

Appendix-1.1

1-Pictures of various forms of Gold Investment Avenues



Picture of Gold Jewellery



Picture of Gold Jewellery




Picture of Gold Coins



Picture of Gold Bars

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GOVERNMENT OF INDIA

DRAFT OF SOVEREIGN GOLD BOND SCHEME

RBI will issue sovereign gold bonds on behalf of the government

The bonds, in demat form, will be marketed through post offices and brokers on a commission basis

The bonds will be issued in 2, 5, 10 grams of gold or other denominations

The tenor of the bond could be for a minimum of 5-7 years

On maturity, investor gets equivalent of the face value of gold in rupee terms

The rate of interest on the bonds will be payable in terms of grams of gold

Likely interest rate will be 2 per cent

or 3 per cent

The bonds can be sold and traded on commodity exchanges

There will be a cap of 500 grams per person per year

Upside gains and downside risks will be with the investor


Will attract capital gains tax as is applicable to bars and coins

The bonds can be used as collateral for loans

The Know Your Customer norms will be the same as that of gold

Estimated stocks of gold in India - over 20,000 tonnes

India, the world's largest consumer of gold, imports around 800-900 tonnes of the metal annually



Picture of Gold Bond Scheme