



THE GOLD RALLY IS BACK IN TOWN

Gold rallied last week, it's the metals most significant move in the past nine months!

Those invested in the ARC will be pleased to see the Gold rally. In fact it surged yesterday on the back of the Federal Reserves' announcement that U.S. interest rates will remain low. Their statement drove the dollar down, boosting demand for Gold.

Importantly, Gold has broken through the \$1,300 an ounce level, its previous resistance level. It is now trading above the 100-day moving average, a bullish signal to analysts who study historical price patterns.

RIO launched the ARC during October 2013, its primary function being to protect against US dollar devaluation. It is doing just that.

The ARC's bench mark is to outperform physical gold in bar form, which it has done to date. It offers an attractive alternative to the pitfalls of investing in paper gold or ETF's (electronic traded funds). I would highlight again that ETF's carry additional risk, but offer no additional return.

As most members know from my reports, I sold 70% of RIO's gold bullion holdings on the 12th September 2011 at \$1,830 an ounce. I remained in the market briefly selling the remaining percentage during September the following year, having traded gold for almost 13 years.

RIO remained out of the market until we launched the ARC during October 2013, when I acquired bullion once again at \$1,265. There was and still remains a multitude of reasons for gold to rally.

The metal has risen in value, contrary to what most in the industry had predicted, when they announced that the gold rally was over. I know this market very well and at the end of last year I forecast Gold to continue to rally; it has climbed 9.3% this year.

William Gray