

COMMENT

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2011 MAR 22 PM 3:25

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March 16, 2011

David A. Stawick, Secretary of the Commission
Commodity Futures Trading Commission
Three Lafayette Centre, 1155 21st Street, NW.
Washington, D.C. 20581

Dear Chairman Gensler and fellow Commissioners:

I urge you to approve the staff's proposal on position limits, including limiting exemption to bona fide hedges. I ask you to readjust the proposed formula in silver. The current formula of 5,000 contracts is the equivalent of 25 million ounces of silver. This is too high of a threshold considering that silver is used in over 1,000 commercial applications and is in tight supply.

A case in point of tight supply of silver is Eric Sprott of Sprott Asset Management. In November 10, 2010, Sprott Asset Management had contracted to purchase a total of 22,298,525 ounces of silver bullion. As of December 31, 2010 a total of 20,919,022 ounces of silver bullion had been delivered. It took more than 10 weeks to get full delivery of the silver bullion

it purchased as a result of its silver E.T.F initial public offering. During that time period, the price of silver should have gone up because of supply-demand economics. It didn't! One can conclude that the price of silver has been manipulated down!

Theodore Butler, who has been researching the price of silver for over 25 years, says that there are 8 bank/financial entities who short silver. J.P. Morgan Chase is the most notable one. Why on earth would anyone bet the price of silver down when it is in major demand and there is less silver in the world than gold and 70% of newly mined silver comes as a byproduct of other mined metals?

Wise and prudent people and financial institutions have invested in real physical silver to make a legitimate profit. They could make a profit if it were not for the manipulation of the 8 shorts plus the O.T.C. trading by the C.M.E. group.

It is quite obvious that it is near impossible for anyone to make money in the stock market given the manipulation that goes on there by the Plunge Protection Team. Trying to make money in U.S. Treasuries (T-Bills and T-Bonds) is equally frustrating. The U.S. Government pays almost nothing in interest for T-Bills! And why tie up your money for 30 years with low yielding T-Bonds?

What else is left to invest in? Corporate bonds?
Municipal bonds? Corporate bonds are paper assets
that could go down! Municipal bonds are illiquid!

Considering all the other events that are taking
place like the unrest in Lybia, Tunisia, Egypt, Bahram,
Yemen, etc. and the massive earthquake and
tsunami and now meltdown and release of radio-
active materials in the air from failed nuclear
power plants in Japan, I would urge you to institute
a 1,500 contract (7.5 million ounces) position limit
for silver.

There is another thing to consider regarding silver
and gold. There seems to be a financial culture
of Wall Street bankers and stockbrokers to cheat people
and institutions out of their money.

I am going to quote some verses from the Holy Bible,
New Testament, Book of James, Chapter 5, verses 1-6.
They are appropriate for this letter.

verse 1. - Go to now, ye rich men, weep and howl for
your miseries that shall come upon you.

verse 2. - Your riches are corrupted, and your garments
are moth eaten.

verse 3. - Your gold and silver is cankered; and the
rust of them shall be a witness against you, and shall
eat your flesh as it were fire. Ye have heaped
treasure together for the last days.

verse 4. - Behold the hire of the labourers who have reaped down your fields, which is of you kept back by fraud, crieth: and the cries of them which have reaped are entered into the ears of the Lord of sabbath.

verse 5. - Ye have lived in pleasure on the earth, and been wanton; ye have nourished your hearts, as in a day of slaughter.

verse 6. - Ye have condemned and killed the just; and he doth not resist you.

God (namely Jehovah) and his Son Jesus Christ and the Holy Spirit who created (designed, engineered and built) all things including all the gold, silver and other metals on this planet has a way of righting wrongs, correcting injustices, etc.

There are a lot of rich men in this world who are selfish, self-centered and greedy. The Trinity God Team know who these men are, where they live, and how much gold and silver they have piled up for themselves at the expense of others. It would not be a problem for this Trinity Team to send moths to eat up their clothes. Then what are the rich men going to do - walk around naked? sew fig leaves?

I have not heard of gold cankering, rusting, rotting. It lasts for years. Even Spanish ships that sunk in the Gulf of Mexico and off the East coast of Florida

loaded with gold and silver from hurricanes have been found and their treasure buried in sand and mud still looks pretty good.

The Greek word for rust means rust clean through as though the silver was turned to ashes or dust or caustic so if the selfish rich men touched it, it would burn their hands like strong acid or sodium hydroxide.

This would not be a problem for the Trinity Team to corrode, corrupt, rot, rust the selfish rich men's gold and silver. The Trinity Team knows exactly and precisely where their gold and silver is at on this planet.

When the Trinity Team rots the selfish rich men's gold and silver, they will not be able to sell it on the markets and depress the price of gold and silver. Then all those people and investment groups who have bought gold and silver fairly and squarely will be able to make a well deserved profit!

You do your part to end the manipulation of silver and gold by instituting a 1,500 contract position limit for silver. The Trinity Team will do their part to end the manipulation by the rich, greedy, selfish, self-centered rich men of the world.

Sincerely
William F. Chaplin