Dear Reader,

In November 2009, Warren Buffett bought 100% of the Burlington Northern Santa Fe Railway. He described this purchase as a “bet on the country.”

Buffett has also publicly declared his dislike for gold, saying it’s a terrible investment because it has no yield.

Based on those facts, you would think that Buffett is a big believer in the U.S. dollar.

But you shouldn’t watch what billionaires say, you should watch what they do.

You see, a railroad is the ultimate hard asset. Railroads make money by transporting things such as wheat, steel, ore and cattle.

So Buffett is essentially getting out of the paper money system and into hard assets. It’s a hedge against a dollar collapse.

The average American like you can’t buy an entire railroad. But there’s an easy way for you to implement Buffett’s strategy.

Below, you will find FIVE investments you can buy right now to protect your portfolio against a dollar crisis. All these assets should skyrocket when the dollar loses its status as the world’s reserve currency.

Let’s take a closer look…

**Buy Freeport-McMoRan (FCX: NYSE) up to $40**

Freeport-McMoRan Inc. (FCX: NYSE) is one of the world’s largest, most efficient copper miners. It also produces gold, molybdenum, oil and natural gas.

This year, it’s expected that the company will sell 275 million pounds of copper and 380,000 ounces of gold — worth roughly $1.4 billion.

The crown jewel of Freeport’s portfolio is the Grasberg mine in Indonesia — a project with a long remaining life. Grasberg’s very high-grade ore contains both copper and gold.

With the election of a new business-friendly government, this mine should start to operate at full capacity. Freeport also owns copper mines in the Southwestern U.S., Peru, Chile and the Democratic Republic of the Congo.

Even though the company invests a lot in growth projects, it generates enough cash to pay a nice dividend, currently yielding 3.8%.

The company is able to generate a lot of cash flow because of its low exploration costs. For example, it produces copper at a cost of $1.70 per pound, which is about 50% below market price.

Freeport also operates in the oil industry primarily through two oil and gas companies: Plains Exploration & Production and McMoRan Exploration. It has recently acquired properties in the Gulf of Mexico, increasing its presence in the area.

Freeport offers a way to own world-class hard assets in a time frame when paper money should grow at a much faster pace than the supply of low-cost copper, gold and energy.

For that reason, during a dollar collapse, FCX should perform extremely well. The last time the dollar suffered a major downtrend, from 2001–08, shares of FCX skyrocketed. Take a look at Figure 1…

Remember, when the dollar loses its world reserve currency status, it could collapse by 80% or 90%. This means FCX could easily rally by more than 2,000%.

That’s why this stock deserves a place in the portfolio of every American concerned about our currency.
And to make things even better, the stock is trading at a forward price-earnings ratio of 11. In other words, shares trade for 11 times next year’s projected earnings.

To put that in perspective, the overall stock market, as measured by the S&P 500 index, trades for 16 times forward earnings. This means FCX is 31% cheaper than the stock market.

The bottom line is now seems to be a great time to buy shares of Freeport. You will be buying an insurance against a dollar collapse at a very good price.

**Buy Silver Wheaton Corp. (SLW: NYSE) up to $28**

Precious metals are cheap right now. They’re despised by most investors and narrowly owned, but they still make an ideal hedge against a dollar collapse.

Of all the precious metals, silver is the best bargain. Since peaking at $50 per ounce in early 2011, silver has dropped 60%.

The metal is now trading around $17.50. And sentiment among traders is in the dumps. A recent Market Vane survey says the percentage of respondents bullish on silver is near a 10-year low.

This is a strong indication we’re very close to a new bull market in silver. Everyone hates silver, so they have already sold off their positions. For that reason, the downside risk should be limited. And if there’s a dollar collapse, silver is all but guaranteed to jump higher.

As much as I’m bullish on silver, there’s an even better way to profit from the rise of silver: **Silver Wheaton Corp. (SLW: NYSE)**

In the past decade, it has outperformed any kind of silver investment, including silver bars, coins and miners.

Take a look at Figure 2 below. During silver’s last bull market, when the metal rallied more than 200%, shares of Silver Wheaton jumped almost three times higher. I expect the same outperformance to happen when the dollar collapses.

Remember, I expect the dollar to drop 80%. This means silver will be trading north of $100. When that happens, shares of Silver Wheaton could be easily trading close to $200, which is 10 times higher than today’s price.

So what’s the secret of Silver Wheaton? How did it manage to outperform silver?

The answer is simple: The company is not your typical mining company. In fact, they don’t operate mines at all.

Instead, they finance the operation of mines that have tons of high-quality silver underground. In exchange for the upfront money, SLW gets the right to purchase a chunk of the mine’s silver output for a low fixed price.

Right now, it’s paying an average of $4.00 per ounce of silver. If you factor in a 80% drop in the dollar, that means silver could be trading around $100. When that happens, shares of Silver Wheaton could be easily trading close to $200, which is 10 times higher than today’s price.

The Last Time the Dollar Dropped 30%, FCX Jumped 1,305%

![Graph showing the relationship between USD (Daily) and FCX](image)

<table>
<thead>
<tr>
<th>Year</th>
<th>USD (Daily) % Change</th>
<th>FCX % Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>2009</td>
<td>-29.82%</td>
<td>1305.40%</td>
</tr>
<tr>
<td>2010</td>
<td>-28.00%</td>
<td>1200%</td>
</tr>
<tr>
<td>2011</td>
<td>-25.87%</td>
<td>1100%</td>
</tr>
</tbody>
</table>

Figure 1

SLW Silver Wheaton Corporation NYSE

<table>
<thead>
<tr>
<th>Year</th>
<th>SLW (Daily) % Change</th>
<th>$SILVER % Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>2009</td>
<td>560.45%</td>
<td>234.06%</td>
</tr>
<tr>
<td>2010</td>
<td>525.00%</td>
<td>225.00%</td>
</tr>
<tr>
<td>2011</td>
<td>500.00%</td>
<td>200.00%</td>
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</table>

Figure 2
silver it receives. This is a great deal for Silver Wheaton because it gets cheap silver without the many risks involved in the mining operation.

Silver Wheaton is the largest precious metals streaming company in the world. And it has long been a “best of breed” company.

The stock has soared from $3 to $25 since its 2005 IPO. But it’s not expensive, because earnings and cash flow have grown at a similar pace. And there is a lot of earnings growth in the future — including potential from a new gold stream agreement…

In early 2013, management announced a major gold streaming agreement with Brazilian mining giant Vale. The agreement provides Silver Wheaton with 70% of the gold production from Vale’s Sudbury mines for 20 years.

The Sudbury mines are underground Ontario, Canada. SLW also gets 25% of the gold production from Vale’s Salobo mine for the life of the asset. Salobo is a low-cost, open-pit copper/gold mine in Brazil. This gold streaming deal greatly increased SLW’s exposure to gold.

Considering all the details, streaming deals like the one struck with Vale should become another huge value creator for shareholders. SLW was built on deals like this.

Silver Wheaton also rewards shareholders with a healthy dividend policy. Its current dividend yield is just 1.4%. But given the company’s growth prospects and the upside potential of silver, it’s likely the company will raise dividends in the future.

The bottom line is SLW is a “must own” silver investment and a great way to hedge against a dollar collapse.

**Buy Royal Gold Inc. (RGLD: NASDAQ) up to $75**

Royal Gold Inc. (RGLD: NASDAQ) is very similar to Silver Wheaton. It also acquires and manages precious metal royalties and streams, but with a primary focus on gold.

As with Silver Wheaton, Royal Gold’s portfolio allows investors to capture value in the precious metal sector without incurring many of the costs and risks associated with mine operations.

Thompson Creek’s Mount Milligan copper-gold project in British Columbia is the biggest near-term driver of Royal Gold’s earnings growth.

After starting production a year ago, Mount Milligan’s performance has exceeded expectations. It’s on track to produce 190,000 ounces of low-cost gold in 2014. And Royal Gold is purchasing gold from this mine for just $435 per ounce.

Royal Gold’s portfolio concentrates on low-cost mines: The weighted average cash cost at its properties is just $576 per gold equivalent ounce. In other words, the company is buying gold at a 52% discount.

This is a big reason why shares of Royal Gold have outperformed not only the yellow metal, but also gold miners. During the bull market in gold, shares of the company jumped almost 2,000%. That’s almost five times higher than gold.

Take a look….

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**Shares of Royal Gold Have Outperformed the Yellow Metal**

<table>
<thead>
<tr>
<th>Year</th>
<th>RGLD (Daily)</th>
<th>$GOLD</th>
</tr>
</thead>
<tbody>
<tr>
<td>2001</td>
<td>1804.04%</td>
<td>1800%</td>
</tr>
<tr>
<td>2002</td>
<td>1700%</td>
<td>1600%</td>
</tr>
<tr>
<td>2003</td>
<td>1600%</td>
<td>1500%</td>
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<tr>
<td>2004</td>
<td>1500%</td>
<td>1400%</td>
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<tr>
<td>2005</td>
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<td>2006</td>
<td>1300%</td>
<td>1200%</td>
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<tr>
<td>2007</td>
<td>1200%</td>
<td>1100%</td>
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<td>2008</td>
<td>1100%</td>
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<tr>
<td>2010</td>
<td>900%</td>
<td>800%</td>
</tr>
<tr>
<td>2011</td>
<td>800%</td>
<td>700%</td>
</tr>
</tbody>
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Royal gold also pays a 1.3% dividend yield. Over the past decade, it has boosted its dividend every year and grown its book value at a phenomenal rate.

So if you’re looking for a gold investment that will skyrocket if the dollar collapses, RGLD is your best bet.

**Buy Uranium Participation Corp. (U: TSX) up to $6**

Uranium ore will prove to be an excellent hard asset to own over the next several years. But you don’t need to store the radioactive material in order to own it! There’s a listed company that does nothing but hold stockpiles of uranium.
A Secret Anti-Dollar Strategy

Uranium Participation Corp. is a closed-end Canadian investment fund that invests in stockpiles of uranium located in Canada, the U.S. and France.

Uranium ore is a vital natural resource, yet the companies mining uranium are struggling with low prices. Since peaking in 2007, the price of uranium has collapsed 80%. Shares of uranium stocks have plunged as well.

Take a look at Figure 4... Since peaking in 2007, shares of Uranium Participation Corp. have dropped 72%, all thanks to the low price of uranium.

With uranium prices far below production costs, companies producing uranium are losing money.

Under this set of circumstances, many companies will cut production or go out of business. This will create a supply crunch, which will help push the price back up.

So it’s only a matter of time before prices rebound.

Commodities investing legend Rick Rule likes to say that either the price of uranium goes up or the lights go out. In a recent speech, he explained why rising uranium prices are inevitable:

Uranium prices have declined from $135 a pound to $28 a pound... It costs us $70 a pound to make the stuff. It sells for $28 a pound. We lose a whole bunch of money off every pound — and try to make it up on volume. But ongoing demand for uranium is assured by virtue of the fact that when all of us [want electricity], we want the lights to come on.

While the low price of uranium will cause a supply crunch, demand is expected to grow around the world.

Nuclear plants remain a small source of power generation in the major Asian economies. But that’s going to change. China in particular should replace smog-producing coal with a cleaner alternative such as uranium.

According to Cameco, America’s largest uranium producer, approximately 70 new nuclear reactors are under construction around the world right now. A total of 524 operating reactors are forecast by the year 2023, up from today’s 433.

More reactors mean more demand for uranium. Cameco estimates world uranium consumption will increase from 170 million pounds today to 240 million pounds by 2023.

There won’t be enough uranium supply — at current prices — to satisfy long-term global demand. This combination of supply crunch and growing demand will push prices higher.

And when prices get moving on the upside, they move fast. Uranium Participation has the potential to double, with minimal downside risk.

This play will also help you hedge against a dollar crisis. Since uranium is a hard asset priced in dollars, it will skyrocket if the buck collapses.

If your broker doesn’t offer trading on the Toronto Stock Exchange, no problem. Shares of Uranium Participation also trade over the counter here in the U.S. under the ticker URPTF.

Buy Sprott Inc. (SII: TSX) up to $3.50

Although Sprott Inc. is not a traditional natural resource company, shares of the company should do extremely well in an event of a dollar collapse.

You may have heard of billionaire natural resource investor Eric Sprott. And Sprott Inc., as you’ve probably guessed by now, is the name of his money management business.

Today, Sprott Inc. manages approximately $7.7 billion in assets. Half of that money is invested in physical gold and silver. But it has funds that invest across the natural resource arena, from precious metals miners to oil and gas investments.

The company makes money by charging a fee on the funds it manages. And that’s why Sprott would do extremely well if the dollar lost its world reserve currency status.

Demand for natural resource investments would skyrocket. As a result, assets under management (and fees) would explode higher.
And we may not even need to see a complete dollar collapse for the stock to rally. Shares have already dropped more than 70% since 2011, as you can see in the chart below. For that reason, shares have a lot of upside potential.

The company is also in growth mode. So far this year, it has launched six new products, including the Sprott Gold Miners ETF (SGDM: NYSE), the Sprott Real Assets Class and the Sprott Bridging Income LP fund.

It also has a solid balance sheet, with $350 million in available capital with no debt. And insiders own about 40% of the stock. So you know management has skin in the game.

If you broker doesn’t allow you to trade on the Toronto Stock Exchange, Sprott Inc. trades in the U.S. under the ticker symbol SPOXF. The volume in the U.S., however, isn’t great.

This lower liquidity may lead to a price you would not be willing to pay. So if you decide to buy shares, be sure to use a limit buy order. That’s how you guarantee the price you are looking for.

You may not be able to buy your own railroad and take it private like Warren Buffett, but with these five natural resource stocks, you will be well positioned for a potential dollar collapse.

Best regards,

Jim Rickards
Editor, Strategic Intelligence