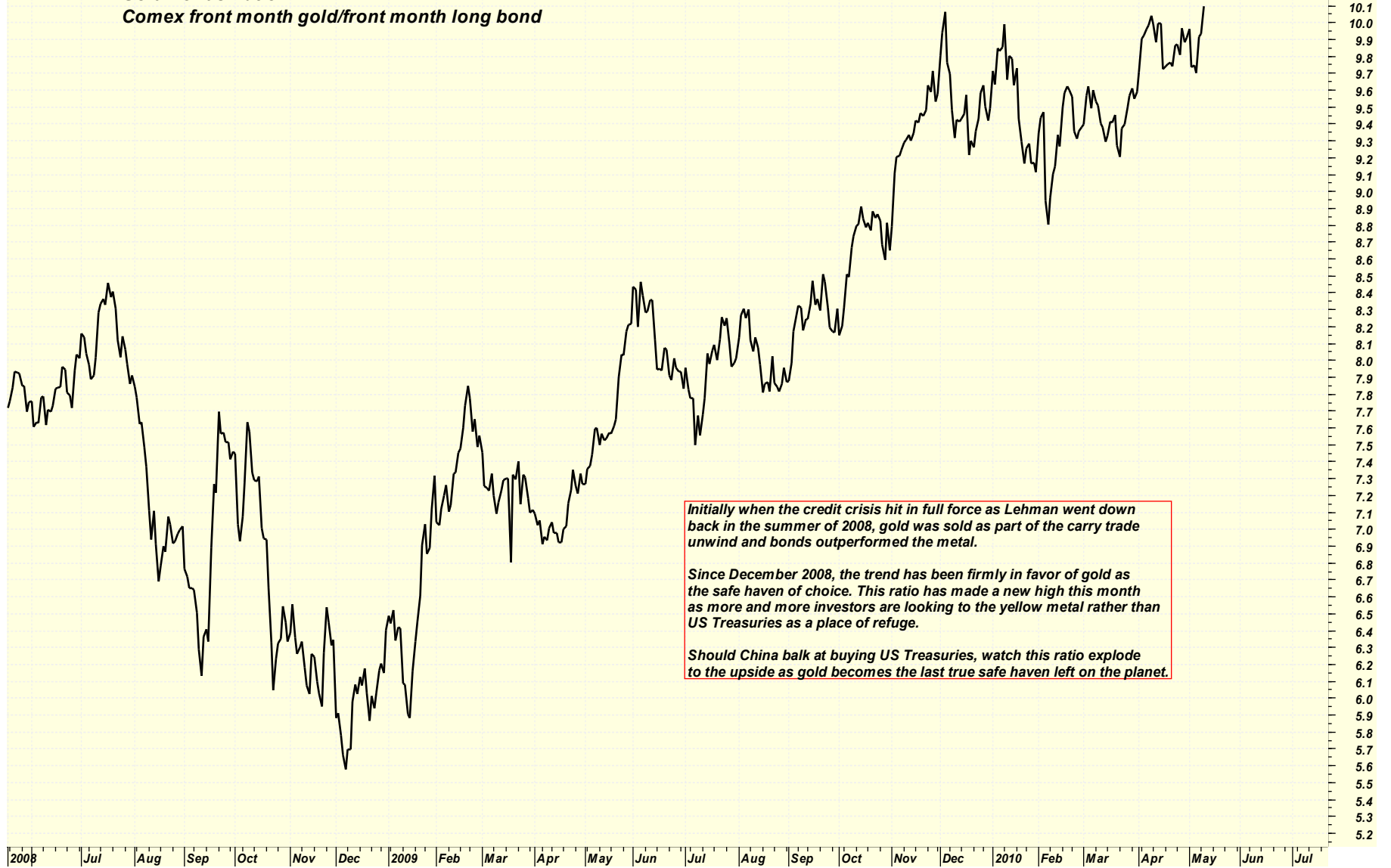


Gold-Bonds (10.1001, 10.1001, 10.1001, 10.1001, +0.16663)

Gold/Bonds Ratio
Comex front month gold/front month long bond



Initially when the credit crisis hit in full force as Lehman went down back in the summer of 2008, gold was sold as part of the carry trade unwind and bonds outperformed the metal.

Since December 2008, the trend has been firmly in favor of gold as the safe haven of choice. This ratio has made a new high this month as more and more investors are looking to the yellow metal rather than US Treasuries as a place of refuge.

Should China balk at buying US Treasuries, watch this ratio explode to the upside as gold becomes the last true safe haven left on the planet.