

The Big Economic Lie

You Are Being Fed A Line Of Crap ...

Let Me Tell You The Truth

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It seems almost daily that there is some sort of “good news” about the economy coming out. Mostly we hear about the stock market improving.

The truest sign that things are actually somewhat bleak is with the recent jobs report that came out. That report is being given out in the news as yet another “green shoot” that the economy is improving.

Let me be clear about something. That jobs report said that the US is still losing jobs, and the unemployment rate rose from 9.2% to 9.4% ... and that's a sign of economic improvement?

The reason this report is being hailed as yet another sign the economy is “bottoming out” is because the job loss is not as bad as what analysts believed.

However, that report doesn't take into account the *tens of thousands* of new layoffs about to occur at GM and Chrysler.

In other words, when the next report comes out, we can expect to see still larger numbers of people out of work and the total unemployment rate to climb still higher.

My point here is that you are being lied to. The worst part however isn't even what the news is telling you ... it's what they are leaving out.

5 Signs The Economy Is Still In Deep Trouble

First Sign Of Trouble ... China's Laughing

Timothy Geithner, our utterly unqualified treasury secretary, went to China, hat in hand, promising that the US was going to improve the strength of the dollar and reduce the US debt load.

The things Geithner said literally had the Chinese laughing ... and not at his jokes, but at the things he said regarding reduction of the debt and the strengthening of the US dollar.

The Obama administration is still talking about *more than one trillion dollars in additional bailout needs*. President Obama has a budget with 1.2 trillion in deficit and that doesn't include more than one trillion he's already spent on the bailout and the more than one trillion more in bailout money he's planning to spend.

The actual US deficit for 2009 is likely to *exceed 3.5 trillion dollars*.

The only way to do that without bankrupting the country is to print an *insane* amount of money.

So, the Chinese found it rather funny that Geithner promised to do things that they knew the US had less than zero intention of actually doing.

It doesn't help that the Chinese are completely aware of how completely incompetent Geithner is. Keep in mind that as Chairman of the Fed in New York prior to being announced as Treasury Secretary, it was his *job* to monitor and regulate financial institutions along most of the eastern seaboard. You know, the same institutions that precipitated the global financial collapse in the first place.

Outside of the US, Geithner has no credibility. That the US would send Geithner to China promising things the entire world knows we will not, and can not, deliver only makes that situation worse.

The end result is that with the US still needing to auction off hundreds of billions in additional debt, the Chinese are unlikely to be the rescuers of poor fiscal constraint to the US that they have been.

The Second Sign Of Trouble ... Rising Treasury Yields

The interest rate that the US government has to pay on its debt "floats" and is controlled by the market. Currently, yields on treasury notes are flying through the roof and now sit above 4%.

This means two things.

First, and most importantly, treasury bills are no longer seen as a safe haven in these troubled times. There is getting to be a growing consensus that the US

government is going to *have* to lose its gold star credit rating.

Secondly, it means that the amount of money it will cost the government to repay the growing avalanche of debt is increasing.

With the US debt burden rapidly eating up larger and larger amounts of GDP, the growing cost to repay that debt is only going to exacerbate this issue.

In fact, it is these first two problems that are leading to the third problem:

The Third Sign Of Trouble ... The Collapsing Value Of The Dollar

The dollar is currently sitting at a three month low. Now, it is true that very recently it was *worse*, with the value of the dollar will above 1.4 compared to the euro.

It is also true that the dollar is likely to strengthen against the euro in the medium term (next three months or so).

However, China is laughing at the US and our economic and monetary policies meaning that they are extraordinarily unlikely to add to their stock pile of US dollars and debt.

Further, with the yield on treasury notes increasing, the US is going to have to print more money.

So, beyond three months out, the dollar has a very high likelihood of breaching 1.5 compared to the euro before the close of the year.

Put that scenario together ... rising cost to repay the debt with a weakening dollar, on top of falling employment; already things are looking pretty bleak.

Unfortunately ... it gets worse.

Fourth Sign Of Trouble ... Rising Gold Prices

When people get worried about the value of paper money, gold *always* goes up.

Well, guess what ... gold is once again on the rise and sits over \$980 an ounce; spitting distance from the psychological \$1,000 mark.

Now, it is true that some of the trouble in the middle east and Korea is causing

this. However, the *real* reason for gold rising again is fear that the global financial system has not seen its worse days yet.

In fact, the words “collapse of the financial system” are being used more and more often ... and by high ranking members of multiple central banks throughout the world.

I honestly believe it is only a matter of time before gold blasts through the \$1,000 barrier and well beyond

Fifth Sign Of Trouble ... Oil Once Again On The Rise

Don't you find it rather strange that at the same time consumption of oil is falling, stockpiles of gas and oil are rising, oil is still going up despite the fact that output has remained the same?

So, demand is reducing while supply is remaining the same ... yet prices are rising?

How does that make sense? What happened to the laws of supply and demand? Should oil be *falling* in price instead of rising?

Looked at in a very basic sense, oil should be falling. However, oil is priced on the global market in dollars.

The value of the dollar is falling. Not only that, but very often, the price of oil acting counter to supply and demand is a leading indicator of where the value of the dollar is headed.

In other words, the oil market is predicting that the value of the dollar, over the long term, is headed ever downward. Given out *massively* out of balance the real supply and demand equation is with oil right now, the indication is for a massive weakening of the dollar.

How much weaker?

The prediction for oil is for the price per barrel to increase still further to somewhere between \$75 and \$90 per barrel. I know that's a pretty wide range, but that tells you how nervous about the dollar global financial players really are.

In fact, what is causing this jump in *several* commodity prices is that *many* major investors (such as China) are fleeing paper assets for hard assets such as oil,

and this is partly what is to blame for the rise in oil and what *must* cause still further weakening of the dollar.

What To Do About It

For starters, monetary policy in Europe, combined with political turmoil is going to cause some minor strengthening of the dollar over the medium term, particularly come July when the ECB begins additional QE measures.

This strengthening of the dollar will likely continue for perhaps as long as three months, possibly as little as two (strengthening to last until September or October).

Following that however, the value of the dollar is likely to fall through the floor.

From a trading perspective, over the next few months, expect to see the dollar in a very large zig zag pattern that is basically downward (speaking about EURUSD).

Because the bounces on the way down are likely to be large, sharp, sudden, and occur with little warning, any “non-scalp” style trade should have a much tighter than normal trailing stop. That will mean that the usual “bouncing” may result in you having to make more trades than usual that have less profit than usual. Later, I will explain how you can avoid this from happening.

Secondly, learning about commodity trading should be considered a *must do* activity. With many commodities on the rise, it won't take rocket science to suck some pretty easy cash out of this market ... assuming you know what you're doing and learn how to properly trade commodities (trading this market is rather different than trading forex).

Getting Additional Help To Make Larger Profits

I can give you additional assistance to navigate what is going to be a very choppy forex market over the next 4 to 5 months.

In fact, how would you like to get mentoring from me for only \$19?

Now, you may be aware that I just closed a mentoring program where the cost was \$997.

You may be wondering how can I possibly now open a program costing so much less without *really* ticking off those folks?

That's simple.

The \$19 cost is good for two weeks ... or ten trading days.

During those ten trading days I'll show you how to grow your trading account, *proving* to you, that my mentoring is worth every sent I'm asking for it. If you have an account that is at least 2k in size, you'll make ***way*** more in that period of time than what I am asking for.

Understand what I am saying. I am telling you that I can show you how to navigate some pretty rough waters ahead ... turning this time of uncertainty into *major* profit for you. I am saying that I can help you in ways that will be difficult, if not impossible, for you to do yourself (thanks to the connections I have and the researchers I employ).

And all for only \$19 to get started. If you're ready to finally make some serious cash with your trading, but hesitated to jump on the previous mentoring deal, then this is probably what you need to get over the "hurdle".

One thing to know however is that after those ten trading days, the cost will be \$997 a month for three months (the mentoring will go on for something around one year, but payment will only last for three months), but *only* if you wish to continue with the program beyond those first 10 trading days.

In other words, the people that got into the mentoring program early are getting a significant discount from what you are getting.

On the flip side, you are going to get the mentoring for much less up front and I'm going to have to *prove it to you* that the mentoring is worth it.

The diversification program is available, but will only include the last of the 997 payments you make which means it will be a little while before the income from that becomes available to you.

However, the other promises that were made about the mentoring program *do not* apply to you because those promises were made to make people feel safer about joining the program and putting the 997 into the thing up front. You're going to get to test drive the program for two weeks, so the guarantees aren't "needed" for you.

So, in exchange for putting my own rear on the line to prove to you that the mentoring is worth it, I get to make a little more.

This program is going to stay open for only a very short period of time. Probably only a week. At that point, I will close all mentoring programs and it will probably be more than a year before I do any more of them.

If you are interested in doing this, please send me an email to support@4sqa.com and let me know. Like I said, this program is only going to stay open for a very short period of time.

I have a *lot* of people that were "gun shy" about putting the 997 for the mentoring up front but said they would do it if I put something together like this. That means I expect to have **way** more people doing the program than I am going to want to try and manage.

Seriously, I have 73 emails from people telling me they would join the mentoring if I had some sort of trial that would let them test it out first ... I only want 20 more folks.

That means this program is probably only going to last a few days before I fill up

the last few spots.

So, send me that email very soon and let me know if you are interested.