



Gold Could Hit \$2000 Amid Inflation: BlackRock Exec

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Posted By: JeeYeon Park | CNBC News Associate

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Investors will continue to see strong demand for gold and exchange-traded funds (ETFs) are the best way for regular investors to benefit from the commodity's rise, said Robert Kapito, president of BlackRock.

"Since 2001, gold has returned about 17 percent a year, so it's a very good long-term investment," Kapito said in an interview on CNBC. "Clients are looking to get exposure into something that they feel comfortable with, and gold is proven to be a good investment."

Gold [settled above \\$1,310 an ounce](#) after hitting its 10th record high in 12 trading days as investors worried that aggressive measures by the Federal Reserve to [prop up the economy](#) could [undermine the dollar](#) and spark inflation.

"If you adjust for inflation, gold can go up to the \$2,000-area," said Kapito.

In addition to gold, Kapito advised investors to look into dividend-paying stocks.

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