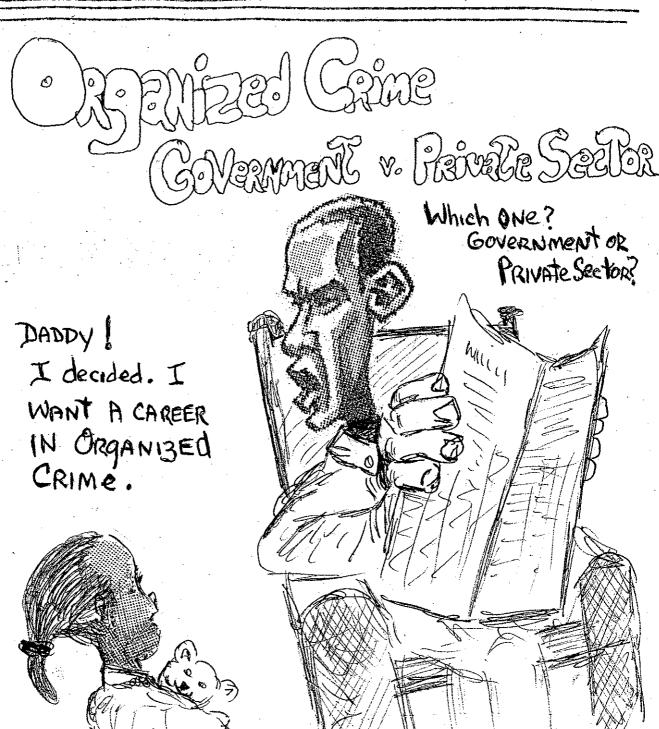
Armstrong Economics 阿姆斯特朗 经济

Forecasting the World



By: Martin A. Armstrong Copyright All Rights Reserved November 27th, 2010 Please Register For Special Updates At ArmstrongEconomics.COM

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I would like to thank all the former employees, associates, sources, and contacts for their ongoing support and efforts to contribute to the writings I have been able to continue through their great efforts. I would also like to thank those who have looked after not just myself, but my family, and shown them support and kindness.

The purpose of these reports is to broden the understanding that is so vital to our personal survival. Government cannot save us, and will only assist the very economic disaster we face. This is a Sovereign Debt Crisis that threatens our core survival. There is no plan to ever pay off debts. The majority of debt increase is paying interest perpetually to roll over without any long-term plan. What you see in Greece and in the States, we have run out of other people's money. The socialists keep pointing to the rich. But to fund the deficits, we need to borrow now from foreign lands. We ran out of money domestically and to support the current system like Greece, we need foreign capital. But all governments are facing the same crisis and we are on the verge of another widespread government default. Adam Smith warned in his Wealth of Nations that in 1776, no government paid off their debt and had always defaulted. We will have no choice either.

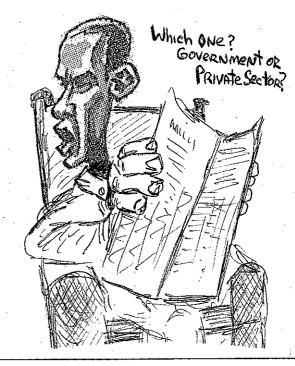
There is no hope that politicians will save us, for they only form committees to investigat after the shit-hits-the-fan. They will NOT risk their career for a future problem that may hit on someone else's watch. There was a politician and a average man standing on top of the Sears' Tower when a gust of wind blew them off. The average man being a realistic-pessimist, immediately sees he is about to die and begins praying. The politicians, the ultimate optimist, can be heard saying "Well so far so good!" as he passes the 4th floor.

At Princeton Economics, our mission was simply to gather global data and to bring that together to create the world's largest and most comprehensive computer system and model that would monitor the world capital flows. By creating that model, all the fallacies of market and economic theories were revealed. The world is far more dynamic and every change even in a distant land can alter the course of the globale economy. Just as has been shown with the turmoil in Greece, a CONTAGION takes place and now capital begins to look around at all countries. We can no more comprehend the future but looking only at domestic issues today than we can do so in every other area, such as disease and the spread of flus.

We live in a NEW DYNAMIC GLOBAL ECONOMY where capital rushes around fleeing political changes and taxes just as it is attracted by prosperity. All the people who migrated to the United States in the 19th and 20th Centuries, came for the same reasons as those still coming from Mexico — jobs and prosperity. In the 19th Century, America was said to have so much wealth, its streets were paved in gold. We must now look to both the past and the entire world to understand where we now are today,

DADDY!
I decided. I
WANT A CAREER
IN ORGANISED
CRIME.





By: Martin A. Armstrong

Former Chairman of Princeton Economics International, Ltd. and the Foundation For The Study Of Cycles

HERE has always been a clear sign that the End Times Are Upon Us, whenever a nation turns inward against its own people. This is a critical stage that is part of the process of a Decline and Fall. The abuse of the Rule of Law is the most lethal turn of events that is possible. For once the Rule of Law disappears, then ALL rights vanish — not just liberty of person, but of property. That is the critical turn of events in a economic decline, for what we are witnessing right now, is a dramatic expansion in prosecutions

for monetary gain. The Federal Government is prosecuting tax violations like there is no tormorrow. In fact, they are right on that thinking, for we are approaching the point when tomorrow may just be put-off indefinitely. We have Obama announcing a freeze on all government wages. We have the SEC expanding the definition of insider trading to create crimes out of thin air so they can confiscate property. Hedge funds are being investigated and research analysts arrested. Tom Delay is found guilty of money laundering AND conspiracy to money launder, and the government's trumped up charges of terrorism in the Ahmed Khalfan Ghaihani Guantanamo detainee case was found guilty of just one count out of 280 in a city the government considered to be progovernment and anti-terrorist post-911. We have Korea going nuts, China getting its back up and Europe trying bailout Ireland, while the central banks of the world are running the biggest ponzi scheme ever. They all have each others IOUs calling that reserves. This is like you write me a note for \$1 billion and I give you my note for \$1 billion and and we both become billionares overnight. But where are the real assets? Kim-Jong-il maybe just posturing to show the heir is a strong leaders, or perhaps he is going nuts and just wants to take as many people with him to the great reward he expects in the after-life. Thus, we are left with that monumental question - Which is more dangerous? Organized crime in Government or private sector?

Just about anything that can go wrong, is going completely wrong. The turmoil that is around us on every front is itself conspiring against us and we will soon be in no position to solve anything. The bankers have a firm and serious grip on the nation and are precluding any economic resolution. So we are heading downhill in a runaway cab driven by a blind drunk without brakes.

I had always hoped that Princeton would have been able to be in a solid position to help Humpty Dumpty stay on that wall. But the forces that be, would not allow that to ever take place. But with history as the lesson plan, I always knew that was a long-shot. I had hoped we would be able to influence the recipient of that title FINANCIAL CAPITOL OF THE WORLD when the USA lost that title. This

appeared to be Asia/Australia that we had forecast back at the 1985 Conference. It was always Australia that appeared as a gem on the ground in the middle of a desert. Not that it would be THE Financial Capitol by itself, but that the region in general was on the horizon back before Communism crashed and burned.

For you see, there is one thing that is constant. NO GOVERNMENT OR ITS STRUCTURE WILL LAST FOREVER. Communism would fail and this was not any genius forecast. We are watching the fall of socialism right now. Everything you thought you knew about the future is just wrong. NOTHING LASTS FOREVER!

Leave a government of any design to its own device, and it will collapse from its own weight of corruption. It is indeed the ultimate ORGANIZED CRIME! It is far more dangerous than the MAFIA or even the Mexican drug rings. They do not possess tanks. They cannot legally deprive you of your home and future pension. ONLY organized crime in the form of government is capable of such wholesale economic destruction and tyranny. As Adam Smith warned, let them look well after their own extravagance for if their total mismanagement does not ruin the state, that of their subjects NEVER will.

Most people do not realize that the good old USA is the most corrupt legal system in the world. Neither Europe nor Asia recognize CONSPIRACY that Tom Delay was now convicted of. This debate over CONSPIRACY was raging during the 1920s. The famous Supreme Court Justice Oliver Wendell Holmes, Jr. (1841-1935) wrote a dissenting opinion in Hyde v US, 225 US 347 (1912). Justice Holmes spoke out against conspiracy stating:

"In order [to prosecute conspiracy] ... it is not enough to say that as the overt act was one that was contemplated by the conspirators, it is treated as the act of them all, and that this is equivalent to saying that they were constructively present. ... When a man is said to be constructively present where the consequences of an act done elsewhere are felt, it is meant that for some special purpose he will be treated as he would have been treated if he had been present, although he was not. ... [T]his is one of the wrongs that our forefathers meant to prevent." Id/225 US at 385-387

People around the world in most every civilized country have rejected conspiracy for it is the greatest tyranny since its invention to prosecute over 4,000 people by MAXIMINUS (235-238AD), Emperor of Rome. It was a tool to confiscate property used by the English kings, and it is a medieval tyranny that still allows for the arbitrary abuse of the law in the United States. No nation will extradite a person on a conspiracy charge, because it is not a crime in other countries, except Britain and Cuba.

In 1925, there was a conference held of all the chief circuit judges in the land presided over by then Chief Justice Taft. They reported:

"We note the prevalent use of conspiracy indictments for converting a joint misdemeanor into a felony; and we express our conviction that both for this purpose and for the purposeor at least with the effect- of bringing in much improper evidence, the conspiracy statute is being abused."

Another famous jurist from New York, Judge Learned Hand, wrote on this subject:

"...so many prosecutors seek to sweep within the drag-net of conspiracy all those who have been associated in any degree whatever with the main offenders. That there are opportunities of great oppression in such a doctrine is very plain, and it is only by circumscribing the scope of such all-comprehensive indictments that they can be avoided."

United States v Falcone, 109 F2d 579, 581 (2nd Cir 1940)

Before World War II, it is interesting that Germany declared on May 30th, 1924, that the Nazi Party to be a criminal organization. Its courts also declared the German Communist Party a criminal organization. Many have written against conspiracy that it is a tool of tyrants, yet Congress will not repeal the most abusive crime in history. You can be thrown in jail for life for someone else's acts, even if you are not there, as long as that person says you knew what he did. This is why US prosecutions now get 99% conviction rate since EVERY case charges conspiracy for they need not show that you even did a single act. It is only a claimed agreement.

The Tom Delay conviction can easily be turned under the CURRENT STATE of the law into an indictment of the entire Republican Party as co-conspirators for the acts done in Texas further the goals of gaining power for the entire Republican Party. Just as Germany used this same law pre-World War II to declare the Communist and Nazi Parties criminal organizations, the same could now be done against the Republicans. They could all be arrested and imprisoned denied bail as a possible DANGER TO SOCIETY or perhaps a RISK OF FLIGHT.

The USA did the same with the American Communist Party making it a crime just to belong to that party. That was the whole atmosphere created by Joseph McCarthy (1908-1957). The Age of un-American activities against those they claimed were un-American. As everyone knows, I am very anti-Marx, but you cannot be a supporter of liberty on the one hand and prosecute those who disagree with you under Political Conspiracy of some organized crime. I must defend the right of my opponent to speak freely or I shall then deny myself the right to speak if I should be in the minority. Lose sight of that truth and you end up with McCarthy style witch hunts.

It was that same era that led to the wholesale arrest of all Japanese being then thrown in American Concentration Camps since America was at war with Japan. This was in fact supported by this same concept of the conspiracy laws where you do not have to be guilty of anything personally, you are to be constructively presumed to have participated by the mere fact that you were Japanese.

After 911, the US locked up Muslims on a wholesale basis. Those found not to have been involved with terrorism, found themselves charge with tax fraud, document fraud or as in the case of one Muslim, they charged him with moneylaudering for paying off one credit card using another. American abuse of legal process is alive and well. They may arrest you for one thing, find they were wrong, but still refuse to release you and convert it into some other excuse to prosecute. American tyranny is alive and well.

Nevertheless, the greatest threat to our future survival will always be the JUDICIARY for they are the most corrupt criminal organ-

ization of all. These were the people who were suppose to protect the people as a check and balance against the tyranny of the other branches. But once prosecutors became judges, the Executive branch has taken over the JUDICIARY and that transforms into a loss of rights for life, liberty, and property.

The one branch we needed to save the nation from sliding into chaos, has been usurped and is pushing the gas pedal to accelerate our decline and fall. There is nobody we can count on to say — hey! Beyond this line, you shall not pass!

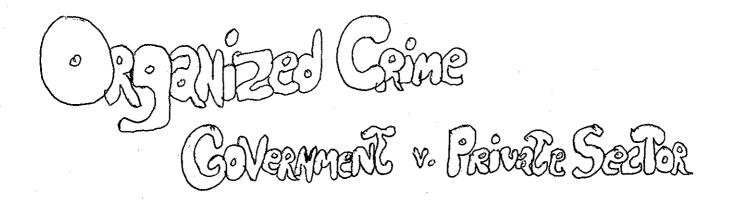
All property will lose its value when there is no Rule of Law and CONSPIRACY is the most dangerous of all laws and to save the future, everyone should be DEMANDING it be repealled. You can lose everything without ever having to do any ACT nor do you even have to be present at any crime scene.

As we head into this economic black hole, the government will use CONSPIRACY far more than anyone expects and it will be too late to do anything once charged. You have no rights and no judge will EVER rule against the abuse of CONSPIRACY.

It was a little known dissenter against government by the name of John Lilburn who was charged and stood before the Star Chamber in 1637 England. You were not allowed to even speak. Yet Lilburn stood and defied the judges who always ruled in favor of the king just as our 99% conviction rate shows that yet again we face the same tyranny. Federal judges will let you die before ever saying that the government is ever wrong. There are so few exceptions today that it is just hopeless. Lilburn stood and made a statement that was shared by the men who founded the United States who would be considered liberals or bleeding hearts today. Lilburn's words had become the right not to be tortured, abused. or coerced into a plea. Of course, most are forced into pleas today to things they do not do so the Gov't never loses. Lilburn said:

"Another fundamental right I then contended for, was that no man's conscience ought to be racked by oaths imposed, to answer to questions concerning himself, in matters criminal, or pretended to be so."

<u>Miranda v Arizona</u>, 384 US 436, 459 (1966)



The SEC is expanding insider trading to the point that if a janitor sees two people talking, and presumes it is about a takeover, buys stock, makes money, they are coming to take you away and confiscate all your assets. Real judges would never allow that to take place. But we just don't have anyone who will defend the people against the arbitrary power of the state.

Judges are appointed by the government and had to kiss too much ass to get that spot for life. They owe too much and will never prevent the nation from committing suicide.

INSIDER TRADING was NEVER this sort of idea. It was a director knew the company was in trouble. He withheld that info, sold his shares, and then told the world they were broke.

Michael Milkin was charged and the then prosecutor, Gulliani, flipped the meaning to get Milkin. He claimed if two people were now going to takeover a company, they were somehow defrauding the PUBLIC out of the same opportunity to make money as they did. This was NEVER insider trading & it was standard practice in the banking & futures markets.

Judges were suppose to defend the country against this abuse of process. Now the SEC is planning nearly 1,000 charges to raise money. They are destroying the entire financial structure to the point, corporations will be driven offshore even more and hedge funds had better set up offices outside America.

LAW IS ABOUT TO BECOME THE NEXT TAXATION

This very attitude is extremely dangerous and the real manipulations taking place that are threatening the global economy, the US will not presecute. The NY Bankers.

This is one of the typical signs of the final collapse. This has ALWAYS taken place in the collapse of EVERY empire, nation, or city state. We are seeing the same in California and everywhere. These are indeed the end of times.

If a broker took your money, promised to return it in 10 years, and then refused to do so changing the terms of your contract without your agreement pushing the repayment date off into 20 years, would this not be F R A U D? Yet this is precisely what is going on in government. Those we elect, are violating the public confidence and holding themselves exempt from the laws of the land. This is what they are doing with Social Security. Nobody I knew of expected 30 years ago that the government would pay. Here we are and they will keep pushing that date off without the consent of the people.

The example of how dirty the government is in every aspect has been laid before the eyes of the world in Wikileaks. Everything has been coming out for decades. Even in my own case I can only hope a revelation comes forward about who really killed Safra after a \$7 billion moneylaudering charge was made against Bank of New York that was really a cover-up for a staged theft from the IMF loans to Russia. Did Putin kill Safra to help Yeltsin in return for being handed the reigns of power of Russia? It would be nice to see evidence on that to back up the allegations of so many in that sphere.

We deserve a honest government. We need to end the Organized Crime within government to save our very future. If we cannot do that, tomorrow may never come. We are roaring to a disaster and government can't bullshit its way out of this one. We need R E F O R M!