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## Account Manager Comments RIO ARC USD

The ARC Bullion Account (USD) has started 2016 with a gain of 9.34% in twelve weeks. Gold has produced its strongest start to the year since 1974. Accordingly, profits were taken by selling to cash, the reason being that volumes in the gold market had tapered off, increasing the short term downside risk.

week later the gold market witnessed profittaking which caused the market and correction I had expected. The gold value had risen too far too fast, reaching \$1,290 before falling back to \$1,220. Experience in this market proved its worth as I reinvested 50% of the cash position at \$1,221.80 on Thursday, 24th March. The important thing to note is that Gold has rallied without inflation.

The market is beginning to see accredited investors seeking portfolio insurance, safety. Many well renowned investors such as Warren Buffet have aligned with RIO's safety stance fearing that central bankers are losing control as many economies struggle, with the threat of deflation once again rearing its ugly head. Is Gold again becoming an anchor in uncertain times? Should the central banks finally achieve an economic position of inflation that they have so far failed to produce, then Gold will almost certainly rally above \$1,300.

RIO holds two of the top performing bullion investments in the world in terms of returns, both in Sterling/Bullion and Dollar/Bullion. Looking ahead, I am very confident that RIO will continue to outperform stored physical bullion bars in 2016.

William Gray  
Account Manager