



Following last year's 11.21% net gain, RIO Silver Lining had a very stable start to 2020. In fact on the 24th February I had sold 20% of the accounts position at \$18.69, taking profits for those invested.

All was going to plan until the arrival of the stock market meltdown, which in turn brought with it a slew of investment companies whom were over exposed in equities. Sadly many of these companies were facing margin calls and they had a choice of selling liquid assets such as precious metals, or losing everything in equity losses. The result was that many took the route of a forced sale of their metals, such as silver, and this action drove prices down.

The situation caused a massive buying opportunity as silver had fallen to \$11.66 by 18th March, a ten year low. The downward spiral had been exacerbated by massively reduced industrial demand in light of factory shutdowns.

Today, silver is an incredible buying opportunity for members looking to late 2020 or early 2021. The metal is currently in a massively oversold position and the potential upside in the coming months could be very rewarding for those invested.

It will likely be a volatile climb, but the constant fluctuations in the silver price continue to provide the opportunities required to trade.

Today, interest rates are almost zero and governments around the world are coming up with more schemes to expand spending on an almost daily basis. The clear rationale behind all this money printing is the devaluation of fiat currencies causing inflation. That's the way governments historically rationalise their way out of debt. This brings me to the clearest value proposition in the precious metals markets today; silver.

The gold/silver ratio hit a new all-time high in March and is still trading above the highest levels recorded. Silver which was sold off aggressively in line with the gold in March tends to be volatile even in normal market conditions. That said, it has already recovered and has recouped much of the initial loss.

In the longer term, I expect silver to trade above its previous bull market peak. The fact that it has underperformed gold for so long is an anomaly which I also feel will be corrected.

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