

Life in the Spirit Blog

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

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Mene, Mene PART II – The Crash of the U.S. Dollar



commons.m.wikimedia.org Rembrandt (1606-1609)

<u>Table of Contents</u>	<u>Page</u>
I. Introduction	2
II. Background to the Current Crisis	2

III. The Crash of the U.S. Dollar – Operation	6
Sandman	
IV. Summary	11

I. Introduction

Our nation – the U.S. – is on the cusp of an extraordinary change – an economic crash that may also be the largest wealth transfer in the history of the world. It is important to understand that it is not merely an economic crash, but a change in how nations and corporations do business in the global economy. And it will affect you and me, our lifestyles, our financial assets, and how we live.

PART I, "Mene, Mene, Tekel, Upharsin – America, You Have Been Weighed in the Balances and Found Wanting", featured messages from several watchmen and women that absent major repentance of our people, our economy will crash. This PART II, and will focus on the crash of the U.S. dollar and how this is most likely to come about.

II. Background to the Current Crisis

At the end of World War II, the U.S. emerged as the dominant superpower. Consequently, the U.S. dollar was established as the world reserve currency (the currency that all financial transactions would be conducted in from one nation to another), backed by gold. President Nixon took the dollar off the gold standard in 1971 (because it required our government to buy more gold every time our government wanted to increase spending), leaving it backed by nothing but the full faith of the U.S. government. (Do you trust our government to always tell the truth and do the right thing? Me neither.)

The U.S. dollar being the world reserve currency is a really big deal, because it allowed us to just print money out of nothing, and spend it for whatever our politicians wanted to. So our politicians have spent

money like a drunken sailor and ran up a tab – our national debt of \$31 trillion.

How Much is a Trillion Dollars

One trillion dollars (\$1,000,000,000,000) would yield a stack of \$100 dollar bills to the height of 631 miles. Our national debt, \$31 trillion, would amount to a stack of \$100 bills 19,561 miles high, or a stack of \$1 dollar bills 1,956,100 miles high. This would amount to EIGHT STACKS OF \$1 BILLS TO THE MOON. And our corrupt congress spends a trillion dollars like it was chicken feed! To paraphrase the late Senator Dirksen, "A trillion here, a trillion there, pretty soon we are talking about real money".

Our national debt is increasing every day, will never be paid back, and is clearly unsustainable. And any organization on an unsustainable trend will sooner or later CRASH, like some idiot driving down a street at 100 miles per hour. The graph below shows that this is a global problem, and the debt is rising exponentially:



Source: Egon von Greyerz, Matterhorn Asset Management

This ability to spend money we don't have has enabled the U.S. to become and keep its superpower status, with over 700 military bases in over 130 countries, and maintain eight Air Force carrier groups that

can project our military power all over the world. It also provides us with a high standard of living in which we can buy real goods and services from other nations and pay for them with dollars that were printed from nothing. With the U.S. dollar as the world reserve currency, other countries have had to buy dollars to do business, thus keeping up the value of dollar in the global marketplace.

In 1973, two years after Nixon took the U.S. dollar off the gold standard, his Secretary of State Henry Kissinger brokered the petrodollar, an agreement in which Saudi Arabia (and the OPEC nations) would sell their oil only in dollars, raise the price of oil significantly, and use their excess revenue to buy U.S. Treasuries. U.S. Treasuries are debt instruments that allow our government to spend money it doesn't have; our government can just sell Treasuries when it needs more money than taxes bring in (and pay interest on the Treasuries). In return for that huge favor, the U.S. government agreed to militarily defend Saudi Arabia.

So the dollar went from being backed by gold to being backed by our military might. To see how this plays out in the real world, ask Saddam Hussein of Iraq and Muamar Khaddafi of Libya. Oh, that's right - they are dead – assassinated, and their countries invaded by the U.S. and its NATO supporters because they had the gall to propose doing business in some currency other than the U.S. dollar. Of course our corrupt government and the compliant mainstream media put a different spin on it to justify these invasions to the American public.

The petrodollar is now dying because the Saudis saw how we turned tail and fled from Afghanistan. So they signed a security agreement with RUSSIA. Now as nations no longer need U.S. dollars to buy oil from OPEC nations (including Russia), they are dumping them. As there are no other buyers, they will have to be purchased by the Federal Reserve, and hyperinflation is on the way as trillions of dollars flood our economy.

They will also dump them because other nations have now figured out that the U.S. is a bad credit risk due to our tremendous overspending (more than our tax revenue), low interest rates, and high inflation rate. Why should they buy U.S Treasuries paying 3% or less, when our true

inflation rate is at least 15% and more likely 20%? They would be losing purchasing power big time. So because no other country is purchasing our U.S. Treasuries, the Fed has to print money to buy them. And no country has ever printed itself to prosperity – EVER! Consider this – assume a fixed amount of commodities, then double the money supply, and prices inevitably go up. This is inflation.

How the Fed (the Federal Reserve) Works

In 1910, a group of European and American bankers met in secret at Jekyll Island off the coast of Georgia to plot how to capture the power of the American financial system. They created the Federal Reserve Act (which is neither federal nor a reserve), which passed in 1913. It authorized a private corporation (the Federal Reserve), formed by member large banks, to control the money supply of the United States (which is illegal according to the U.S. Constitution). Normally, as national economies grow, their governments increase the money supply so that the purchasing power of the currency remains stable.

But with the Federal Reserve Act, if our U.S. Department of Treasury needs more money than taxes generate, they create debt instruments (U.S. Treasuries), which are then sold, typically to other central banks. If other central banks won't buy them (as is now primarily the case), the purchaser is the Fed, which purchases them with money it creates out of thin air. So all increases in the money supply are in effect LOANS from other central banks or the Federal Reserve, and therefore require our government to pay interest on these loans. Our federal debt is now \$31 trillion, and we pay interest on those loans, much of it to the Federal Reserve. Nice racket if you can pull it off, don't you think?

When Russia stopped conducting international business in the U.S. dollar, it put a bullseye on Moscow. The U.S. then took Russia off of the SWIFT system – the international financial exchange system based on the dollar. This is like closing their checking account! This action sent the message to all nations in the world that if you don't go along with the U.S. / NATO political agenda, whatever it is, you too can be cut off the SWIFT system.

So an alternative system has emerged – the BRICS nations – Brazil, Russia, India, China, and South Africa, who have developed an alternative financial transaction system to the U.S. dollar and the SWIFT system. Futhermore, this alternative system is gathering momentum, Saudi Arabia is now selling oil in non-dollar currencies, and more and more nations are moving away from the dollar. This is particularly salient with a coalition of 142 nations called Operation Sandman (explained below).

The bottom line for us is WHEN (NOT IF) the dollar is no longer used as THE world reserve currency, the U.S. will be unable to spend more than it produces (just like every other nation). Welcome to the Third World, and the company of Venezuela, Argentina, Zimbabwe, and dozens of other nations that print money out of nothing to cover their expenses and lifestyle. But the catch is that without world reserve currency status and the petro-dollar, we will see hyperinflation – prices for goods and services that we can now only imagine.

Is this a surprise to our Lord? No. Is He worried? No, but He does urge us to become informed and plan ahead, FOR THESE EVENTS ARE COMING. As you will see in the articles below, THE HANDWRITING IS ALREADY ON THE WALL.

This "Part II - The Crash of the U.S. Dollar" will show us the geopolitical forces at work to take the U.S. dollar down and how we can prepare. But these forces are already in motion and time is short.

III. The Crash of the U.S. Dollar – Operation Sandman

The #1 threat to our economy is the U.S. dollar losing its world reserve currency status, which would cause trillions of dollars to come back to the U.S. and trigger hyperinflation. And here is what hyperinflation looks like. (Sell a chicken, pay off your loan for your farm). Here are articles that show that other nations are abandoning the U.S. dollar as a means of exchange:

<u>DITCH PetroDollar! BRAZIL FRANCE ISRAEL Replace U.S.</u> Dollar with Chinese Yuan, No longer Allies?

- March 31, 2023 France became the first European country in the West to sign a trade agreement allowing payment in yuan instead of dollars or euros. The state-owned company Total, the world's second-largest LNG giant, was the first to carry the flag of de-dollarization, signing the first LNG purchase agreement with a Chinese state-owned oil company to pay in yuan.
- This new landscape in global energy markets and international reserve asset space now suggests that the role of the U.S. dollar is being weakened or shared, especially as landmarks of dedollarization by several major Middle Eastern oil-producing countries, represented by Saudi Arabia, Iran and others, continue to emerge and be exploited.
- The European Central Bank, Switzerland, Japan, the United Kingdom, Sweden, and the Bank for International Settlements have formed a digital currency development group to bypass the centrality of the dollar.
- Switzerland has officially started the process of building a yuan hub, replacing some of its dollar reserves with yuan by selling off dollars in the international reserve space.

GAME OVER - Operation Sandman; Bo Polny, Andrew Sorchini, Dave Scarlett

- When Saudi Arabia signed an agreement for protection with Russia on August 24, 2021, I predicted the U.S. dollar as world reserve currency (the petro-dollar) would be gone within two years.
- Operation Sandman 142 countries will repudiate the U.S. dollar on a single day. THIS WILL BE THE MOST MASSIVE FINANCIAL EVENT IN ALL OF WORLD HISTORY.
- The people pushing the Central Bank Digital Currency will find it crashes as well, and a new currency will emerge, backed by gold and silver.
- Silver and gold are an insurance policy against the government.

Steve Quayle and Mike Adams on the Money Meltdown (Operation Sandman)

- It is hard to overestimate the impact of the U.S. dollar no longer being used as the world reserve currency.
- China plus 140 other countries are committed to Operation Sandman, an agreement to dump the U.S. dollar on a particular day.
- It will lead to the implosion of the U.S. dollar and Weimar, Germany – style inflation, so much more than we have ever experienced. This would cause us to lose our superpower status and dominant military status.
- The government would then come to the rescue with Central Bank Digital Currencies (CBDCs), which give them control of our finances.
- When the nations dump the U.S. dollar, the price of imported products will go up by 4 to 5 times, almost overnight.
- They will have a bank holiday and close the banks for two months. When they re-open, the money you have in your account that could buy a car can now buy a T-shirt.
- Food prices will go up 15-20% PER MONTH.

NOTE: Operation Sandman received fresh confirmation recently, when Kenyan President William Ruto stated in the video below: "For the people who work numbers, I am giving you free advice, those who are holding dollars, you might soon go into losses. Do what you must do because this market is going to be different in a couple of weeks." He is in effect predicting the crash of the U.S. dollar.

Kenya President Urges Country to Get Rid of US Dollars Starts Imports in Local Currency



China, Brazil strike deal to ditch U.S. dollar for trade SQ; THE NEW ORLEANS FUNERAL STREET BAND IS PLAYING AS THEY CARRY US DOLLAR COFFIN TO THE CEMETERY! ALL 142 'SANDMAN NATIONS', ARE THE U.S.\$ PALL BEARERS

- China and Brazil have reached a deal to trade in their own currencies, ditching the US dollar as an intermediary, the Brazilian government said on Wednesday, Beijing's latest salvo against the almighty greenback.
- The deal will enable China, the top rival to US economic hegemony, and Brazil, the biggest economy in Latin America, to conduct their massive trade and financial transactions directly, exchanging yuan for reais and vice versa instead of going through the dollar.

Online Grocery Prices up 10.3 Percent in March as Inflation Continues to Bite



Saudi Arabia FINALLY Cuts tie with the US, Leaving the US HELPLESS | NEW Saudi_SCO partnership

Why The World Is Dumping The American Dollar | Vantage with Palki Sharma

<u>Inevitable De-Dollarization: Which Countries Are Moving</u>
Away From Greenback?

Thanks to Washington's Abuse of the Reserve Currency Role, the Dollar Is on Its Way Out

Get Ready for the 100 Dollar Cheeseburger

Economics expert issues dire warning on 'serious threat' faced by US dollar: It's 'inevitable'

186 More Banks At Risk - This Crisis Is Far From Over

<u>Prophetic Alert: Bank Failures and Economic Crash! – Joshua Giles</u>

DEATH OF THE DOLLAR, IN GOD WE DON'T TRUST

Former Treasury Official Warns of Complete Economic
Implosion if US Dollar Loses Global Reserve Currency Status

Role Reversal: The Collapse of the Dollar-Enforced Empire

Gold's Rise And How The World Is Changing Before Our Eyes

<u>De-Dollarization Worldwide, Bank Collapses, CBDCs, Crypto Takedown, & more w/ Andy Schectman</u>

Brazil's Lula travels to China and calls to end US dollar dominance

IV. Summary

Our nation and the world are undergoing massive changes, many of which are described in the Bible written nearly 2,000 years ago. When we understand the forces at work (see Background of the Current Crisis above), we can recognize THE HANDWRITING ON THE WALL of what is coming. An obvious example is Saudi Arabia, our "ally" since the petro-dollar was forged in 1973, signing an agreement with RUSSIA for military protection and CHINA to sell oil in the yuan. So we are seeing the gradual abandonment of the U.S. dollar as the world reserve currency.

PART III of this series will explore the implications of this for our lives and how we can best prepare. It will be coming soon and you won't want to miss it.

In the meantime, spend time with our Lord, our ultimate protector, provider, guide, and source of love and truth. For time is short, eternity is a very long time, and we are not guaranteed tomorrow.

Be bold. Be strong. Be courageous and walk with the Lord.

Mark

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