

TERMS & CONDITIONS AND INSTRUCTIONS

FOR SYSTEMATIC INVESTMENT/TRANSFER/WITHDRAWAL PLANS

The existing and prospective Investor is advised to refer to the Offer Document and Key Information Memorandum of the respective schemes carefully before applying for the enrollment under the Systematic Plan. The Clause on "Minimum Amount of subscription" as specified in the Offer Document of the respective scheme will not be applicable for investments made through the first installment of Systematic Investment /Transfer Plan. For example, the minimum investment amount for 1st investment in JM Basic Fund is Rs.5,000/- . However, in case of SIP, an investor can invest with minimum installment amount of Rs.1,000/- or Rs.500/- per month so as to meet the Minimum Investment Amount over the opted period. Similarly, he can do through STP as well. All applicants are deemed to have accepted the terms and conditions upon tendering the payment and submitting the application form for investment and Systematic Plan. The terms & conditions for respective Systematic Plans are mentioned hereunder:

A. SYSTEMATIC INVESTMENT PLAN (SIP)

1. SIP is available to investors in all the open ended Schemes of JM Financial Mutual Fund. This facility is subject to change from time to time. SIP facility can be availed either through Auto Debit (Direct Debit/ECS) or by way of post-dated cheques. The Bank may be noted by the investor through ECS should participate in local clearing of the city where ECS facility .
2. **AUTO DEBIT FACILITY** : The arrangement for Auto Debit (ECS or Direct Debit) for SIP has been made as follows for second SIP installments onwards: To avail this facility, the applicant is required to give standing instructions to his bankers in the prescribed form to debit his bank accounts at periodic intervals and credit the installment amount to the Bank Account with JM Financial Mutual Fund directly or through any of the service providers appointed by the AMC.
 - i. **SIP through ECS Debit facility** is presently available at following locations for all banks participating in the local clearing in these locations - Agra - Ahmedabad - Allahabad - Amritsar - Aurangabad - Bangalore - Bardwan - Baroda - Bhilwara - Bhopal - Bhubaneswar - Calicut - Chandigarh - Chennai - Cochin - Dehradun - Delhi - Dhanbad - Durgapur - Erode - Gorakhpur - Guwahati - Gwalior - Hubli - Hyderabad - Indore - Jabalpur - Jaipur - Jalandhar - Jammu - Jamshepur - Jodhpur - Kakinada - Kanpur - Kolhapur - Kolkata - Lucknow - Ludhiana - Mangalore - Mumbai - Mysore - Nagpur - Nellore - Panjim - Patna - Pune - Raipur - Rajkot - Ranchi - Salem - Shimla - Sholapur - Siliguri - Surat - Thirupur - Tirupati - Trichur - Trivandrum - Udaipur - Varanasi - Vijaywada - Vizag
 - ii. **SIP through Direct Debit facility** is presently available with the following banks: Banks with which AMC has Direct Credit facility or through ECS system of RBI in places where ECS facility is available subject to the conditions that all required information eg MICR/IFSC codes etc are furnished by investors Centurion Bank of Punjab, ICICI Bank, Indusind Bank, Standard Chartered Bank & Axis Bank (Formerly UTI Bank).
 - iii. The Bank A/c Holder/s has/have to sign the Authorization Request Form meant for Bank in the Auto SIP in the same order as they maintain their bank account . The prospective investor is advised to contact the Investor Service Centres (ISCs) managed by the offices of JM Financial Mutual Fund or Registrar M/s Karyu Computehare Pvt. Ltd for an updated status and for current list of Banks accepting Direct Debit mandates or for the list of cities where ECS facility is available. However minimum 30 days time is required for registration of Auto Debit for 2nd installments onward.
3. **Through Post Dated Cheque** : The investor may submit post-dated cheques drawn on any city in India subject to the first cheque/DD being payable at the location of Point of Acceptance where the SIP request is being submitted
4. The list of cities/banks for Auto Debit (through ECS/Direct Debit) as mentioned above may be modified/updated/changed/removed at any time in future, entirely at the discretion of JM Financial Mutual Fund without assigning any reason or prior notice to investors. In case of removal of any city/bank from the current list, the Auto SIP instructions for investors in such locations/banks will stand automatically discontinued without any prior notice.
5. Investors can choose any one of the following six SIP dates: 1st, 5th, 10th, 15th, 20th or 25th of the month.
6. A separate form is required for each SIP date. Choice of multiple dates through single Form is not permitted. In case, an investor wishes to opt for multiple SIP dates in the same month, he may do so by submitting separate Scheme Application-cum-SIP Forms for each SIP due date with separate set of post dated cheques or Auto Debit forms and A/c Opening Cheque(s)/Demand Draft(s). Any single application if received with multiple SIP dates will be summarily rejected and the amount of initial investment refunded, if the same is less than the minimum investment limit fixed for particular Scheme/Plan/Option that such request is made by the investor 15 days prior to the next settlement date to start the STP/SWP. In case of shortfall of notice period, the AMC/Registrar will process the 1st STP/SWP on the settlement date after the next settlement. Subsequent installments will be processed on respective settlement dates after the start date.
7. The due date for SWP/STP installment under quarterly option will also be on the next settlement date subject to the condition that such 7. Minimum of 30 days time is required for 2nd installment of SIP through post-dated cheques/Auto Debit to take place after the 1st SIP/Initial Investment for each SIP date (if opted for multiple dates).
8. The first investment under SIP has to be made through physical cheque/DD payable locally at the place of submission of the application. The first cheque/DD has to be of any valid date and not a post dated one on the date of submission. However, in case of remaining post-dated SIP cheques, from 2nd installment onwards, the cheques must contain the opted SIP dates for the entire balance period out of the permissible SIP dates i.e. 1st, 5th, 10th, 15th, 20th or 25th of a month. Similarly, in case of SIP through Auto Debit (Direct Debit/ECS), the investor should choose any of the above mentioned six SIP dates.
9. The second SIP installment should not fall in the same calendar month
10. In case, any particular future SIP due date 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 NAV application accordingly.
11. The applicable NAV for all SIP installments under Liquid Funds will be of the day when the cheques get cleared and funds are available to AMC for utilization. For non-liquid schemes, the date of submission of SIP request if the cheque is payable locally and in case of outstation payment instrument, the date of availability of funds for utilization by the AMC or T+10 day (whichever is earlier), will be considered for the allotment of NAV in case the first cheque/DD is realised. Subsequently, the opted due dates will be considered for allotment of NAV, irrespective of the date of realization for SIP investments under Non-liquid scheme.
12. An investor will have to opt for 6 installments or in multiples of 6 installments i.e. 6, 12, 18, 24, 30 installments respectively
13. The minimum SIP installment (each installment) will be as under:
 - (a) Rs.500/- X 12 installments or (B) Rs.1000/- X 6 installments & further in multiples of Re. 1/- or as mentioned in the Offer Documents of the respective schemes whichever is more e.g., under JM Tax Gain Fund , the minimum investment is Rs. 500/- and in multiples of Rs. 500/- each.
14. In order to be treated as a valid SIP application, minimum investment amount as per the Offer Document of the respective scheme e.g. Rs. 5,000/- should be received by the AMC through any of the first 6 installments and at least 10 out of the first 12 installments during the opted period. However, the SIP will be treated as discontinued as per the discretion of the AMC if AMC does not get the funds for any two consecutive SIP installments due to any reasons directly attributable to investor or his banker i.e. insufficiency of funds, instruments not drawn properly, payment stopped by investor etc. or minimum investment criteria is not met before the discontinuation due to the above or any other reasons, anytime during the opted period .
15. In the event of non-receipt of fund for the first investment/1st SIP installment itself, the SIP will automatically be treated as discontinued ab –initio
16. All SIP Installments including the first one are required to be of same amount.
17. For starting an SIP at the time of initial investment itself, the investor has to ensure that initial investment and remaining future SIP installments are of same amount.
18. In the event of any of the installment amount being different, the AMC will treat all SIP installments as normal investments and these will be subject to normal entry/exit load as applicable on the respective dates of investments. In order to treat such installments as normal investments, the AMC reserves the right to revert and reprocess all previous SIP installments besides discontinuation of SIP for future installments or alternatively the AMC may recover the waived entry load directly from investor or by redeeming the equivalent units from the respective folio. In addition, the AMC will also charge exit load (as per applicable rates on the dates of respective SIP installments). In the event of non-fulfillment of minimum subscription criteria of the opted scheme, the AMC shall revert and refund the entire amount without any interest.
19. The Investment cum SIP Enrollment form complete in all respects may be submitted at any of the ISCs of JM Financial Mutual Fund or Karyu Computehare Pvt. Ltd. In case of SIP through Auto Debit (i.e. through Direct Debit in selected banks or through ECS in selected cities), an additional form known as the SIP Auto Debit Registration cum Mandate Form (through Direct Debit/ECS) is also required to be submitted at the time of opting for SIP.
20. The 1st SIP cheque will be considered as Account Opening cheque for existing and new investors. The existing investor may fill-in the existing folio number, Scheme/Plan/Option Name and proceed to fill-up the respective SIP columns of the Common Application Form, if there is no other change required by him in his folio.
21. To subscribe to SIP, an Investors has to submit the following documents:
 - i. Scheme Application cum SIP Registration Form
 - ii. Locally Payable Cheque/DD for Initial Investment cum 1st SIP Installment Amount subject to the minimum amount of Rs. 500/- for 12 months SIP or Rs. 1000/- for 6 months SIP.
 - iii. Post-dated cheques for remaining period drawn on any city in India OR
 - iv. Auto Debit (through Direct Debit/ECS) Registration cum Mandate Form
 - v. A photo copy of the cheque/cancelled cheque from the same account where future installments are to be debited if opted for SIP through Auto Debit .
22. The cheques should be drawn in favour of the scheme/plan chosen (e.g. "JM Equity Fund") and crossed "A/C Payee Only" and payable locally and drawn on any bank, which is situated at and is a member of the Bankers Clearing House located at the place where the SIP application is submitted. In case of outstation cheques, if accepted by the AMC, the AMC shall credit the unit holder with the number of units at the applicable sale price on the day when clear funds are received by the Mutual Fund. However, in all cases, the first cheque/DD should be payable locally. Under Liquid Scheme, the units will be allotted based on the NAV applicable on the date of realization/utilization of funds for the respective SIP installment.
23. Please write the SIP Form/Folio number / first applicant's name on the reverse of the cheque/s accompanying the SIP Form.
24. Returned / Dishonoured cheques will not be presented again for collection.
25. For discontinuation of SIP through ECS / Direct debit, the unit holder is required to intimate the AMC / Registrar at least 15 Calendar Days prior to the next installment for the respective due date. In case of physical post-dated cheques, the minimum notice period for discontinuation is 30 calendar days. On such request, SIP will be terminated and the balance post dated cheques will be returned to the investor or the debit instructions given by the investor under ECS/Direct Debit will be treated as cancelled.
26. As per SEBI guidelines and as per Rule 114 (B) of Income Tax Rules, 1962, it is mandatory for every/all the joint investor/s to submit verified copy of his/her/their PAN Card for all investments irrespective of the amount involved including SIP while opening the SIP Account. Even NRI investor is also required to submit the same.
27. If the investment is in the name of a minor, the verified copy of PAN Card of the minor or his father or mother or legal guardian, who represents the minor, should be submitted.
28. To comply with the PMLA (Prevention of Money Laundering Act), the investor is compulsorily required to complete the KYC through M/s CVL (CDSL Venture Ltd) effective from 1st February 2008 onwards if the amount of single SIP installment is Rs.50,000/- or more
29. Effective from 1st January, 2008, Form-60/61 or Form-49A etc will not be acceptable as per the recent SEBI guidelines.
30. The investor will not hold JM Financial Asset Management Pvt.Ltd., its Registrars and other service providers responsible, if the transaction is delayed or not effected or the investor's bank account is debited in advance or after the specific SIP date due to various cycles of ECS/Clearing.
31. The investor/s agree/s to abide by the terms and conditions of ECS facility of Reserve Bank of India (RBI).

B. SYSTEMATIC TRANSFER PLAN (STP) / SYSTEMATIC WITHDRAWAL PLAN (SWP)

(These facilities are available only for Open-ended (other than Tax Savings) Schemes)

1. STP provides for transfer of specified amount from one scheme/plan/option in which the original investment is made to any other scheme/plan/option of JM Financial Mutual Fund, at the end of specified periodic interval viz., either weekly, fortnightly, monthly or quarterly.
2. SWP provides for withdrawal of capital appreciation over the opted period or specific amount by redemption from a scheme at the end of a specific interval.
3. In order to start the STP/SWP, the investor must have a minimum investment of Rs. 5,000/- or above or as per the minimum investor subscription amount (whichever is higher) in the scheme/plan/option concerned on the 1st opted STP/SWP date . However, the investor is not required to maintain the same balance after processing the 1st STP/SWP installment. The last installment may be equivalent to or less than the opted installment amount.
4. Minimum amount for transfer and available dates for STP are as under :

Frequency	Amount per installment\$	Starting dates during any month	Minimum mandatory Installments (equal amount)	Minimum period required to start 1st STP/ extended the STP after receiving the request	Revertal and Reprocess with load or recovery of load if following conditions are not met*
Weekly	Rs. 1000/-	1 st , 8 th , 15 th , 22 nd (after 22nd the next date will automatically be 1st of next month)	6	Min 15 calendar days	If five installments out of the first six installments could not be effected.*
Fortnightly	Rs. 1000/-	1 st and 15 th	6	As above	As above
Monthly	Rs. 1,000/-	1 st , 5 th 15 th & 25 th	6	As above	As above
Quarterly	Rs. 3,000/-	1 st Business Day of the next month subject to the minimum gap of 15 calendar days from the date of receipt of STP request and subsequently after every quarter from the start month.	2	As above	If the first two installments are not effected.*

@ In case 5 out of the first 6 installments in monthly / weekly / fortnightly and first two in case of quarterly option are effected, the STP's will be treated as valid and there will be no revertal and reprocess with recovery of load.

\$ Further, in multiples of Re 1/- after the above minimum limit fixed for each STP installment as per the frequency opted or as per the features of respective schemes e.g. under JM Tax Gain Fund, the minimum investment is Rs. 500/- and further in multiples of Rs. 500/- each.

* Or in the event of failure of two consecutive STP installments, the STP request will stand terminated and the investor will have to make a fresh application for availing of this facility subject to the current term & conditions applicable for fresh STP cases. This condition will, however, not be applicable in case of CAW where the condition of minimum STP installments could not be met due to the capital appreciation amount being less than Rs. 100 in case of monthly option and Rs. 300 in case of quarterly option.

5. In the event of non-fulfillment of any of the criteria i.e. minimum subscription or minimum number of installments or failure etc, the AMC/Registrar will revert all the previous installments and reprocess with the same with loads as applicable on the respective due dates. Alternatively, the AMC may recover the amount of load waived for all installments directly from investor or by debit to his folio/s maintained with JM Financial Mutual Fund. In the event of non-fulfillment of minimum subscription criteria of the opted scheme, the AMC shall revert and refund the entire amount without any interest.
6. SWP facility is available on 1st, 5th, 15th and 25th of the month under monthly and 1st Business Day of the next month for quarterly SWP, subject to the minimum gap of 15 calendar days to start SWP . Subsequent quarterly SWP will fall due after completion of 3 months from the start date.
7. In case, it is not possible for the AMC/Registrar to start the STP/SWP from the opted start date due to the insufficiency of time given by the investor, the AMC/Registrar will automatically process the first STP/SWP on the opted date from the next month after the opted starting month e.g. In case investor applies for STP/SWP on 18th Dec 2007 for effecting 1st STP/SWP from 1st January, 2008, AMC/Registrar may process the same from 1st of February, 2008 . In such a case, the ending period will be extended automatically by another month.
8. Minimum amount for withdrawal under SWP is fixed as under :
 - a. **Fixed Amount Withdrawal (FAW)** : Rs. 1,000/- per month or Rs. 3,000/- per quarter and further in multiples of Re.1/- thereafter.
 - b. **Capital Appreciation Withdrawal(CAW)** Entire Capital Appreciation over the previous due date to current due date subject to a minimum of Rs. 100 under monthly option and Rs. 300/- under quarterly option
9. In case the opted STP/SWP day falls on a non-business day, the next business day shall be deemed to be the transaction day for that month or quarter as the case may be.
10. Each installment under STP/SWP cannot exceed the original investment amount divided by the number of installment chosen subject the fulfillment of minimum STP/SWP criteria for respective frequency. In case of multiple STP/SWP dates, the total number of installments will be taken into account while fixing up the maximum installment amount.

JM Equity & Derivative Fund and JM Arbitrage Advantage Fund: The due date for processing STP/SWP installment for these schemes is based on the "interval period" every month i.e. the settlement date of Future and Options Market subject to the condition that such request is made by investor 15 days prior to the next settlement date to start the STP/SWP. In case of shortfall, the AMC/Registrar will process the 1st STP/SWP on the settlement date after the next settlement. Subsequent installments will be processed on respective settlement dates after the start date . The due date for SWP/STP installment under quarterly option will also be on the next settlement date subject to the condition that such request is made by investor 15 days prior to the next settlement date to start the STP/SWP. In case of shortfall, the AMC/Registrar will process the 1st STP/SWP on the settlement date after the next settlement. Subsequent installments will be processed on settlement dates after a calendar from the start date and so on .

- General :**
1. In case, the investor does not mention the name of Plan, Options, Sub-Options, AMC/Registrar will allot the units as per default Plans/Options/Sub-Options. If the mode of payment of dividend is not indicated, the choice will be deemed to be Dividend Reinvestment. However, in case the dividend payable to any unit holder is below Rs.100/- each time, then the same will be automatically reinvested.
 2. JM Financial Asset Management Pvt.Ltd., its Registrars and other service providers shall not be responsible and liable for any damage/compensation for any loss, damage, etc. incurred by the investor, in any manner. The investor assumes the entire risk of using this facility and takes full responsibility.