Investing in Diamonds

with

Splint Invest

Risk Category
Low-moderate

Average Return
13.1%

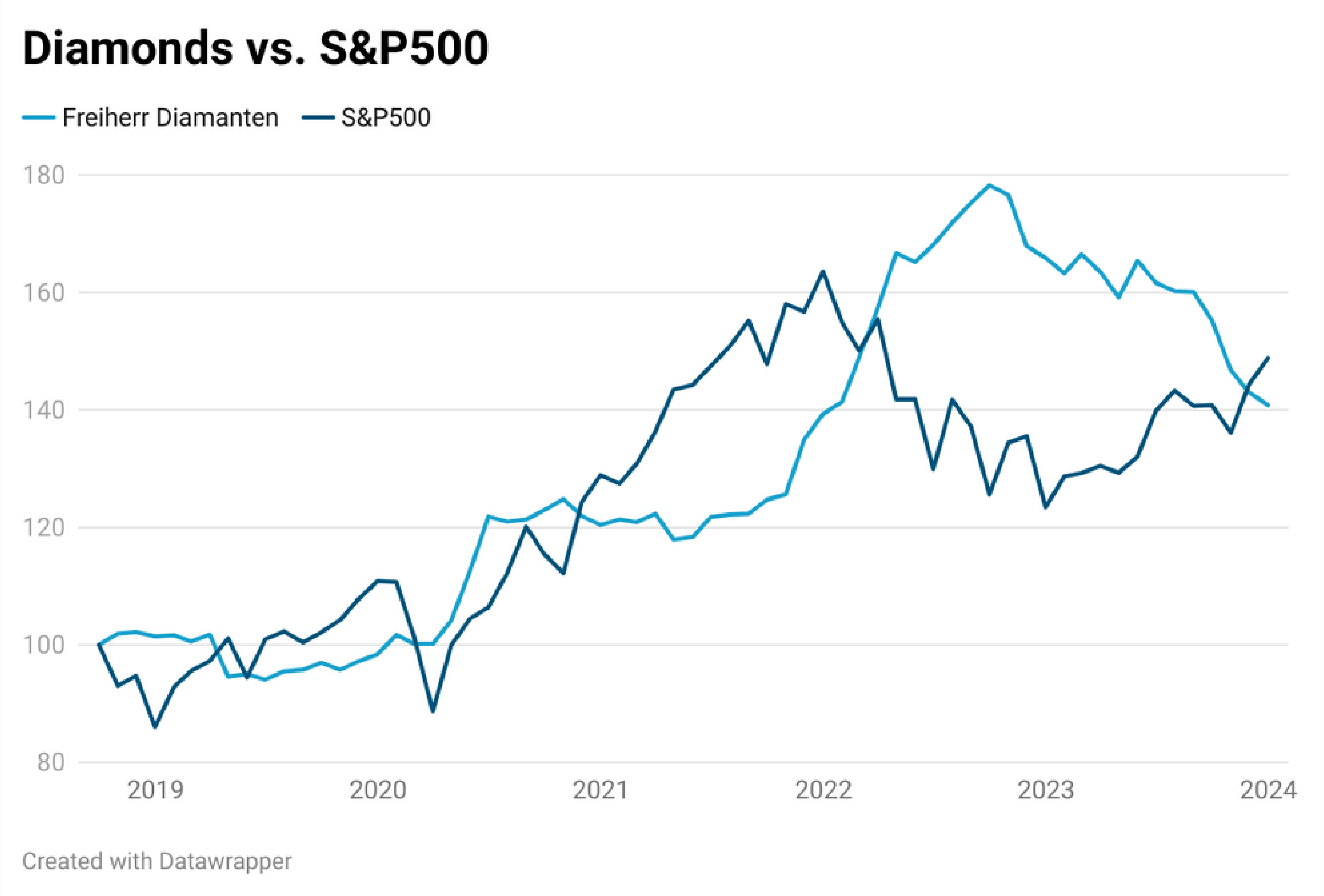
Investment Horizon
5-9 years

Diamonds as Investment

Diamonds are not only valuable investments but also beautiful and desirable objects. They can be worn and enjoyed as jewelry, making them a versatile investment.

Due to their low correlation compared to traditional asset classes, these gemstones are suitable for diversification purposes. The monthly volatility over the last 5 years for high-quality diamonds (D-FL / D-IF) is below 3%.

The global demand for diamonds is steadily increasing, driven by the demand from Asia and attractive investment opportunities in diamonds. Furthermore, the long-term investment horizon and the limited liquidity of the diamond market have a positive impact on their performance.



The development of the Freiherr Diamonds Index for 1 carat stones since 2018 compared to the performance of S&P 500

Price stability

Diamonds typically have a stable value and are not subject to the same level of fluctuations as other asset classes.

Inflation protection

In contrast to paper currency or other currencies, diamonds generally retain their value when inflation rises.

Low Maintenance Cost

Compared to gold or other asset classes, the value per gram is much lower for diamonds. Consequently, the storage costs are also relatively low.

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Market Overview

Market Size

The global diamond market was estimated at $94.9 billion in 2021 and is expected to reach $139.9 billion by 2030.[1]

Key Countries

The main markets for diamond sales are the USA, China, Japan, India, and Europe.

Purpose of use

Investment instrument, jewelry piece, industrial use

Value increase

The price of the FDC index has increased by 40% since 2019.[2]

The 4 Cs

The 4 Cs - Carat (weight), Clarity (purity), Color, and Cut - are the main factors used in the evaluation of diamonds.

Demand and supply

The demand from Asia is steadily increasing while the supply of diamonds is finite and production tends to be declining.

1 Straitsresearch.com
2 FCFR

Risk Considerations

Authenticity

There is a risk of counterfeit or synthetic diamonds being sold as natural diamonds. It is therefore important to choose a reputable and reliable dealer and have the diamonds certified by a recognized institution.

Sustainability

Diamonds are often associated with environmental problems and human rights concerns. It is important to ensure that the diamonds have been ethically and sustainably sourced.

Trusted supplier

It is important to choose a trustworthy expert who has a good reputation and is willing to answer any questions. If you want to buy a diamond online, you should also ensure that the seller has a good online presence and positive reviews.

Certificate

When purchasing a diamond, one should demand a certificate that confirms the characteristics of the stone. Such a certificate should be issued by a reputable testing laboratory such as GIA, HRD, or IGI.

Investing with Splint Invest

Diversification

With Splint Invest, you can easily diversify your portfolio, therefore reducing your risk by investing in the 12 already available asset categories with numerous exciting assets on the platform.

Verified Investment Case

Every potential investment case goes through an extensive due diligence process and is validated by our experienced team.

Proven Track Record

The diamonds are sourced from our trusted partners with high market expertise and a proven track record for diamond investments.

Security

The assets are securely stored and insured in vaults.

Performance of our Assets

Best performing asset

Diamond D-IF 1.91 ct
Annualised performance: **15.36%**

Asset category performance

Annualised performance: **13.1%**

Average value increase

On average, 1,000€ invested 8 years ago would be worth 2,673€ today.

Collaborators

Mario von Bergen

Co-Founder

Head of Investments

The forecasted estimates are based on past performance data. Please remember that past performance may not be indicative of future results. Different types of investments involve varying degrees of risk, and there can be no assurance that the future performance of any specific investment, or product made reference to directly or indirectly in this factsheet, will be profitable, equal any corresponding indicated performance level, or be suitable for your portfolio. Due to various factors, including changing market conditions, the content may no longer be reflective of current opinions or positions.

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