



Fund Manager Comments RIO ARC USD

The ARC Bullion Account has produced a further gain in June, its role as investment portfolio insurance perhaps underlined, rising 6.41% as markets crash. Gold rallied strongly, as predicted in my Brexit report dated 21st June. Common sense would have dictated that the UK would remain in the EU. Accordingly, 30% of bullion was sold to cash ready to buy gold if we voted to stay. Even so, I strongly emphasised that, should the UK decide to leave the EU, then gold would rally above \$1,350/oz, which is exactly why I retained almost 70% of the ARC in Physical Bullion!

On Thursday, 23rd June, bullion stood at \$1,256/oz, but then rose to \$1,333/oz the day after the referendum, close to my \$1,350 prediction circulated to all prior to the vote. I sold 20% of Bullion held on 28th June, taking profits ahead of the month end effectively limiting risk and maximizing gains. Bullion continues to move higher, simply because investors are still seeking a safe haven, with uncertainty still lurking from "Brexit". The uncertainty will almost certainly keep investors nervous through most of July and perhaps into August. Do not miss out, as it's not over! Bullion's upside remains strong this year, as I wrote recently in Forbes Indonesia.

If one is going to hold physical metal, it is far better that it is actively traded, since this almost always minimizes loss and maximizes potential gain. This is the philosophy behind the ARC, which does exactly this, it's worth noting that this product has an exceptional track record.

William Gray
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