



The Account has started 2016 with a gain of 11.11% in the first twenty weeks. Despite the fact that Gold lost 5.9% this month, the active trading executed during May limited the down side and I had forecast correctly that gold would have a small correction during week four. Anticipating a move lower arising from the announcement by the Fed as recorded in their meeting minutes, i.e. a possible rate hike threat. Accordingly, I had prepared for this, retaining 15% of the total account in cash, in order to buy gold at the anticipated lower price, assuming I were proved correct.

This was so, and I took advantage of the buying opportunity that arose, and bought at the price already set in advance, \$1,229. For those interested in my trading within the Account, on 22nd April I acquired physical gold at \$1,229. The additional acquisition was subsequently sold at \$1,293 on 2nd May, with the profits realised protecting the gains and continue to reduce the overall risk profile of the account's current position. Importantly, as anticipated I was able to acquire bullion again on 19th May at a lower price, \$1,249, the bullion's value held above this price through the following week. On Tuesday, 24th May, the price of gold was around \$1,244. The four week high for the metal was \$1,301, while the previous low for the same period was \$1,221.

William Gray  
Fund Manager