

# Myth

**Dividend payout and growth options deliver identical returns.**



# Fact

- **Dividend payout and growth options function differently.**
- **In a dividend payout option, the scheme distributes declared dividends to investors.**
- **Conversely, in a growth option, dividends are reinvested within the scheme, increasing its Net Asset Value (NAV).**
- **While dividend payout provides regular cash flow (subject to available surplus), growth options offer the potential for higher returns through compounding benefits reflected in the NAV.**