



Investment Manager Comments

The ARC Bullion Account USD, like its sister account, continues to produce very positive results up 23.51% in the first eight months of 2016.

This month, as I had expected, the spot price of gold fell by 2.91% in Dollar terms. The ARC outperformed bullions spot price this month which was achieved by selling to cash prior to the metals fall on the 30th and this limited the downside. More importantly, as anticipated I was able to reacquire the metal at a lower price and doing so continues to produce the desired result for the Account given that it lowers the risk whilst maximizes the potential gain. Looking forward short term, September is historically a bull month for gold for a multitude of reasons. Today the ARC USD account is ideally positioned.

The most important and potentially profitable financial event of the year takes place on the 1st October. I predict that this event heralds what can only be described as a monumental change to both the world's reserve currency system and indeed the financial system as a whole. Simply put, the Yuan is set to take centre stage as a reserve currency, being granted special drawing rights. This brings the beginning of a new era and those on the right side of this trade are likely to see significant gain. The first effect of this coming change will see a sell-off in US Dollars as central banks buy the Yuan. This will benefit those invested in the ARC Bullion Account, as the Dollar losses ground gold bullion will most likely rally in USD terms.

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