National Securities Depository Ltd.

Participant Interface
Circular

Circular No.: NSDL/POLICY/2012/0021 Date: February 14, 2012

Sub: Demat option for Mutual Fund units through Systematic Investment Plan (SIP)

As all Participants are aware, SEBI vide its Circular No. CIR/IMD/DF/9/2011 dated May 19, 2011 had enabled an option to investors to hold mutual fund units in demat form. In this context, SEBI had advised Association of Mutual Funds In India (AMFI) that the demat option for Systematic Investment Plan (SIP) may be implemented with effect from January 1, 2012. Participants are hereby informed that the R&T Agents of mutual funds have confirmed that they will be facilitating:

(i) Conversion of mutual fund units into demats form in respect of existing SIPs.

(ii) New subscriptions of SIPs for mutual funds units in demat form.

For conversion of mutual fund units into demat form with SIP facility, Participants may guide their Clients to opt for “ALL” option for conversion instead of “quantity” option. In case the “ALL” option for conversion is selected, the R&T Agent/AMC would be able to credit all units held by the investor into demat form.

For and on behalf of
National Securities Depository Limited

Samar Banwat
Senior Vice President

Signature Not Verified
Digitally signed by SAMAR PAWANKUMAR BANWAT
Date: 2012.02.14 19:13:32 +05:30
Reason: Authentication
Location: NSDL, Mumbai