

**This is not financial advise just pure speculation on my behalf - ONLY price analysis**  
**- the time it takes to get there is in Gods hands**

***“For the revelation awaits an appointed time; it speaks of the end and will not prove false. Though it linger, wait for it; it will certainly come and will not delay.” Hab 2:3***

When Viewed Through An Historical Lens, The Curious Relationship Of Bitcoins Price Discovery Process Between:

- 1) Historic \$USD Gold Price
- 2) Gold:Silver Ratio
- 3) Bitcoin:Gold Ratio

by D.M.J

November 2024

“As a thought experiment,” lets suppose that humans have over thousands of years somehow become internally conditioned to accept silver and gold as money and as a store of wealth, almost as if it was encoded somehow into our genetic makeup, and that this notion is not easily shaken or removed from the human psyche. Almost like a man is conditioned to protect and provide and a woman is hardwired to seek security and is a nurturer by nature, you may disagree, but lets just suppose for the arguments sake. Then sometime along that cycle another form of money and store of wealth called bitcoin takes hold, but it is not widely accepted and is as first even viewed with suspicion and is largely seen by the majority for some time as of having no value, or even a scam. At first, most people will not even give bitcoin a second thought. This is bitcoins price discovery journey.

What is bitcoins real value? Where should we place it on the periodic table of money and assets? Could bitcoin be defined for a considerable amount of time to come, as a range bound ratio of one of those before mentioned precious metals (gold), which in my opinion, are more ‘hard wired’ into the human experience, accepted over thousands of years as basic money and as store of wealth, that many would care to believe or even consider as being possible.

In fact in the Bible, the first reference to silver in the Book of Genesis 13:2 is in fact the same word for money, and the word for money is the exact same word for silver in Genesis 17:12, it’s one and the same word ‘keseph’. The first mention of gold goes back to the Garden of Eden time where it states in Genesis 2:12, that “the gold of that land is good.” It has been said “don’t bet against the Fed”, I would also add “don’t bet against the Bible.”

Well that's all very nice you say, you may not believe the Bible but the book of Genesis was written well over 3500 years ago, it has been one of the most influential books of history, if not thee most influential book in human history, so just don’t dismiss that important point as something that can be dominated and overthrown by the ‘new kid on the block’ and replace gold and silver in a decade or two, these forms of money are still relevant. Let’s suppose that these traditional assets of gold and silver will not ‘go to zero’ against bitcoin, but could find a ratio among themselves, and bitcoin will oscillate between one of them, gold, and that for some considerable amount of time. In the way that gold did after the 1980 peak of \$850 and remained range bound for some 25 years. I think we could witness a similar consolidation period after bitcoin reaches a 1000x price high with golds 1980 high, of 850k, then subjecting bitcoin to a range similar to that of golds 25 year range of around \$250 to \$500. And being on a 1000x price basis, that range could dip to under a possible sub 200k, providing a massive buying opportunity. I don’t believe that bitcoin will spend that much time

consolidating around the 200k to 500K levels for 25 years, but rather a number of halving cycles (2028/2032) could be in play.

To recap the gold:silver ratio has oscillated over thousands of years moving from between mainly 10:1 to 100:1, overshooting and dipping under a few times, it has however largely stayed between those parameters. Could the bitcoin to gold ratio play out in a similar fashion, trading from between 10:1 or 100:1 with gold, overshooting and dipping under temporally but bitcoin mostly oscillating between the 10:1 to 100:1 ratio with gold, for a lot longer time period than we may currently realise?

The current gold market capitilisation is around 17-18 trillion divide that by 19,700,000 BTC, at current price levels of around \$2700oz you get around 862k-913k not far off the 850k, I will let you quibble over the lost coins and exact MC of gold when and if it does happen, but it's currently close enough to the 850k theory, and if gold peaks out at between \$5-6000, bitcoin would be at the 50% MC of gold, and at around \$1.6 million per bitcoin at a gold MC of 32 trillion, all pure speculation at this stage.

### IMPORTANT USD\$ GOLD PRICE 1933 TO 2005 / GOLD:SILVER RATIO MARKERS

The \$USD values that seem to appear as an important historical focal point is the pre 1933 gold confiscation price of \$20.67, the revalued price of \$35 in 1934, the peak of \$850 in January 1980, and the consolidation band price of approx \$250 to just over \$500, for about 25 years from 1980 to 2005. Also regards to bitcoins gold:bitcoin ratio those values are also evident when expressed in a multiple of a 10x to a 100x. Is this all just a coincidence or my misinterpretation of price and ratio values in regard to golds historic movements and moments.

Chart 1 bitcoin:gold ratio) Overlaying the historic gold:silver ratios with the bitcoin:gold ratio and using the precious metals massive historical support levels of Rome 12:1, US Coinage Act or 1792 of 15:1, US Coinage Act of 1834 of 16:1 and the historic highs and lows mainly ranging from between 10:1 giving massive support on the down side, also using the historic 100:1 resistance and the 125:1 'all time' high of 2020. And then sandwiched in between are the Bretton Woods, Plaza Accord, gold confiscation prices in USD and ratios etc., Confused? It's all intertwined and best seen in the first chart.



Chart 2 gold futures price) Using a gold price of \$5,000 as an end goal we see that gold does about a 142% return, -10x to Bitcoins average 1428% price support and resistance lines (see chart 3), using the \$206.7, \$350, \$850 and a speculative \$5000 Gold cycle peak, or even \$12,100.

Published on Investing.com, 15/Nov/2024 - 19:57:31 GMT, Powered by TradingView.  
Gold Futures, (CFD):GC, M



Chart 2b gold futures price) 850k BTC / 138 BTC/XAU ratio = \$6159 Gold price, slight overshoot of the 141.9% support/resistance line. Almost perfect support and resistance lines drawn when exactly placed at the price levels \$350, \$2067 the pre and post confiscation price on a 10x and 100x basis, and golds 1980 high. Important levels to keep an eye on are \$3500, \$5000, \$8500 and \$12,000.

Published on Investing.com, 10/Oct/2024 - 14:16:21 GMT, Powered by TradingView.  
Gold Futures, (CFD):GC, M

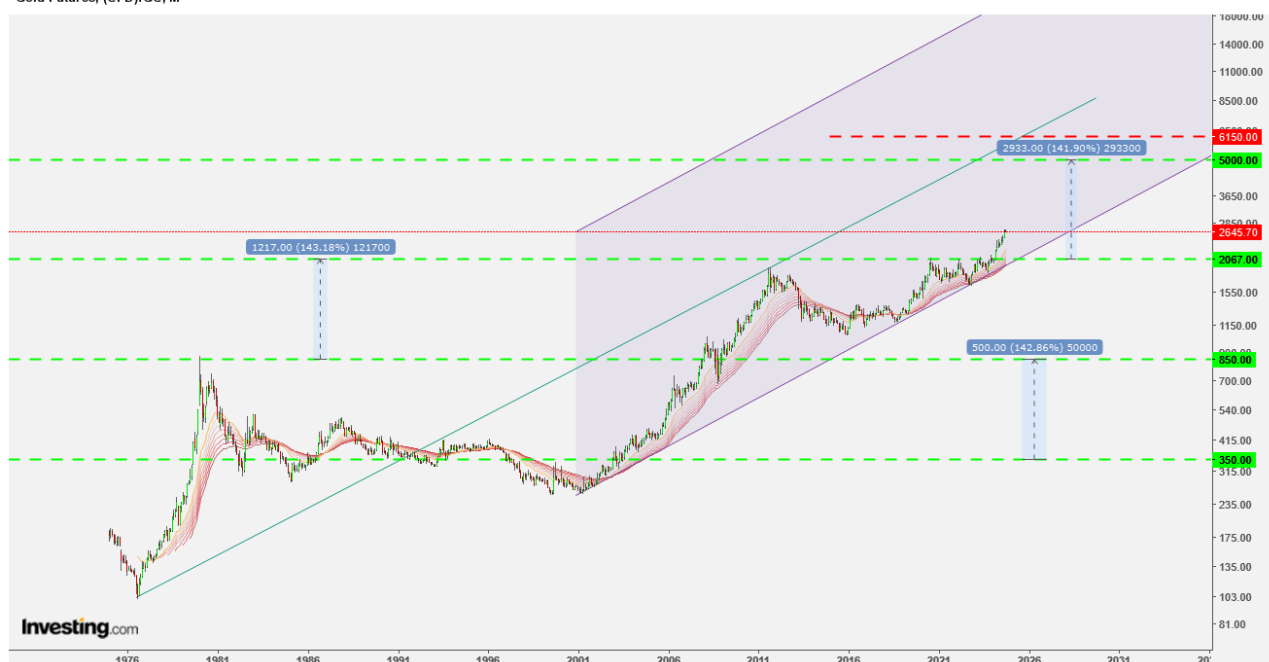


Chart 3 bitcoin USD price) Using 850K as an end goal we see that bitcoins 3 month chart does an almost exactly 10x to golds average 142% price support and resistance lines producing around a 1428% level of support and resistance. This is very precise and an amazing correlation to golds before mentioned historic price levels, to current price action based on a 10x percentage metric. This seems more than a coincidence, bitcoin seems to be behaving like ancient money. Bitcoin is sitting in gold's easy chair, wearing its slippers, sipping its Whiskey and smoking a cigar. 850k bitcoin will mark the 1000x of golds peak, could we then expect a bitcoin winter? Maybe not lasting as long as golds 25 year consolidation, but multiple halving cycles, bottoming at around a sub 10:1 on the gold:bitcoin ratio. Peter Schiff may eventually be right again, at least on it's way back down to a sub 10:1 ratio.



Chart 4 bitcoin:gold ratio) Looking at the btc:gold ratio, another symmetrical support/resistance chart, (this time levels/lines at 276%) pointing to a potential major peak or around 138:1 btc:gold ratio. For exampmle a btc price of  $\$850,000 / 138 = \$6159$  gold price.



Chart 5 gold USD price) The post high price range after golds 1980 peak of \$850 saw a price consolidate around \$250 to \$500 for almost 25 years. Note the support box of golds confiscation price of \$20.67 on a 10x basis and the revalued price of \$35 (10x) providing support, and a great buying opportunity.

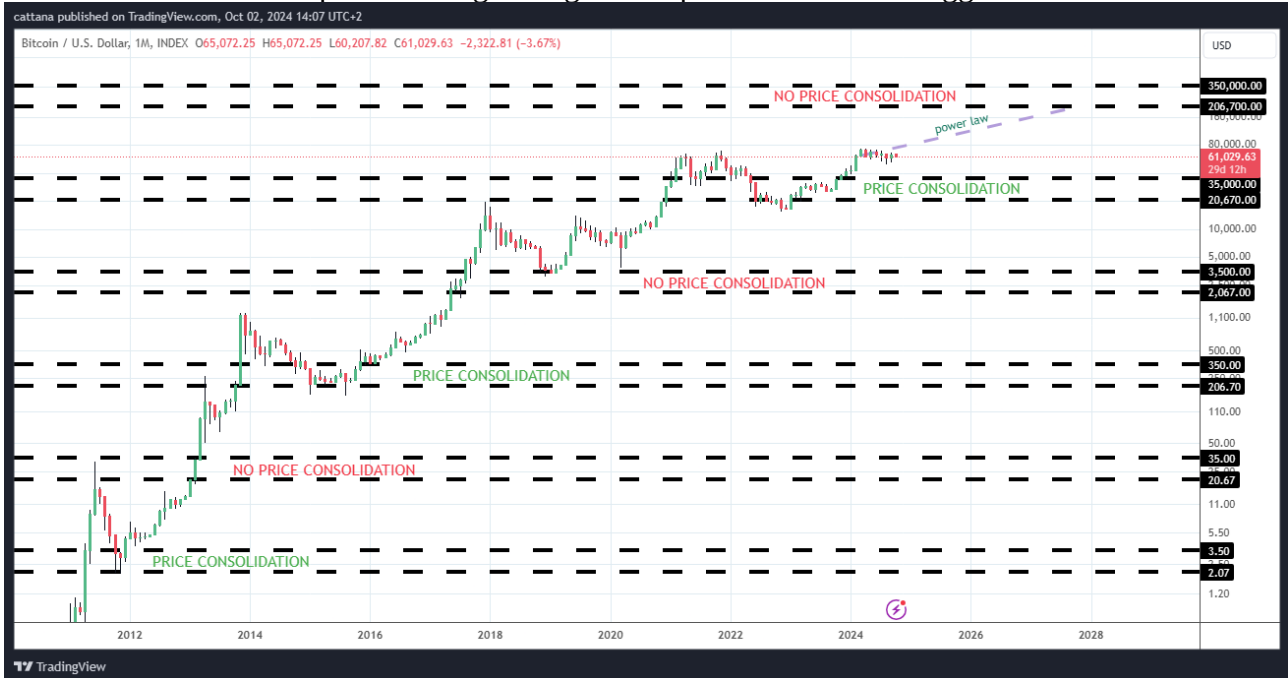
Published on Investing.com, 15/Nov/2024 - 12:30:40 GMT, Powered by TradingView.  
XAU/USD, Real-timeCurrencies:XAU/USD, W



Could the bitcoin:gold ratio oscillate like the gold:silver ratio has oscillated over thousands of years, for a lot longer than currently envisaged, a kind of first Kondratieff 'winter.' Expanding on that train of thought lets say that summer was from January 2009 to the cycle peak of December 2017, being around 9 years.

I understand a lot of people will be put off by using any future dates, as that never ages well, I really have no idea when this will happen or if it ever does but just lets suppose we are in currently in autumn where a massive blow off top takes us around 9 years later to Nov 2026 (again not date setting just at lets say \$850,000 during the autumn epoch). Then for the next 9 years we do not visit that peak, but remain in the doldrums price wise and are range bound until around November 2035 at which point it has bottomed on the bitcoin:gold ratio of around 10:1 (gold would be at say \$20,000, bitcoin around \$200,000, bitcoin has its 'Browns bottom' moment, ie a nation state sells all its bitcoin) then breaks out of the \$200,000 to \$500,000 range. And springs into action again finally taking out the \$850,000 peak over the next 9 years from 2035 to 2044? Again, just speculating.

Chart 6 bitcoin USD price) Using the gold confiscation price of \$20.67 in 1933 and the \$35 in 1934 revalued price, and using a -1x, 1x, 10x, 100x, and 1000x price multiplier, we see a pattern of bitcoin price 'going through' and consolidating on a consecutive basis. When and if the price of bitcoin exceeds around the \$206,700 (1000x gold price confiscation of 1933) could we expect a rapid acceleration to well over \$350,000 (1000x 1934 gold revalued price) with very little initial consolidation in that price band until it gets into the 1000x gold price high of around \$850,000? Historic evidence of the price moving through those price bands could suggest so.



At the end of the day, it may do something completely different as to what I have speculated on. In my opinion of greatest importance is the \$200,000 level. Should the price exceed \$200-220k, there is a very good chance it will accelerate to \$350k, with very few meaningful price pull backs in that band.

(See my previous article of the spike high peak in 2021 pointing to a spike high of 430-450k with the interim 'pivot point' of 71k being of major importance. MODEL NEVER PREDICTED TIME ONLY PRICE, 2021 was a guess for the cycle model high, overlook the time just focus on the price high and interim turning point of 71k.

<https://github.com/BTC-Predictive-Spike-High-Model/with-coinbase-update/blob/main/Bitcoin%20Predictive%20Spike%20High%20Model%20COMPLETE%20-%20coinbase%20update.pdf>

I speculated a min -20% pullback at the 71k level when it did eventually reach that level it did a -33% (and of course -77 at 69k).

Irrespective of when it happens, assuming a peak of around \$850,000 and a 'traditional' -77% = \$195,000 to -80% = \$170,000 pullback, nicely mirroring golds 25 year consolidation range of around \$200 on a 1000x multiplier, could provide an excellent accumulation range.

Again, not financial advise, but just pure speculation on my part.

In my opinion it's all just part of bitcoins price discovery, bitcoin finding its resting place on the Periodic Table of money. The end.

...not quite the end. Thank you for reading until here. If this has been helpful or you have been inspired please help me to put bread on the table and send me a few sats or crumbs or whatever else your heart desires, and let the saying “yet even the DOG(E\*)S eat the crumbs that fall from their masters’ table.” warm your heart. Much appreciated and in the name of Satoshi, sayonara!

Bitcoin BTC: bc1qy2qklmt29aacakhfx47cgprqvrtfnxt8glxd7h

DOGE: DKkTkcwWUoR8mSHq8qKuZuN9Wgo7RQ6zGy

Ethereum ETH : 0x99cA3A987eae31cD6557e41Ea598fFD0adb5b2fC

Tether USDT (and all Eth chain): 0x99cA3A987eae31cD6557e41Ea598fFD0adb5b2fC

Solana SOL: B1Y1U1j2RrsNKmZwYXWkbzvbjhiB1bYTta2VFrNrBR8Pe

Binance BNB: bnb1v8qxmujwv4zdaju6906zn8qm2ss748055yeml

XRP: rM7VZVkfbcchcaufD6uEphSP96y3m8ME1BR

@dennisjack22110

\*Original ancient Aramaic and Greek texts both omit “DOGE” and use “dogs” only, my emphasis added for sympathy and humor. Matthew 15:27.