

March 2025

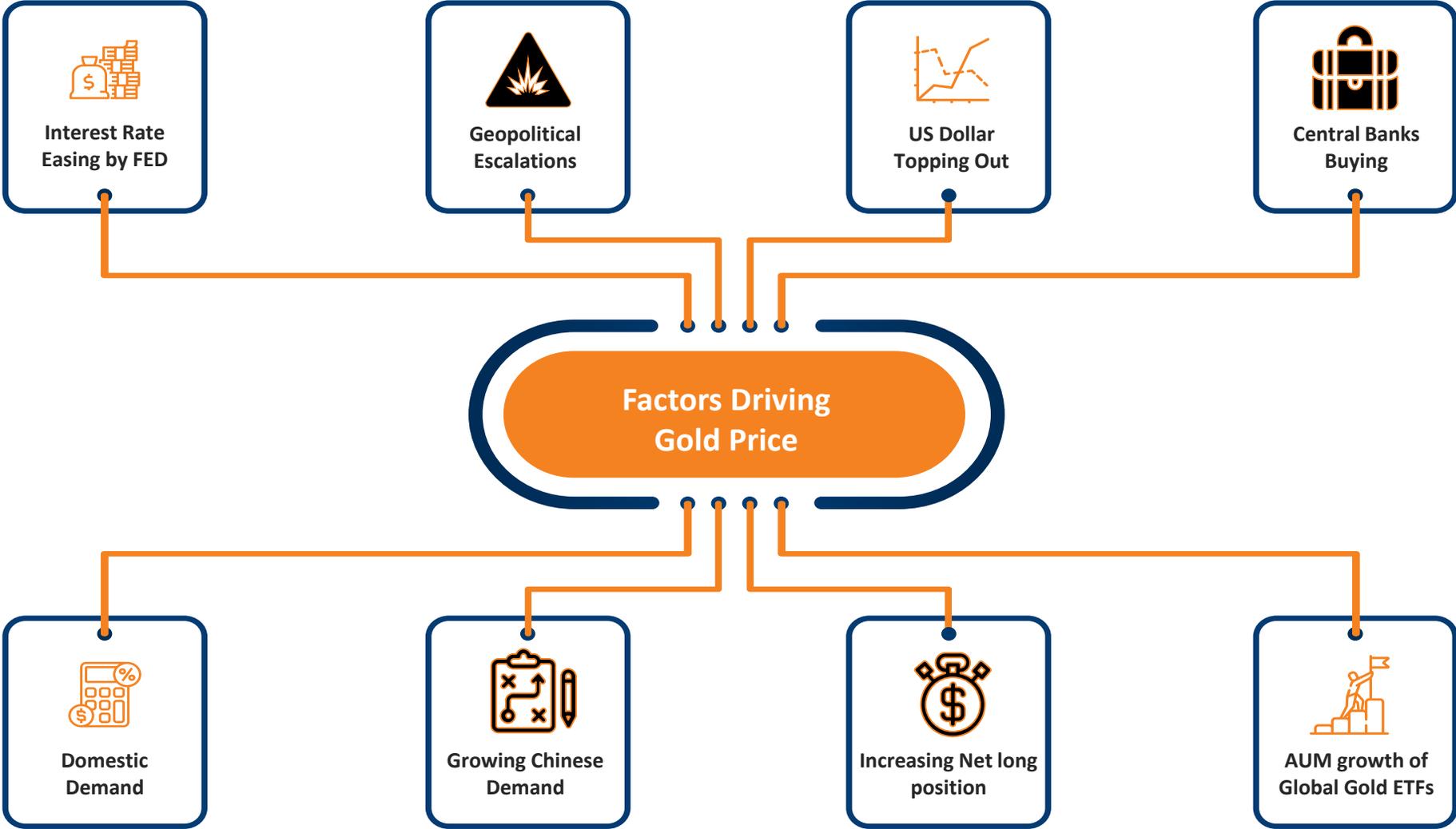
# Mirae Asset Gold ETF (NSE Symbol: GOLDETF , BSE Scrip Code: 543781)

(An open ended scheme replicating/tracking Domestic Price of Gold)

# Mirae Asset Gold ETF Fund of Fund

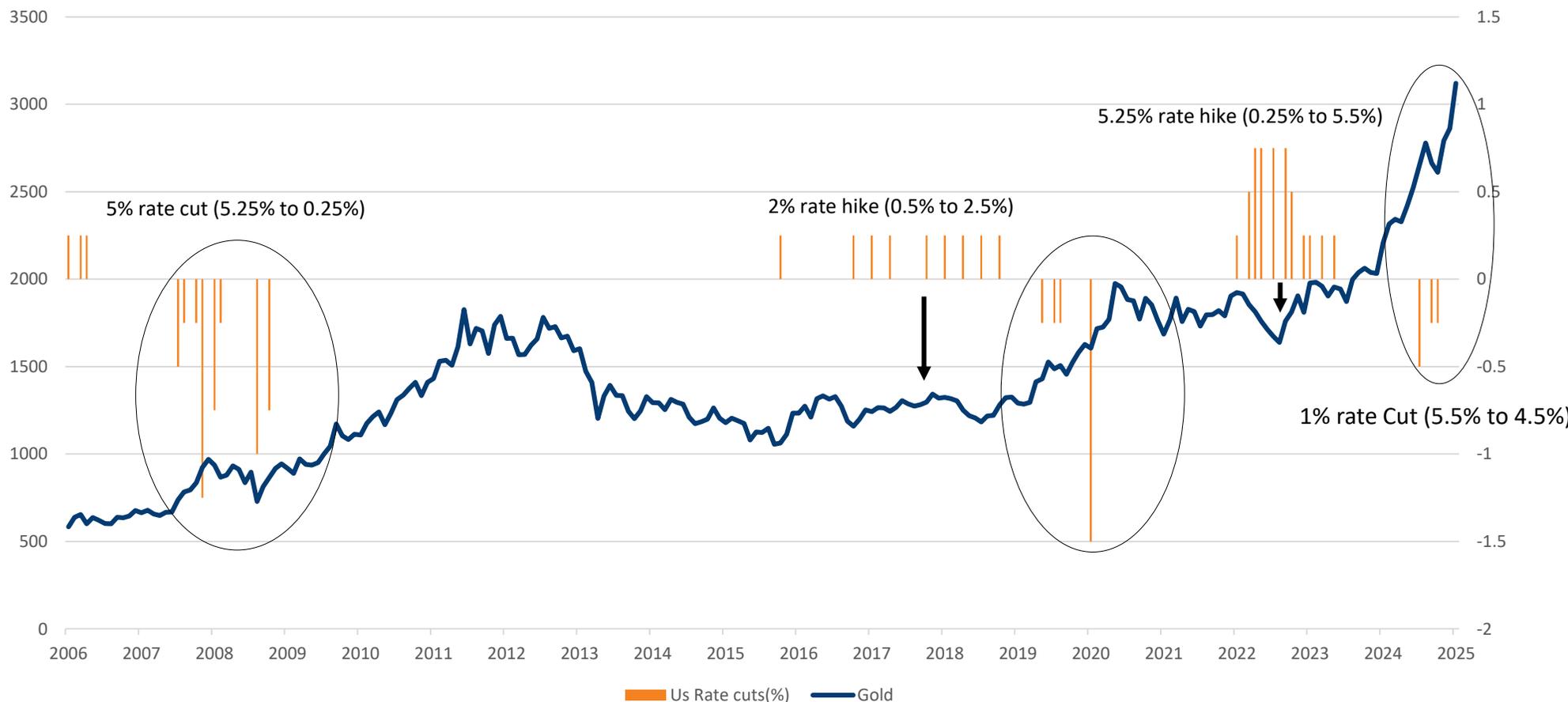
(An open-ended Fund of Fund scheme investing in Mirae Asset Gold ETF)

# What is driving gold prices now ?



# US interest rate play – Gold typically reacts positively at the time of rate cuts

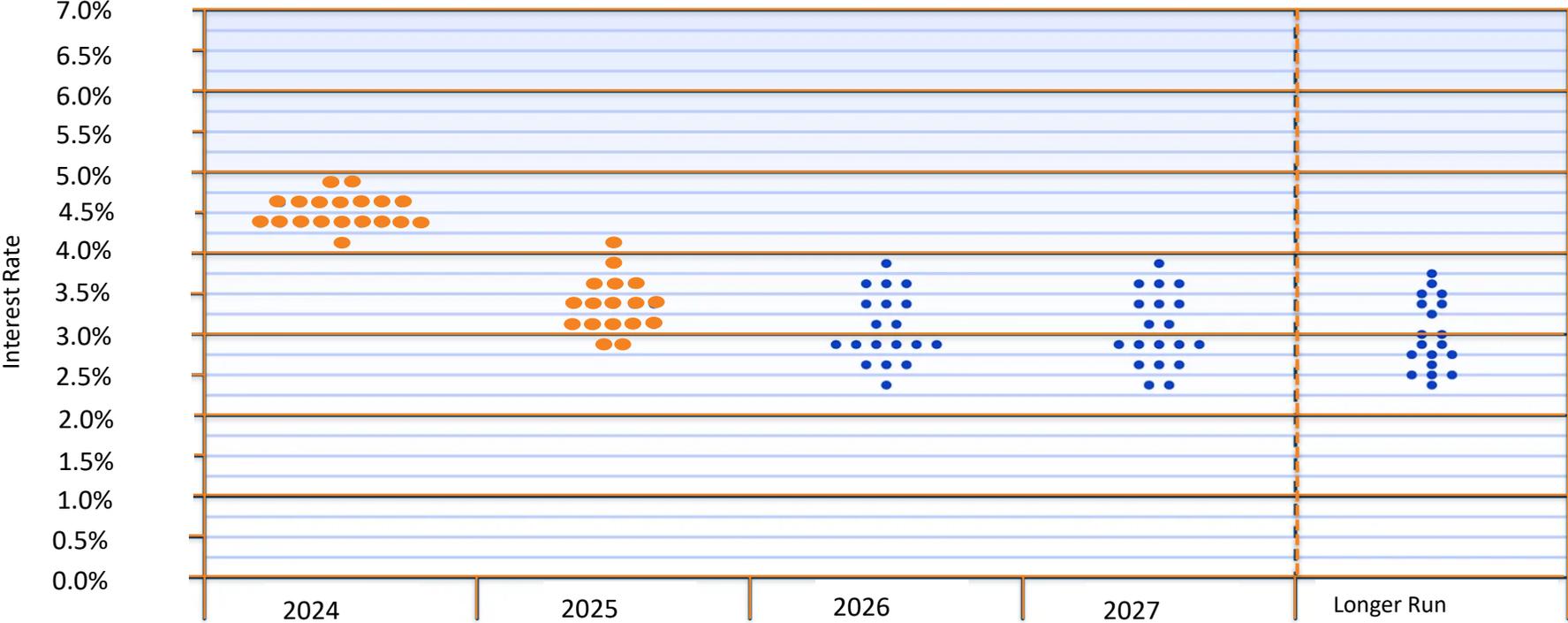
Gold Performs whenever there is a rate cuts and Vice versa



**In past, Gold has typically reacted positively to US rate cuts and remained under pressure at US rate hikes**

# US interest rate projection

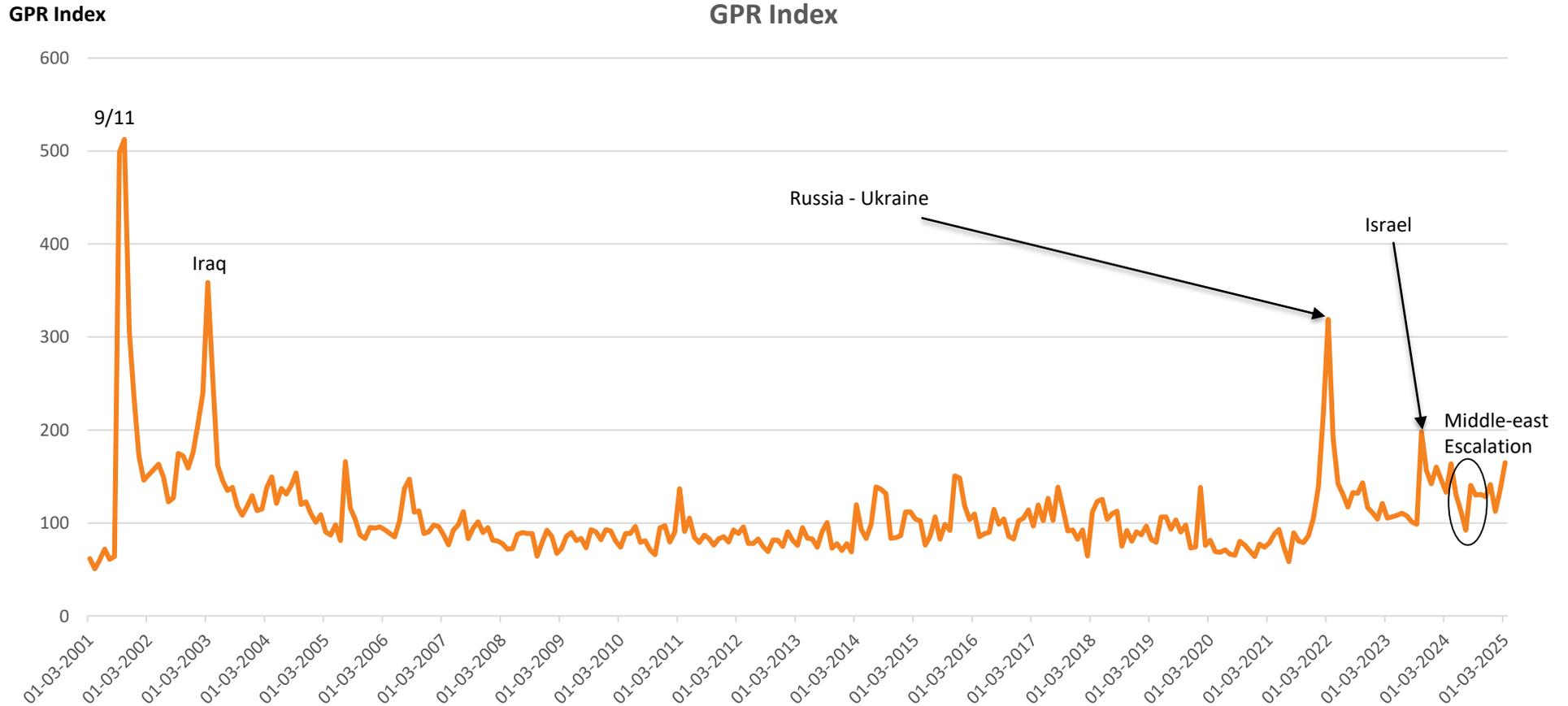
FOMC Participant's Policy Path Chart "The Dot Plot"



*Dots:* The dots represent each FED member's interest rate projection for a given year.

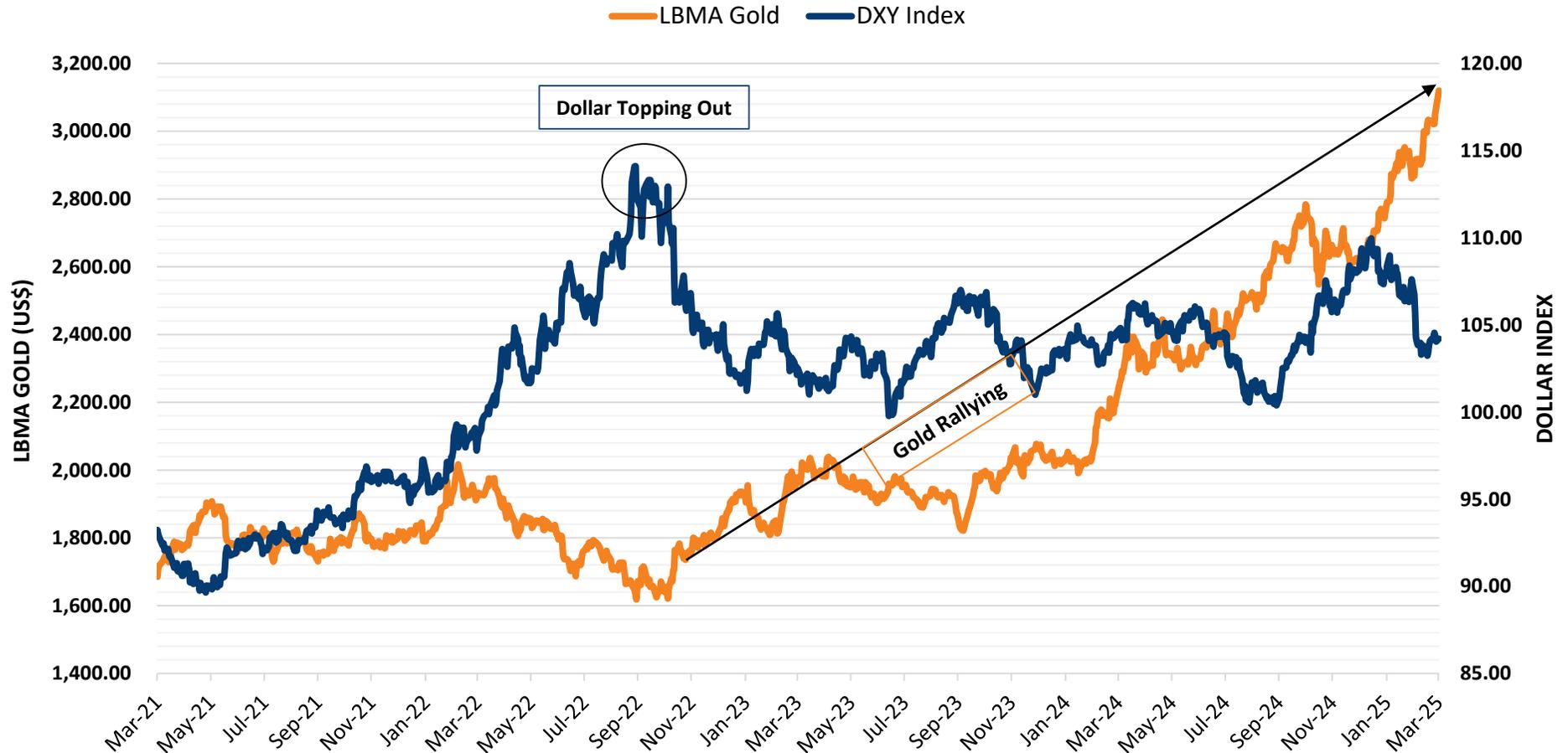
**FED members are projecting more rate cuts in the coming times.**

# Geopolitical risk may boost gold prices



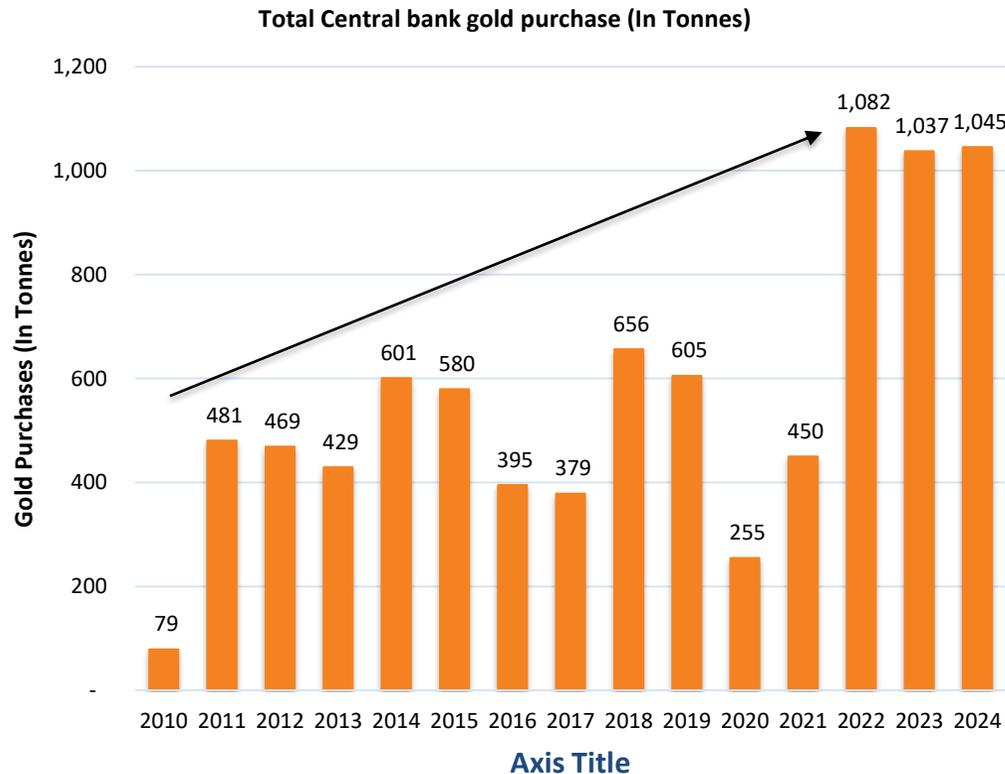
**Geopolitical Risk Index has started rising again due to ongoing tensions in Middle East which may continue to uplift the gold price, which is considered as a safe haven asset**

# US Dollar Topping out ? Gold performs when US Dollar weakens

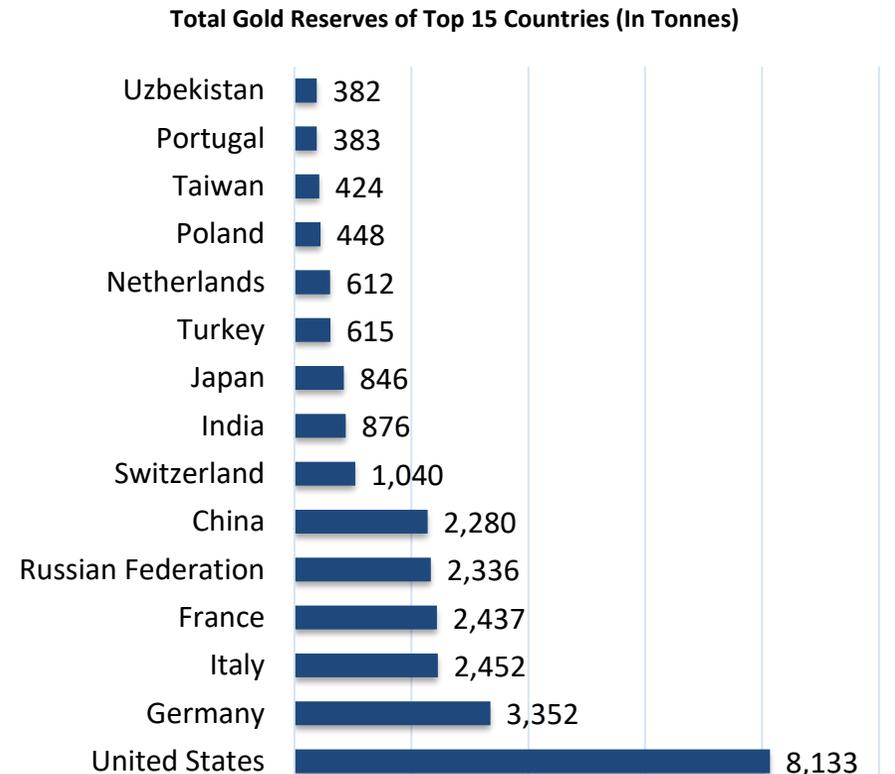


**Gold typically rallies post topping out of Dollar index, which shows inverse relationship between Gold and Dollar index. Softening in US Dollar is expected to support Gold prices**

# Central Banks buying: A key driver for current momentum in gold price



Data as of 31 December, 2024  
\*Calendar Year numbers

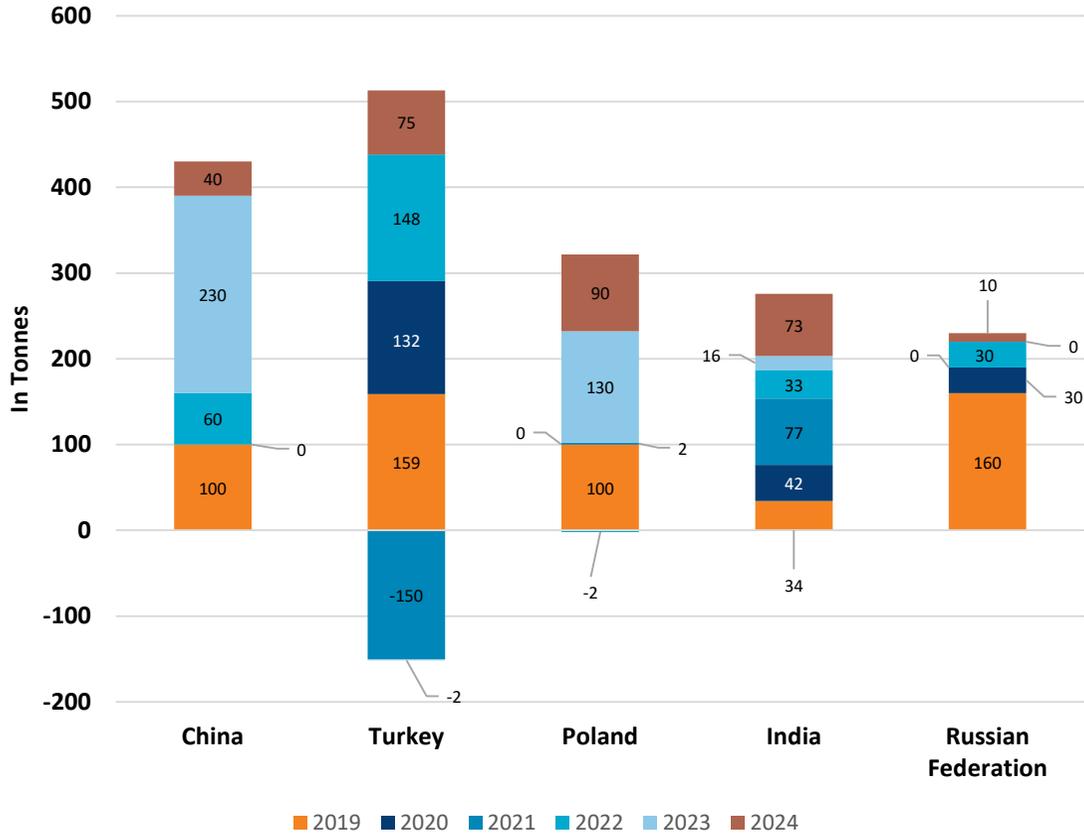


Data as of December, 2024

**Gold purchase by central banks have increased drastically in last three years, especially in emerging markets.**

# Top 5 Countries who added gold to their reserves since 2019

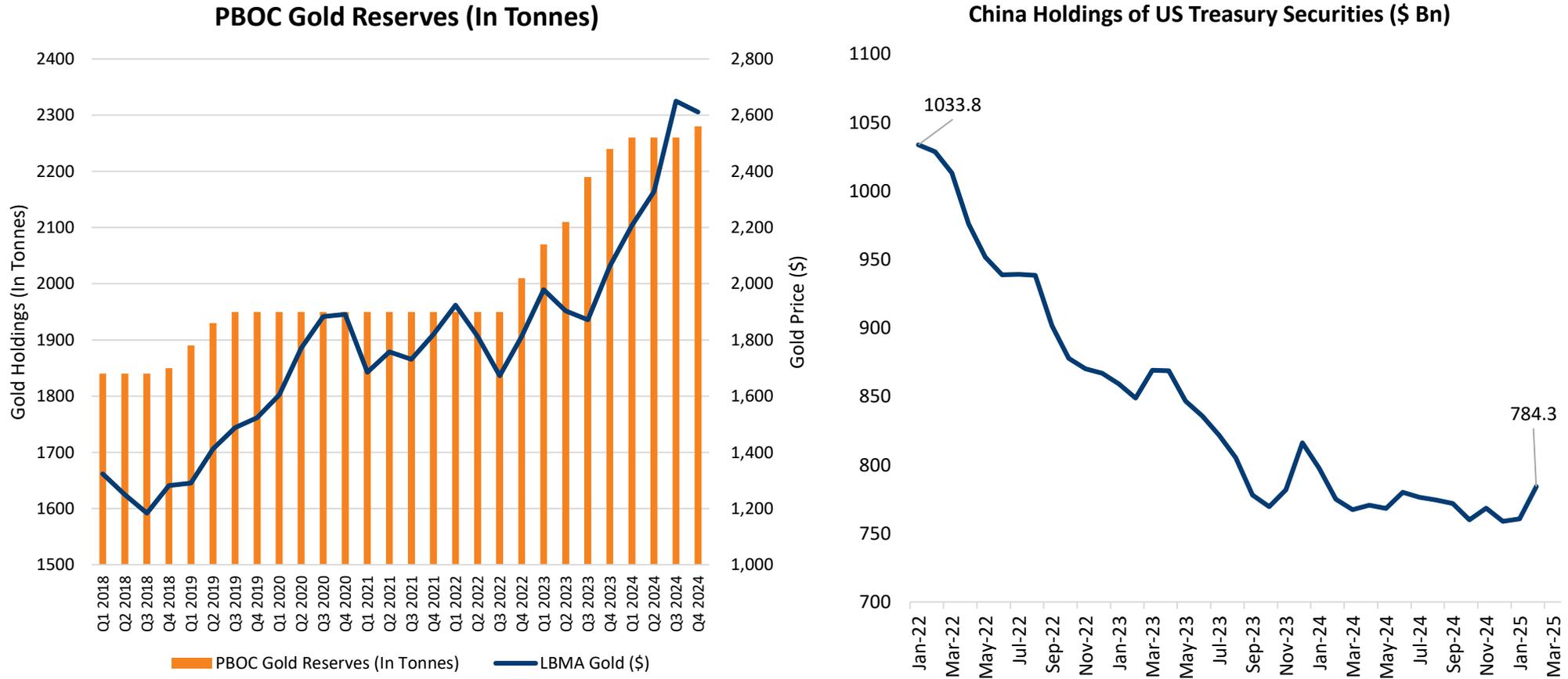
Change in Gold Reserves in last 5 years



Country	2019	2020	2021	2022	2023	2024	Total
China	100	0	0	60	230	40	<b>430</b>
Turkey	159	132	-150	148	-2	75	<b>362</b>
Poland	100	0	2	-2	130	90	<b>320</b>
India	34	42	77	33	16	73	<b>276</b>
Russian Federation	160	30	0	30	0	10	<b>230</b>

**China has added over 400 tonnes of gold to their reserves since 2019 while India has added over 250 tonnes of Gold to their reserves in last 5 years**

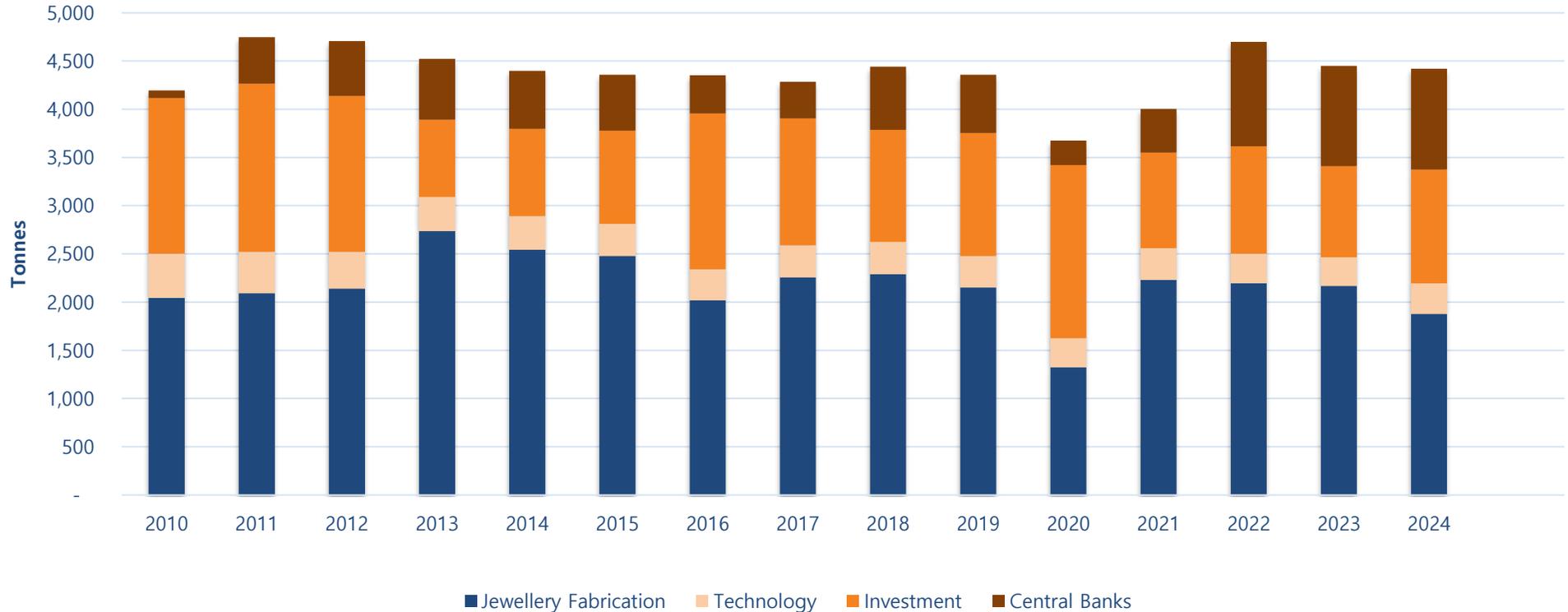
# Chinese central bank action : A key driver for rise in gold prices



**Chinese central bank (PBOC) has been increasing their gold reserve while reducing their US Treasury securities which is as low as 784.3 Bn\$.**

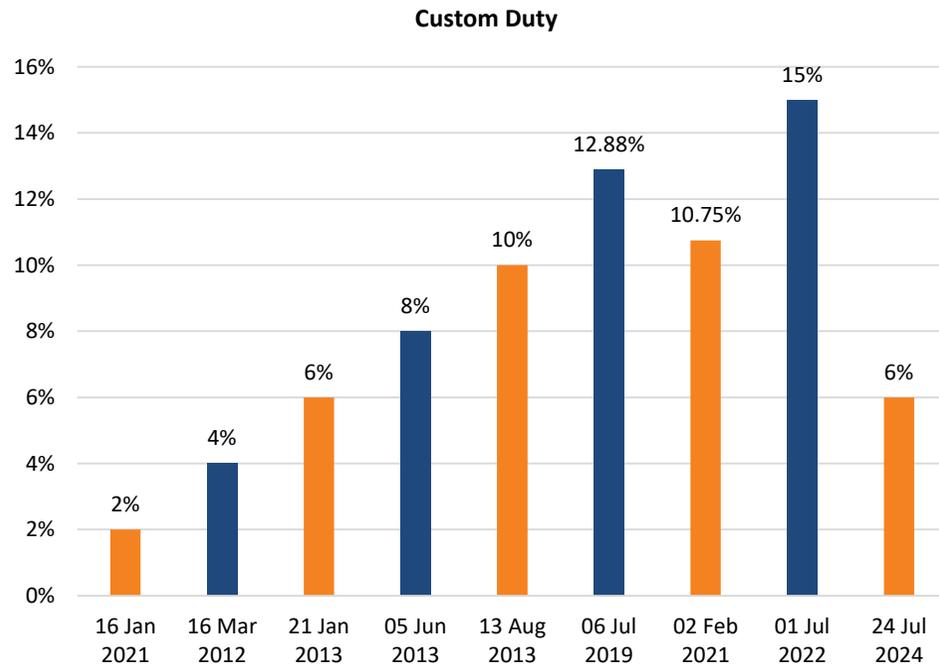
# Diverse usage of gold may provide multiple avenues of price growth

Gold consumption (In Tonnes)



**Almost 40% of the gold consumption is for Jewellery whereas around 25% is used for investment purpose.**

# Union budget 2024-25: Push for gold



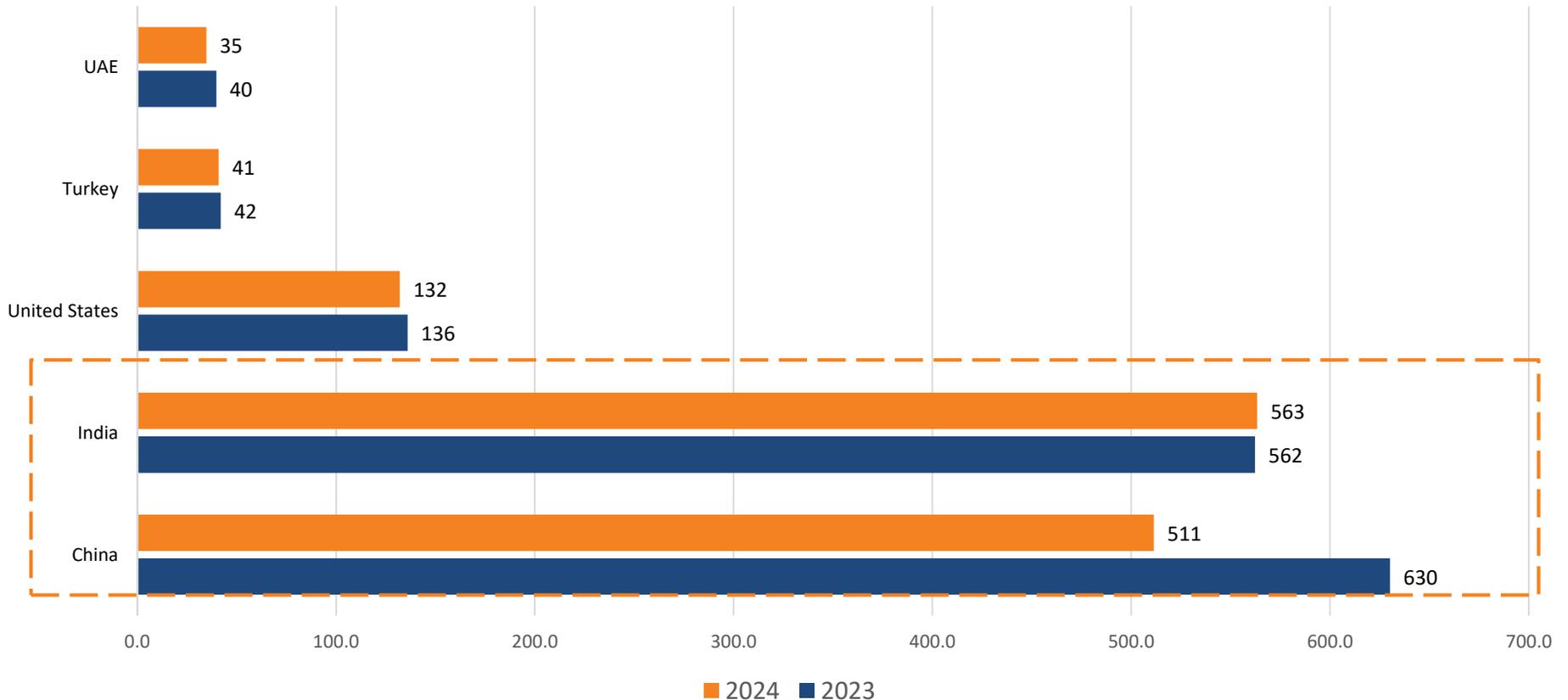
**Custom Duty Cut**  
Custom duty cut from 15% to 6%.

**Taxation and Holding period**  
**24 Months:** Holding Period for long term capital gain tax  
**12.5%** without indexation - LTCG

**World Gold Council is expecting increase in Gold demand in anticipation of custom duty cut in the union budget 2024.**

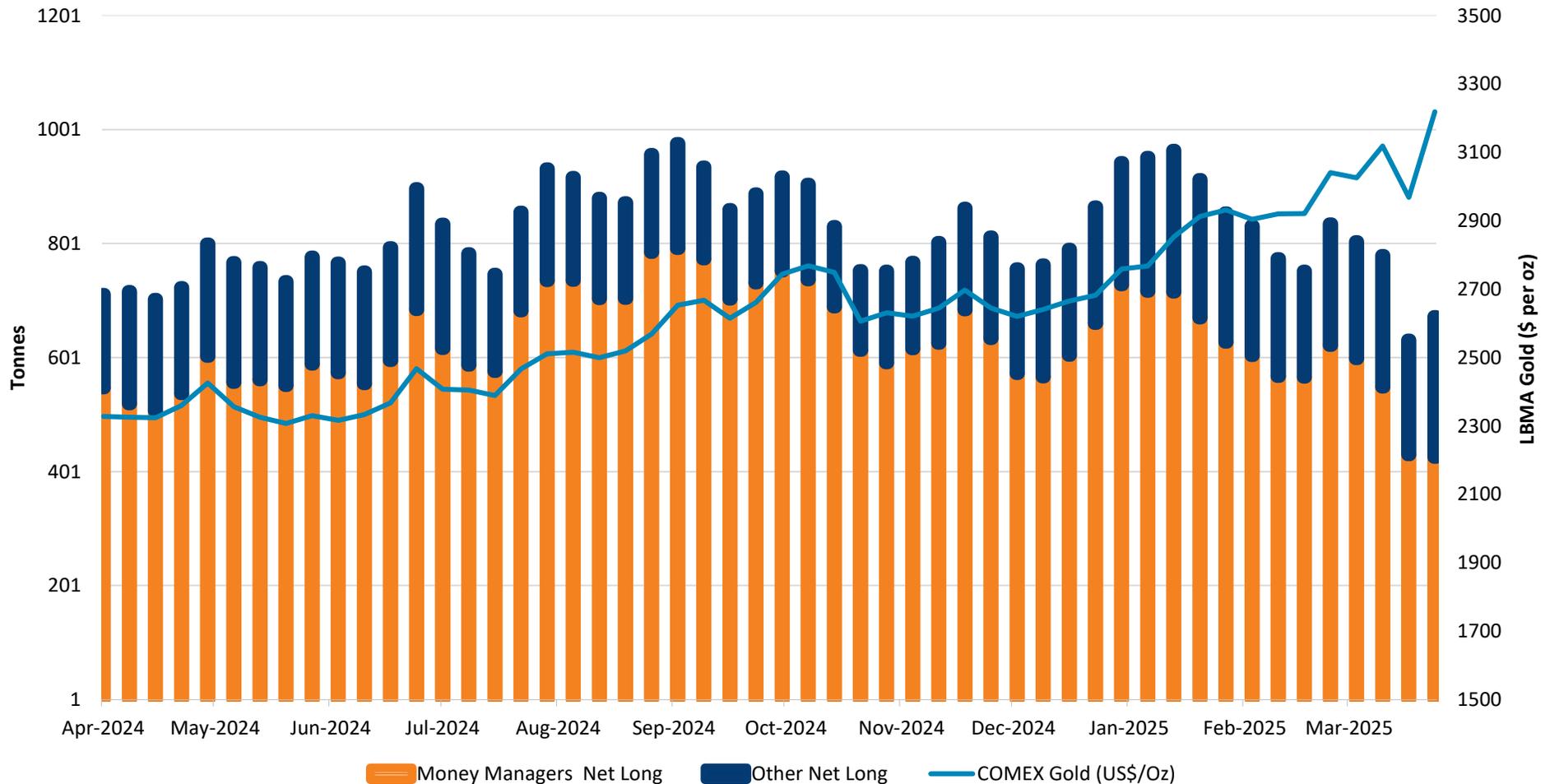
# India and China are top two markets for jewellery consumption

Top five countries' annual gold jewellery demand (Tonnes)



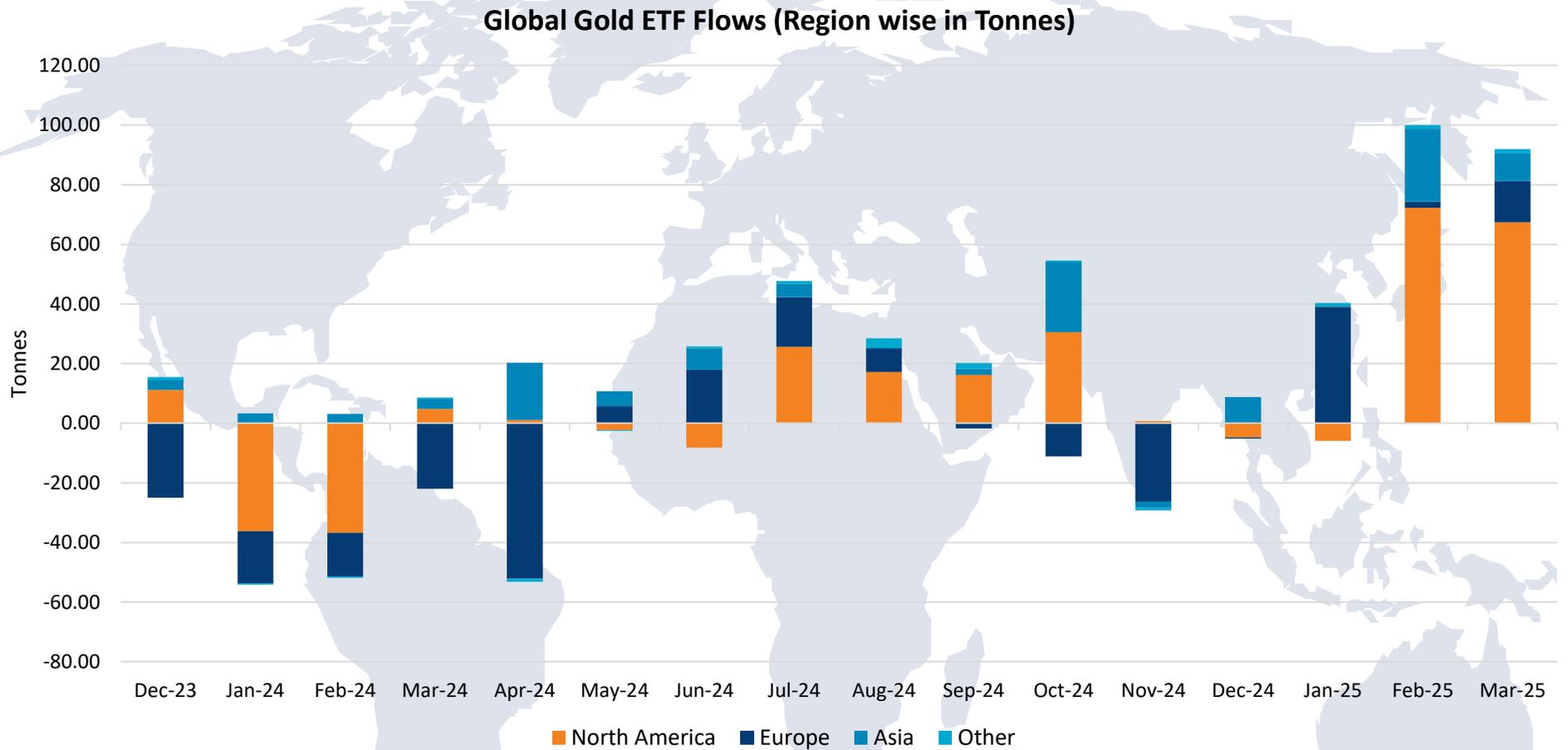
**Recovery in China may further uplift Gold prices in addition to sustained demand from India**

# Bullish on Gold: Increased net long position in Gold Futures Market (COMEX)



**Increased net Long Position By Money Managers indicating Bullish Sentiment In The Gold Futures Market**

# Interest Seen building in global Gold ETFs across all regions

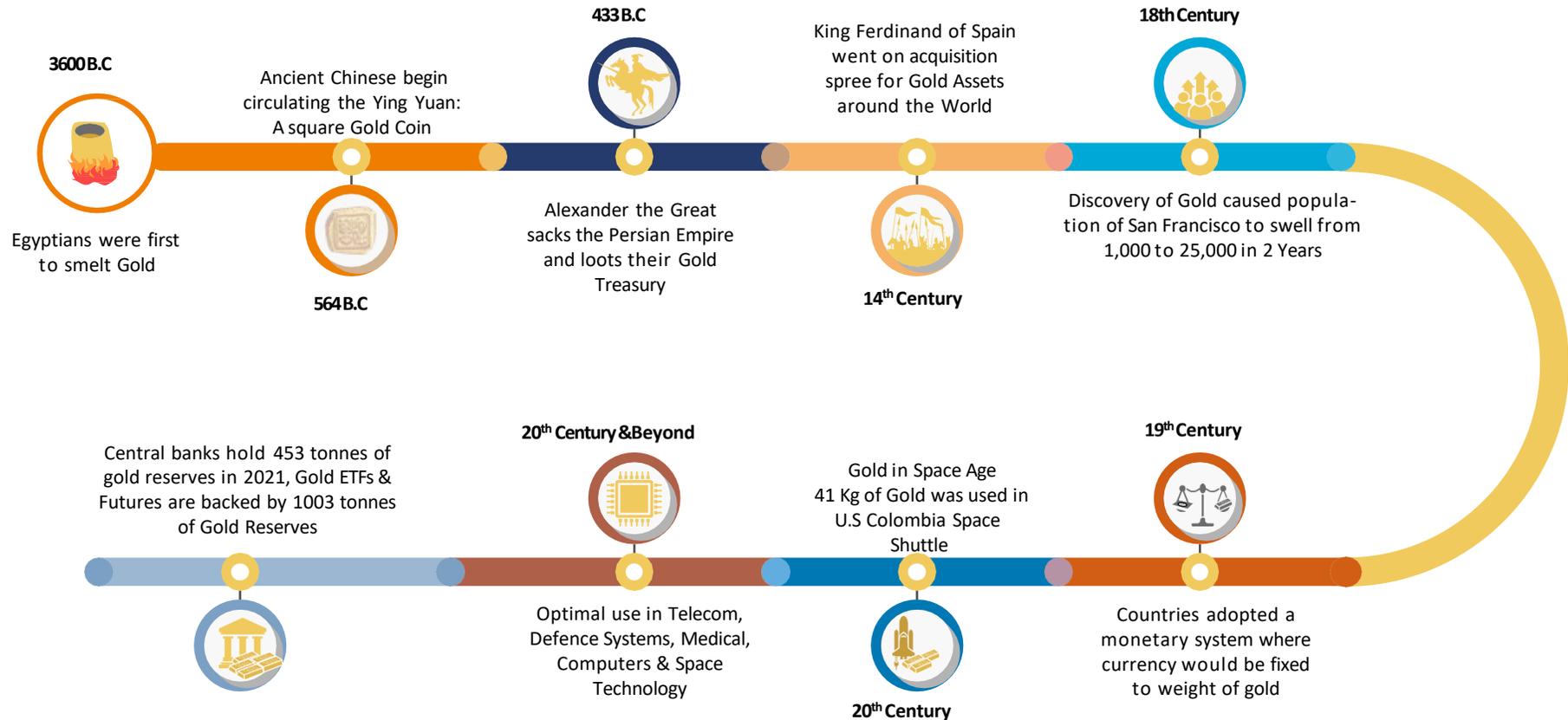


**Global Gold ETFs saw inflows in last four months which shows growing interest for Gold across all regions.**

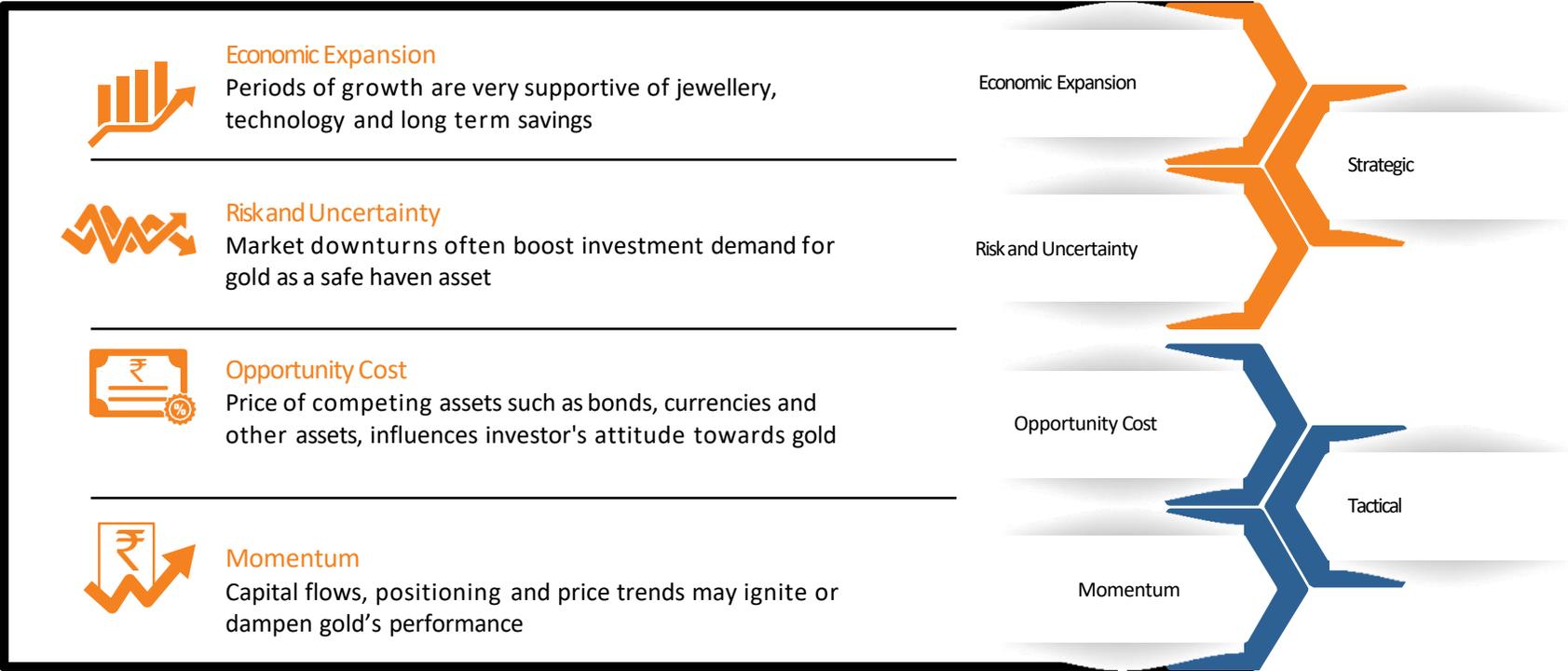
# Gold as an Asset class

---

# Evolution of gold



# Demand Drivers of gold



# Gold has exhibited negative correlation with equity markets

## Correlation between Nifty 50 Index and Gold

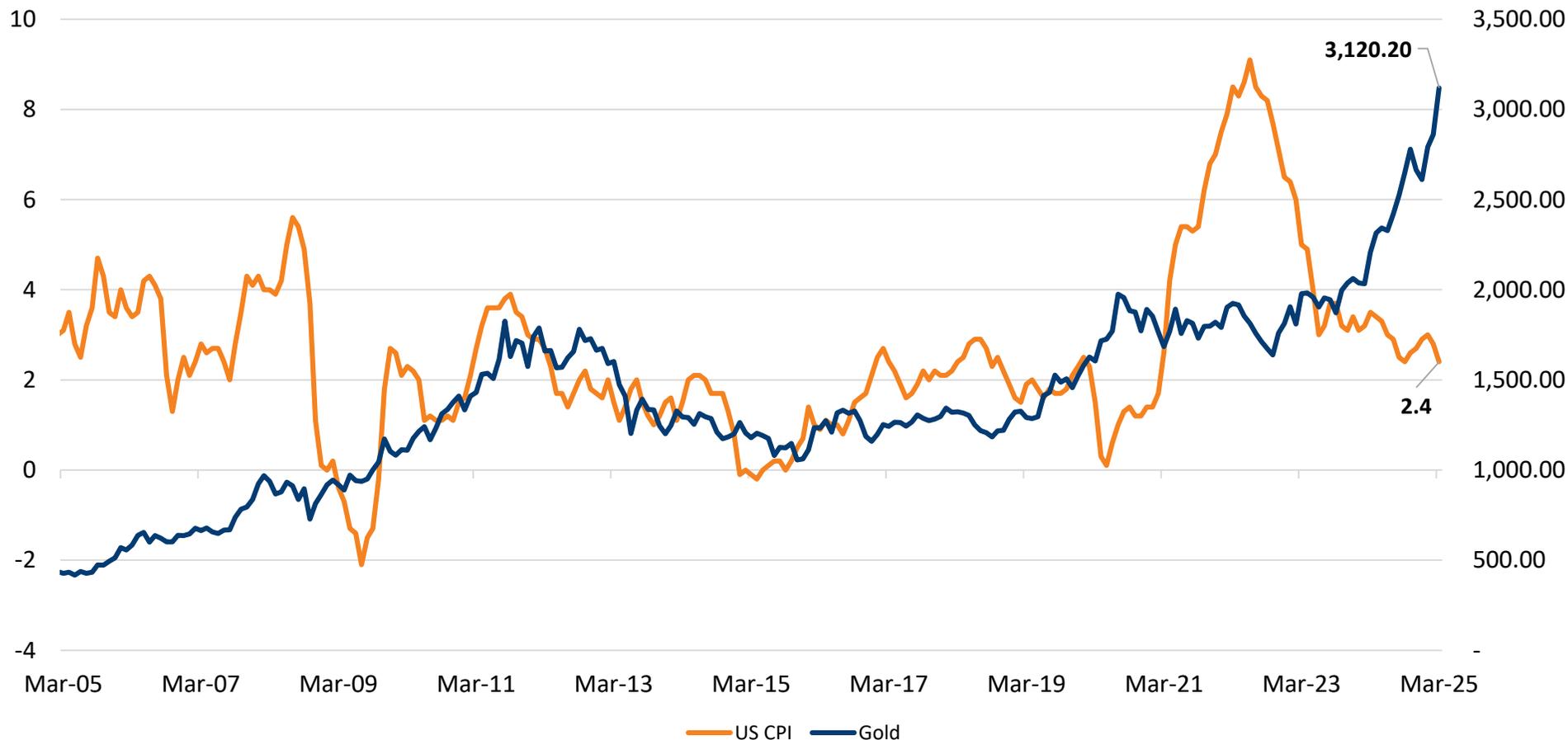


**Gold may shield investors when other assets don't!**

Source: NSE and Bloomberg, Data as on March 31, 2025. The price of gold is based on MCX Gold Spot (INR). The performance mentioned above is of the Index and it is indicative in nature. Past performance may or may not be sustained in future.

# Gold may potentially act as a hedge against inflation

Gold v/s US CPI



**Gold retains its purchasing power when cost of goods rise!**

# Gold performance during financial distress !

Calendar Years	Gold (USD)	Dollar Index	S&P 500 Index	Event
1978	35.6%	-10.3%	1.1%	1979 Oil Energy Crisis
1979	133.4%	-0.8%	12.3%	
1986	19.5%	-16.1%	14.6%	Japanese asset price bubble & Black Monday of 1987
1987	24.5%	-17.6%	2.0%	
1993	17.4%	4.9%	7.1%	Black Wednesday (Sep 1992 Sterling Crisis)
2001	1.4%	6.6%	-13.0%	Dotcom Bubble (US Tech Crisis)
2002	24.0%	-12.8%	-23.4%	
2006	23.9%	-8.3%	13.6%	Global Financial crisis (2006 – 2008)
2007	31.6%	-8.3%	3.5%	
2008	3.4%	6.0%	-38.5%	
2011	11.7%	1.5%	0.0%	Credit Rating Fall
2020	24.2%	-6.7%	16.3%	COVID - 19 Crisis
2022	-0.4%	8.2%	-19.4%	Inflation and Fed Tightening
2024	26.6%	7.1%	28.8%	Russia - Ukraine war and Middle East tensions

**Historically at the time of economic distress, gold is considered to be the safe haven instrument.**

# Avenues of Investment in gold

Parameters	ETF/ Fund of Fund	Jeweller	Banks	Sovereign Gold Bond Scheme
<b>Mode</b>	DEMAT/ MF Units	Jewellery/ Bar/ Coins	Bar/ Coins	Physical certificate or in Demat
<b>Purity of Gold</b>	99.5% or higher	Can't say	High on Purity	Gold bond prices are linked to price of gold of 999 purity in demat form
<b>Safety / Storage</b>	No risk of theft	High Risk	High Risk	No risk of theft
<b>Rate of Interest</b>	-	-	-	2.5% per annum
<b>Pricing</b>	Transparent	Can't Say	High Mark Up	Transparent
<b>Tenor</b>	-	-	-	8 Years. Can be redeemed after 5 years subject to Capital Gain Tax
<b>Liquidity</b>	High	At relatively high cost	Low	Low on Exchange. Tradable on Exchange if held in demat form
<b>Taxation</b>	Applicable capital gains tax depending on holding period			Applicable if redeemed before 8 years. Interest taxable, capital gains exempt on maturity.

# Performance of Gold



# Performance of gold v/s other asset classes

## Returns comparison amongst different Asset class (%)

Period	MCX Gold Commodity (INR)	Nifty 50 Index (Equity)	Nifty 10 Yr. G-Sec Index (Debt)
15 Years	12.0%	11.9%	6.6%
10 Years	13.0%	12.1%	6.6%
7 Years	16.4%	14.2%	6.6%
5 Years	16.7%	23.7%	5.2%
3 Years	20.0%	11.8%	7.3%
2 Years	22.0%	17.8%	9.4%
1 Year	32.4%	6.7%	9.9%
6 Months	18.2%	-8.5%	4.2%
3 Months	16.8%	-0.3%	2.9%

**Gold has relatively performed better than Equity & Debt asset classes across investment horizon of 1,2,3,7,10 and 15 years.**

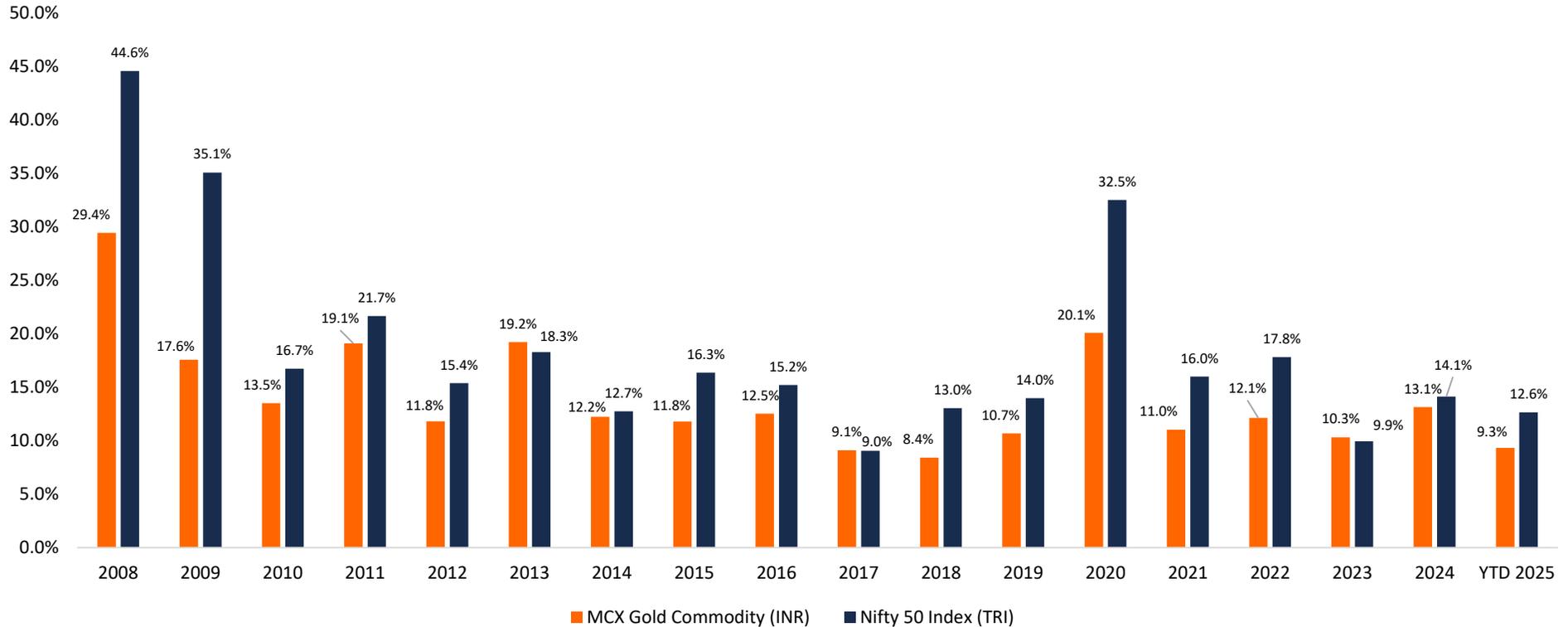
# Calendar Year Performance: Gold v/s Equity v/s Debt

Calendar Year	MCX Gold Commodity (INR)	Nifty 50 Index (Equity)	Nifty 10 Yr. G-Sec Index (Debt)
2024	20.6%	10.1%	9.5%
2023	15.4%	21.3%	8.1%
2022	13.9%	5.7%	0.4%
2021	-4.2%	25.6%	1.3%
2020	28.0%	16.1%	8.7%
2019	23.8%	13.5%	9.4%
2018	7.9%	4.6%	6.1%
2017	5.1%	30.3%	0.3%
2016	11.3%	4.4%	15.0%
2015	-6.6%	-3.0%	7.3%
2014	-7.9%	32.9%	14.6%
2013	-4.5%	8.1%	-0.8%
2012	12.3%	29.4%	10.8%
2011	31.7%	-23.8%	2.9%
2010	23.2%	19.2%	4.0%
2009	24.2%	77.6%	-12.2%
2008	26.1%	-51.3%	26.6%
2007	16.4%	56.8%	7.0%
2006	20.8%	41.9%	4.9%

Source: NSE and Bloomberg, Data as on December 31, 2024. data as per calendar year. The performance mentioned above are of scheme benchmarks and indices and do not indicate performance of the scheme. **Past performance may or may not be sustained in future.**

# Volatility Comparison of Equity v/s Gold during downturns

## Volatility(in %)



**Gold has typically better risk-adjusted returns in a portfolio during recessionary phases, economic downturns and flattish equity markets**

# Outlook



Geopolitical Tensions could continue to support the gold prices.



Trade war due to US tariffs may impact global economies which may continue to uplift the gold prices.



Inflows in global Gold ETFs, China adding gold to their reserves, Duty cuts in India may continue to support Gold demand.



Higher demand by global central banks (esp. China) may continue to support the gold price.



Weakness in US Dollar would likely to move gold prices higher.

**With multiple supportive factors in play, the combined influence may continue to support the Gold performance**

## Why Mirae Asset Gold ETF Fund of Fund ?

---

- Provides ease of transacting in gold through mutual fund route.
- There is no uncertainty on purity of the Gold as it is regulated and LBMA certified (Purity of 99.5% and above).
- The risk of theft and lower quality is eliminated as units of Gold as MF Units.
- A low correlation between gold and other asset classes helps in diversification with an aim to reduce overall portfolio risk.
- Gold is considered to be one of the reliable asset classes across time periods and has potential to conserve and create wealth over long term.
- Mirae Asset Gold ETF Fund of Fund investing in units of Gold ETF is one of the easier and effective route to take exposure in Gold.

## Scheme Details

### Particulars

### Mirae Asset Gold ETF (NSE Symbol: GOLDETF , BSE Scrip Code: 543781)

Type of Scheme	An open ended scheme replicating/tracking Domestic Price of Gold
Benchmark	Domestic Price of Physical Gold
Allotment Date	20th February, 2023
Fund Manager	Mr. Ritesh Patel & Mr. Akshay Udeshi (since 28 <sup>th</sup> August, 2023)
Exit Load	Nil

### Particulars

### Mirae Asset Gold ETF Fund of Fund

Type of Scheme	An open ended fund of fund scheme investing in units of Mirae Asset Gold ETF
Benchmark	Domestic Price of Physical Gold
Allotment Date	25th October, 2024
Fund Manager	Mr. Ritesh Patel & Mr. Akshay Udeshi
Minimum Investment	Rs. 5000/- and in multiples of Re. 1/- thereafter.
Systematic Investment Plan Amount	Rs 99/- and above
Exit Load	If redeemed or switched out within 15 days from the date of allotment: 0.05% If redeemed or switched out after 15 days from the date of allotment: NIL

# Disclaimer & Riskometers

**Disclaimer:** Every person who desires to apply for or otherwise acquire any Units of the Mutual Fund may do so pursuant to independent inquiry, investigation and analysis and shall not have any claim against the Exchange whatsoever by reason of any loss which may be suffered by such person consequent to or in connection with such subscription /acquisition whether by reason of anything stated or omitted to be stated herein or any other reason whatsoever.

For Mirae Asset Gold ETF Fund of Fund: Investors may note that they will bear recurring expenses of the underlying scheme in addition to the expenses of this scheme.

**Statutory Details:** Trustee: Mirae Asset Trustee Company Private Limited; Investment Manager: Mirae Asset Investment Managers (India) Private Limited (AMC); Sponsor: Mirae Asset Global Investments Company Limited.

The information contained in this document is compiled from third party and publically available sources and is included for general information purposes only. There can be no assurance and guarantee on the yields. Views expressed by the Fund Manager cannot be construed to be a decision to invest. The statements contained herein are based on current views and involve known and unknown risks and uncertainties. Whilst Mirae Asset Investment Managers (India) Private Limited (the AMC) shall have no responsibility/liability whatsoever for the accuracy or any use or reliance thereof of such information. The AMC, its associate or sponsors or group companies, its Directors or employees accepts no liability for any loss or damage of any kind resulting out of the use of this document. The recipient(s) before acting on any information herein should make his/her/their own investigation and seek appropriate professional advice and shall alone be fully responsible / liable for any decision taken on the basis of information contained herein. Any reliance on the accuracy or use of such information shall be done only after consultation to the financial consultant to understand the specific legal, tax or financial implications.

**Mutual fund investments are subject to market risks, read all scheme related documents carefully.**

For further information about other schemes (product labelling and performance of the fund) please visit the website of the AMC: [www.miraeassetmf.co.in](http://www.miraeassetmf.co.in)

**Please consult your financial advisor or mutual fund distributor before investing**

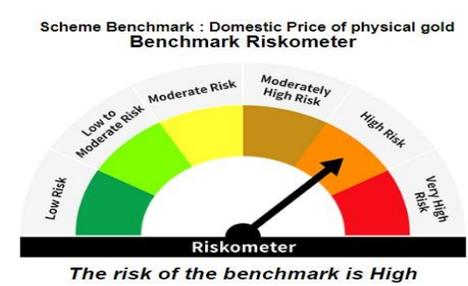
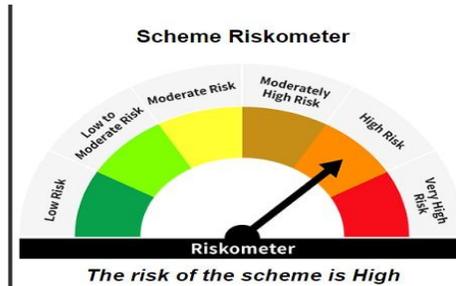
## PRODUCT LABELLING

### Mirae Asset Gold ETF Fund of Fund

**This product is suitable for investors who are seeking\***

- Investments predominantly in units of Mirae Asset Gold ETF
- To generate long-term capital appreciation/income

\*Investors should consult their financial advisors if they are not clear about the suitability of the product.



## PRODUCT LABELLING

### Mirae Asset Gold ETF

**This product is suitable for investors who are seeking\***

- Returns in-line with physical gold over medium to long-term, subject to tracking errors
- Investments in physical gold of 99.5% purity (fineness)

\*Investors should consult their financial advisors if they are not clear about the suitability of the product.



# THANK YOU

Follow us on:



---

**Mutual Fund investments are subject to market risks, read all scheme related documents carefully.**