Pound Sterling Slumps Against US Dollar

The British Pound Falls Strongly

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The British Pound Falls Strongly after BOE Rate Increase Disappoints the Markets

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The US dollar is surging against not only the Pound Sterling, but also the Euro, Yuan, and Yen.

The **US dollar (DXY) index** is at 114, and seemingly headed inexorably higher, with many thinking it will reach at least 120 in the current run, and possibly quite soon.

The dollar is the current safe haven, and not gold, due to rising rates.

Needless to say, there is enormous pressure on mining stock prices on both Australia and Canada. UK based investors should bear in mind that their Aussie and Canadian stocks may be falling, but they are gaining a currency advantage as the pound falls.

This currency gain will not completely compensate for falling

stock values, but will at least partially offset the losses.

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If you need clarification of any information contained in this note, or have any questions, I will be delighted to assist – Please email andrew@city-investors-circle.com

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