Sovereign Gold Bond issued by RBI on behalf of Govt. of India. This is the best method to buy the virtual Gold without any risky against physical Gold with some specified fixed rate of return.

Series-V lot will be start from tomorrow i.e. 3rd August 2020 will be closed on 7th August 2020.

Who can purchase- Restricted for sale to Resident Individuals, HUFs, Trusts, Universities and Charitable Institutions.

Minimum size of purchase 1 unit (i.e. 1 gram) and Maximum of 4Kg for Individuals, HUF and 20Kg for Trusts and other similar institution.

Issue Price – The issue price of fifth trench Gold bond 2020-21 has been decided of Rs.5334/- per gram.

Payment Option- maximum cash payment up to Rs.20,000/- and other mode like DD, Cheque, electronic payment etc. Discount of Rs.50/- per unit will be allowed if you buy in online and pay through digital mode. I.e. If you purchased through online, then unit price will be Rs.5,284/- per gram.
• This Bond will be sell through- Commercial banks, Stock Holding Corporation of India Limited (SHCIL), designated post offices (as may be notified) and recognized stock exchanges viz., National Stock Exchange of India Limited and Bombay Stock Exchange, either directly or through agents.
• Rate of return- Fixed rate of return @ 2.5% per annum payable semi annually.
• Collateral- This Bond can be used as collateral against loan.
• Bond Maturity Period- 8 year.
• Lock In period – 5 year.
• Tradability- If you have purchased through BSE/NSE in Demat accounts, and then you can sell it before maturity period or before lock in period.
• Redemption price will be based on the prevailing average price of last 3 working days.
• Tax treatment-
  ✓ Interest on Bond will be taxable under income from other sources.
  ✓ If such bond holds till its maturity, then Capital gain tax arising on redemption has been exempted.
  ✓ If hold sold before maturity, then capital gain tax will be applicable with indexation benefit.