

Chance to buy Cheaper Gold under the Sovereign Gold Bond Scheme



The Government once again offers a "Golden Opportunity" to purchase gold and gold jewellery at cheaper rates, much ahead of the arrival of the festive season.

From 12th October 2020, gold will be available for purchase under the **Sovereign Gold Bond Scheme 2020-21**. Importantly, this is the 7th edition of the Government's Sovereign Gold Bond Scheme.

However, it is important to note that this scheme offers to book purchase of the "gold bonds" in digital mode. The customers shall not get their gold in physical form.

Let us quickly go through the minutes of this scheme:

Sovereign Gold Bond Scheme 2020-21: Key Highlights

Here are the key highlights of the Sovereign Gold Bond Scheme 2020-21:

- Available time period to buy gold: 12th October to 16th October 2020.
- Sovereign gold bond price (as fixed by RBI): ₹5,051 per gram.
- **Special Concession:** RBI has given an option to apply online for Sovereign gold bond, in consultation with RBI. Such digital investors shall get concession at the rate of ₹50 per gram. Hence, Gold bond prices for digital investors shall be ₹5,001 per gram.

The objective of this scheme is –

- To boost investment by the customers in gold.
 - Moreover, this shall bring down the demand for the physical gold. This will result in keeping a cap on gold-imports into Indian market, thereby effective utilisation of the indigenous resources.
 - Besides, this will reduce the prices of gold gradually.
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