

# Lean into inflation

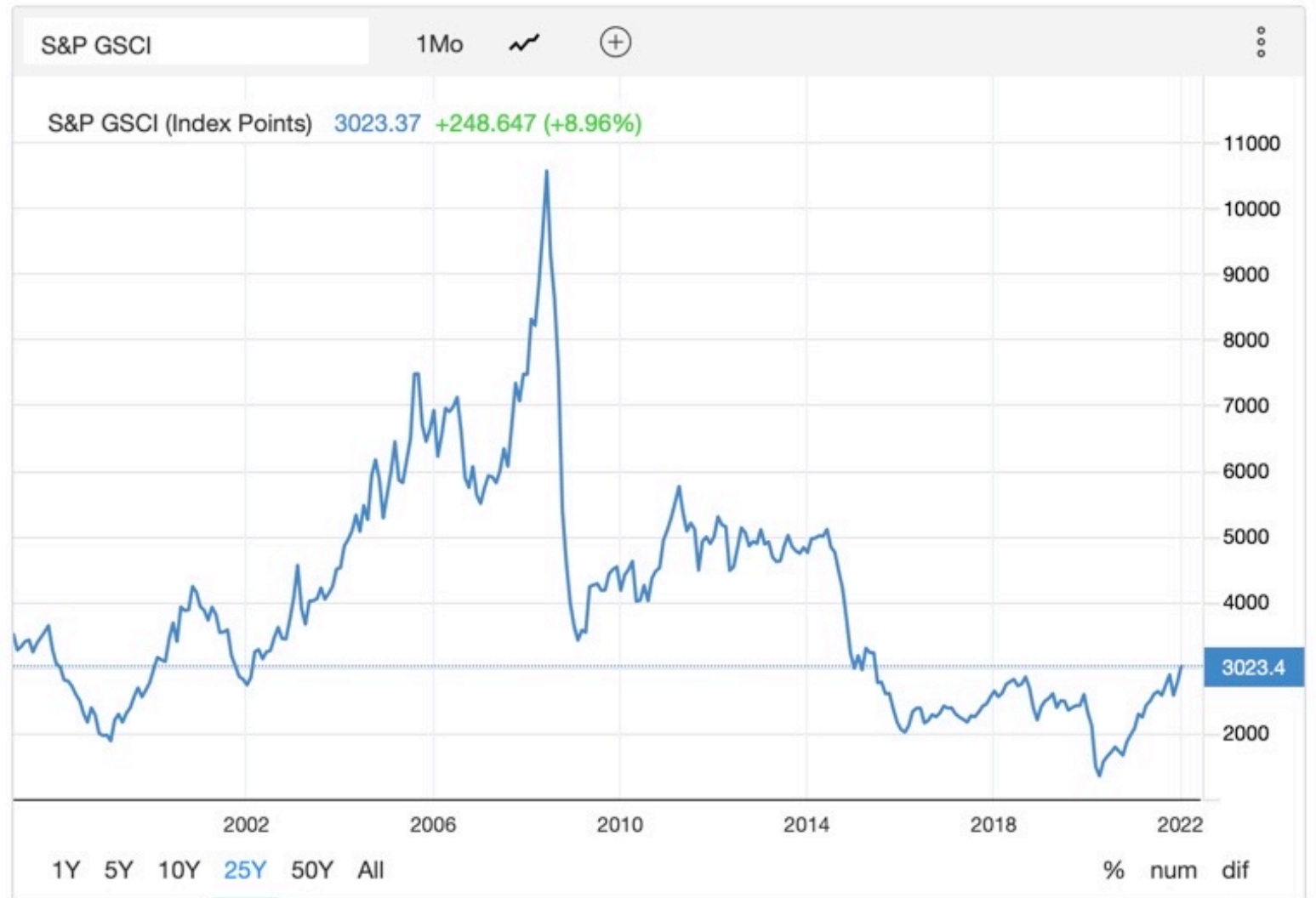
Using this system I more than tripled the value of my investments in less than 9 months

# The problem

- Inflation rose by 7% in the 12 months to March, up from 6.2% in February. This means prices are now going up at their fastest rate for 30 years.
- Do you invest like you've always done?
- If you can't beat them.....join them. Look at investing in some assets that are the cause of this inflation

# The Goldman Sachs Commodity Index

Take a look at this:



What you  
can do....

## THE 3R'S SYSTEM



# Research

- Over the past 20 years I've got to know the industry very well. Rather than wade through the universe of 1000's of mining stocks, I've distilled them into a list of my favourites, what I'd view as the "Best of the Best".
- To save time I'd suggest you work with someone who's already familiar with the industry. Of course you can do this yourself, but it will take a lot of time to get up to speed with what's going on.
- The market can broadly be split into two groups - producers and explorers.
- Producers tend to be much lower risk than explorers.
- To have a diversified portfolio I think you need to look at both.
- You **MUST** have a diversified portfolio



# The B.R.I.D.G.E system

- Analyse each stock using a system. I use the **B.R.I.D.G.E.** system. It's delivered for me - I've made some fantastic returns. This is how it works

**B**alance sheet - make sure this is right for the company

**R**esources - what do they already have and are they likely to have more?

**I**nfrastructure - what's already in place?

**D**iversity - you don't want all your eggs in one basket – look at what other assets/investments they have.

**G**rade - is it economic?

**E**xploration - what's the potential to find more gold?

- I want you to understand and be able to apply it. **Build** the bridge between what you have and what you want.

# Risk Management

Everyone has a different appetite for risk. You need to understand and manage that risk. I find that a "fantasy football" format is a good way to explain this:

**The Stadium** - the physical metals (the lowest risk)

**Goalkeepers** - the largest mining companies, typically with market values over \$5bn

**Defenders** - tend to be "mid-tier" producers, typically with market values \$1bn - \$5bn

**Midfielders** - either new to or close to production, typically with market values \$100m - \$1bn

**Forwards** - being out and out explorers (the highest risk). Typically with market values less than \$100m

Your investments must match your appetite for risk.

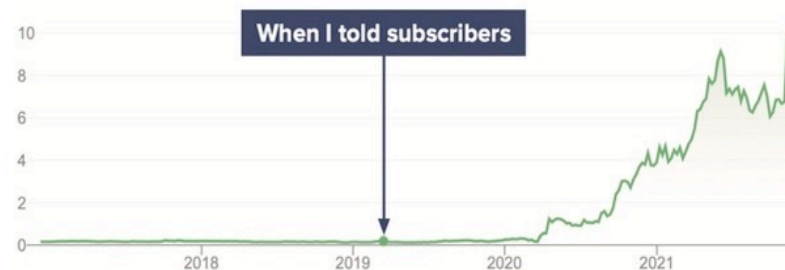
If you're already retired then the stadium and goalkeepers are probably your thing. If you like a bit more risk, then defenders and midfielders are worth looking at. And if you really like to speculate, there's always the forwards.

I would suggest having a bit of everything.

# What can happen...if you get it right

## Chalice:

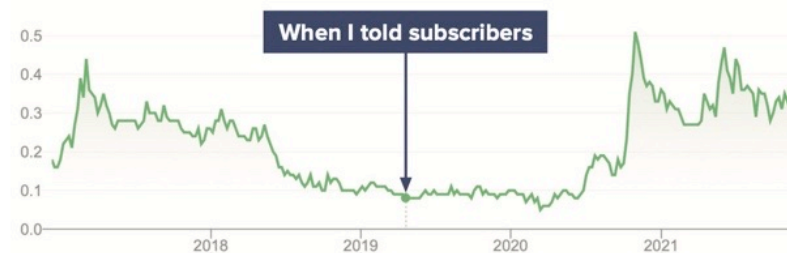
1D 5D 1M 6M YTD 1Y 5Y Max



I told subscribers about it on 15th March 2019 - if you'd invested A\$1,000 then, when the shares were 15.5 cents, it would be worth A\$61,096 on 30th November 2021 when the shares closed at \$9.47

## Stock A:

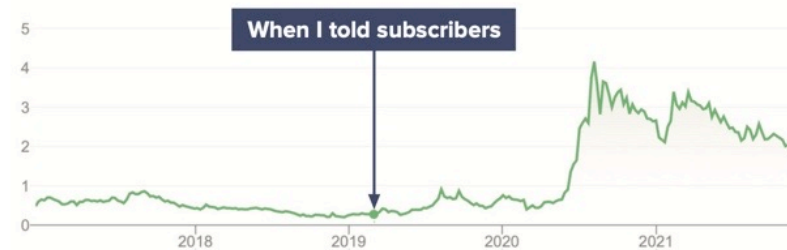
1D 5D 1M 6M YTD 1Y 5Y Max



I told subscribers about it on 19th April 2019 - if you'd invested C\$1,000 then, when the shares were worth 9 cents, it would be worth C\$3,444 on 30th November 2021 when the shares closed at 31 cents

## Stock B:

1D 5D 1M 6M YTD 1Y 5Y Max



I told subscribers about it on 4th April 2019 - if you'd invested C\$1,000 then, when the shares were worth 34 cents, it would be worth C\$6,029 on 30th November 2021 when the shares closed at \$2.05



# Conclusion

- There is a recipe for success – but you need the right ingredients
- There are no guarantees – you are taking a risk. But you can manage that risk.
- You MUST be diversified
- I don't think it's ridiculous to have at least 1% of your portfolio in commodities. Most people have none.
- How much do you have?

# Further information

- Please contact Simon Popple at [simonpopple@brookvillecapital.com](mailto:simonpopple@brookvillecapital.com) if you would like to find out more

# Special deal – The Brookville Capital Intelligence Report

- If you enter the code – **Master** – when placing your order (you will have to click on the full amount and then enter this coupon code (which is highlighted in blue) before you enter your bank details. Then you get the discount and pay last year's price (£445) rather than this year's (£545)).
- This deal is valid until 30<sup>th</sup> May 2022
- Please go to <https://www.brookvillecapital.com> to find out more.

# Important information

- You should seek independent financial advice before buying or selling any shares.
- Your capital is at risk when you invest in shares - you can lose some or all of your money, so never risk more than you can afford to lose.
- Small company shares can be relatively illiquid, which means they can sometimes be hard to trade and there can be a large bid/offer spread. If you need to sell soon after you've bought, you might get less back than you paid, making them riskier than other investments.
- Many mining shares are traded in a foreign currency and are subject to currency risk, meaning that you may lose money even if the price of the share rises. Any dividends paid will be taxed at source in the country of issue. Always seek personal advice if you are unsure about the suitability of any investment.
- Profits from share dealing are a form of income and subject to taxation. Tax treatment depends on individual circumstances and may be subject to change in the future. You should get appropriate advice on this.