

## **What should you invest in a recession?**

As we all know, during a recession the markets crash. The price of stocks and other securities fall. However, the price of gold rises as people seek to find a “safe” place to put their money in. However, they don’t seem to realise that gold prices may fall as well during normal times. So this may not exactly be a safe place to place your \$\$\$s. if that’s the case, what could you do? It would be prudent to keep your money in cash form, ready to take any opportunity when it comes, by this I mean if you are value investing. After crashes happen things would probably go back to normalcy in a few years. It is best, then, to take advantage of any good stock which has taken a beating during the recession. But then, the Fed would probably reduce interest rates in response to the recession in an attempt to revive the economy. So your savings in the bank may actually be eaten away by inflation. What can one do then? I propose that you could place your hard earned money into foreign currency. If the US\$ falls, it is prudent to buy other currencies. If you do not use the US\$ in your everyday life, I suggest checking out which other currency is rising against yours. But woes betide those who use the Euro. Its rates are raising relative against most other currencies right now.

With this, I wish you good investing.