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Martin A. Armstrong
former Chairman of Princeton Economics International, Ltd.

A C K N O W L E D G E M E N T S

I would like to thank the many people who have been writing from around the world. It is encouraging to know that there are so many people who are interested in uncovering the truth. I have also special thanks for so many providing valuable insight into trends around the world from China, Soviet Republics, South Africa, Brazil, Australian, and India. I believe we can survive the folly of governments even if they refuse to listen. The key is understanding the nature of events, and that allows us to correctly make the decision to be on the opposite side.

I would like to also thank all my old friend and former clients for their support and to know that they have continued to gather information that serves us all in times of crisis.

We are standing on the precipice of a new era in global-social-economics. How we enter this new age is of critical importance. Government is incapable to doing anything for any reform of its own abuse of power is not up for negotiation. We must weather the storm, and to do so we need to understand its nature. Just as the 1930s Great Depression set in motion profound changes that were even manifest in geopolitical confrontations, we have now reached such a crossroads. A debt crisis has its tentacles deeply embedded into every sector right into government. This is the distinction from a mere stock market crash that never alters the economy long-term. We are seriously still over-leveraged and some banks are still trying to be hedge funds and have to speculate to make a profit. That is a key warning sign that the worse is yet to come.

Comments, Suggestions & Questions

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This Report may be forwarded as you like without charge to individuals or governments around the world. It is provided as a Public Service at this time without cost because of the critical facts that we now faced economically. The contents and designs of the systems are in fact copyrighted. At a future date, a new edition of the 1986 The Greatest Bull Market In History will be released and a new book will soon be published on the model itself - The Geometry of Time. It is vital that we do not forget this is a world economy and the arrogance that any nation can dictate to the world is just insanity. Every nation affects all others no different than if one nation were to pour all its toxic waste into the ocean. Everything is interlinked and solutions are never isolated events.

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by: Martin A. Armstrong

Former Chairman of Princeton Economics International, Ltd.
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THREE YEAR OLD with a pocket calculator can figure out we are totally screwed. This is a Debt Crisis and you can be the optimist who is still talking to himself as you pass the 4th floor after falling off the top of the Empire State Building - "Well so far so good!" But you will hit bottom one day and the fun ride will be over. The federal government is imploding. We are doing the same thing that AIG did, issuing indebtenss with not even a plan on how to pay it off no less any such intention. We not only run Social Security and every other pension fund the same way Madoff did by just taking money from one person and handing it to another. This Ponzi Scheme will too blow up. Yet we are so screwed-up in how government has conducted itself, the implosion is unfolding faster than many suspect.

More than 40% of the domestic-held debt is self-funded. That means, brilliant politicians have acted like con-men that has undermined your future and that of the whole world. A sizable chunk of the debt is in fact held by government subdivisions. This is like writing a check for \$1 billion dollars and sticking it in your left pocket and announcing to the world you are now a billionaire because you have a billion in assets. Surely, if you did that, they no doubt would give you 25 years. Of course, our politicians cheat us and our posterity ever day and only care about winning the next election to retain power. They care nothing about our future and will do just nothing to prevent a disaster. That is the next guy's problem after they are gone. Every program is in danger of collapse and nobody seems prepared to do a damn thing about saving the country or the world from a collapse of the debt structure that has always taken civilization down with it.

My mother has been ill. The family doctor had to fight to even get her admitted to a hospital. For you see, MEDICARE now has made hospitals justify not only admitting a citizen, but to keep them. Every three days MEDICARE requires an explanation. They could not find out what was wrong and before the tests were even completed, they were trying to kick her out. It took a fight just to get the tests completed. They still discharged her, and the first day home, she still could not eat. Thank you President Obama for the wonderful healthcare that no longer functions even on what we have now.

For you see. We are broke. They have been watering down every program possible to just pretend they still care, when in all reality, this is a con-game. They refuse to allow me to be realeased to take care of my family and ensure proper healthcare. I am a political prisoner who they will spare no expense and will prevent you from helping your family all

in the "public interest" that is only their own self-interest. Another inmate's son died and they would not allow him to attend the funeral. There is no morality to government. Just self-interest. It will never admit any mistake but will imprison them like doctors bury their's. The NY Times covered a story of a prisoner held for 10 years for selling arms to Libya. He said he worked for the CIA and they denied that. He was held in what we call the "hole" for the period, no contact with the outside world. This is what they did to me when I refused to plead. When one is tortured no different than Cheney's water-boarding, the oppressor never admits he has crossed that line into inhumanity.



Clarence Darrow (1857-1938)

This man imprisoned as a arms dealer was saved by his daughter. She became a lawyer to help her father because there are no real lawyers anymore for most lawyers are also all about Show Me The Money! The days of Clarence Darrow and Daniel Webster who defended not just their clients, but all of the American people are long gone. Government attorneys lie about everything. The case of Demjanjuk v Petrovsky, 10 F3d 338 (6th Cir 1993) shows how government attorneys knew a citizen was not a war criminal, still tried him as one knowing he could be executed, and lied to cover-up their actions.

In the case of the arms dealer, his daughter uncovered documents proving her father did work for the CIA and again the government lied to cover-up the truth. It is just standard operational procedure. I am far from being the only political prisoner.

Now they are using my case as precedent arguing publicly that corporations have no rights whatsoever. They held I had no such personal rights because I was a director of a foreign corporation. Judge John M. Walker, Jr who was President George W[alker] Bush's cousin, held there was no limit to how long the courts could imprison me on contempt even until death. And he was a Republican who was pro-business and pro-rich? Bullshit! There is no real rich-poor battle. That is for show.

There is only one game. That is government against the people no matter what your class, race, or religion. There is nothing that will stand in their way of absolute power.

Now the Democrats are going after the corporations and using my case to scare the hell out of corporate officers. They will now turn them upside down and argue there are no rights thanks to the Republicans. I see no difference between either party. It just has always boiled down to Show Me The Money!

Over the course of many months this past year I have tried to show that throughout history, it matters not what the form of government ever is, for when their back is against the wall, they will always attack the people to survive. Just look at Stalin in Russia. He killed at least 20 million people and there are no records of his slaughter. It is widely believed that he may have killed as much as 40 million, Kondratieff being one of them. Anyone who could think, he had just killed hoping to prevent a revolution that would rise up against himself.

Hitler enacted in 1933 a criminal law that no German citizen was allowed to even have a bank account outside the country. His attack upon the jews had motive far beyond religious or racial hatred. That is not a profitable venture. However, by targeting the jews, what he was also accomplishing was confiscating their wealth. Since they were dominant in business and banking, persecuting the jews most likely had a monetary motive just as Constantine's conversion to Christianity that allowed him to seize the wealth of the pagan temples, yet he was not baptized until on his death bed.

There is always the public reason for the actions of the state, and then there is the real reason that is always strangely just supported by money. The Drug War is highly profitable to the government with all of the "in rem" seizures of property taking place as recently in the Chicago case with the man merely carrying cash in a brief case, US v Marrocco (US v \$100,120) (7th Circuit 07-3101 8/24/09). If they wanted to stop the crime and violence, legalize drugs as they did with alcohol ending the Mafia's roll in prohibition. There are far more people die from the liver problems and from smoking than from even marijuna, ecstasy, or cocaine. Heroin is a different breed and they can regulate the sale and take the profit out of the business that would end the killings and crime.