

## GOLD

Update February 1

Rumour control is speculating US tariffs could be placed on commodities.

Nowhere is this in Trump's manifesto, but the market has moved gold up in New York producing an arbitrage position.

Paper gold holders are standing for delivery & London can't fake holdings any more.

The Fed has been faking for years, Brics central banks are continuing to acquire gold in specie in large amounts, held in 'reassessment accounts'.

Gold holdings in the private sector today is minimal so a major repricing of gold by western banks is a free get out of gaol card.

To make a revaluation effective gold would have to move to at least \$70k per ounce, perhaps even higher.

The tiny % of the public that own gold would get very rich overnight but it would not destabilise the global picture economically if it was matched with heavy Western voluntary spending cuts (unlikely)

The US neo cons would resist this as it would make China & The Russian Federation as nominally asset wealthy as the US.

This is a blue sky hypothetical assessment but not perhaps as unlikely as one might imagine.

I am one of very few precious metal researchers who entertain this scenario. So don't bet the farm on gold just yet but enjoy the ride so far.

£3000 per ounce by the summer is a safe estimate.