



Gold ETF Inflows Surge Amidst Economic Uncertainty

Source: [ET](#)

In January 2024, [Gold Exchange Traded Funds \(ETFs\)](#) witnessed a remarkable surge in inflows, reaching **Rs 657 crore**. This influx contributed to a **1.6% rise in the assets under management (AUM) of gold funds**.

- Experts attribute this surge to the enduring appeal of gold as a **safe haven and hedge against inflation**, particularly amidst ongoing geo-political tensions and elevated inflation in the US.
- Gold ETFs are **passive investment instruments** representing physical gold which may be in paper or dematerialised form. Each unit of a Gold ETF usually represents a fixed **amount of gold, often 1 gram**.
 - Gold ETFs combine the flexibility of stock investment and the simplicity of gold investments.
- Investing in Gold ETFs entails acquiring gold in an **electronic format**, allowing individuals to engage in buying and selling activities just like stock trading.
 - They offer liquidity and exposure to gold prices without the hassle of owning and storing physical gold.

Read more: [Gold Exchange Traded Funds](#)

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