

ROYAL BANKS ECONOMIC BREAKFAST

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DISCLAIMER

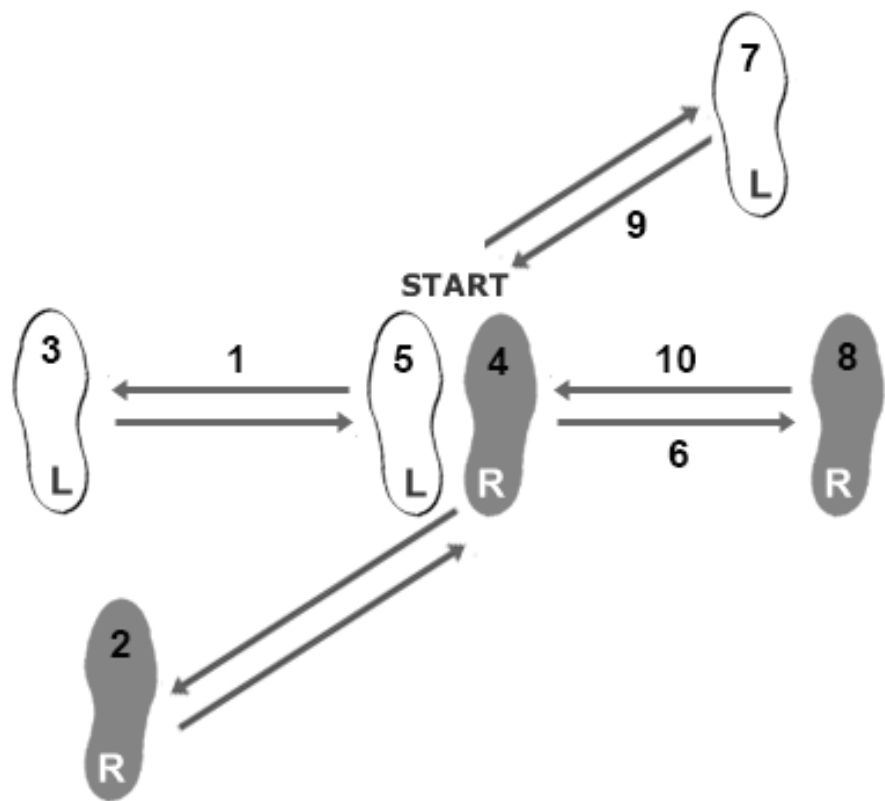
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NOISE



- Iran, Iraq, Turkey, the Middle East, England, China, Hong Kong, Venezuela, the border walls, President Trump, politics, impeachment and yes, the market.
- And yet, the market continues to go higher.

UPS & DOWNS



- It's like taking two steps up, one step down, and then two steps up, one step down, two steps up, one step down, and then going through the top again, and making a new high, and moving on from there.

IT'S THE ECONOMY, STUPID

- With all this negative news, you might say, Brexit, the wars going on, the Middle East, China, the tariffs, why would the market continue to go higher?
- We're going to hear today probably that the economy is slowing. But it's still going....can you get somewhere if you're going 30 miles an hour? I think so. You may not get there as quickly as if you're going 50 miles an hour, but you can still get there.

THE MARKETS

- The Dow Jones Industrial Average, October 3rd last year, hit an all-time high of 26,828. Today, it's at _____. Last year, the NASDAQ hit an all-time high August 29 of 8,109, today, it's at _____. On September 20th, 2018, the S&P 500 hit an all-time high of 2,930. Then all three sold off in December 2018.

<https://finance.yahoo.com/quote/%5EDJI/history?p=%5EDJI>

<https://finance.yahoo.com/quote/%5EIXIC/history?p=%5EIXIC>

<https://finance.yahoo.com/quote/%5EGSPC?p=%5EGSPC>

<https://finance.yahoo.com/quote/%5EGSPC/history?p=%5EGSPC>

<https://finance.yahoo.com/quote/%5EGSPC/history?p=%5EGSPC>

THE MARKETS

- December 24th was down approximately 15% in some markets, and then it started working its way back up the day after Christmas.
- So here we are with all-time highs, and yet, we've got overseas markets that are behind us in gains, and they have many issues that haven't been resolved with their economy.
- It is my opinion that the overseas markets will recover this next year. Whether the Chinese sign the tariffs or not, they have to have food, and they're going to be working some deals out with the United States all the way up to election.

<https://finance.yahoo.com/quote/%5EGSPC/history?p=%5EGSPC>

<https://www.reuters.com/article/us-emerging-investments/flows-to-emerging-markets-should-recover-in-2019-2020-iff-says-idUSKCN1RH1CU>

THE MARKETS

- Metals markets have moved up this last year.
- Palladium is at an all-time high. From \$968 an ounce, September 3, 2018, to \$1744 on October 21st of this year---up 50% this year.
- Well, at one time Palladium was cheaper than platinum, so you used palladium. Throughout the years, if you look back over the last 25-30 years, you'll see, in most instances, with the exception of just a very few days, the platinum market was always above gold, always. Today we have gold in the \$1,400 range, and we have platinum in the \$900 range, with palladium at \$1,700.
- [https://www.kitco.com/news/video/show/Kitco-NEWS/2602/2019-11-05/The-path-to-\\$3000-gold-and-beyond-depends-on-this#_48_INSTANCE_puYLh9Vd66QY=https%3A%2F%2Fwww.kitco.com%2Fnews%2Fvideo%2Flatest%3Fshow%3DKitco-NEWS](https://www.kitco.com/news/video/show/Kitco-NEWS/2602/2019-11-05/The-path-to-$3000-gold-and-beyond-depends-on-this#_48_INSTANCE_puYLh9Vd66QY=https%3A%2F%2Fwww.kitco.com%2Fnews%2Fvideo%2Flatest%3Fshow%3DKitco-NEWS)
- <https://www.macrotrends.net/2542/palladium-prices-historical-chart-data>
- <https://www.marketwatch.com/story/palladium-prices-top-1600-to-tally-highest-settlement-ever-2019-09-12>
- <https://www.thebalance.com/platinum-versus-gold-808974>
- <https://www.kitco.com/market/>

A GREAT HOLIDAY PRESENT



- Buy some palladium. Buy some platinum. Buy some gold, and still, the least expensive metal is silver, \$17.
- You can buy Silver Eagles for under \$20. It's a great holiday present. It can't break. It's not going to be thrown away, and the kids can learn to enjoy and appreciate money.

• [tps://www.kitco.com/market/](https://www.kitco.com/market/)

• https://www.currencyandcoin.com/2019-silver-american-eagle/?ctk=bcaa3181-7889-4fde-b558-fab583cd55cf&matchtype=&network=g&device=c&adposition=1o1&keyword=&gclid=Cj0KCQiA-4nuBRCnARIsAHwYuPpmH3xwJQXZaVZnQq0FfyxJYwqwQiAUMHCceWIUP9Gw5NaocKhKIPMaAuDkEALw_wcB

IMPEACHMENT

- What does that do? And what is that going to do to the market over the next year....
- President Clinton's impeachment process started in January of '98. It took over 13 months before the process was over
- During this time, the S&P 500 went up 39%. Now, previous results cannot guarantee future returns, but I always look at previous results.
- So, I'm not concerned about impeachment. I'm more concerned about the economy. Slowing down, yes, but continuing to make new highs.

<https://www.chicagotribune.com/opinion/commentary/ct-perspec-haters-democratic-party-0710-story.html>

<https://www.clickorlando.com/news/politics/how-nixon-and-clintons-impeachment-inquiries-affected-markets>

GOOD PLACE TO INVEST?

- Well everybody has their own ideas.....
- I greatly like dividend-paying stocks.
- In my opinion, there are many areas to go into one is real estate income programs.

GOOD PLACE TO INVEST?

- The individual who doesn't need dividends, doesn't need the income, may only be in large companies, mid cap companies and small companies
- These might be a little bit more volatile for those stocks than dividend stocks and bonds.

GOOD PLACE TO INVEST?

- WE MUST BE DIVERSIFIED



UPS & DOWNS CONTINUE

- It's a long time until the election 2020, and yet you and I know it will be here before we know it.
- During this time, it will be filled with tremendous ups and downs in the market.
- If you go back to 1987 when the market collapsed, do you know how much the market was down at that time? The Dow was down 22%....500 points. We see 500 points up or down every couple of months.

[https://en.wikipedia.org/wiki/Black_Monday_\(1987\)](https://en.wikipedia.org/wiki/Black_Monday_(1987))

<https://finance.yahoo.com/quote/%5EDJI/history?p=%5EDJI>

HOLD ON TO YOUR HATS!



- Keep your hats on, the wind is blowing. It's a hurricane. It's a tornado. But I think we can have a lot of fun during the next year in the stock market.

THANK YOU!

