

## **\$53.57 Paper Clips**

On April 20 the price of gold rose to \$1,500 per ounce and silver topped \$45 per ounce. Both increases are a sign that investors continue to lack faith in the U.S. dollar.

Because the Federal Reserve continues to expand the money supply in order to help cover the monumental federal deficits, the U.S. dollar is now considered so valueless that one single dollar bill will pay for only 1/1,500ths of an ounce of gold. One ounce is about the same weight as 28 standard paper clips. If paper clips were made of gold, one paper clip would cost \$53.57.

Many people are saying we are in a gold “bubble” that will soon burst. “After all,” they ask, “How can gold be worth so much more than it was a few years ago?” But, of course, it is not that gold is worth more—it is that the dollar is worth less.

Plan accordingly...

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