



The Silver Lining GBP is set to post what will be seen as an excellent second quarter of 2024. The investment is currently weighted to safety, to be precise the current asset allocation indicates that 89% is held in cash and 11% is invested in physical silver. This position being the net result of me selling in to the rally and more importantly banking strong gains for members who are invested.



Looking back, I had correctly anticipated silver's move above \$30 an ounce, I had also foreseen that the metal would encounter some downside pressure following what has been a strong rally. The metal has now fallen back below \$30 an ounce and I stand ready to buy back in, and am targeting a move back below \$27. Recently, however, there has been a flurry of mainstream analysts concurring with RIO's upside view on silver, all the positive reporting has to a degree helped the precious metal hold its ground (for now). I hold firm that \$26.90 is the buy point, and we review this position in mid July.

### Silver

The metal has had a stellar rise in the second quarter, this in turn sparking much interest. The Bank of America for example, had recently commented on the silver market, stating that the Bank retains a robust potential for the silver mining sector overall. They also made comment that despite the recent selloff, they fully expect silver prices to move higher and are targeting \$35 an ounce within the next two years.

My comment is that anyone worth their salt can see the potential in this market, and the current correction is just that, a correction, before a likely rally higher. This can be seen by that fact that silver has managed to hold solid support at its upward-trending 50-day moving average. This viewpoint can be further supported by July's silver futures, which last traded at \$29.235 an ounce, another clear signal, should one needed, of the support at current values.

As members know, for the last couple of years gold has been the go-to safe-haven asset, this as most investors who had looked to hedge against geopolitical risks bought gold. But, I would underline that silver may also begin to shine, and that it too may start to perform in line with expectation.

Silver has underperformed gold as industrial demand had been weak, but with the global economy turning a corner, the white metal should start to perform better.

I would also add that there is plenty of additional demand for silver, and that it's this additional demand which will support the metal's value moving forward in to late 2024. One example of the additional

demand is coming from next the generation of solar panels, which are more silver-intensive, and these are gaining traction in the market now.

It's been true that silver has been lackluster and the investor demand for the past two years or more has been weak, but this is changing, and given gold's high value this has begun to drive investors to silver, in fact recent studies show that now there has been increasing interest from asset management companies, and physically ETFs.

Rising interest is reflected in CME net non-commercial positions, trading volumes on the Shanghai Gold Exchange/Shanghai Futures Exchange. And there's been encouraging signs in commercial demand too, this in turn may ultimately attract investors, reinforcing our constructive view on the metal for 2024/5.

In summary, silver soared above the \$30 an ounce, and even skyrocketed on past \$31, its highest price since 2012. Today, silver has witnessed some sell pressure and has moved lower, but for now there is strong support at \$28.50 an ounce.

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