Apr-33
	Total Units Accumulated in Source Scheme through Power SIP during SIP Tenure	10000
<b><u>Second Stage</u></b>	Date of processing First Switch Transaction in Target Scheme ('First Switch Date') - 15 calendar days from the date of last SIP instalment	16-Apr-33
	Number of Units Switched Out from Source Scheme to Target Scheme on the First Switch Date (80% of the total accumulated units)	8000
<b><u>Third Stage</u></b>	SWP Start Date (based on the value of 80% units switched into the Target Scheme on the First Switch Date)	01-May-33
<b><u>Fourth Stage</u></b>	Date of processing of Second Switch Transaction in Target Scheme ('Second Switch Date') - 3 years from the initial switch transaction	16-Apr-36
	Number of Units Switched Out from Source Scheme to Target Scheme on the Second Switch Date (remaining 20% of the total accumulated units) which will be considered for processing of SWP instalments from the Target Scheme	2000