

STP Required For Target Future Value

Mr. A is a proactive investor with a clear financial objective of accumulating a 1 Crore investment corpus within a span of 12 years. To achieve this goal, he has devised a strategic investment plan that involves initially investing a lump sum amount in a Debt Fund, assuming a 6% return. Subsequently, Mr. A intends to transfer 1% of the monthly investment to an Equity Fund assuming a 12% return. He seeks guidance on determining the optimal lump sum investment required to initiate this plan.

STP Investment Proposal For Mr. A

Target Amount	₹ 1,00,00,000	
Monthly Transfer Mode	1.00 % of Initial Investment	
Period	12 Years	
Expected Rate of Return	Debt Fund	6.00 %
	Equity Fund	12.00 %

Initial Investment Required

₹ 33,51,520

Expected Future Value

Debt Fund Value	₹ 12,565
Equity Fund Value	₹ 99,87,435
Total Fund Value	₹ 1,00,00,000
Annualised Returns	9.54 %

*This illustration and returns assumed are on the basis of the request made by you. These are neither indicative nor guaranteed returns. Mutual fund investments are subject to market risks. Do read all scheme-related documents carefully.

**STP Investment Proposal
For Mr. A**

Year	Debt Fund Value at the beginning of year	Transfer to Equity every year	Equity Fund Value at the beginning of year	Equity Fund Value at the end of year	Total Value at the end of year (Debt+Equity)	IRR
1	₹ 33,51,520	₹ 4,02,182	₹ 0	₹ 4,23,850	₹ 35,63,335	6.32 %
2	₹ 31,39,485	₹ 4,02,182	₹ 4,23,850	₹ 8,98,562	₹ 38,13,290	6.67 %
3	₹ 29,14,728	₹ 4,02,182	₹ 8,98,562	₹ 14,30,239	₹ 41,06,725	7.01 %
4	₹ 26,76,486	₹ 4,02,182	₹ 14,30,239	₹ 20,25,718	₹ 44,49,667	7.34 %
5	₹ 24,23,949	₹ 4,02,182	₹ 20,25,718	₹ 26,92,654	₹ 48,48,914	7.67 %
6	₹ 21,56,260	₹ 4,02,182	₹ 26,92,654	₹ 34,39,622	₹ 53,12,132	7.98 %
7	₹ 18,72,509	₹ 4,02,182	₹ 34,39,622	₹ 42,76,227	₹ 58,47,961	8.28 %
8	₹ 15,71,734	₹ 4,02,182	₹ 42,76,227	₹ 52,13,224	₹ 64,66,136	8.56 %
9	₹ 12,52,912	₹ 4,02,182	₹ 52,13,224	₹ 62,62,661	₹ 71,77,621	8.83 %
10	₹ 9,14,960	₹ 4,02,182	₹ 62,62,661	₹ 74,38,030	₹ 79,94,762	9.08 %
11	₹ 5,56,732	₹ 4,02,182	₹ 74,38,030	₹ 87,54,444	₹ 89,31,454	9.32 %
12	₹ 1,77,010	₹ 1,67,576	₹ 87,54,444	₹ 99,87,435	₹ 1,00,00,000	9.54 %

*The chart is for illustration purposes only. Figures are approximate and may not be linear as shown in the chart. The returns assumed above are as per your request. These are neither indicative nor guaranteed returns.