



Harry's Take

November 2, 2021

It's Not a Bubble Without Extreme Bubble Toys for the Rich

I was in the San Francisco area for the first tech bubble that peaked in early 2000 and couldn't help suddenly seeing more top-end cars and, of course, in its grand bay, lots of really cool new boats in Sausalito's harbor.

So, this recent new yacht totally caught my attention. Is this a "bubble boat," or what? It looks more like a spaceship made for the water, with a cool pool and helipad on top of a massive spiral hole that can be custom designed for anything you want.

Nothing Marks the Top of This Bubble Better Than This &#x24;@ Yacht!



The vessel is designed to run exclusively on clean energy - Credit: Lazzarini

Source: <https://www.yahoo.com/lifestyle/giant-hole-middle-226-foot-200000070.html>

www.HSDent.com

First, this sleek marvel is almost 600 feet long... the largest yet by far. The longest one before this was the 417-foot Y721 made by Oceanco. Jeff Bezos reportedly has two yachts, his and hers, with the largest suspected to be in this 400-foot range. Their combined value is estimated to be \$500 million... and he may have another one on the way! There's a new mega sailboat Dream Symphony made totally out of wood that is 462 feet long with 230-foot masts. That surpassed the previous boat, Maltese Falcon, at 289 feet long. These top anything I saw into the 2000 bubble peak when I was living near Silicon Valley and the Golden Gate Bridge, where you would see many such yachts.

Oh, and then I caught this photo of the new 2021 Rolls Royce Boat Tail. It is the coolest convertible they have ever produced, and, of course, it has a foldout table and chairs and a parasol for that spontaneous roadside picnic and wine tasting in Napa or Bordeaux.

What's a Luxury Car Now Without a Foldout Table Set and Parasol?



Source:

www.HSDent.com

And here's a quick update in the housing realm. Investor and entrepreneur Marc Andreessen just bought a 10,000 sq. ft. compound on a Malibu cliff for \$177M that was bought for \$41M in 2013, increasing in value more than 4X in 8 years. That topped the previous record set by Jeff Bezos in 2020 for

a property at \$165M in Beverly Hills. And if you look internationally, Rome recently hit a new record: Villa Aurora, a 30,000 sq. ft. home with some very valuable paintings included, sold for a whopping \$547M.

I don't expect to see anything to top these two toys for the rich. So, I suggest you sell most of your bubble toys, stocks, vacation homes, and financial assets by year-end before this "dream" comes to a sudden end in the sharpest one-year crash ever into late 2022 (see my November *HS Dent Forecast* for more on that).

And guess who loses the most when such an extreme financial asset bubble finally bursts? It ain't the middle class, as they don't own stuff like this nor do they have that much in financial assets in their modest 401(k)s.... It's the top 0.1%, 1%, 10%, and 20%, in that order. It's that top 20% who own around 88% of the financial assets in this bubble in the U.S., with the top 1% owning around 40%.

Yes, the regular, everyday people more likely will lose their jobs... but the rich will literally lose their ass-ets!

Harry

Got a question or comment? You can reach us at info@hsdent.com.