



REVISED CRITERIA FOR S.T.R.

Alert Code	Existing STR Criteria with new reason code effective 1 st Sep , 2012	Revised STR Criteria – effective 1 st April 2018
309	<p>Multiple Accounts: Large number of folios (20 or more) regardless of his/her status as a 1st/2nd/3rd unit holder, having the following:</p> <p>For Individual</p> <ul style="list-style-type: none"> a) Same address (address line 1), where demand drafts have been used for investing 5 or more times in a rolling period of 1year and b) More than 5 different bank accounts have been used for investments and c) Subject to a threshold of amount of non -SIP Investments being ₹20 lac <p>For Non-Individual</p> <ul style="list-style-type: none"> a) Same address (address line 1), where demand drafts have been used for investing 5 or more times in a rolling period of 1year and b) More than 10 different bank accounts have been used for investments and c) Subject to a threshold of amount of non -SIP Investments being ₹40 lac 	<p>Use of Demand Drafts for investments: Regardless of his/her status as a 1st/2nd/3rd unit holder, transaction across folios (at PAN level):</p> <p>For Individual</p> <ul style="list-style-type: none"> a) Demand drafts have been used for investing 3 or more times in a rolling period of 1year and the cumulative amount of such non -SIP Investments being ₹10 lac or above <p>For Non-Individual</p> <ul style="list-style-type: none"> a) Demand drafts have been used for investing 5 or more times in a rolling period of 1year and the cumulative amount of such non -SIP Investments being ₹20lac or above
413	<p>Activity in Accounts - Unusual activity compared to past transactions:</p> <ul style="list-style-type: none"> a. Where one single subscription transaction is twenty or more times greater than the average of all PRIOR subscription transactions by one investor, b. Within his life-time as investor or during the last one year, whichever is lesser – (excluding systematic transactions). c. The threshold is an amount of ₹10 lac and above for such a single transaction. d. Dividend Reinvestment and systematic transaction values should be excluded. 	<p>Activity in Accounts - Unusual activity compared to past transactions:</p> <ul style="list-style-type: none"> a. Where one single subscription transaction is twenty or more times greater than the average of all PRIOR subscription transactions by one investor during the last 3 years b. The threshold is an amount of ₹10 lac and above for such a single transaction. c. Dividend Reinvestment, switches and systematic transaction values should be excluded.
414	<p>1.Use of different accounts by client alternatively.</p> <p>Individuals:</p> <ul style="list-style-type: none"> a. Individuals investing via more than five bank accounts within his / her life-time as investor or the last one year whichever is lesser or b. Registers more than 5 bank accounts within his / her life-time as an investor. c. The threshold of such investments is an amount of ₹20 lac and above 	<p>< No change; Criteria reiterated for clarity ></p> <p>2.Use of different accounts by client alternatively.</p> <p>Individuals:</p> <ul style="list-style-type: none"> a. Individuals investing via more than five bank accounts within his / her life-time as investor or the last one year whichever is lesser or b. Registers more than 5 bank accounts within his / her life-time as an investor. c. The threshold of such investments is an amount of ₹20 lac and above



	<p>Non-Individuals:</p> <ul style="list-style-type: none"> a. Non Individual investors investing in any scheme via more than ten bank accounts within its lifetime as investor or the last one year whichever is lesser b. Registers more than 10 bank accounts within his / her life-time as an investor. c. The threshold of such investments is an amount of ₹40 lac and above 	<p>Non-Individuals:</p> <ul style="list-style-type: none"> b. Non Individual investors investing in any scheme via more than ten bank accounts within its lifetime as investor or the last one year whichever is lesser b. Registers more than 10 bank accounts within his / her life-time as an investor. c. The threshold of such investments is an amount of ₹40 lac and above
415	<p>3. Short Period Redemptions:</p> <p>Individuals: Two opposite transactions in a folio within a scheme in a rolling period of 14 calendar days where the amount of at least one of the transactions is minimum of ₹25 lac. Purchases, redemptions and switches are to be considered.</p> <p>For Non individuals: Two opposite transactions in a folio within a scheme in a rolling period of 14 calendar days where the amount of at least one of the transactions is minimum ₹50 lac. Purchases, redemptions and switches are to be considered.</p>	<p>(No change, however criteria being clarified)</p> <p>3. Short Period Redemptions: Two opposite transactions in a folio within a scheme in a rolling period of 14 calendar days, except transactions in liquid/Ultra Short Term Debt funds Purchases, redemptions and switches are to be considered to consider the period of 14 days from initial purchase till date of redemption. For eg. Purchase on day T in scheme X for ₹ 1 crore, subsequently switched to scheme Y, which is then redeemed within T+14 should be treated as an alert. Only a Switch to another scheme which is not redeemed within T+14 will not be treated as an alert.</p> <p>Individuals: Threshold amount of at least one of the transaction will be ₹25 lac and above</p> <p>For Non individuals: Threshold amount of at least one of the transaction will be ₹50 lac and above</p> <p>(All Systematic Transactions are excluded)</p>
416	<p>4. Non-Financial Activity in Accounts:</p> <p>1. Change of address or change in bank mandate during a <u>rolling 12-month</u> period, where:</p> <ul style="list-style-type: none"> a. Changes to bank mandate are executed by individual investors (including HUF) involving more than <u>three</u> different bank accounts (account numbers are different) <p style="text-align: center;">OR</p> <ul style="list-style-type: none"> b. Changes to bank mandate are executed by non-individual investors involving more than <u>five</u> different bank accounts (account numbers are different). <p style="text-align: center;">OR</p> <ul style="list-style-type: none"> c. Changes to address are executed by any investor (individual and non-individual) involving more than <u>three</u> different addresses. 	<p>4. Non-Financial Activity in Accounts:</p> <p>1. Change of address or change in bank mandate during a <u>rolling 12-month</u> period, where:</p> <ul style="list-style-type: none"> a. Changes to bank mandate are executed by individual investors (including HUF) involving more than <u>three</u> different bank accounts (account numbers are different). These changes are over and above registered bank accounts <p style="text-align: center;">OR</p> <ul style="list-style-type: none"> b. Changes to bank mandate are executed by non-individual investors involving more than <u>five</u> different bank accounts (account numbers are different). These changes are over and above registered bank accounts <p style="text-align: center;">OR</p> <ul style="list-style-type: none"> c. Changes to address are executed by any investor (individual and non-individual) involving more than <u>3</u> different addresses.



	<p>2. KYC failure Where KYC has failed <u>2 times</u> or more and has not been regularized over a rolling period of <u>3 months</u></p>	<p>2. KYC failure Where KYC has failed and has not been regularized over a rolling period of <u>3 months</u> and cumulative amount of investment of ₹5 lac.</p> <p>3. KYC under process for long period KYC in process status for more than 3 months and cumulative investment more than ₹10 lac for individuals and ₹40 lac for non-individuals. For points 2 & 3 above consider those cases where a purchase(s) has been submitted with KYC under progress status.</p> <p><i>All 3 conditions provided above are mutually exclusive and any investor triggering any one of the conditions from 1 to 3 above should form part of the alerts.</i></p>
506	<p>Nature of Transactions: Investment of value greater than or equal to an aggregation of:</p> <ol style="list-style-type: none"> ₹20 lac or more for an individual / HUF during his / her / its lifetime or during the last one year (whichever is lesser) ₹40 lac or more for a non individual during its lifetime or during the last one year (whichever is lesser) <p>For (a) and (b) above, investments covered are those from a bank account / source other than the registered bank mandate of the investor (including all past bank mandates registered), as per RTA records.</p>	<p>This criteria is omitted.</p>
604	<p>Value of Transaction: Large sums being transferred from overseas for making payments towards investments of value greater than or equal to ₹25 Lac by a Non-Resident Indian via a mode of payment other than a NRE/NRO/FCNR account.</p>	<p>This criteria is omitted.</p>
310	<p>Multiple transactions:</p> <ol style="list-style-type: none"> 10 or more purchase transactions within a folio for an amount between ₹1,75,000 and ₹1,99,999 in a rolling period of 1 month. 	<p>This criteria is omitted, on account of amendment to Rule 114 E of the Income Tax Act (for AIR reporting where threshold limit is now is ₹10 lac or more in aggregate in a financial year towards purchase of Units of a Mutual Fund scheme, excluding switches).</p> <p>Cumulative transactions for the Financial Year between ₹9,75,000 and ₹9,99,999 to be checked annually in the month of April.</p>
801	<p>Investment vis-à-vis the declared income as per last available / any revised KYC application form: Single purchase transaction by:</p> <ol style="list-style-type: none"> Individual - an amount of 10 or more times (of the upper band of annual income) specified by the investor in the KYC form. 	<p>Investment vis-à-vis the declared income as per last available / any revised KYC application form: Single purchase transaction by an Investor: An amount of 10 or more times (of the upper band of the annual income) specified by the investor in the KYC form.</p>



	<p>2. Non-resident Indian - an amount of 40 or more times (of the upper band of annual income) specified by the investor in the KYC form. For example, if the declared income is between ₹1 lac to ₹5 lac, the investment amount to be considered is => ₹2 crore.</p> <p>3. Single purchase transaction by a non-individual of an amount of 100 or more times (of the upper band of annual income) specified by the investor in the KYC form. Follow the same method of example as above</p> <p><i>(Special emphasis must be laid by Fund Houses on investors who are students/housewives/retired persons/forex dealers / persons who have categorized themselves as "others")</i></p>	<p><i>(Special emphasis must be laid by Fund Houses on investors who are students/housewives/retired persons/forex dealers / persons who have categorized themselves as "others")</i></p>
805	<p>Change in bank mandate used for debits for SIP investments</p> <p>Where an investor uses multiple bank accounts to debit for SIP investments i.e. more than 3 in one rolling year and the amount of investment exceeds ₹50,000 in such a period</p>	<p>Change in bank mandate used for debits for SIP investments</p> <p>Where an investor uses multiple bank accounts to debit for SIP investments i.e. more than 1 in one rolling year and the amount of investment exceeds ₹2,00,000 in such a period</p>
804	<p>Multiple Joint holders:</p> <p>Where one investor (identified by PAN) is using the name of 5 or more minors for investments at any point in time.</p> <p style="text-align: center;">OR</p> <p>Where one investor (identified by PAN) is investing as a joint holder (2nd or 3rd) with 5 or more different first unit holders (also identified by PAN) at any point in time</p>	<p>Multiple Joint holders:</p> <p>Where one investor (identified by PAN) is investing as a joint holder (2nd or 3rd) with 5 or more different first unit holders (also identified by PAN) at any point in time</p>