

Life in the Spirit Newsletter

Preparing Christians for Major Events That Will Take
Place in the United States in the Near Future

July 16, 2022 Issue

What Hyperinflation Looks Like

Sell a chicken, pay off the farm – that's what hyperinflation looks like. There is a great story about a farmer in Weimar, Germany, who sold a chicken, took the proceeds to his bank, and paid off the note on his farm. And while he was there, he paid off the note on his neighbor's farm as well. THAT'S WHAT HYPERINFLATION LOOKS LIKE – things have value and the currency has almost none.

Hyperinflation is the rapid inflation of a currency due to excessive money printing, leading to much higher prices of goods and services as the purchasing power of the currency declines. As indicated in our last update "Inflation Will Eat Our Lunch":

- The Inflation Rate is Going Even Higher,
- 80% of all US dollars in existence were printed in the last 22 months,
- US Is "Beyond Bankrupt",
- Putin Announces New BRICS Global Reserve Currency Project to REPLACE the Petrodollar, and
- The Dollar DIES When Energy Exporters ABANDON the Petrodollar Status.

Hyperinflation is on the Way: Saudi Arabia Distances From the Petrodollar to Join BRICS Monetary Order

 Newsweek is reporting the shocking fact that Saudi Arabia is now openly declaring the nation will effectively drop the petrodollar status for the dollar and embrace world currencies, even joining the BRICS nations that include Russia and China. This change will have catastrophic, empire-ending ramifications for the US dollar and the collapsing US economy.

When the dollar is no longer required to buy oil from Saudi Arabia and other OPEC nations, most nations will dump their dollars, (which they know are losing value and have been weaponized by the U.S. against Russia), which will cause those dollars to return to the U.S., triggering hyperinflation.

We can see that our nation is headed toward hyperinflation, and there is nothing that can be done about it, unless the Fed drastically raises interest rates above 10%, which would crash the housing, automobile, and business lending markets, and cause the interest on our nation debt to SOAR. So let's see what hyperinflation looks like:

A Brief Explanation of Hyperinflation in Weimar Germany

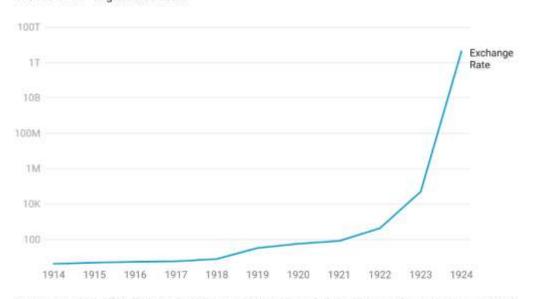
We can get a taste of hyperinflation from looking at Weimar Germany after World War I. Look how rapidly currency decreased in value in Weimar Germany:

- In 1913, before WWI, 1 US dollar was worth 4-5 German marks.
- In January 1921, 1 USD was worth about 60 marks.
- By January 1923, 1 USD was worth tens of thousands of marks.
- By January 1924, shortly before the German currency was reset with a new currency, 1 USD was worth an eye-watering 4 trillion marks.

To keep up with the inflation, as the new notes were printed, they had more and more ludicrous denominations. At one point in 1923, there were banknotes printed with a face value of over 100 Trillion marks.

Value 1 US Dollar in Weimar Republic Marks

1914 to 1924 - Logarithmic scale



Source: Lawrence H. Officer, 'Exchange Rates Between the United States Dollar and Forty-one Currencies,' MeasuringWorth, 2022. - Created with Datawrapper

The price of ordinary goods skyrocketed. In 1921 the price of a loaf of bread was approximately 150 marks. By 1923 that had increased more than a billion times to 200 billion marks.

The average person suffered enormously as a result of hyperinflation. People found that their life savings were worthless. The situation was devastating for many, particularly those living on fixed salaries or pensions.

Massive lorries would deliver truckloads of paper money to pay factory workers. Immediately upon receipt of their daily wages, employees would rush to the nearest store to buy whatever they could, hurrying to do so before prices rose.

It was not unheard of for prices in cafes and restaurants to change whilst customers were there. There are personal accounts of people buying a coffee and the price going up by 50% in the time it took to bring the bill.

The average German needed vast quantities of paper money just to do their daily shopping. It was commonplace to see them hauling banknotes to the shops in backpacks or even wheelbarrows. Needless to say, there were long queues at

stores. People would wait for hours to spend their paper money as soon as possible.

One particularly poignant story is of someone who took a suitcase of banknotes to a local store to do their shopping. When they left it outside someone had stolen the suitcase but dumped the banknotes. Such was the worthlessness of the currency by that stage.

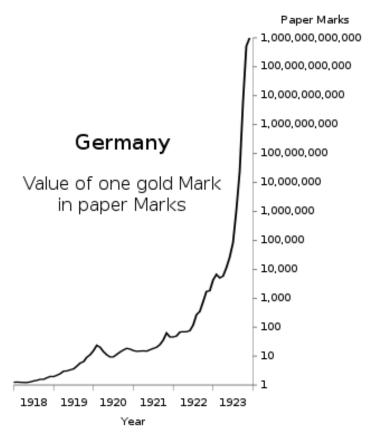
The paper money was so worthless it was used to light and fuel fires. Children used them as toys. Wads of banknotes were used as building blocks or even to make kites.

A PERSONAL NOTE: When our daughter visited Zimbabwe a few years ago, there was a sign in a public toilet: "No Zims Allowed". Apparently, people were using the currency (Zimbabwe dollars or "Zims") as toilet paper and it plugged up the sewer.

As the currency devalued some people began to buy hard assets as a way of preserving wealth. This started with valuable items like diamonds, gold and antiques. Yet, over time it extended to all manner of household objects and bric-a-brac. People used these items as 'currency' to barter for everyday necessities.

Though the majority were devastated by hyperinflation there were still some winners. Inflation erodes the value of debt. Those who had large debts would have found them easy to repay. Commodities producers and farmers also benefited during this period. Whilst hyperinflation raged, so did the price of the items they were growing or making. As a result, they could raise prices in line with inflation and continue to profit.

NOTE: Here is how the value of one gold mark skyrocketed in hyperinflation:



Hyperinflation in the Weimar Republic - Wikipedia

Concurrent Deflation and Hyperinflation Will Ravage the World

By Egon von Greyerz, June 23, 2022

NOTE: This author makes the case that deflation (decreasing prices) of stocks, bonds, and real estate will take place at the same time as hyperinflation - huge increases in the prices of food and energy. This will be due to massive money printing that has already taken place and the replacement of the U.S. dollar as the world reserve currency – the currency used by most countries to do business with each other.

With most asset classes falling rapidly, the world is now approaching calamities of a proportion not seen before in history. So far in 2022, we have seen an implosion of asset prices across the board of around 20%. What few investors realize is that this is the mere beginning. Before this bear market is over, the world will see 75-90% falls of stocks, bonds and other assets.

Since falls of this magnitude have not been seen for more than three generations, the shockwaves will be calamitous.

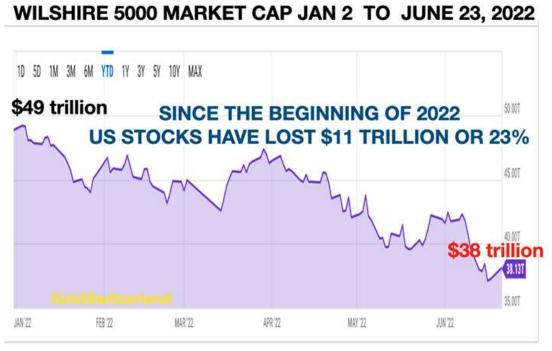
At the same time as bubble assets deflate, prices of goods and services have started an inflationary cycle of a magnitude that the world as whole has never experienced before.

We have seen hyperinflation in individual countries previously but never on a global scale.

Currently the official inflation rate is around 8% in the US and Europe. But for the average consumer in the West, prices are rising by at least 25% on average for their everyday needs such as food and fuel.

The everything bubble has come to an end. So most investors are relying on being saved [by the Federal Reserve] yet another time and don't realize that this time it is really different.

The Wilshire 5000 representing all US stocks has lost \$11 trillion or 23% since the beginning of 2022. See chart below. Additional trillions have been lost in bond markets.



Bonds

The 39 year bull market in bond prices (bear market in interest rates) has now come to an end. In fact it ended in 2020 at 0.5% having fallen all the way from 15.5% in 1981.

Well, in 2022 virtually every single investment class is down around 20%, as the table below shows. And the era of successful dip buying has ended as everything is collapsing.

Both private and institutional investors are totally lost. All sectors are falling together. There just is nowhere to turn. Just look at the table below:

GOLD IS THE WINNER

the of the control of the fo	2022 RETURN YTD
GOLD IN EUROS	9%
GOLD IN US\$	0%
HIGH YIELD CORP BONDS - HGY	-16%
S&P	-22%
30 YEAR TREAS - TLT	-23%
REAL ESTATE SECT INDEX - XLRE	-24%
NASDAQ	-28%
BITCOIN	-71%

And nobody realizes that this is just the beginning. Investors are neither mentally nor financially prepared for what is coming. Sadly no one will understand that it is really different this time and that most asset classes will fall by 90% or more in real terms [compared to gold].

EPIC SUPER BUBBLES ALWAYS HAVE AN UNHAPPY ENDING

Debts will implode and assets will implode. Society will not function nor will social security, pensions etc. This will create human suffering of a magnitude which will be devastating for everyone.

WEALTH PROTECTION A NECESSITY

For the few people who have assets to protect, physical gold and some silver will perform much better than all conventional asset

markets which will collapse. That trend has already started as the table above shows.

Stocks will tank and commodities will soar. Anyone who has experienced hyperinflation also knows that the only money that survives such a calamity is gold. I met a year ago a man from former Yugoslavia who recognized me and told my friends who were with me that physical gold saved his family from total devastation. My friends sadly did not take his advice. But remember that any protection or insurance must be acquired before disaster hits you.

Your most important assets are your brain, heart and soul. There are always opportunities for individuals who apply those assets wisely. And as always in periods of crisis, being with and helping family and friends is your most important task.

Two more articles speak to this issue:

- Hyperinflation Will Precede the Economic Collapse Cryptic1
- Bank on Fire Holy Spirit Wind

Always remember: "Surely the Lord GOD does nothing, unless He reveals His secret to His servants the prophets." *Amos 3:7*

Food Prices and Hyperinflation

High inflation has a huge impact on the prices of food and energy. Here are some articles that show us what is coming.

MASSIVE SHORTAGE OF EGGS AND PROTEIN WITH UNIMAGINABLE PRICE INCREASES COMING, AS 'THE FORCED STARVATION OF AMERICA' ACCELERATES Warnings I was given by several different store managers, include the store manager at Price Less Foods, who told me that the price of eggs will be doubling and there will be a massive shortage of eggs.

<u>Trucker Warning: 'You'll See Chaos As People Fight For The Basic Necessities Of Everyday Life'</u> Shocking Updates On The Supply Chain Crisis And Food Shortages. This article also has a list of sources of food and preps.

USA DOMESTIC Food Production Now Collapsing Due to Fertilizer Costs,

Scarcity, Diesel Price Inflation and Food Protectionism When the USA and NATO countries engaged in economic warfare against Russia by de-platforming Russian banks

from the SWIFT system in March, it set off a chain reaction of world events that will lead to global famine and food scarcity panic. Fertilizer and the natural gas used to manufacture fertilizer are now in short supply around the world. America's domestic food production is collapsing as well.

The Engineered Stagflationary Collapse Has Arrived Predictions:

- The Fed Will Hike Interest Rates, But Not Enough To Stop Inflation,
- Markets Will Crash And Unemployment Will Spike (Stock markets are utterly dependent on Fed stimulus and easy money through low interest rate loans).
- Businesses will start making large job cuts throughout the last half of 2022,
- Price controls, rationing, and food riots,
- As long as we organize and work together, we will survive. (Many unprepared people will NOT survive.)
- The denial is over. The crash is here. Time to take action if you have not done so already.

These Are the 20+ Food Facilities That Have Burned in 2022

Every year, a small percentage of food facilities are destroyed in industrial accidents. But 2022 has been ESPECIALLY ACTIVE, with over 20 fires at food facilities so far—a much higher figure than average. But these disruptions to our US food supply chain during already historic supply shortages will only make the inflation of food prices worse.

NOTE: Mike Adams with <u>NaturalNews.com</u> reports nearly 100 fires of food processing facilities in the U.S.!

Valuable Resource

 Resilient Prepping – a free audio book (and pdfs) that teaches practical principles for multi-layered (redundant survival and preparedness strategies that work on high-tech, low-tech, and NO-tech scenarios. Available from ResilientPrepping.com.

Summary

As the pace of change accelerates, it becomes even more critical to draw close to the Lord, to seek His comfort and guidance, for time is short:

PREPARE YOUR HEARTS TO WIN THE RACE

Posted by 444 Prophecy News on 2022/07/06



And finally, always remember that we are not to live in fear, but to trust the Lord:

"Trust in the Lord with all thine heart; and lean not unto thine own understanding. In all thy ways acknowledge Him, and He Shall direct your paths.

Proverbs 3:5-6

Blessings on your day,

Mark Peterson, Ph.D.