The Importance of Precious Metals

During Economic Crisis – Free Report

This short report is intended to raise awareness to the increasing importance of precious metals during economic turmoil. We’ll take a look at why these are the ideal investments on the long run for wealth preservation and what will increase their importance over the following months, years.

Currently, the global economy is in deep crisis and currencies are facing devaluation. Therefore, a vast number of precautious investors and ordinary people are turning towards precious metals like gold and silver.

Right now there’s no safer asset for protecting your wealth, other than precious metals.

Understanding how to preserve wealth during the current economic crisis is crucial. Knowing what to avoid and in what to invest could mean the difference between poverty and wealth, insecurity and security.

If your family’s financial safety is dear to you, then please consult PrimeValues.org, a free-to-use resource that will guide you in investing into precious metals and other commodities.

First, we recommend you to go through this short report. Especially if you’re not experienced in the field of precious metal investments, you will find the information here useful!
**While Economies Struggle, Currencies Lose Value**

During economic crises, currencies are facing a huge threat: devaluation. Basically, the deeper and the longer an economic crisis lasts, the more severe impact it will have on the respective nation’s currency.

Devaluation usually occurs through inflation... Similarly to the 1920-30s period, when hyperinflation drastically devalued several currencies (including Weimar Germany’s Deutschmark), we are at the edge of another currency collapse right now!

This will happen, it’s a matter of “when”, not a matter of “if”. And when the crash happens, millions of people, potentially hundreds of millions will wake up with their savings in bank accounts and physically-held paper currency worth as little as a pack of biscuits!

It’s easy to understand how, for instance, hyperinflation can turn 50,000,000 USD worth of bank account savings into almost nothing. Hyperinflation can be so severe that the money that could get you an SUV in one year, could get you only a pizza next year. And this is not the worst case!

In the 2000s, Zimbabwe went through hyperinflation. In 2007 they still had 1 (Zimbabwean) dollar notes, but the next year (2008) they were already printing 100 billion dollar notes! And a single piece of those 100 billion notes wasn’t enough to buy a single piece of bread!

Poor people hoarded stacks of banknotes just to buy a single piece of bread. The banknotes were literally worth “toilet paper”!

Money itself can become worthless. Especially if that’s paper money.

It only has value if the economy is solid enough or if it’s backed by hard assets like gold.

Nor the US dollar, nor the British pound, nor the euro are backed by anything! So, they’re prone to massive value-loss through hyperinflation. And hyperinflation happens during times like this.

It happened after the first World war, it happened after the second. Whenever there were severe economic crises, currencies have lost from their power.

Keep in mind that during economic turmoil, the weakness of particular national economies will always reflect in the value of their currency.

Unfortunately very few people realize the immense dangers hiding behind the euro, the dollar and a plethora of other currencies. Holding large amounts of such currencies is extremely risky, especially if you have lifetime savings.

If you realize this in time, you may be able to protect your wealth before it turns into dust!
Currencies Won’t Protect Your Wealth, but Precious Metals Will!

We already understand why holding wealth in currency is highly risky.

Naturally, we do require some wealth held in currencies, but due to the fact that they’re prone to inflation and that most currencies don’t have any intrinsic value at all – the long-term preservation of wealth is almost impossible.

A plethora of naive ordinary people maintain large amounts of currency deposits in bank accounts. Few hold paper banknotes “under the matrace” in their homes.

Paper money itself holds no value, it’s a mere “certificate” prone to devaluation. It has value until it’s considered valuable, just like the poker chips in a casino or like a cinema ticket has until the film ends.

More reliable for asset protection are real estate holdings, but also precious metals.

Land and gold have always been valuable. Paper money is a modern invention. Just like the plastic credit cards,... just like poker chips!

Throughout centuries and millennia even, precious metals and land have long been considered highly valuable.

Some gold bullion sellers have recently adopted slogans, such as “gold is money”, in order to prove the fact that precious metals themselves are value, unlike paper currency and bank account holdings, which merely bear an attributed value – one that depends on an immense number of external factors (macroeconomic, political, social etc.).

Certainly, holding precious metals in the form of bullion bars, coins and rounds is advised. Especially during hard times when economies are struggling to survive.

Precious metals are the best hedge against inflation. They prove to be especially efficient in protecting wealth during hyperinflation.

Experts like Peter Schiff and Marc Faber have been warning for the dangers of hyperinflation for quite some time.

It is highly likely that the euro and the dollar will both crash, dragging a large number of currencies down with them. Then, your assets in your bank accounts won’t be safe. You wish you had them in “something else, not money”. Forget the idea that “money means value”.

Most currencies are fiat currencies and have no gold, silver or any other real value backing them. Therefore they can crash lose value, transforming your lifetime savings and other funds put away for the hard times – into almost worthless pieces of paper.
Obviously, you won't transform all your money into gold and silver. Until the crash happens, you still need paper money to pay your bills, buy food etc. Although, it is recommended to keep a substantial amount of your wealth in precious metals.

Opinions are split on how much of your wealth you should keep in investment metals. It depends on the size of your portfolio – otherwise: how much money you have.

Details about precious metal investments can be found on the PrimeValues.org site.

**There is No Recovery of the Global Economy**

If you’ve been watching the news and reading articles since the 2008 crisis has started, you know that: there is no recovery for the US economy, nor for the EU economy!

The 2008 crisis is deepening and things will only get worse! In fact, only in 2012 did the IMF acknowledge that the crisis has spread globally. And, in the latter part of the same year, China has started admitting an economic slowdown.

The US is printing money through its "quantitative easing" programmes.

QE1, QE2, QE3 have been artificially creating US dollars in order to stimulate the economy – in fact, they’re not stimulating it at all, but creating more depth like a "boomerang effect".

Why is the US creating money out of thin air?

Because the US has a huge amount of debt and by creating more money, they will be able to pay off some of it. Also because the US economy has slowed down tremendously and stimulus is hoped to "give it a push".

In fact, the QE measures are "diluting" the US dollar. This means: they’re creating inflation.

The more money is printed, the less it’s going to be worth. The dollar is losing its value also due to the money-printing activity of the Federal Reserve, it’s not just because of the crisis!

Each time they mass-emit new dollars (which is generally done electronically), the dollar loses part of its value. The weaker dollar then won’t be enough to pay back the debt, the economy won’t recover and more QE’s are launched later. It’s a vicious circle that’s dragging the economy even further down.

Prices will grow, but wages won’t follow the pace!

This is happening in the EU as well. Just follow the news.
The Greek crisis is just one of the first dominos falling.

First it was Greece, Ireland, Iceland. Experts say Italy, Portugal, Spain will follow. All of these countries have immense debt, massive budget deficits, increasing joblessness rates.

The entire EU economy has slowed down and debt has skyrocketed. The financial instability will eventually crash the euro.

The debt crises in Europe and the USA will crash the two most powerful currencies of the World.

The US dollar still is the reserve currency of the World, but many are turning way from it now.

Oddly enough, its rival, the euro will have a similar fate.

China is reporting economic slowdown and experts are talking about a real estate bubble waiting to burst there as well.

Overall, the World’s economic situation is worsening and only a handful of countries are still prosperous (Poland is the only one in the EU and several Latin American nations are other examples).

The Looming Global Economic Collapse, Drought, and the Possibility of an Iran War

After we’ve understood the fact that there is no economic recovery, but the situation is worsening, we can understand why experts are warning about the looming global economic collapse.

This collapse will happen due to the economic crises across the planet spreading and inflicting deep damage on societies.

An economic crisis is just part of the problem. The currency crisis is more worrying. We already understand that fiat money itself will be the cause of the currency collapses (mainly the US dollar, the euro, the British pound and several closely linked currencies are threatened).

The drought and strong sunlights in mid 2012 have wiped-out vast agricultural areas across the World. The USA and Europe have been most affected. Some countries even reported agricultural field destruction scoring above 75 %!

When agricultural production crashes due to produce death-inflicting drought and extreme heat, the food prices soar. And when that happens life overall becomes more expensive.

The possibility of an Iran war also motivates intelligent investors to buy gold, silver and other investment metals. If conflict breaks out, the price of oil will increase dramatically. And generally, when oil goes up, gold’s price follows it upwards!
These were just some of the reasons why investments in precious metals are essential for financial survival. The big collapse is yet to come, we are at the beginning of the downward slope!

Very few will be able to preserve their wealth – because very few are aware of the coming collapse and even less understand how to take the right steps!

Invest wisely and you will not only survive financially, but could even profit from it!

If you would like to receive further information about precious metal investments and the global economic collapse, just consult PrimeValues.org!