



India's official gold holdings in last 3 Yrs. (in tonnes)



- Forex Reserve comprises of Foreign Currency Assets ( Gold, Special Drawing Rights ( and reserve tranche position in the IMF.
- Share of Gold in forex reserves (in value terms) is at a five year high of 7.81% as on March 2023 vis a vis 5.06% in March 2018. During periods when there is fall in Forex Reserve or depreciation bias in the currency, the rate of accretion of gold may have slowed down
- Currently, India holds 795 tonnes of gold and is among the top 10 countries with most official Gold holding.
- Gold was the best performing asset class in FY 23 led by higher inflation trends in major economies, geopolitical crisis and rising interest rate environment.
- Gold provides a good hedge against inflation, generally performs well during uncertainties like geopolitical crisis, financial market volatility.
- We believe Gold should be part of investor's portfolio as it provides asset class diversification and risk mitigation Investor should consider investing in **ABSL Multi Asset Allocation Fund** as it is perfect blend of Equity, Debt and Gold as asset classes.