

Mirae Asset Gold ETF Fund of Fund

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

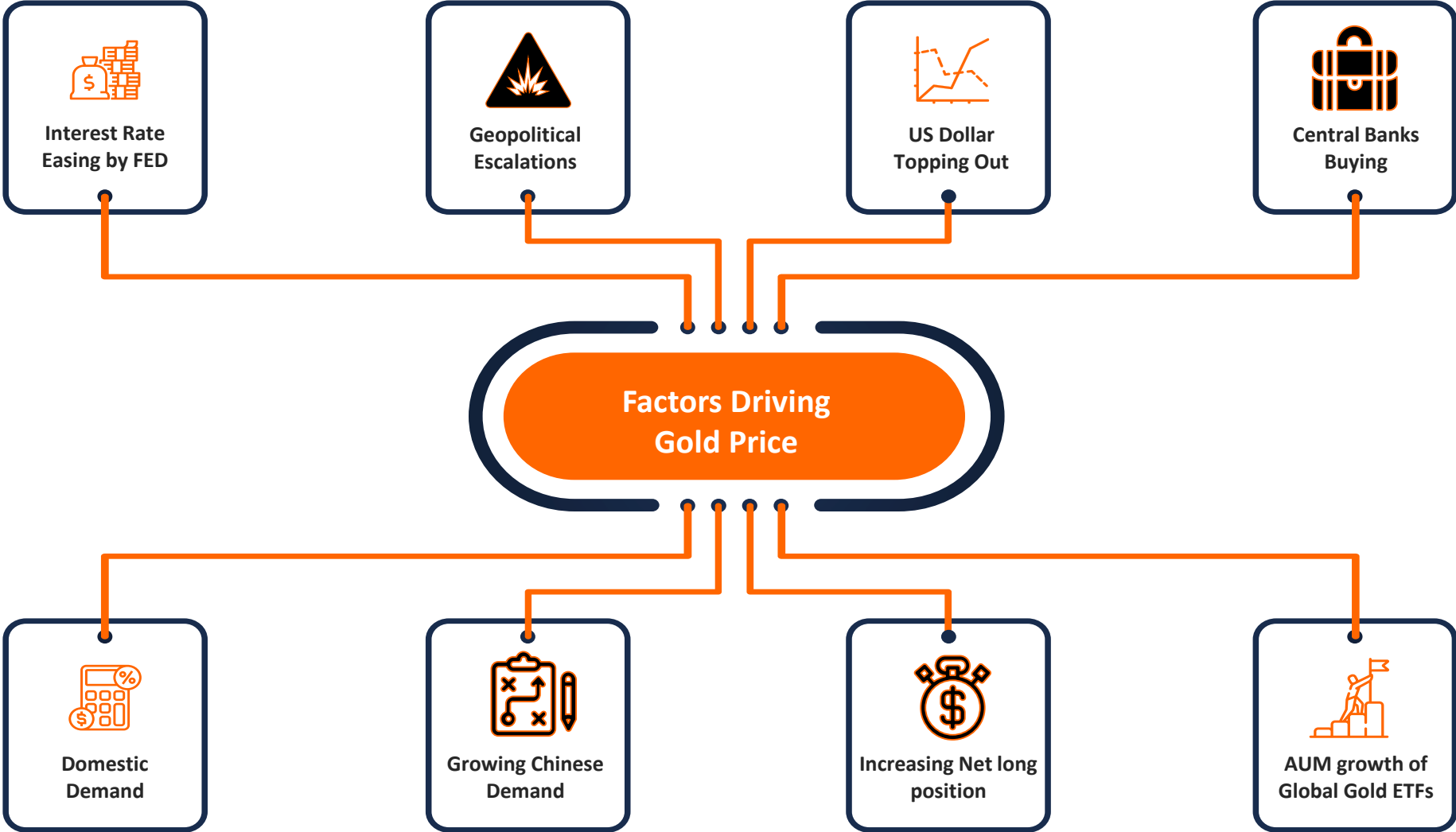
New Fund Offer details:

New Fund Offer (NFO) opens on: Oct 16, 2024

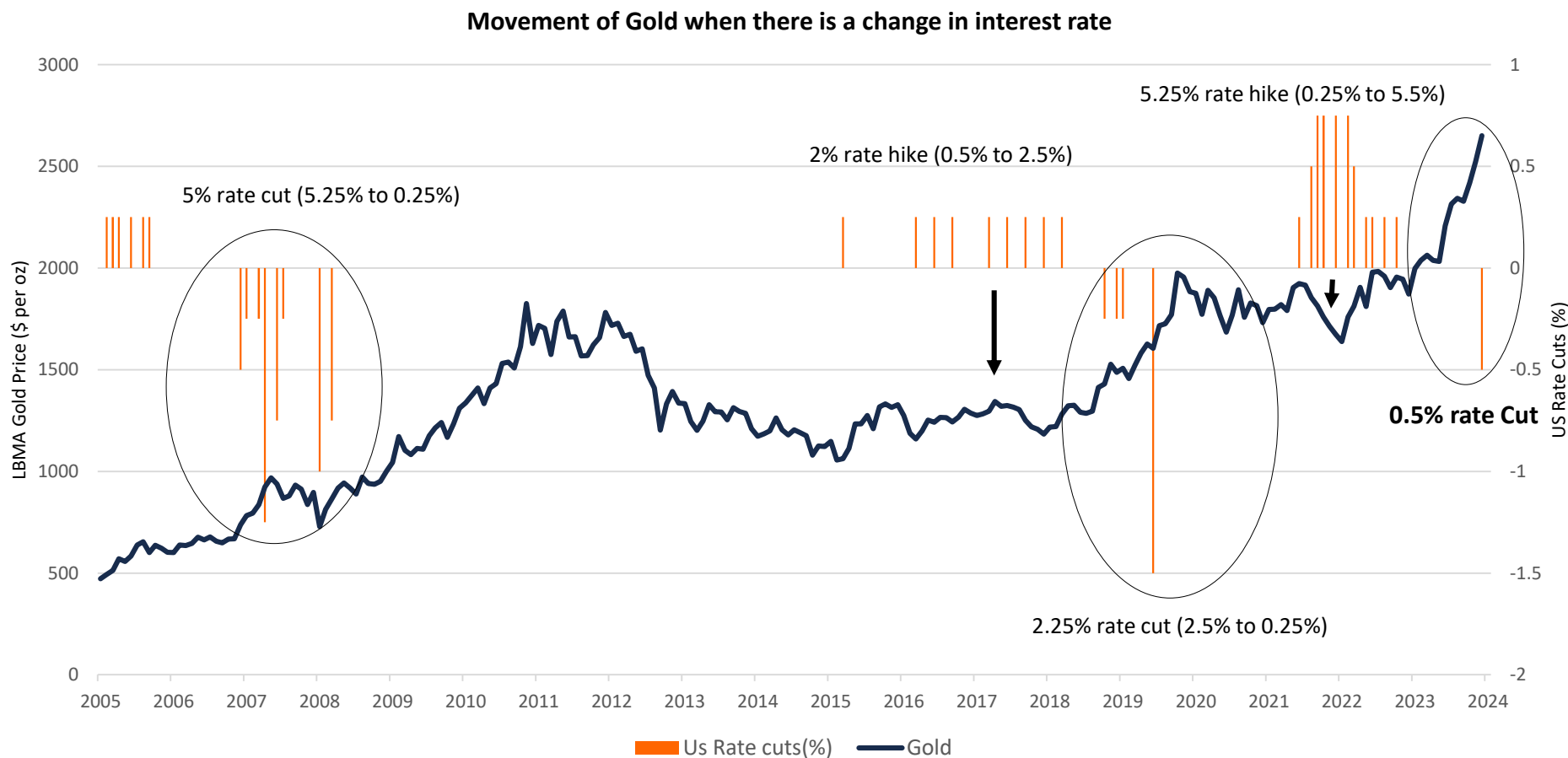
New Fund Offer (NFO) closes on: Oct 22, 2024

Scheme re-opens for continuous Sale and Repurchase from: - October 28, 2024

What is driving gold prices now ?



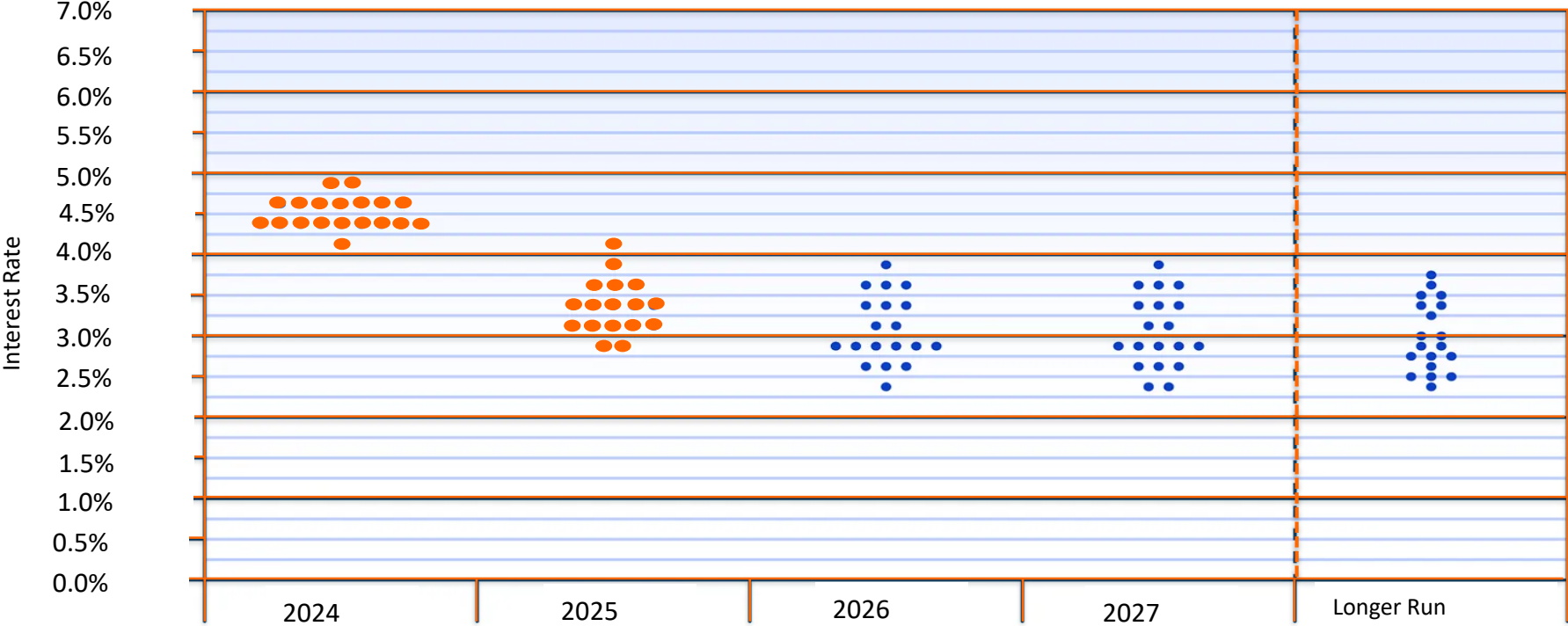
US interest rate play – Gold typically reacts positively at the time of rate cuts



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

US interest rate projection

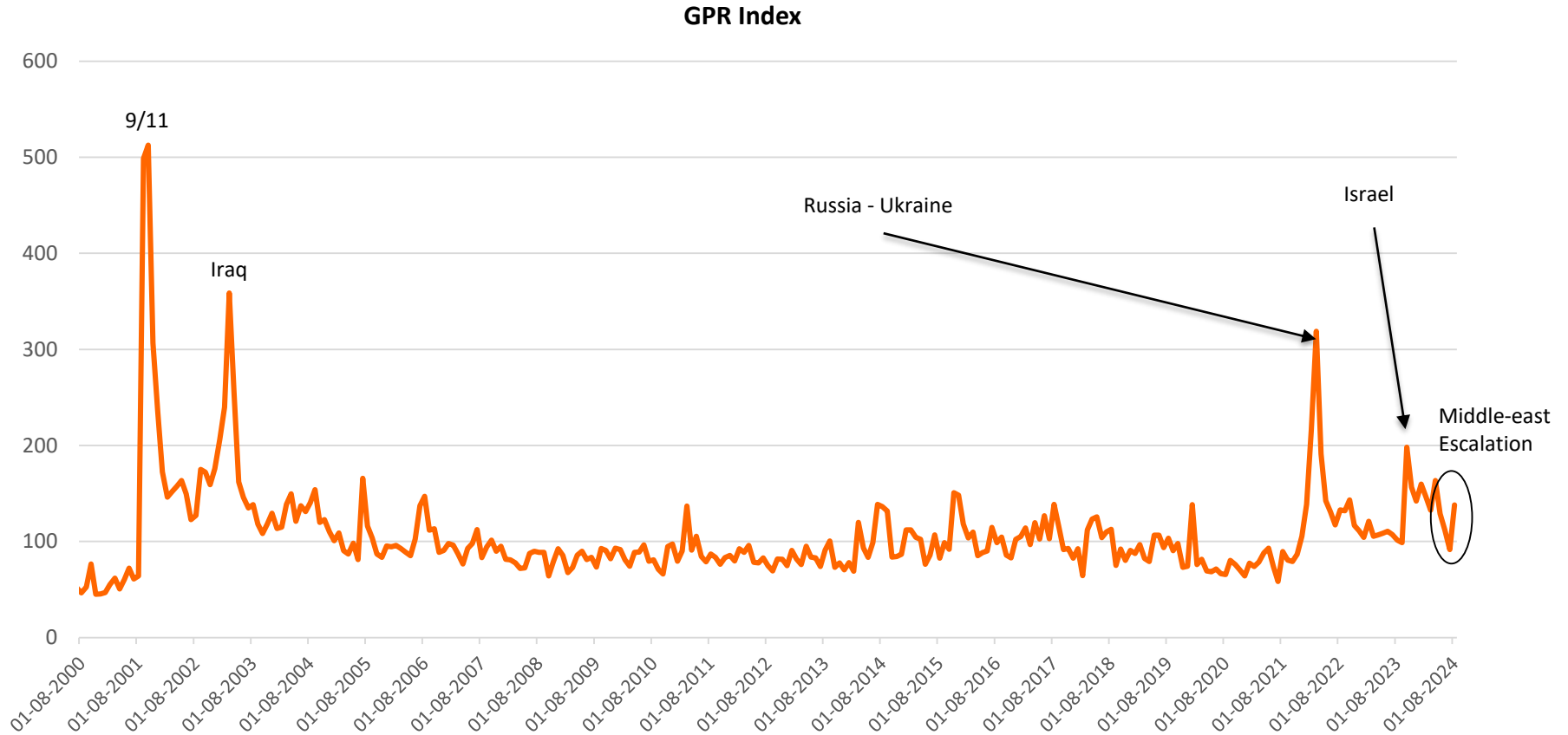
FOMC Participant's Policy Path Chart "The Dot Plot"



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

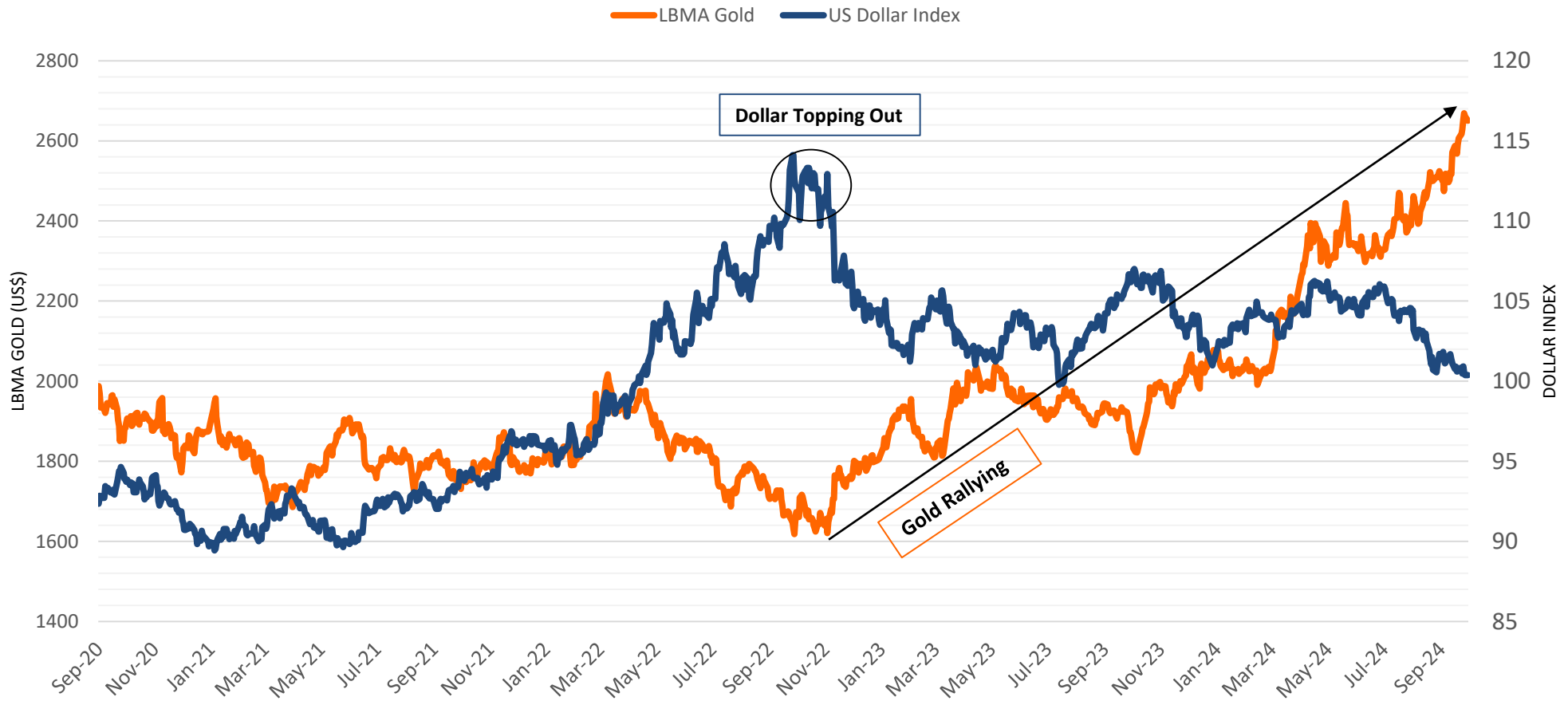
FED members are projecting more rate cuts in the coming times.

Geopolitical risk remains



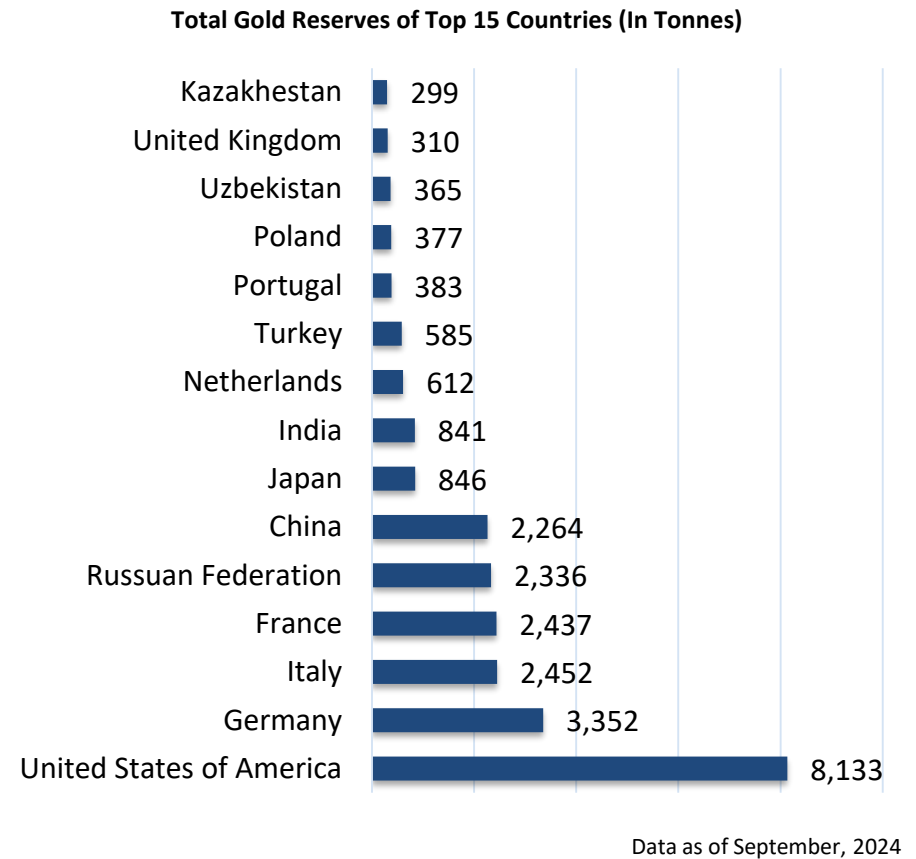
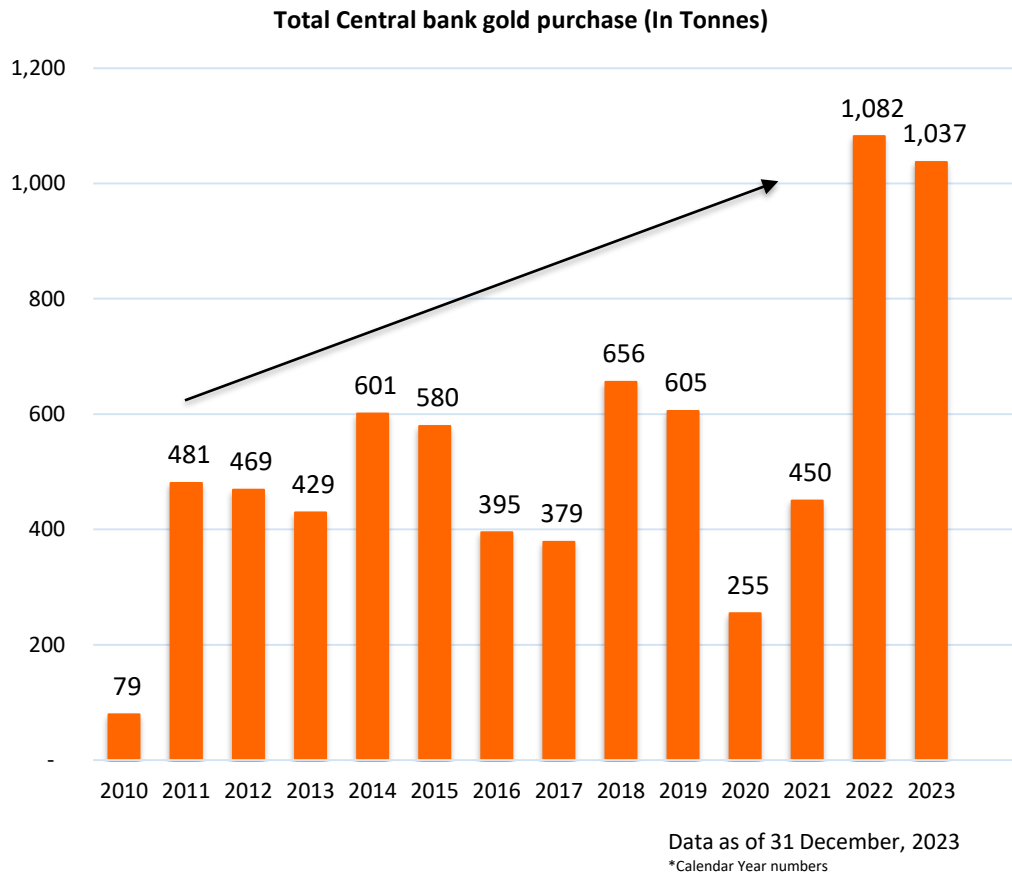
Geopolitical Risk Index has started rising again due to ongoing tensions in Middle East which may continue to uplift the gold price, which is considered as a safe haven asset

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

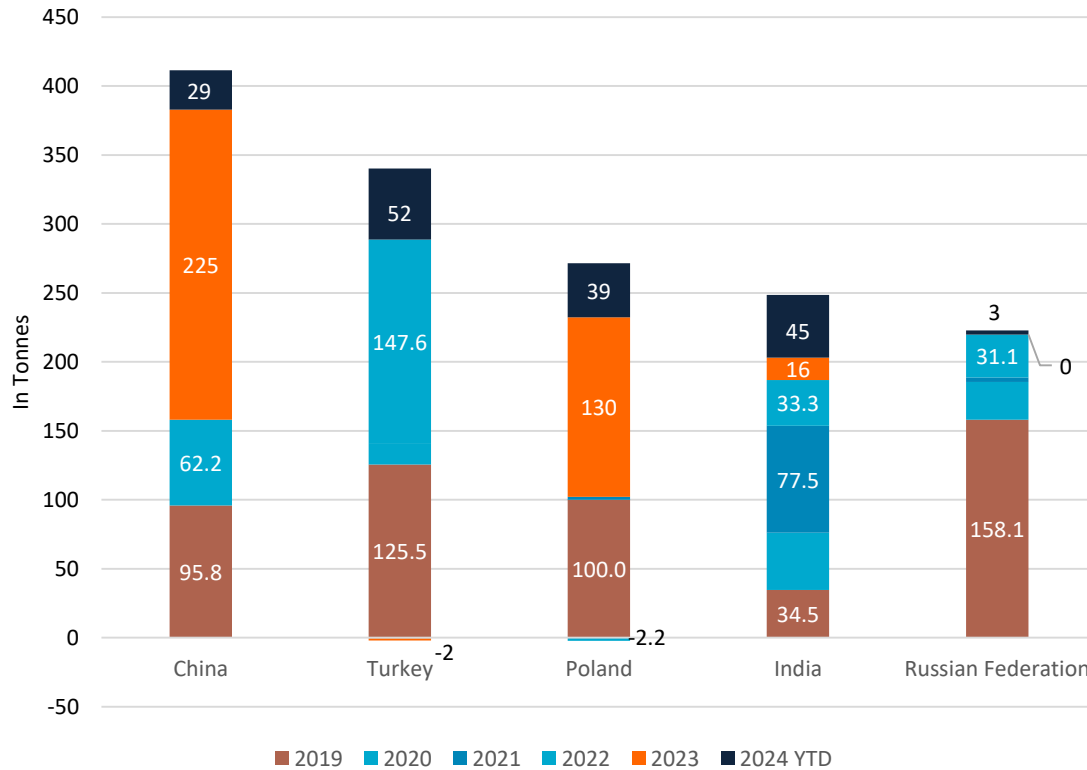
Central Banks buying: A key driver for current momentum in Gold price



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

Top 5 Countries who added gold to their reserves since 2019

Change in Gold Reserves in last 5 years

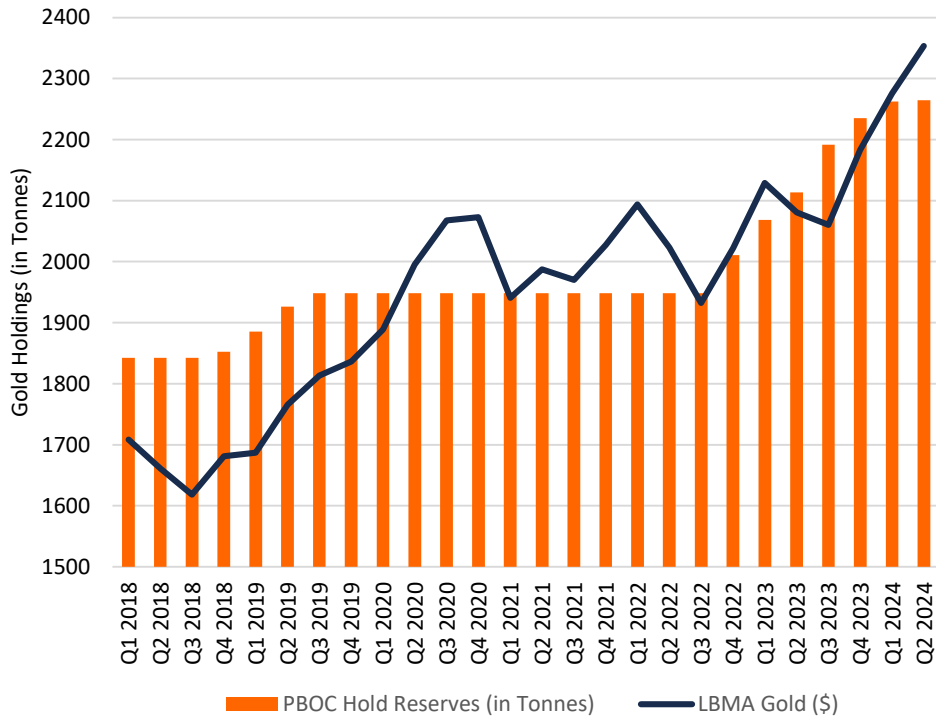


Country	2019	2020	2021	2022	2023	2024 YTD	Total
China	95.8	0.0	0.0	62.2	224.9	28.6	411.5
Turkey	125.5	15.6	-0.4	147.6	-1.6	51.5	338.2
Poland	100.0	0.0	2.2	-2.2	130.0	39.2	269.3
India	34.5	41.7	77.5	33.3	16.2	45.4	248.5
Russian Federation	158.1	27.4	3.1	31.1	0.0	3.1	222.8

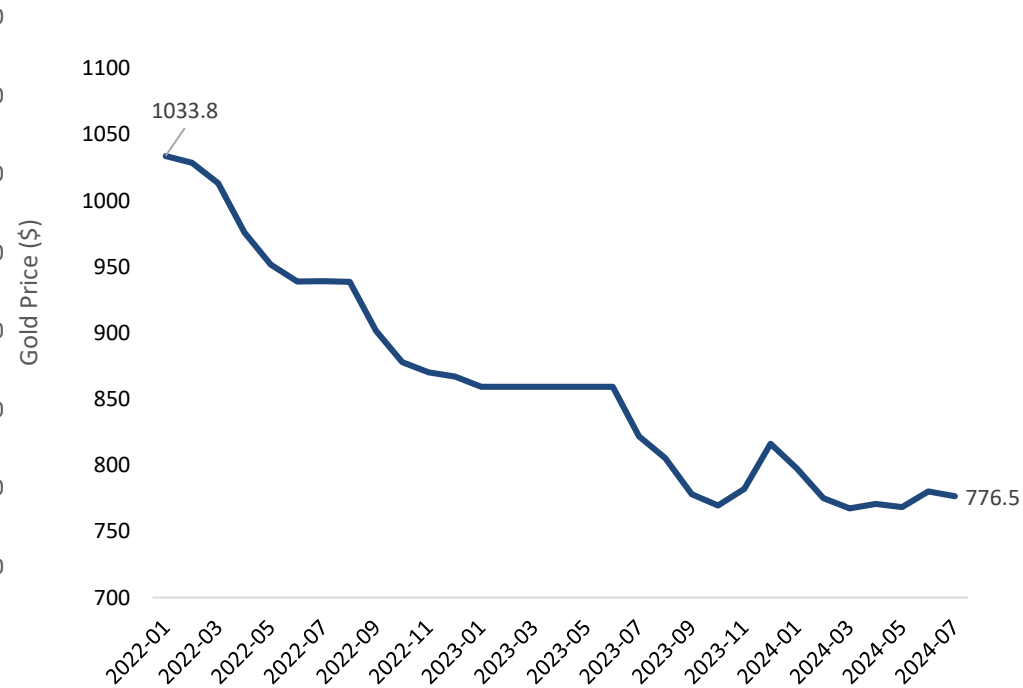
China has added over 400 tonnes of gold to their reserves since 2019 while India has added close to 250 tonnes of Gold to their reserve in last 5 years

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

PBOC Gold Reserve (in Tonnes)



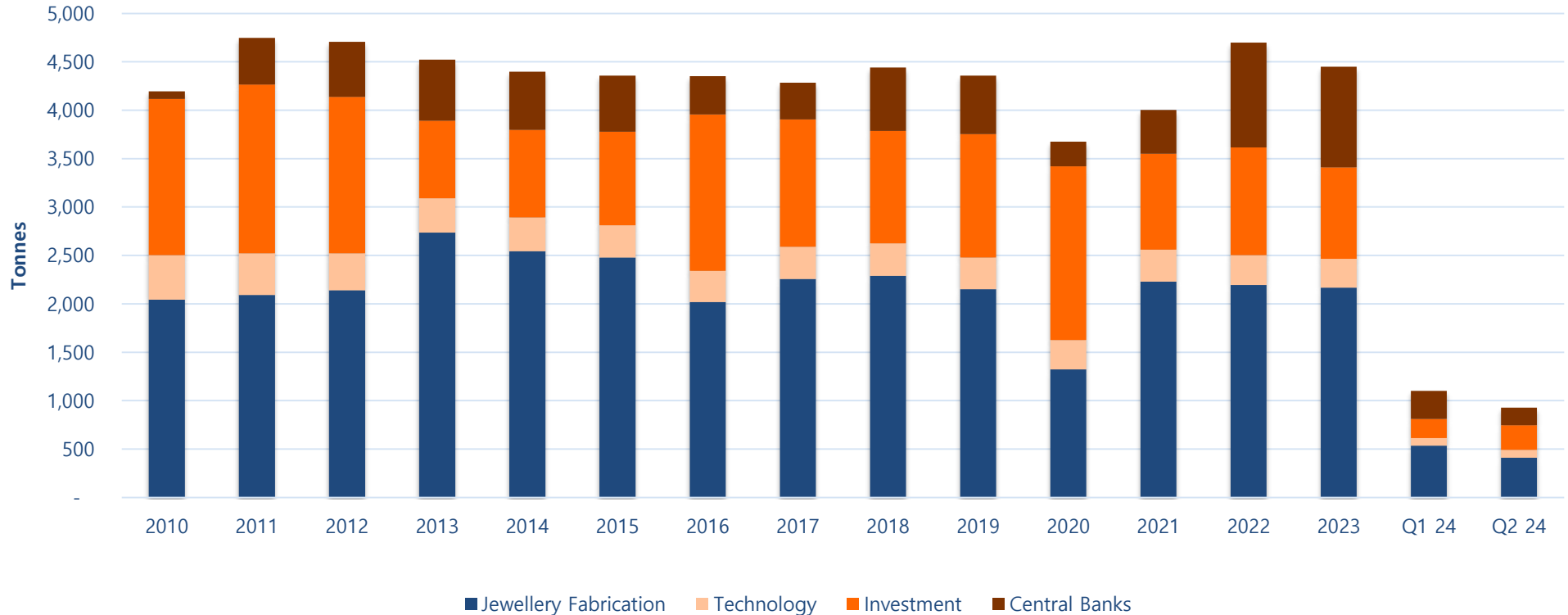
China Holding of US Treasury securities (\$ Bn)



Chinese central bank (PBOC) has been increasing their gold reserve while reducing their US Treasury securities which is at all time low of 776.5 Bn USD in the month of July 2024.

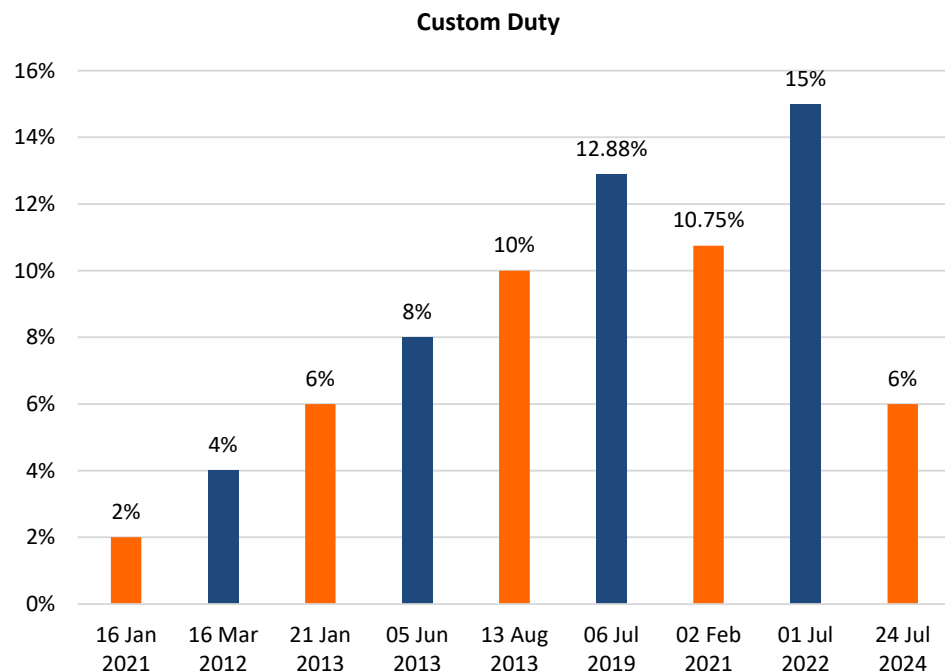
Diverse usage of Gold may provide multiple avenues of price growth

Gold consumption (In Tonnes)




Almost 50% of the gold consumption is for Jewellery whereas around 30% is used for investment purpose.

Union Budget 2024-25: Push for Gold



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

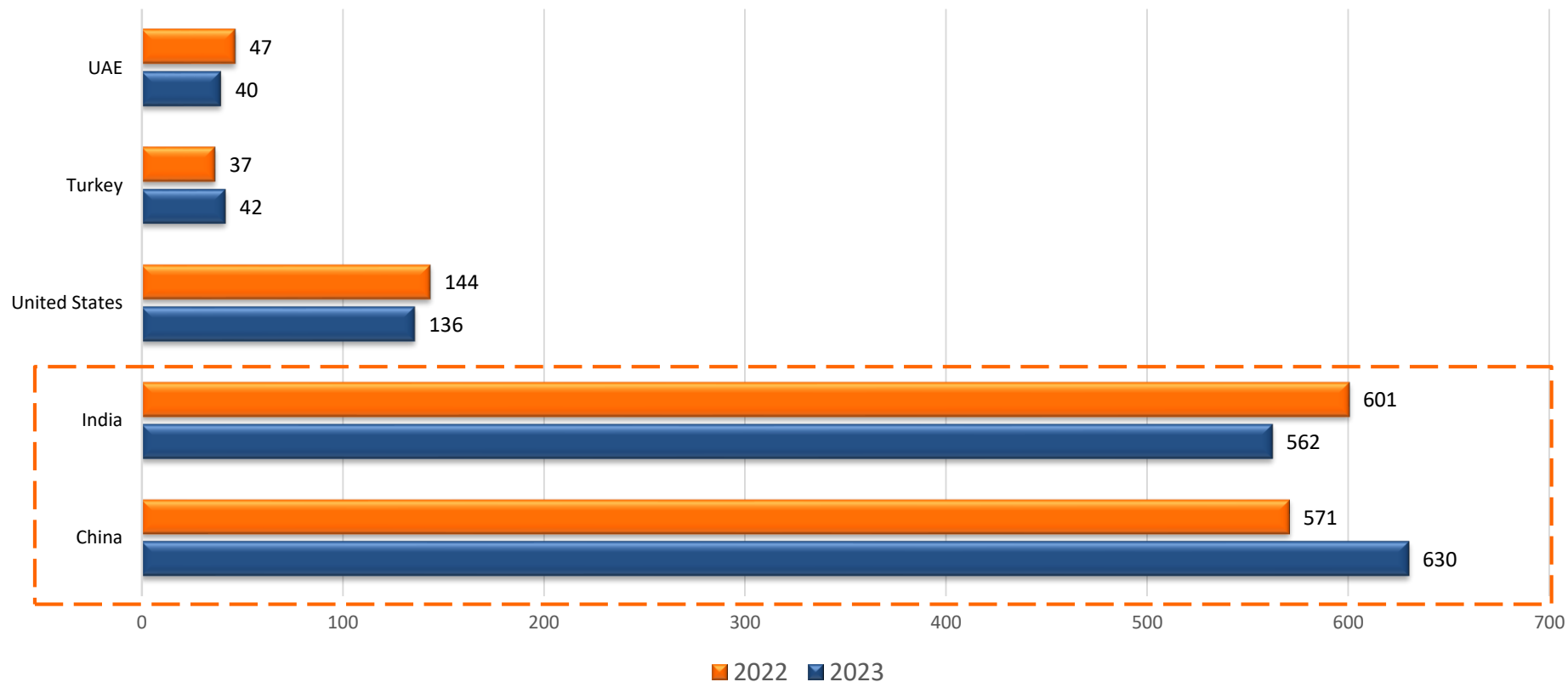


Taxation and Holding period
24 Months: Holding Period for long term capital gain tax
12.5% without indexation - LTCG

World Gold Council is expecting 50t increase in Gold demand in the second half of 2024 , in anticipation of custom duty cut in the union budget 2024.

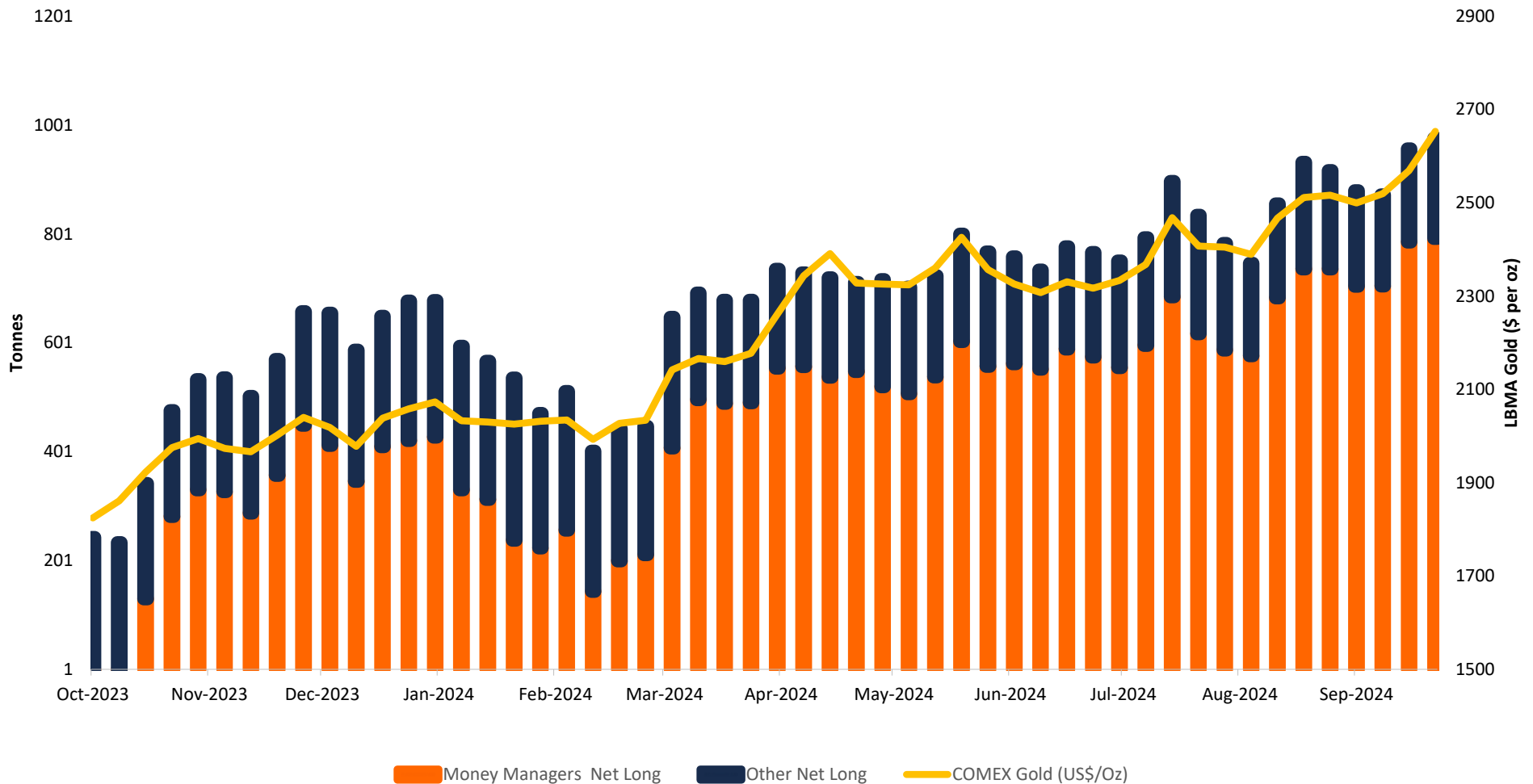
India and China are top two markets for Jewellery Consumption

Top five countries' annual gold jewellery demand (Tonnes)



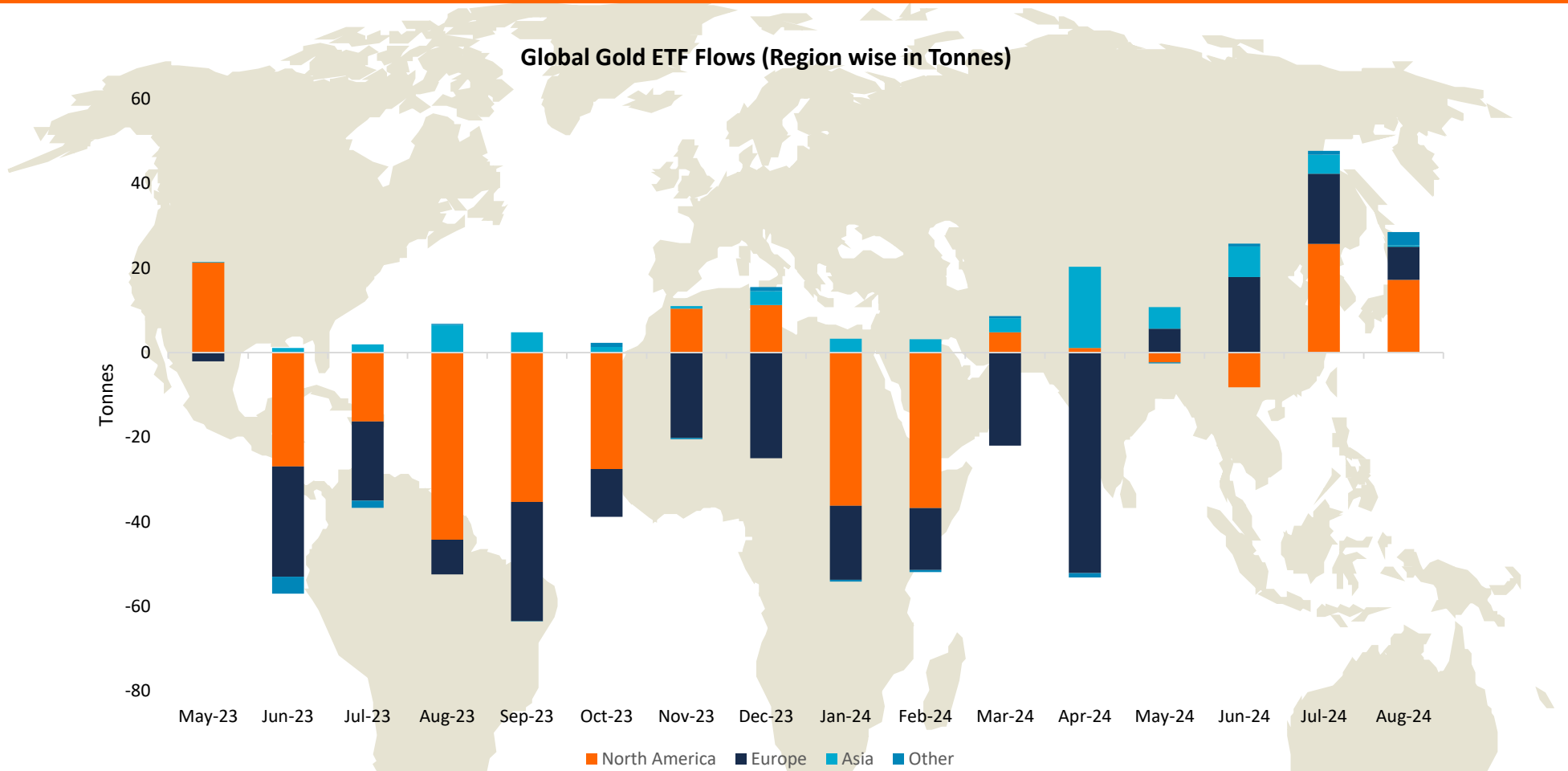
Recovery in China may further uplift Gold prices in addition to sustained demand from India

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

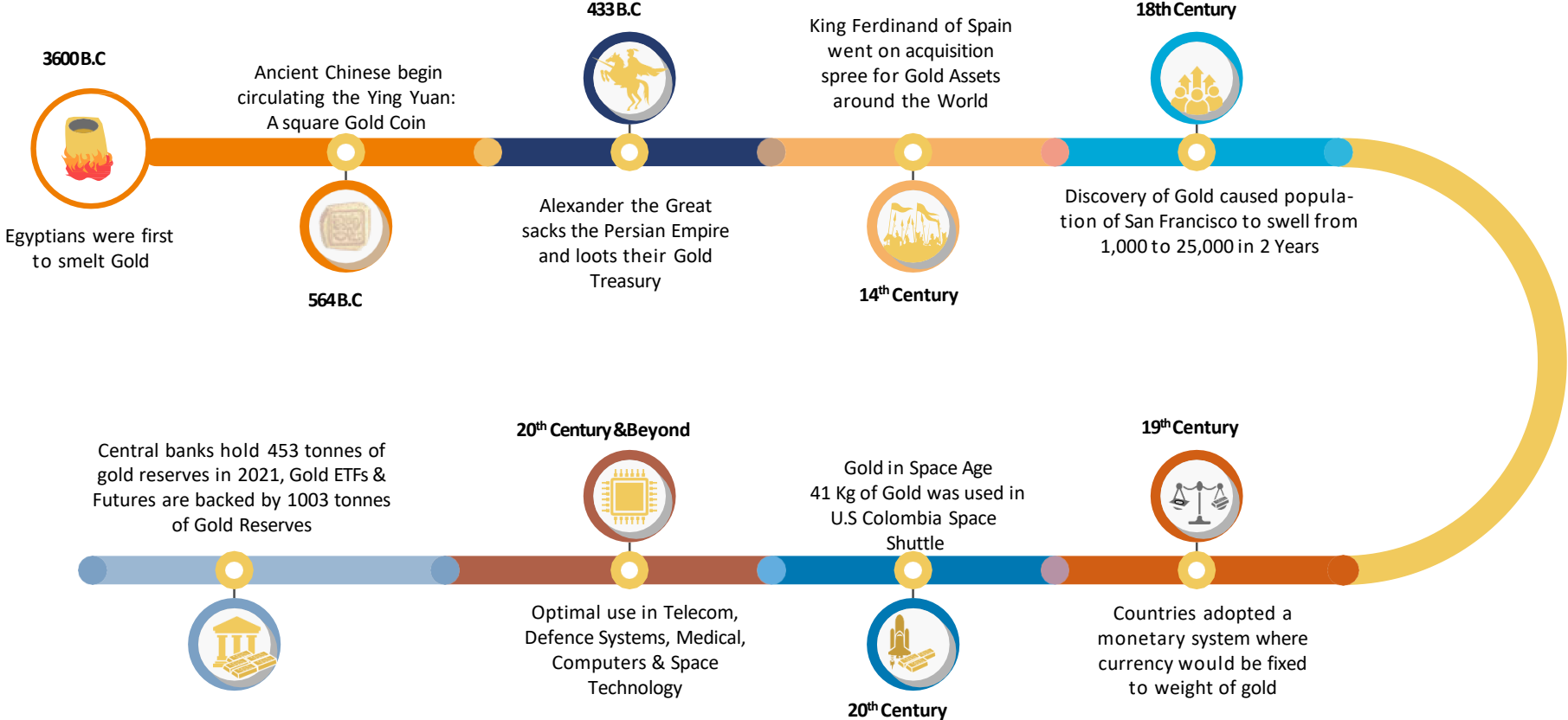
Interest Seen building in global Gold ETFs across all regions



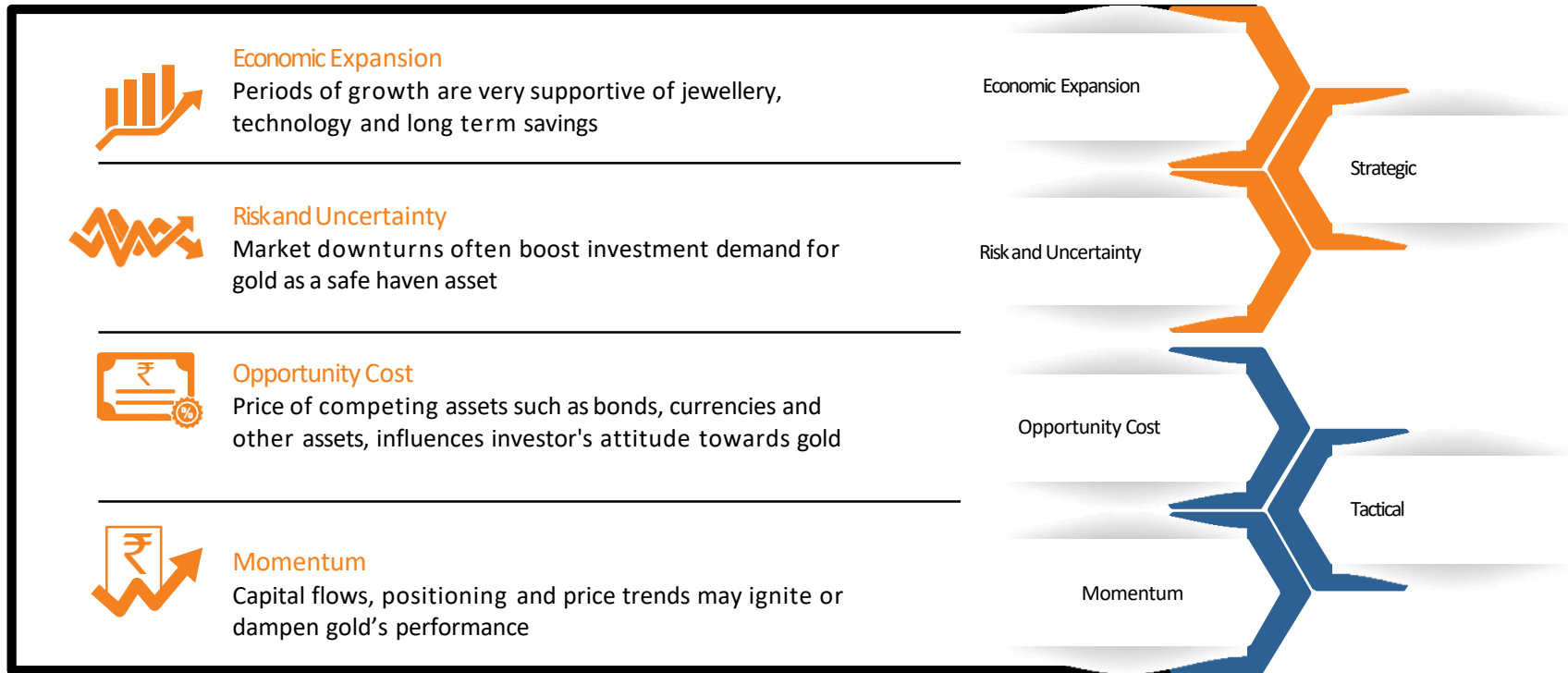
Global Gold ETFs saw inflows in last four months which shows growing interest for Gold across all regions.

Gold as an Asset class

Evolution of Gold

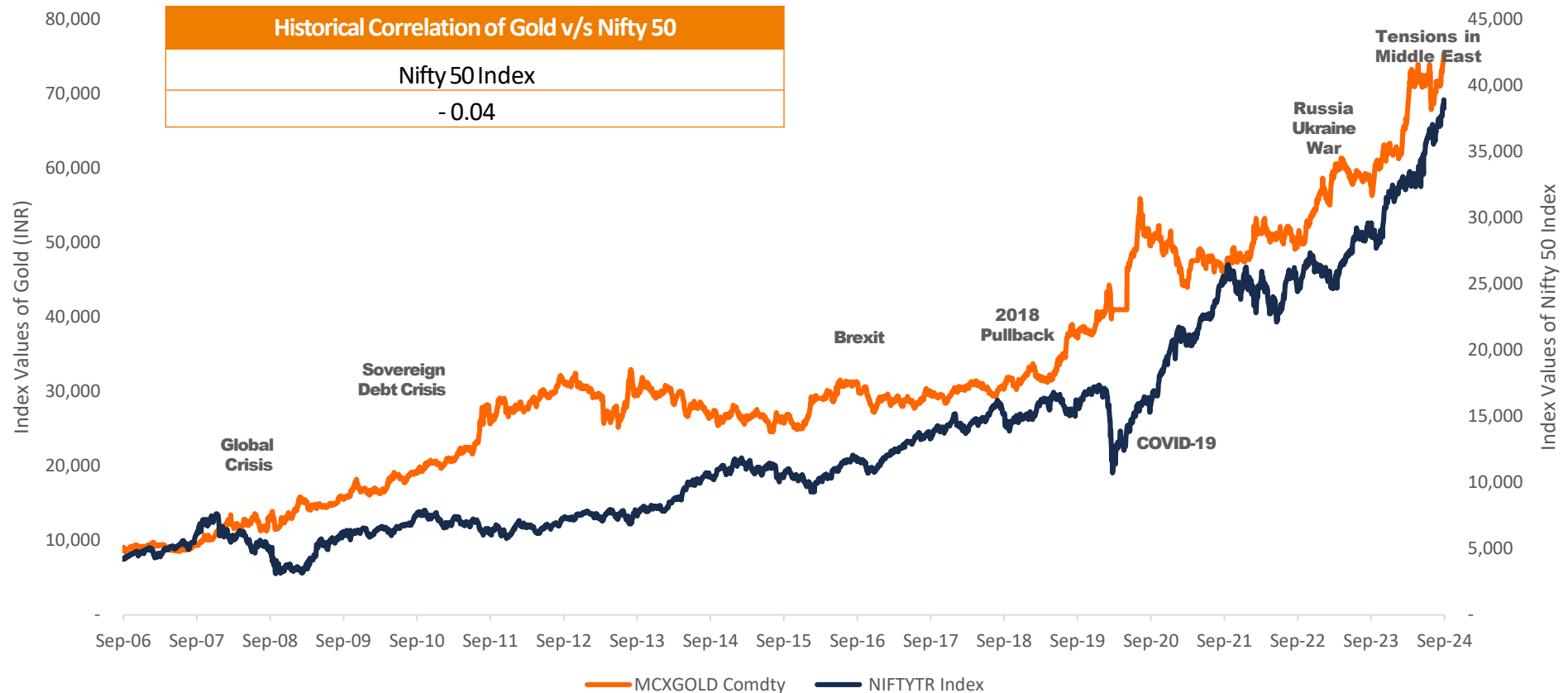


Demand Drivers of Gold



Gold has exhibited negative correlation with Equity Markets

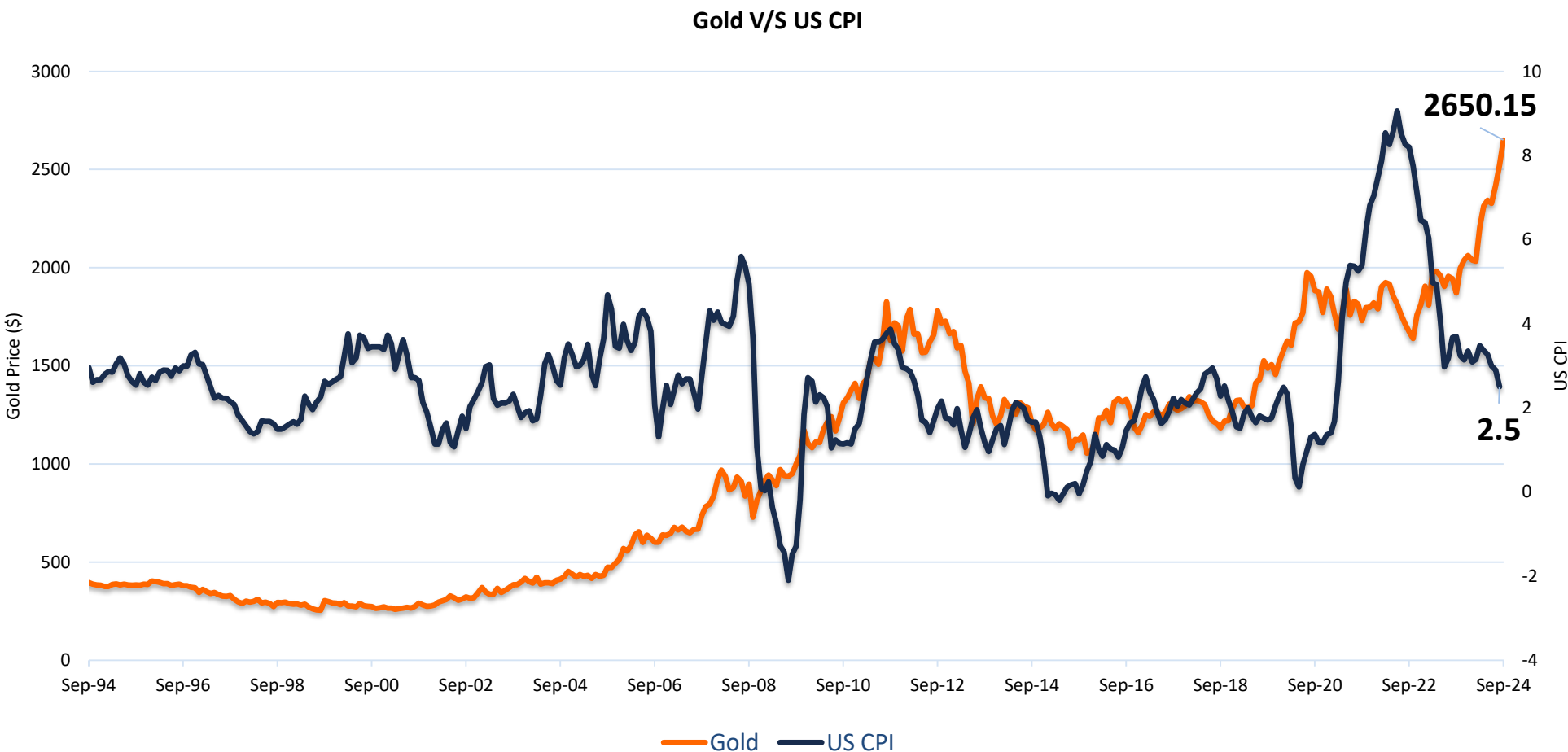
Correlation between Nifty 50 Index and Gold



Gold may shield investors when other assets don't!

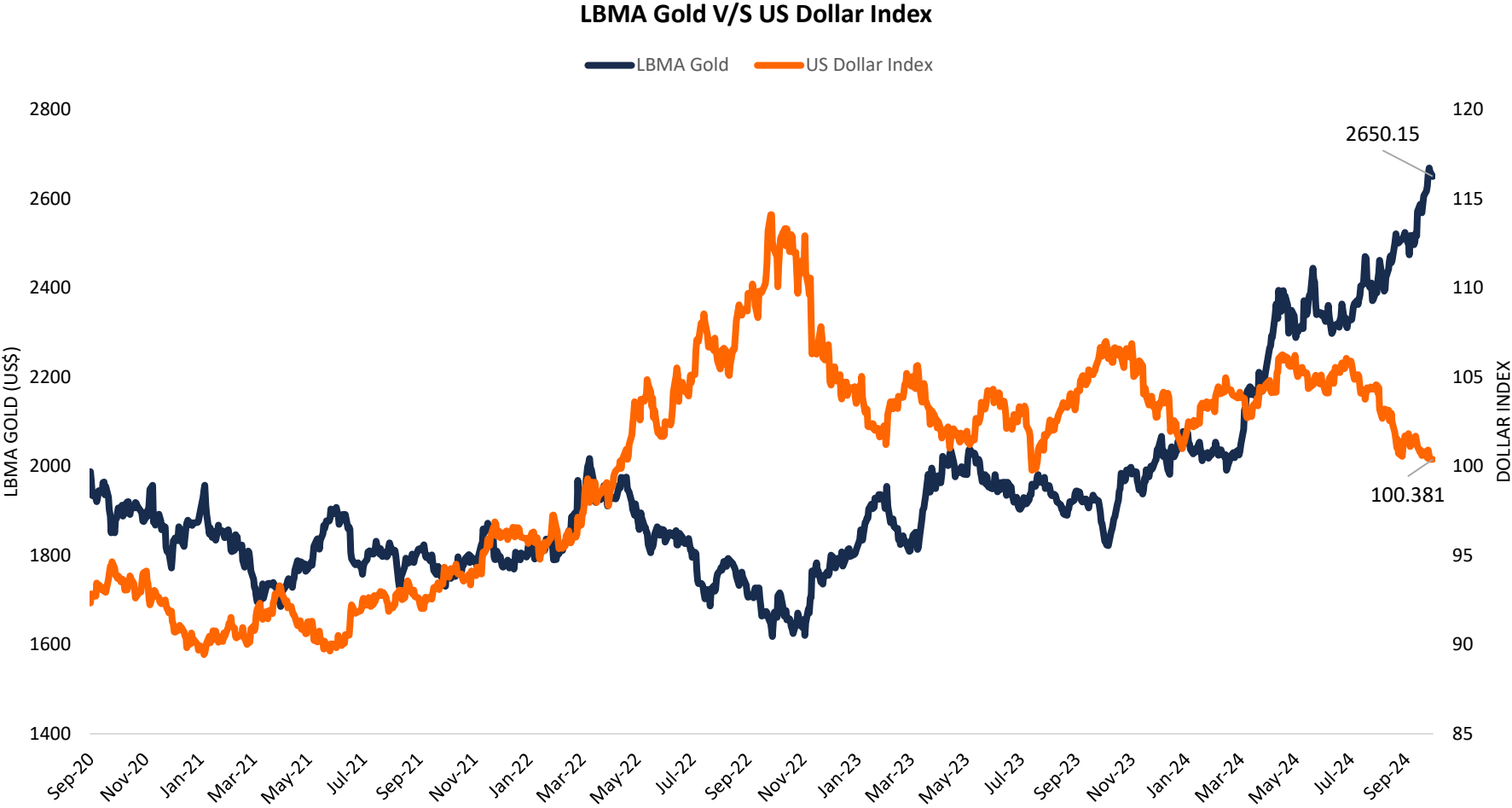
Source: NSE and Bloomberg, Data as on September 30, 2024. The price of gold is based on MCX Gold Spot (INR). The performance mentioned above is of the Index and it is indicative in nature. **Past performance may or may not be sustained in future.**

Gold may potentially act as a hedge against inflation



Gold retains its purchasing power when cost of goods rise!

Gold may potentially act as hedge against dollar



Gold has typically given positive returns in years when dollar has given negative returns

Source: Bloomberg , Gold prices are based on LBMA Gold AM price per ounce, Dollar Index is based on DXY Index and data is as on Sept 30, 2024. All performance is denominated in Dollar

Gold performance during financial distress !

Calendar Year	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

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
Mode	DEMAT/ MF Units	Jewellery/ Bar/ Coins	Bar/ Coins	Physical certificate or in Demat
Purity of Gold	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
Safety / Storage	No risk of theft	High Risk	High Risk	No risk of theft
Rate of Interest	-	-	-	2.5% per annum
Pricing	Transparent	Can't Say	High Mark Up	Transparent
Tenor	-	-	-	8 Years. Can be redeemed after 5 years subject to Capital Gain Tax
Liquidity	High	At relatively high cost	Low	Low on Exchange. Tradable on Exchange if held in demat form
Taxation	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 (%)

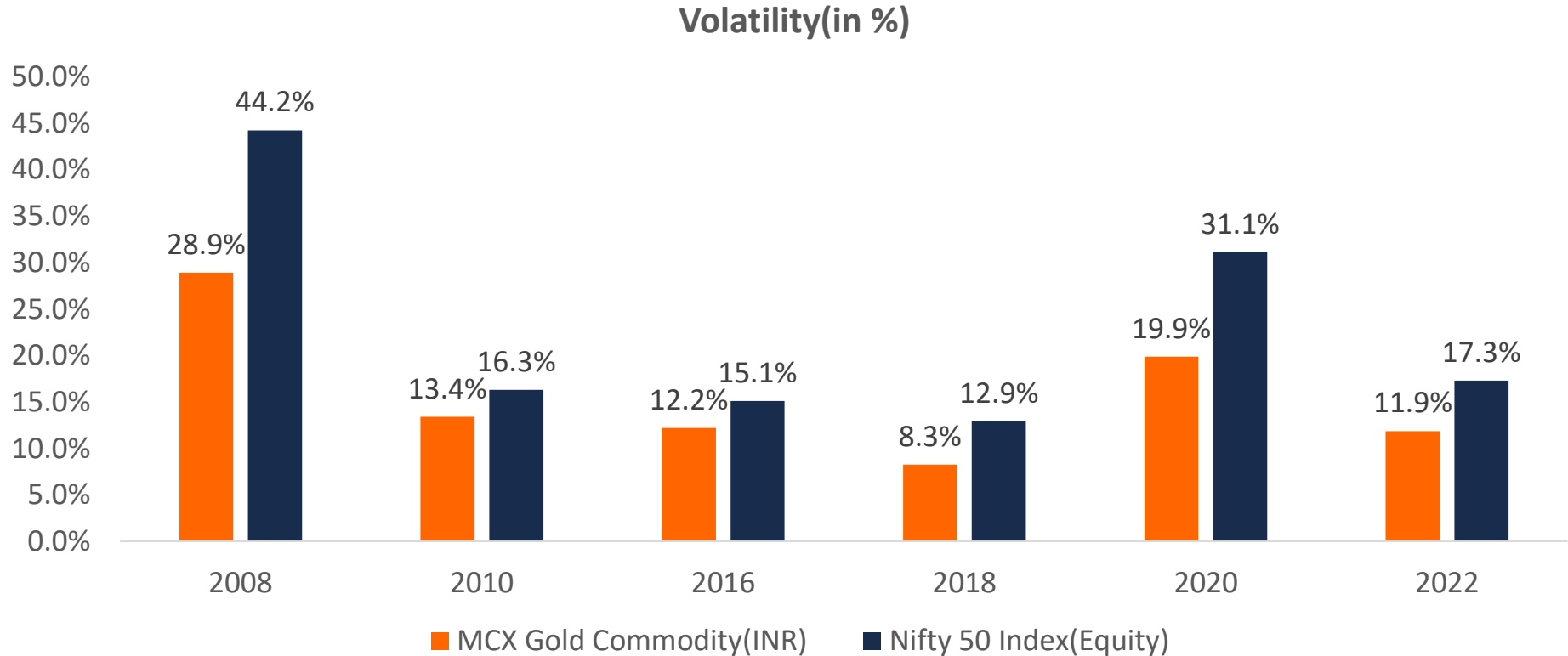
Period	MCX Gold Commodity (INR)	Nifty 50 Index (Equity)	Nifty 10 Yr. G-Sec Index (Debt)
15 Years	11.1%	12.9%	6.2%
10 Years	10.9%	13.8%	7.1%
7 Years	14.2%	16.2%	5.6%
5 Years	14.9%	19.0%	5.5%
3 Years	18.0%	14.9%	5.4%
2 Years	22.4%	24.2%	9.3%
1 Year	30.3%	33.0%	10.3%
YTD 2024	19.2%	20.0%	8.1%
6 Months	12.0%	16.6%	5.4%
3 Months	4.9%	7.8%	3.5%

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)
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 September 30, 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



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

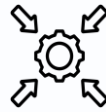
Outlook



Geopolitical Tensions could continue to support the gold prices.



Gold has seen run up in past one year due to expectations of US Fed rate cuts which has now started *



Inflows in Gold ETFs, Recovery in China, Duty cuts in India may continue to support Gold demand



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



Historically, gold (in dollar term) has performed well after the dollar peak.

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 Fund Of Fund
NFO Period	Oct 16, 2024 – Oct 22, 2024
Plans and Options Available	Regular & Direct Plan with Growth and Income Distribution cum Capital Withdrawal (IDCW) Option
Benchmark	Domestic Price of Gold
Allotment Date	Oct 25, 2024
Fund Manager	Mr. Ritesh Patel & Mr. Akshay Udeshi (Co-Fund Manager)
Minimum Investment during NFO	Rs. 5000/- and in multiples of Re. 1/- thereafter.
Exit Load	If redeemed within 3 Months from the date of allotment: 0.50% If redeemed after 3 Months from the date of allotment: NIL

Disclaimers

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.

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

Please consult your financial advisor or mutual fund distributor before investing

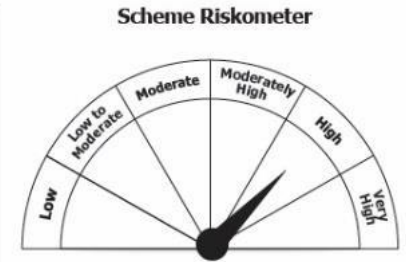
PRODUCT LABELLING

Mirae Asset Gold ETF Fund of Fund 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.

The Product Labelling assigned during the NFO is based on internal assessment of the scheme characteristics or model portfolio and the same may vary post NFO when actual investments are made.



Investors understand that their principal will be at High Risk



The Benchmark is at High Risk

THANK YOU

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