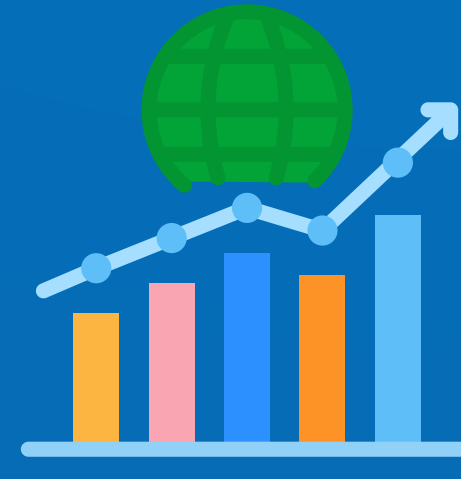


6 THINGS YOU SHOULD KNOW ABOUT INVESTING IN LONG-TERM BONDS



High returns at high risk

Because of higher risk, opt for a long term bond fund that consists of lower-risk market instruments like AAA-rated bonds.



Broader rate cycles

Old bond investments could lose their value due to increased interest rates, but may be compensated with higher future returns.



Delayed returns

These market investments need time to potentially grow and provide you with expected gains.



Potential protection from inflation

Bonds can beat inflation or provide you with optimum protection from inflation, and maintain your purchasing power.



Taxes on capital gains

If you buy a lengthy tenure bond at par value and hold it until its maturity, there is no capital gain on the transaction.



The regularity of income

Long-term bonds secure your investment for considerably more time. Hence, you do not get any receipts for that specific time.

