



SOVEREIGN GOLD BONDS



WHY INVEST IN GOLD?



Safe Haven during
Economic Turmoil



Upside Potential due to
Inherent Demand



Portfolio
Diversification



Easy liquidity &
No Credit Risk



Low/Negative correlation
to other Assets





Physical Gold



Gold Mutual Fund



Gold ETF



Jewellery



Digital Gold



Sovereign Gold Bonds



WHY ARE SGBs THE BEST WAY TO INVEST IN GOLD

- ✓ Issued by RBI on behalf of Government of India
- ✓ Government security denominated in gram(s) of gold (1 unit of SGB = 1 gram of Gold)
- ✓ Superior alternative to buying physical gold
- ✓ Free from issues like making charges and purity as in gold jewellery
- ✓ Assurance of Purity and Safety by RBI

- ✓ Minimum Investment: 1 gram and Maximum Investment: 4kgs for Individuals & HUF; 20kgs for Trust and similar entities
- ✓ SGBs opens for subscription during specified periods during a financial year
- ✓ On maturity, investors receive redemption proceeds in Indian Rupees into their bank accounts
- ✓ Both Allotment and Redemption price is based on simple average of last 3 business days for 999 purity as published by Indian Bullion and Jewellers Association Limited



KEY FEATURES & BENEFITS OF SGBs



2.50% p.a.* Assured returns on Initial Investment



Capital appreciation opportunity as price is linked to Gold



₹ 50 discount per gram on investment price



No Capital Gain Tax if Held till Maturity**



Zero Holding Cost



No TDS on Interest

* Interest is taxable as per slab & payable half-yearly


** For Individuals only





KEY FEATURES & BENEFITS OF SGBs

'0' Zero Risk & Cost of Storage

 Securely Held in De-mat form

 Can be used as Collateral for Loan

 Tenor of 8 years; Option to exit after 5th year

















 No Lock-in: Tradable on Stock Exchanges*

 Sovereign Guarantee on Redemption Amount & Interest Payment

*** Subject to liquidity*

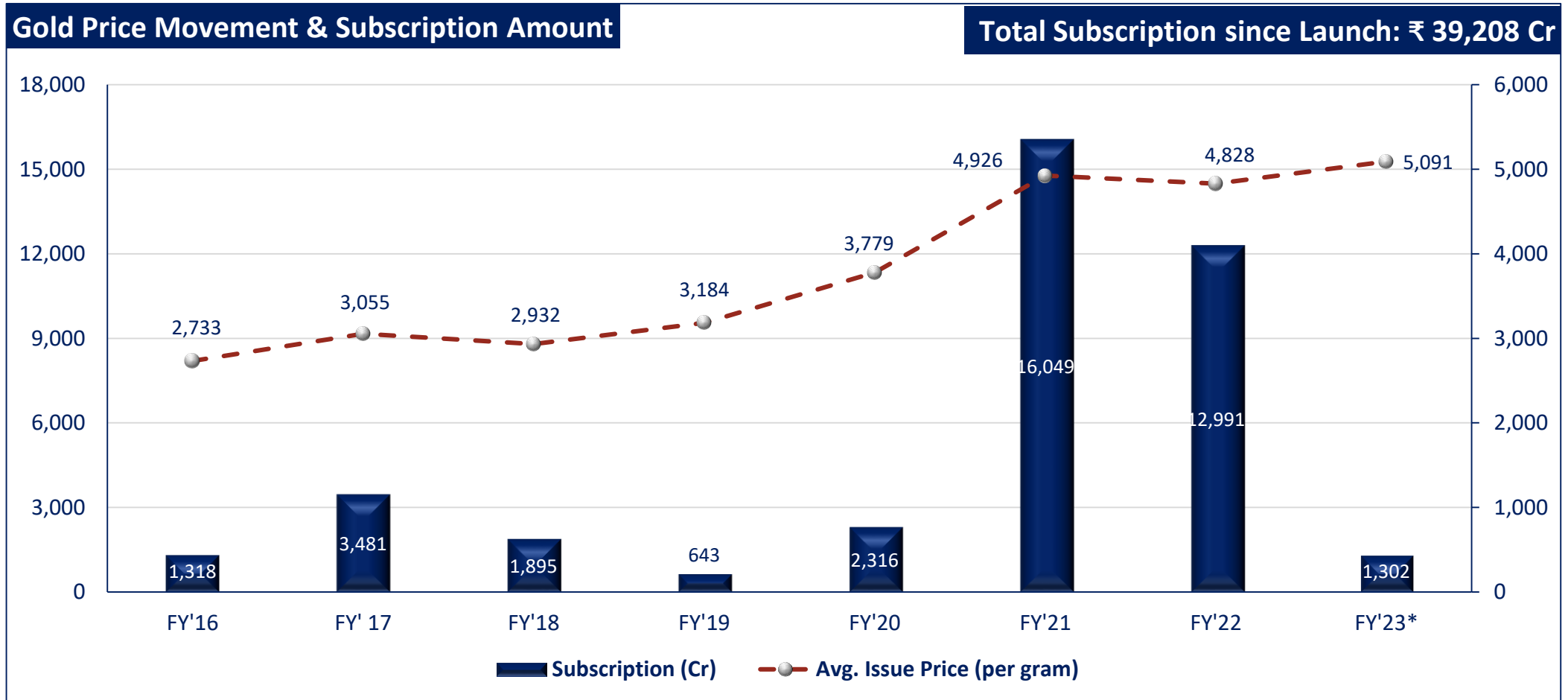


COMPARISON OF SGBs, PHYSICAL GOLD AND GOLD ETFs

	SGBs	Physical Gold	Gold ETFs
Fixed Interest	 2.50% p.a.	 No Interest	 No Interest
Capital Gain Tax	 '0' Capital Gain Tax	 Short Term (< 3 Yrs): Marginal Slab rate; Long Term (>= 3 Yrs): 20% with Indexation	
Liquidity / Exit Option	 Tradable on Stock Exchanges	 Restrictive	 Tradable on Stock Exchanges
Cost of Acquiring Gold	 '0' charges & No expenses	 Making Charges / Storage Cost	 Fund Management Charges
Purity	 Highest Purity (IBJA '999')	 Remains Questionable	 High as issued in de-mat form
Safety	 High	 Risk of theft & wear / tear	 High



SUBSCRIPTION IN SGBs SINCE ITS INCEPTION

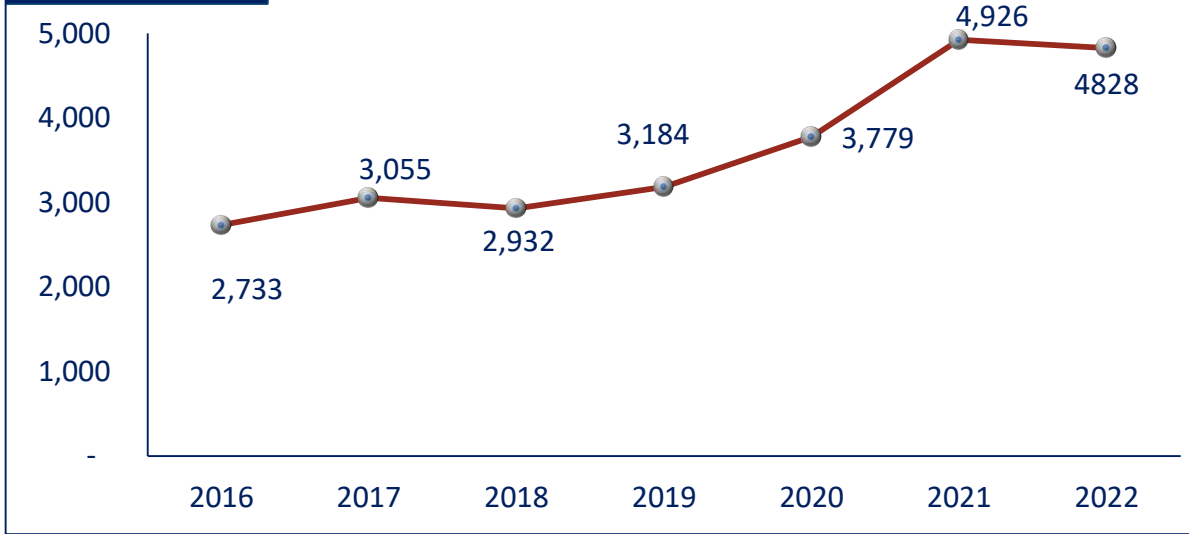


* Only One SGB Issue in FY'23 until July

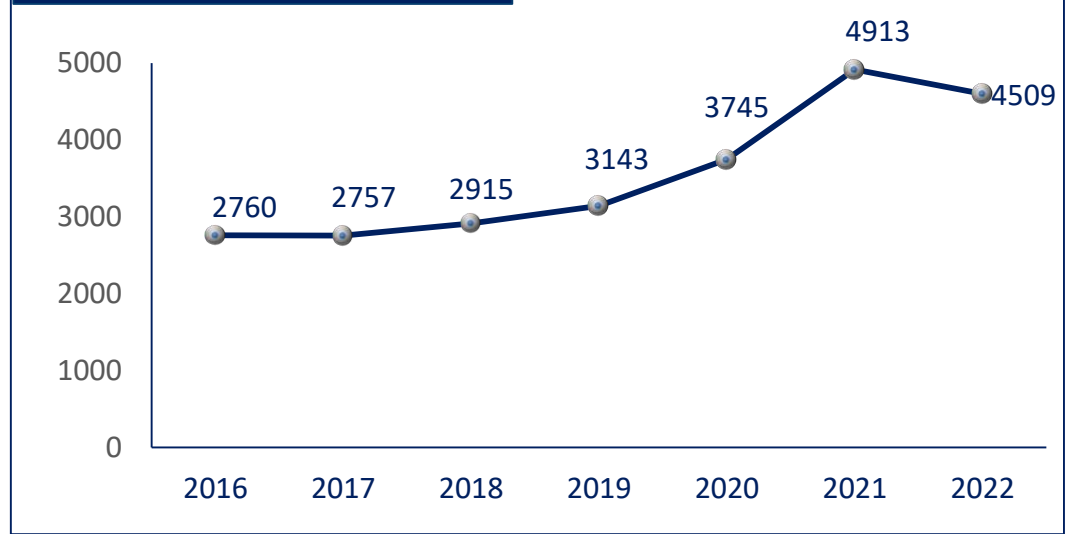


SGB & Physical Gold Prices Comparison

SGB (Per Gram)



Physical Gold Price Movement



Investment Value (2015)	Market Value (2022)	Market Value Break Up	Returns Break up	CAGR %
1,00,000	1,94,155	Capital Appreciation: 76,655 + Interest (@ 2.5% p.a.): 17,500 Total: 94,155	76.7% + 17.5% 94.2%	8.5
Additional Benefit: Tax free after 8 years at Maturity.				

Investment Value (2015)	Absolute %	CAGR %	Total Returns %	Market Value
1,00,000	63.4	7.3	63.4	1,63,000
Taxable				

Source: RBI SGB Data, 999 Purity Gold

Rs. 50 Discount has an impact on returns.

Source: World Gold Council, 999 Purity Gold

Sr. No.	Tranche	Subscription Period	Date of Issuance
1.	2022-23 Series I	June 20-24, 2022	June 28, 2022
2	2022-23 Series II	Aug 22-26, 2022	Aug 30, 2022

Steps to Invest



**LOGIN to your
mobile app**



**Go to
'Fixed Income'**



**Tap on
'SGB'**



Thank you

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Product Offerings:

Equity | Derivatives | Mutual Funds | Fixed Income | Insurance | IPO | Car Loans* | Home Loans*

*We are the distributor of HL and CL of SBI

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