



# *Quantum Gold Savings Fund*

(An open ended fund of fund scheme)

## Gold shines on the dim economy

Almost since the beginning of civilization, gold has been a part of history – empires were looted and plundered for this much sought after asset because of its beauty, power and prestige. Even today, the yellow metal has stood the test of time, making it an attractive and preferred method of investment in every household which uses gold as jewellery or collateral.

With high inflation, currency devaluation and political uncertainty causing economic breakdowns, gold is revered as a keeper of value by rational investors who look towards it as a safe haven asset.

During the past financial and economic failures, investors owning gold were among those saved because gold, as a safe haven guarded their purchasing power.

### Should I add Gold to my portfolio?

Yes, if you're looking for a portfolio diversification tool which may serve as a hedge against currency devaluations over longer time horizons. Here are a few more reasons why you should invest in gold:

- ➔ **Low (or negative) correlation with other asset classes:** Gold's investment returns are fairly independent from other financial assets like stocks, bonds etc. World Gold Council in its research report titled "Gold is different from other asset? – An empirical investigation" says "The lack of correlation between returns on gold and those on financial assets such as equities has become widely established".

➤ **Effective portfolio diversification:** While most investors add equity stocks and other commodities to their portfolio, they forget the need to diversify by investing in other assets like gold. Gold, because of its low correlation with other financial assets, may protect your portfolio from dipping in case of economic risks. A World Gold Council research report titled “Investing in Gold – the strategic case” says “The rationale for including gold in a portfolio is fairly intuitive given its lack of correlation with other assets, which makes it an effective portfolio diversifier”.

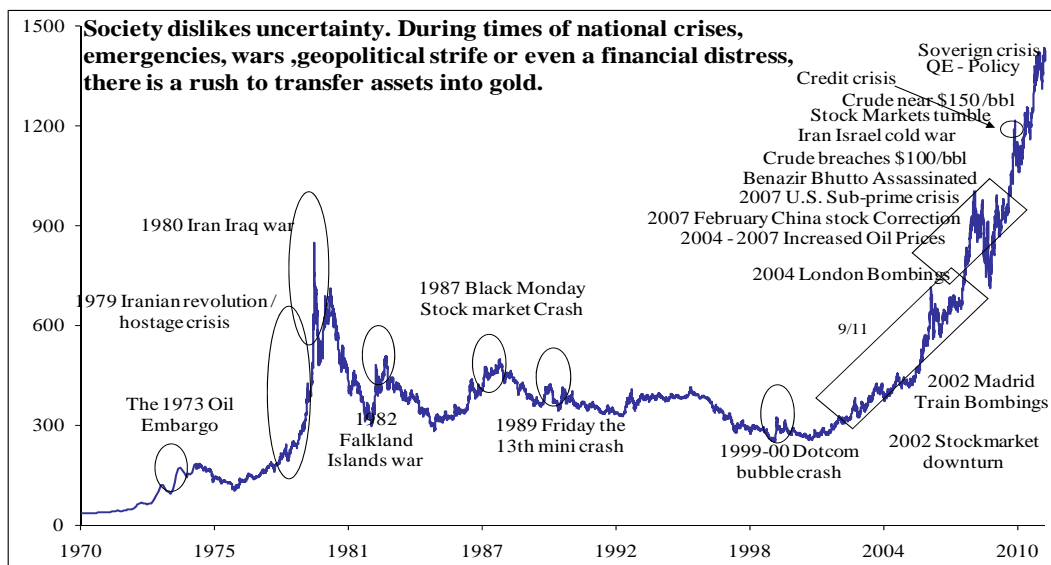
➤ **Less volatile:** Gold, as an asset class, has traditionally been less volatile than equity, and hence stabilizes your portfolio against negative events. In the highlighted years of the chart below you can see how Gold fared against the Sensex.

Year	Gold INR	Sensex
1980	14%	25%
1981	-23%	54%
1982	21%	4%
1983	-9%	7%
1984	-5%	7%
1985	3%	94%
1986	29%	-1%
1987	22%	-16%
1988	-1%	51%
1989	10%	17%
1990	2%	35%
1991	31%	82%
1992	6%	37%
1993	27%	28%
1994	-2%	17%

1995	13%	-21%
1996	-3%	-1%
1997	-14%	19%
1998	8%	-16%
1999	2%	64%
2000	1%	-21%
2001	6%	-18%
2002	24%	4%
2003	14%	73%
2004	1%	13%
2005	22%	42%
2006	21%	47%
2007	17%	47%
2008	31%	-52%
2009	19%	81%
2010	17%	48%

Source: Bloomberg

- ➔ **Safe-haven asset against recession & depression:** Gold appears as a more stable asset during economic, political, or currency crises as can be seen in the chart below.



Source: Bloomberg

- **An important portfolio allocation during times of high inflation and currency devaluation:** During inflation, more money gets pumped into the economy thus reducing the value of the currency. In situations like these, gold may be used as a hedge to reduce the volatility. A World Gold Council research report titled “Gold as a tactical inflation hedge and long term strategic asset” concludes “Gold has a role to play both as a tactical inflation hedge and as a long-term strategic asset. If the world economy experiences a resurgence in inflation, then gold, like the other traditional inflation hedges, is likely to outperform mainstream financial assets”.

### How can I invest in Gold?

You can choose the most convenient way to invest in gold – Gold Exchange Traded Funds. However, if you do not have a Demat Account and want to start investing through Systematic Investment Plans (SIPs), then your answer lies in the Quantum Gold Savings Fund (QGSF).

### What is Quantum Gold Savings Fund (QGSF)?

The Quantum Gold Savings Fund (QGSF) is an open ended Fund of Funds Scheme that invests predominantly in the units of [Quantum Gold Fund \(ETF\)](#). The fund seeks to provide capital appreciation over the long term, and endeavors to generate returns that closely correspond to the returns generated by physical gold.

### Benefits of investing in Quantum Gold Savings Fund (QGSF)

- **You do not require a Demat and Trading account:** You can invest in Quantum Gold Savings Fund through the regular investment process without holding or

opening a Demat or trading account. Thus, Only convenience! No annual maintenance charges! No brokerages charges! No transaction charges!

- **Conveniently invest through SIPs:** Systematic Investment Plan (SIP) allows you to start investing in the Quantum Gold Savings Fund for as little as Rs 500/- per month. SIPs help you to invest in a disciplined manner and thus generate wealth over the long term.
- **Availability of add-on facilities:** Through the Quantum Gold Savings Fund you can avail of facilities like Systematic Transfer Plan, Systematic Withdrawal Plan, Trigger facility etc, to give you complete control while investing with us.
- **Liquidity:** The Quantum Gold Savings Fund gives you complete flexibility while investing. You can choose to purchase or redeem your units from us (Quantum Asset Management Company Pvt Ltd) on all business days. No need to follow stock exchange timings!
- **Simple Investing:** Choose the method that best suits you – invest through the physical mode or transact online.

What is the difference between the Quantum Gold Savings Fund (QGSF) and gold bought from banks and jewelers?

Here is a brief comparison between the Quantum Gold Savings Fund and gold bought from banks and jewelers:

Parameter	Jeweler	Bank	Quantum Gold Fund (ETF)	Quantum Gold Savings Fund
Purchase and Sale	In physical form	In physical form	In dematerialised form	In Paper form
Price advantage	No - sells at higher premium	No -sells at higher premium	Yes - likely to have least premium	Yes - likely to have least premium
Price standardisation	No - varies from jeweler to jeweler	No - varies from bank to bank	Yes - linked to international gold prices	Yes - linked to international gold prices
Making charges	Incurred	Incurred	Not Incurred	Not Incurred
Risk of impurity	May exist	Unlikely, but possible	Improbable	Improbable
Storage requirements	Locker or safe	Locker or safe	Held in demat form	No requirements - Not even a demat account
Security Responsibility	Owner / Investor	Owner / Investor	Fund House	Fund House
Resale	At loss after deduction of making charges	Banks do not buy back	At listed exchange at transparent prices	Through the AMC at applicable NAV reflecting the underlying
Convenience in holding and transacting	Low - due to physical movement and transfer	Low - due to physical movement and transfer	High- due to demat form	High - holdings are reflected in your account statement sent by the fund house
Tax advantages	Low	Low	High	High

What is the minimum amount for a lumpsum investment?

<b>Minimum Additional Amounts / Units –</b>	Rs. 500/- and multiples of Re.1/- thereafter / 50 Units.
<b>Minimum Redemption Amount</b>	Rs. 500/- and multiples of Re.1/- thereafter or account balance whichever is less / 50 units.

What is the minimum amount for the Systematic Investment Plan (SIP) and what frequencies are available?

**Please note that the SYSTEMATIC INVESTMENT PLAN (SIP) will be available during Continuous Offer and not during NFO Period.**

<b>Frequencies Available Under SIP</b>	<b>Daily</b>	<b>Weekly</b>	<b>Fortnightly</b>	<b>Monthly</b>	<b>Quarterly</b>
<b>Minimum Amount</b>	Rs. 100/- and in multiples of Re. 1/- thereafter	Rs. 500/- and in multiples of Re. 1/- thereafter	Rs. 500/- and in multiples of Re. 1/- thereafter	Rs. 500/- and in multiples of Re. 1/- thereafter	Rs. 500/- and in multiples of Re. 1/- thereafter
<b>Minimum No. of Installments / Instructions</b>	132	25	13	6	4
<b>Frequency of dates</b>	All business days	5,7,15,21,25 & 28 of the month			

**[Click here for complete Scheme Features](#)**

Are there any tax benefits for investing in the Quantum Gold Savings Fund?

Taxation norms would apply as applicable for a Debt fund i.e. Short Term – As per prevailing investor tax slabs, and Long Term Capital Gains – 10% without indexation and 20% with indexation.

## How do I invest in the Quantum Gold Savings Fund?

Contact us directly on **1-800-22-3863** or **022-22829414 / 61447800**, or write to us at [CustomerCare@QuantumAMC.com](mailto:CustomerCare@QuantumAMC.com) and we will help you with your investment.

OR

**If you have a Quantum Mutual Fund Username and Password** (*registered users/ investors*). Use your Quantum Mutual Fund username and password to purchase Quantum Gold Savings Fund units online through [www.QuantumAMC.com](http://www.QuantumAMC.com). *Please ensure that you are KYC compliant to proceed with your purchase.*

OR

You can also purchase units of the Quantum Gold Savings Fund by placing an order for purchase with the members (Stock Broker) / clearing members of stock exchanges.

OR

You can also download the application form from [www.QuantumAMC.com](http://www.QuantumAMC.com) or collect it from our office: Quantum Asset Management Company Pvt. Ltd., #505, 5th Floor, Regent Chambers, Nariman Point, Mumbai 400021. Completed forms can be deposited at any of the designated collection centres. Click here to see the collection centre closest to you.

*Pure gold! Convenient Process! Affordable Cost!... Just a Click Away!*

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**Disclaimer:**

**Quantum Gold Savings Fund** - An Open ended Fund of Fund Scheme. The investment objective of the scheme is to provide capital appreciation by predominantly investing in units of Quantum Gold Fund –Exchange Traded Fund. The performance of Scheme may differ from that of Quantum Gold Fund and the domestic prices of gold due to expenses and certain other factors. There can be no assurance or guarantee that the investment objective of the Scheme will be achieved. **Asset Allocation Pattern** : Units of Quantum Gold Fund (95% to 100%), Money Market instruments, Short-term Corporate debt securities, CBLO and units of Debt and Liquid Schemes of Mutual Funds (0% - 5%); **Load Structure** – Entry Load – Not Applicable, Exit Load - 1.5 % if redeemed or switch out on or before 1 year from the date of allotment of units; **Terms of Issue and mode of sale and redemption of units** - The Units are available at face value of Rs.10/- per unit during the NFO and thereafter at applicable NAV based price. The Scheme will offer for Subscription/Switch-in and Redemption, Switch-out of the units on every business days on an ongoing basis, on reopening of the Scheme. The redemption or repurchase proceeds will be dispatched to the unitholders within 10 business days from the date of redemption or repurchase. **Investor benefits and general services offered** : The NAV of the Scheme will be published on a daily basis by the Mutual fund at least in 2 newspapers and will also be uploaded on AMFI's website [www.amfiindia.com](http://www.amfiindia.com) and at the companies website [www.QuantumAMC.Com](http://www.QuantumAMC.Com)/ [www.QuantumMF.com](http://www.QuantumMF.com). **Minimum Application Amount:** Rs. 500/- and in multiples of

Rs. 1/- thereafter. **Scheme Specific Risk Factors** – All the risk associated with Quantum Gold Fund i.e. including performance of their underlying physical gold, asset class risk, passive investment risk, indirect taxation risk, default risk including possible loss of capital etc., will therefore be applicable in this Scheme. The Scheme's NAV will react to the gold price movements and movements in the NAV of Quantum Gold Fund, The investors of the scheme will bear dual loads. **Risk Factors: All Mutual Funds and securities investments are subject to market risks and there can be no assurance that the Scheme's objective will be achieved and the NAV of the schemes may go up or down depending upon the factors and forces affecting securities markets. Quantum Gold Savings Fund is the name of the scheme and does not in any manner indicate either the quality of the Scheme, its future prospects or returns.** Investors in the Scheme are not being offered a guaranteed or assured rate of return. Past performance of the Sponsor / AMC/ Mutual Fund does not indicate the future performance of the Scheme. **Statutory Details:** Quantum Mutual Fund (the Fund) has been constituted as a Trust under the Indian Trusts Act, 1882. **Sponsor:** Quantum Advisors Private Limited (liability of Sponsor limited to Rs. 1,00,000/-) **Trustee:** Quantum Trustee Company Private Limited. **Investment Manager:** Quantum Asset Management Company Private Limited (AMC). The Sponsor, Trustee and Investment Manager are incorporated under the Companies Act, 1956. **Please read the Scheme Information Document (SID) /Key Information Memorandum (KIM)/ Statement of Additional Information (SAI)/Addenda carefully before investing. SID / KIM / SAI can be obtained at the Investor Service Centers of AMC or office of AMC or on website [www.QuantumAMC.Com](http://www.QuantumAMC.Com) / [www.QuantumMF.com](http://www.QuantumMF.com)**

**Investment Objective:** Quantum Gold Fund's (QGF) investment objective is to generate returns that are in line with the performance of gold and gold related instruments, subject to tracking errors. However, investment in gold related instruments will be made if and when SEBI permits mutual funds to invest in gold related instruments. The Scheme is designed to provide returns that before expenses, closely correspond to the returns provided by gold. **Asset Allocation:** QGF will primarily invest in physical gold and if allowed under SEBI Regulations, also in gold related securities including derivatives, and the scheme may invest in Money Market Instruments, short term corporate debt securities, CBLO and units of Debt and Liquid Schemes of Mutual Funds to meet liquidity needs. **Terms of Issue:** QGF is an open-ended Gold Exchange Traded Fund. Each unit of QGF will be approximately equal to the price of half (1/2) gram of Gold. Units will be issued at NAV based prices. On an ongoing basis direct purchases from the Fund would be restricted to only Authorised Participants and Eligible Investors. Units of QGF can be bought /sold like any other stock on the National Stock Exchange of India Ltd (NSE) or on any other stock exchanges where it is listed. **Entry Load:** N.A. **Exit Load:** Nil in case of Authorised Participants; 0.5% in case of Eligible Investors. **Risk Factors: All Mutual Funds and securities investments are subject to market risks including uncertainty of dividend distributions and the NAV of the schemes may go up or down depending upon the factors and forces affecting the gold and securities markets and there is no assurance or guarantee that the objectives of the scheme will be achieved. Quantum Gold Fund, is the name of the scheme and does not in any manner indicate either the quality of the Scheme, its future prospects or returns.** **Scheme Specific Risk:** The QGF's NAV will react to the Gold price movements. The Investor may lose money over short or long period due to fluctuation in Scheme's NAV in response to factors such as economic and political developments, changes in interest rates and perceived trends in bullion prices, market movement and over longer periods during market downturns. Trading volumes, settlement periods and transfer procedures may restrict the liquidity of these investments of the QGF. It is to be distinctly understood that the permission given by NSE should not in any way be deemed or construed that the Scheme Information Document for QGF has been cleared or approved by NSE nor does it certify the correctness or completeness of any of the contents of the said Scheme Information Document. The investors are advised to refer to the Scheme Information Document of QGF for full text of the 'Disclaimer Clause of NSE'. **Statutory Details:** Quantum Mutual Fund (Fund) has been constituted as a Trust under the Indian Trusts Act, 1882. **Sponsors:** Quantum Advisors Private Limited. (Liability of Sponsor limited to Rs. 1,00,000/-) **Trustee:** Quantum Trustee Company Private Limited. **Investment Manager:** Quantum Asset Management Company Private Limited (AMC). The Sponsor, Trustee and the Investment Manager are incorporated under the Companies Act, 1956..The past performance of the Sponsor / AMC/ Fund has no bearing on the expected performance of the scheme. **Mutual Funds investments are subject to market risks. Please read the Scheme Information Document(s) / Key Information Memorandum(s) / Statement of Additional Information / Addendums carefully before investing. Scheme Information Document(s) /Key Information Memorandum(s)/ Statement of Additional Information can be obtained at any of our Investor Service Centers or at the office of the AMC 505, Regent Chambers, 5th Floor, Nariman Point, Mumbai – 400 021 or on AMC website [www.QuantumAMC.Com](http://www.QuantumAMC.Com) / [www.QuantumMF.com](http://www.QuantumMF.com)**

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