## THE U.S. HOUSING COLLAPSE OF 2005: WHAT WILL HAPPEN NEXT...

Now that the wheels are already in motion - with Fannie collapsing, and housing prices heading for a meltdown - what can investors expect to happen next? Here are three devastating things to look for...

- A Massive "Credit Crunch" Stung by bad loans (such as your neighbor's), banks will make
  it harder for everyone to borrow. Businesses will slow their investment. Consumers will
  slow their spending. In short, the economy will fall victim to a liquidity lockup.
- Up to 50% of Your Home's Value Will Vanish Overnight Once banks slow or stop lending to new homebuyers, a huge leg under the housing bull market will be kicked out. This slowdown in home buying will lead to falling home values of up to 80%! So what do you think will happen when Americans realize that the payments they're making each month a result of the great refinance trend of the past few years add up to much, much more than the value of their home? You got it...thousands of investors will default on their loans.
- A Devastating Stock Market Collapse The credit crunch, the struggling consumer, the
  ravaged personal balance sheet of America...all will take their toll on stock prices. Over the
  next 10 months, consumers will spend less...corporate earnings will fall...and the U.S. stock
  market will take a massive hit. A seemingly endless stream of bad news with each event
  related to the one before it will send the market into a slump that will take months to dig
  out of.

Adding insult to injury is the fact that the value of the bonds that were a significant part of you carefully planned retirement portfolio will also take a nosedive. Defaults by Fannie Mae and Freddie Mac - along with the public realization of just how much debt and 'imaginary wealth' has been created over the past several years - will force everyone to realize that a mortgage-backed bond is not nearly as safe as they had hoped.

#### How to Avoid This Danger... WITHOUT SELLING YOUR HOME

While the threat associated with the collapse of the housing market is very real, I want to make one thing perfectly clear: You do not have to sell your house in order to avoid danger. Not even close.

In fact, I have identified nine simple steps you can take - today - to not only protect your hard-earned assets...but also profit from this historic combination of events.

These opportunities come in all shapes and sizes. Some are defensive in nature while others are more aggressive. But they all share one important trait: All "Fannie Mae...is a train wreck moving in slow motion when in this modern world of finance, and given Fannie's balance sheet - one would think the wreck would occur at the speed of light."

-Bill Fleckenstein, Jan. 24, 2005

position you for significant short- to medium-term profit while at the same time lowering your overall exposure to the risk faced by the masses.

My name is Daniel Denning, and I'm the editor in chief of **Strategic Investment**, the remarkably accurate financial advisory that has been helping investors profit during both up and down markets since 1984.

For the past 20 years, *Strategic Investment* subscribers have

been taking advantage of our astonishingly accurate recommendations and "big picture" market calls. *Strategic Investment* has historically combined a unique ability to identify world trends and also to identify the most effective way to take advantage of those trends.

## "I'm Not Bearish On Investing... This Isn't The Only Place To Invest In The World."

Before I begin detailing some of the recommendations you'll receive in my new, **FREE** report that I'll rush to you by e-mail, I'd like to make one more point:

I'm not bearish on investing in general...not at all. Instead, I'm simply bearish on the U.S. stock market. We all need to remember the United States is not the only place to invest in the world.

Some of the opportunities I have identified are in places or things you literally could not invest in as recently as just five years ago. The key, as always, is in identifying the trend and then identifying the best way to profit from that trend.

Most U.S. investors feel that the U.S. stock market is the only place to invest. Sure, on some level they may realize that there are other options available to them...but after all, they're Americans, so they invest in America.

As the horrific financial events unfold in the United States over the

next several months, it's imperative that you avoid getting caught up in that one-sided way of thinking. But I think once you see just what types of profits lie ahead, you'll quickly realize where you*should* be putting your money...

## PROFIT OPPORTUNITY #1:

## Double-Digit Profits From Billions In Mortgage Defaults

My new research report will give you everything you need to **rake in double-digit profits** from what could be more than a *billion dollar mistake* by one of the country's most famous publicly traded entities.

One of the most alarming "danger signs" pointing to a collapse in the housing market is the remarkable risk that has been taken on by the government-backed mortgage lenders over the past five years.

Since 1999, these "government sponsored enterprises" have become the credit engine that is fueling the entire U.S. economy. In fact, in every year since 1999 rising mortgage-related debt has exceeded even federal government debt!

If I were to tell you of a business - any business - that had racked up over \$5.7 trillion in liabilities against just

Mortgage-Related Debt Surpasses Federal Debt	
6000	

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\$1.2 trillion in assets, you'd be a bit skeptical of their long-term prospects, wouldn't you?

And if I also told you that this total of \$5.7 trillion in liabilities was built up during a time period when the borrowers responsible for those liabilities were more likely to default on their obligations than at any point in history, well...you'd certainly avoid buying shares of this company. In fact, if you owned ANY shares of the companies that have amassed this debt, I'd urge you to sell them immediately!

But while you're on the phone with your broker, there's one additional step you can take that will position you for a short-term double-digit gain when the pieces begin falling into place.

With this one simple trade - which I spell out in clear detail in my new, FREE report - you will not only take the first step toward cashing in on this historic profit opportunity - and set yourself up for a double-digit winner - you'll do so with limited downside risk.

## PROFIT OPPORTUNITY #2:

#### Cash In On This Bank's \$240 Billion "Day Of Doom"

Maybe the only thing more shocking than the staggering amount of liabilities that's been built up by the GSEs in recent years is the fact that U.S. banks are battling each other to be first in line to gobble up that debt.

One company in particular is so ridiculously overexposed at this very moment that it presents us with a high-yield, low-risk **profit opportunity**.

No single bank in the world has more to lose if the situation I've described to you comes to pass. This bank has a well-earned reputation for making bad bets and losing big. It's also sitting on a huge "D" bomb, derivatives. When interest rates move up...watch out!

I'll show you a simple way to **take advantage of this bank's enormous risk**. In fact, in my new, **FREE** report I'll tell you EXACTLY how to **profit** ...and do so while limiting your overall risk exposure. We're targeting a 9-month gain of 75-240% on this trade!

#### PROFIT OPPORTUNITY #3:

## 42% - AND CLIMBING - FROM THE SAFEST BET ON THE PLANET!

So given the fact that the dominoes have already begun to fall setting in motion one of the most significant financial crises this country has seen in decades - where is the safest place for an investor to put his money?

The answer is the same as it has been for centuries.

This single investment - in what is perhaps the safest asset class

on the planet - has already produced 39% gains for my subscribers since it was first recommended in the pages of **Strategic Investment** ...and there's still plenty more to come! In my **FREE** report, I'll tell you the name of this company And I'll also tell you precisely when to invest...and how long you should hold this low-risk, long-term play.

### PROFIT OPPORTUNITY #4:

## 397% Profits As The Great Mortgage Bubble Bursts

During the Great Mortgage Bubble Boom of the past five years, construction of new homes has reached record levels. That's because - like any boom - the higher the price goes for a financial asset, the more supply of that asset you can expect to be produced.

It happened in the railroad boom as investors poured capital into building more railroad capacity than could be used...

It happened in the telecom boom when companies like Global Crossing laid down fiber based on "pie-in-the-sky" assumptions about the infinite demand for bandwidth...

And it's happening TODAY as the Great Mortgage Bubble Boom will set back the demand for home ownership for years. And businesses that have made a killing bringing new supply to market will be faced with a crunch when demand dries up.

By simply following the recommendation in my <b>FREE</b> report you will <b>position yourself for a gain of 98% - 460%</b> in the next three and a half months as the bottom drops out of the U.S. housing market. I'll tell you precisely how to profit with this one simple trade - and I'll also tell you how to actually LIMIT your downside risk in the process.	е

## COMBINED GAINS OF 127% FROM FIVE "PRECISION-GUIDED" INVESTMENTS

In every bull market, there's at least one "fashionable" class of investment everyone talks about. And this time is no exception...but in this case, we've actually figured out a way to take advantage of this current "fad" in a way no one else has. And we've done so to the tune of 127% in combined profits.

I like to refer to the investments that result from this particularly strategy as "Precision-Guided Investments." Why? It's easier than ever before for you to make one decision and instantly be long or short a whole sector, an index, a country or an asset class. You can have a simple investment idea, a big idea even, and invest in it with precision getting the most bang for your buck if you're right.

By employing our highly successful strategy for incorporating these unique investments into your portfolio, you can take advantage of opportunities without the added risk of high P/E ratios and enormous debt. Simply put, I'd rather be right about where to invest at the moment than worry about some of the more dangerous details. And this strategy is paying off handsomely...

As a matter of fact, just five of these recommendations have already returned combined gains of 127% in the Strategic Investment portfolio...and we expect them to continue soaring!

Here's the best news: you can learn about each of these "Precision-Guided Investments" - FREE of charge - in my new special report, How to Pile Up 500% Gains Using EFTs. I'll send you this report FREE - along with your other free reports - when you sign up for a no-risk subscription to Strategic Investment.

# GET OPPORTUNITIES LIKE THESE FROM ONE OF THE MOST RESPECTED SOURCES IN THE INVESTMENT COMMUNITY

I've given you the unique stories behind four excellent opportunities that have come about as a direct result of the significant - and yet dangerous - situation facing the U.S. housing market.

But the truth is...there are **five more** opportunities I haven't yet told you about.

You can get the precise details of *all nine* of my up-to-the-minute - including clear, step-by-step instructions on how you can take action today - in my new special report, *The U.S. Housing Market Collapse of 2005: Nine Ways You Can Survive the Greatest Market Collapse of Your Lifetime*.

This report is yours **FREE** when you sign up for a no-risk subscription to *Strategic Investment*, the monthly newsletter that has a history of getting the world's most significant financial trends right...and leading investors to huge profits as a result.

## What You Can Do - TODAY To Survive The Coming Collapse Of The U.S. Housing Market

As you can see, *Strategic Investment* has a long - and profitable - history of identifying those trends that are most important to individual investors. For nearly two decades, we've helped investors not only avoid dangerous situations...we've helped them realize enormous profits along the way.

This particular trend, however - the inevitable collapse of the U.S. housing market - figures to dwarf all of those we've seen over the past 20 years in terms of its overall impact.

And what's more, it's a scenario so astonishingly dangerous that the mere mention of it in public just one year ago was enough to cost one senior government official his job...and make the report he spent two years preparing suddenly "vanish" without a trace.

That's why I feel it's so important you read my new report, *The U.S. Housing Market Collapse of 2005: Nine Ways You Can Survive the Greatest Market Collapse of Your Lifetime*. as soon as possible. In fact, I feel this matter is so urgent I've arranged to rush you your copy by e-mail right away - **FREE** of charge and with no obligation whatsoever.

Accessing your **FREE** copy of this report couldn't be simpler. In fact, you can literally do so with just the click of your mouse.

But there's actually more to this no-risk offer than just this powerful report. You see, in addition to our report on the U.S. housing market, my research team and I have also prepared several other reports - each detailing specific financial situations and how you should profit. In order to make absolutely certain that you do everything you can to build and protect your wealth over the coming months, I am prepared to give you three

additional reports, also absolutely **FREE** of charge.

Here's what this means: When you take advantage of this limited-time, no-risk \$99 one-year subscription offer, I will not only send you - at no extra charge - the powerful new report *The U.S. Housing Market Collapse of 2005: Nine Ways You Can Survive the Greatest Market Collapse of Your Lifetime...* but I'll also send you two additional reports. Each of these reports identifies specific profit opportunities that can be acted on immediately...and each report also provides the step-by-step instructions needed to do just that.

Each of these reports is valued at \$80...and has the potential to help you realize double- or triple-digit profits in the coming months:

**FREE BONUS #1:** The U.S. Housing Market Collapse of 2004: Nine Ways You Can Survive the Greatest Market Collapse of Your Lifetime

FREE BONUS #2: How to Pile Up 500% Gains Using ETFs

FREE BONUS #3: Make 10 Times Your Money in the Inevitable Resource Explosion of 2004-2005

Join me for a two-year subscription at the incredibly low price of \$159, and I'll send you the three bonus reports above plus two more free reports:

FREE BONUS #4: Total Profit Protection From the Coming China Crisis

#### **FREE BONUS #5:** The Trade of the Decade

#### A 100% RISK-FREE PROPOSITION

As I said before, this offer is 100% **RISK-FREE**. What that means is that if during the first two months of your subscription - FOR ANY REASON - you feel like my service is not for you, you may cancel anytime, no questions asked, and you'll receive an immediate refund of every penny you paid.

Up to five special reports - including the 20-page *The U.S. Housing Market Collapse of 2004*, which provides NINE *immediate* recommendations for you to act on right away - are yours **FREE** with your subscription to *Strategic Investment*...and there is absolutely no risk to you whatsoever.

Why am I giving away \$400 worth of values - all with no obligation? There simply is not sufficient time to produce and mass-market a comprehensive book on the coming housing market collapse...so this is the most effective way for me to get my message out in a short period of time.

What's more, I believe so strongly in the value of my service - and the likelihood that you will profit handsomely from my recommendations - that I do not wish to keep your money if you are less than satisfied in any way.

As great as this offer is, however, you must act TODAY if you want to take full advantage of these extraordinary opportunities. The threat to the U.S. housing market is very real. And as I've said throughout that report, that presents a clear

danger to those who are not prepared.

This impending scenario also, however, presents a tremendous opportunity for you not only to protect your financial foundation...but also to realize enormous profits along the way.

I urge you to join me today for what should prove to be a most successful journey.

Sincerely,

**Daniel Denning** 

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Senior Editor, Strategic Investment

P.S. Sign up today and receive immediate access to the four **FREE** special reports...you can literally call your broker today and take the steps necessary to protect you from what figures to be the most significant financial catastrophe of our lifetime.

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