"What's coming will be more devastating to the U.S. economy than any nuclear strike..."

- The Asia Times

# Get Ready For a Shocking Glimpse...

### "China, 2050"

The year is 2050. China is the richest, most powerful nation on earth. And America's Golden Age has come to a crashing end. Impossible? Don't be so sure...

- Beijing has already made secret deals with the Saudis, the Thais, the Russians, and even our neighbors to the north, the Canadians
- Chinese energy companies some owned by the Chinese military - already boldly and blatantly steal oil from Japanese territory in the East China Sea
- And the Communists have already set a \$2.2 trillion Treasury bond TRAP for the U.S. government... and they're using that money to buy our future from under our feet!

As I'll show you, it's a deliberate <u>stealth attack</u> from Beijing. A Total Economic Attack in which billions of dollars have <u>already</u> quietly disappeared... with more devastation to come.

Protect yourself now, and you can not only "China Proof" your money... you can also use these two simple investments to multiply your wealth by as much as 794%...

Dear Reader,

What if I could give you a glimpse of the future? The year is 2050. Gao Ben Dai, a Shenzhen venture capitalist, gets ready for work...

Claire - the American girl who works as the family's nanny - gets the children ready for school. Claire learned Mandarin Chinese in grade school, just like everybody else who grows up in California.

Remember this is 2050... and China is the richest and most powerful nation on earth.

Claire's father works in China too. At General Motors International, the Chinese "Red Chip" now headquartered in Hong Kong. And owned in part by the PLA, China's massive military. Over 40% of the cars in the world are made here. The PLA now owns a piece of *Mitsubishi Motors* and the *Ford Motor Company* too.

Along China's coast, thousands more huge factories hum 24/7, cranking out 60% of the world's textiles, sophisticated electronics, and computers for the world's IT industry.

#### And America?

Forget it. We're no longer #1. We're not even #2 (that spot's reserved for India). Today, nearly 50 years into the future, America's economy has fallen by the wayside...

### **How China Expects To Take Over The World**

#### See, back in 2004, nobody even saw this coming

Sure, China's economy was running hot...

Imports, up 40%. Industrial output, up 50%. Annual growth, close to 10%. China had just swallowed nearly half the world's cement... 30% of the world's oil... 90% of the world's steel... and more than double the world demand for copper. Not to mention iron ore, aluminum, timber, wheat, nickel, coal, and just about every other raw resource you can imagine.

But it looked like it was running too hot. And there were corrections. *Buying opportunities*, we call them now... just like the buying opportunities in U.S. stocks back in 1918... in the 1950s... or in 1981, 1989, or 1993...

Only, the long-term trend was different.

Over the long term, just kept on growing. She sucked the world dry of oil... minerals... and other raw resources... while one cargo boat after another steamed out of her ports, filled to the gills with products to dump overseas.

In just a few months into the second term of President Bush it will

be clear... America's "Golden Age" is over.

By 2010, hundreds of thousands of workers - including Mexicans, Brazilians, and Thai - soon started drawing their paychecks from Beijing. Even the Americans and Canadians had gotten roped in. Many of them working for giant Chinese corporations they hadn't even heard of when the 21st century first began.

Meanwhile, back in China, the good times were just getting started...

### **Trading Away The "American Dream"**

The Chinese middle class - all 300 million of them - was living the good life. Luxury cars and larger houses... cities full of steel and glass skyscrapers... nightclubs bathed in the glow of neon. It looked an awful lot like the life historians used to call "The American Dream."

#### This is no fantasy. It's the future.

If China gets what they want... if the "battle plan" they've drawn out works in their favor... they WILL win the economic war... America WILL broke... and millions of investors, especially those invested in the wrong companies here on Wall Street, will lose billions of dollars.

Not in 45 years... not in 10 years... but here and now. Because what I'm about to show you is real. It's shocking. And it's already started to happen. *I'd better explain...* 

### "Getting Rich Is Glorious"

The Party Bosses in Beijing have a new saying that would make Chairman Mao turn over in his grave. It's "getting rich is glorious"... and you'd better believe they'll stop at nothing to make it happen. Including the total destruction of America's world financial advantage.

For some investors, it's hard to believe it could happen. Especially the Americans who feel "house rich." And the ones who have fat stock portfolios, stuffed with the biggest and most popular company names in America.

**But believe it.** Because we're *already* more vulnerable to this attack than most of your fellow Americans understand. Not in our airports or on the battlefield... *but in our bank accounts!* Think about it. Already, here in 2004, we've got...

- A \$600 billion trade deficit
- A steady loss of high-wage manufacturing jobs to China and Mexico
- Near-zero personal savings rate, high credit card debt, and an epic housing bubble
- A secret government deficit of some \$44 trillion.

And a series of foreign wars that depleted the countries treasury, polarized the population, and alienated the world.

#### The Chinese know this.

And they have a secret plan to take advantage of it.

It's important for your own financial protection that I show you what they intend to do. It's also important I show you how to protect yourself. And I will. In fact, I'll send you a series of FREE investing reports that lays out a *step-by-step* strategy you can use to "China **Proof"** your wealth.

But before I do, let me just give you a quick preview of what Beijing is already doing - right now - to lay an economic *mine field* in front of the American investor...

First, the Chinese accumulated over \$2.2 trillion in U.S. dollars. Cashing in U.S. Treasuries gave China plenty of money to sock away huge piles of raw materials and resources, all needed for the not-too-distant future.

Then China slowly replaced the U.S. as the #1 destination for foreign direct investment. China didn't need it's own investment capital. It got plenty from the West, who built thousands of factories to take advantage of China's humongous and super-cheap

### How To Trade Every "Red Chip" Company In China -By Buying Only One U.S. Stock

You can buy the entire China economic miracle with one stock. In fact you can also buy the fastest growing 2,000 small companies in the world, all at once, for less than a few hundred dollars, and with the chance to multiply your money many times over in a matter of weeks.

That's not all. You can aggressively "short" the entire U.S. government bond market in one single swoop...all with leveraged and less risk. You can also be "long" the fastest growing economies and sectors in the world in one decision, with less risk and more leverage.

Five years ago, this would have been impossible. But now you can't afford NOT to do this. It's that lucrative. And it may be the single best way to trade the

labor force.

And finally, China played a dangerous strategic game to corner most of the world's oil. Without realizing, the U.S. played exactly into China's hand...alienating the Saudis...who found themselves a new superpower protector in Beijing. And a new customer for the world's most procious.

massive geopolitical trends driving world stock markets. And you don't have to invest a penny outside the U.S. to do this. How?

Check out the details in your FREE copy of one of my newest special investing reports, "How To Pile Up 500% Gains Investing Outside of China." Please read on to learn more about it...

for the world's most precious - and essential - commodity.

It won't take much to unleash the *financial firestorm*. All they have to do is start dumping Treasury notes. In a flash, interest rates soar. So do mortgage rates. And it's like a time bomb hitting the U.S. housing market...

Home prices plummet. So do stocks. Retirement savings vaporize. Companies fire their U.S. workers and close their doors. Or they pack up and move to China. Overnight, *millions of Americans are poorer than they ever imagined they could be.* 

But not everybody will get hit.

In fact, some investors will protect themselves. <u>Some will even</u> multiply their wealth by as much as 794%... without risking a single dollar invested outside the United States...

## The Only Two Investments That Can "China Proof" Your Portfolio and Multiply Your

### Money By 794%

Of course, it's 2004, not 2050. But make no mistake. *China IS already becoming the economic center of the universe*. A lot faster than you think.

How do I know? My name is Daniel Denning. And I've just come back from a three-month investment research mission in Asia. What I saw there, I'll describe to you in the pages that follow...Including credible evidence showing that not *only* is China still growing at a blistering pace... but that it's growing <u>deliberately at the EXPENSE</u> of the American economy! That's right.

The Chinese government has devised a specific "three-prong" strategy to suck the fire out of the American economic machine... to use that wealth to line their pockets... and lay the foundation for China's own future.

But as I said, there ARE steps you can take to protect yourself.

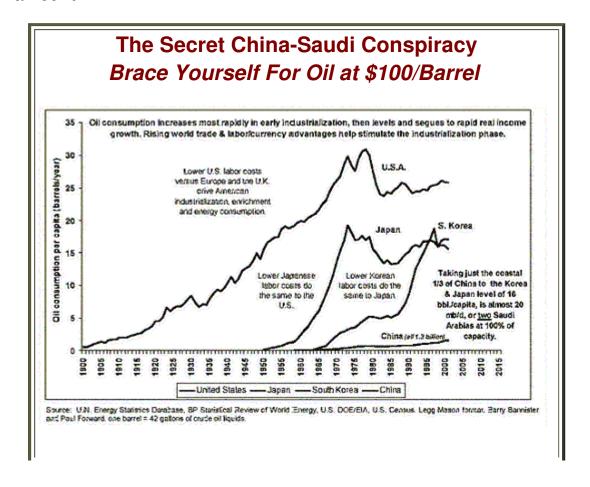
In fact, this may be the **greatest investment opportunity** since the Industrial Revolution... and you can *multiply your wealth safely, on the fringes...* as this historic trend unfolds.

You can read about it, step-by-step in your FREE copy of my new investing report, "Total Profit Protection From the Coming China Crisis." I want to send it to you. Again... it's FREE. I can mail it to you or, if you'd rather have it to read just five minutes from now, I can actually send it -- privately and securely -- to any email account you care to name.

Inside this report, "Total Profit Protection From the Coming

China Crisis," I'll show you how to make eight times your money on one trade that plays the entire Chinese economic explosion with a single stock. I'll also show you another "China Proof" investment that could soar as much as 350% to 400% by the end of 2005.

You can do this without risking a dime inside China. It only takes about five minutes to set up. And you can get started with very little capital. As little as a few hundred dollars. But because this is a limited-risk, leveraged play... you can make many, many times that amount.



China's oil demand is soaring. But it's barely getting started. Take a look at this chart, showing oil trends in history's other major economies...

South Koreans use one barrel of oil per person in 1965. By 1990, they used 16 barrels per person. From 1950 to 1970, Japan when from one barrel to 17 barrels per person. And from 1900 to 1970, the *U.S.* went from one barrel to 28 barrels per person. What happens when China reaches those levels?

Today, China uses 1.7 barrels per person and they're already the second largest oil importers in the world. at just 16 barrels per person... the world would need TWO extra Saudi Arabias pumping oil at full capacity... just to keep up!

Meanwhile, secret deals between the real Saudi Arabia and China have already begun.

Barron's analyst and Strategic Investment contributor Marc Faber is calling for oil prices over \$100 per barrel. And he says this could be the watershed event leading to "World War III." Find out more -- plus how to invest safely - in your FREE copy of "Make Ten Times Your Money in the Inevitable Commodities Explosion of 2004-2005." Please read on to learn more about it...

# Three More <u>Free</u> Investing Reports You Should Read Before You Invest Another Dime

I also want your permission to rush you three *more* **FREE** investing reports. Inside those you'll discover...

• How to make up to 455% on a buy-and-hold mutual fund!

- A dozen ways to make Asia gains without buying Chinese stocks!
- How to lock in up to 953% profits on the next leg of the goldmarket boom!

And how to sock away as much as 10 times your money on what I firmly predict will be a breathtaking **20-year boom** in commodities!

That's four**FREE** investing reports total, all of them written and fact-checked personally by me. Each of these reports come from the new **STRATEGIC PROFITS PROTECTION LIBRARY** that I want you to have, at no charge.

I'll show you how to send for all four **FREE** reports in just a second.

But first, you need to see what we're up against... how America got into this situation we're in right now... and what you can do to help make sure you manage to get out of it safely, with all your money intact...

## "The Big Sword Overhanging The U.S. Economy"

This a threat so real... and so immediate... the *Vancouver Sun* calls it "The big sword overhanging the U.S. economy."

The *New York Times* says this is savage attack from the Far East threatens, "the very stability of the global economy."

And the *Irish Independent* says this could "rip the heart out of manufacturing growth in Europe and America."

It's happening. Not in 2050. But right away. China is <u>already</u> hoarding raw resources. They're <u>already</u> stealing natural gas from Japan's exclusive economic zone in the East China Sea. They're already flexing their "missile muscles" against neighbors like Taiwan. And they've already meat with Vladimir Putin and the Saudi Princes to make secret deals for future petroleum reserves...

It's all bad news for the rest of the world. But none of it compares to the \$2.2 trillion TRAP China has set for America!

As you're about to see, this is the key to China's plan... a deliberate, methodical assault on America... that could bring our way of life and our dominance of the world economy to a crashing end.

There's no time for apologies. And no time to drum up excuses.

You need to know **now** how to protect yourself. And you need to know how to build a safeguard of extra wealth, to fall back on when China finally decides -- and they will decide - to pull the plug and bring the American economic miracle to a crashing end.

Make no mistake. The "combatants" in this war may not carry guns or ride in tanks. They arrive in limousines and wear business suits.

But they're in this war to win. And here's their battle plan...

#### **Guerilla Economics!**

Step back for a second. And remember...

When we talk about modern China, we're not talking about a

democracy. We're talking about a military dictatorship. Even now, in 2004. This is the way they do business.

I'm calling it "guerilla economics."

The goal is to destroy the competition. And at the same time... create a guaranteed money-making environment for China's own entrepreneurs. Is it working.

For China, absolutely...

Ding Lei is 32 years old. He's also the richest man in China. His **NetEase.com** outfit didn't crank out a nickel of profit until 2003. But his stock is up 50-fold thanks to ecstatic American investors, and **Ding is now personally worth \$900 million!** 

Chen Tianqiao is just 30. In 1999, he ran a cartoon Web site. Now he runs **Shanda Networking**, an online gaming business out of Shanghai. New York venture capitalists helped him get started. **Now he's personally worth \$480 million**.

Larry Rong's dad is Rong Yiren, founder of **CITIC**. CITIC is the biggest company in China and a magnet for U.S. investment dollars. Larry is personally worth \$850 million. His family is worth closer to \$2 billion.

The military government of China has their hands deep in the pie too. Take China's biggest TV and cell phone maker, TCL Corp. It's state owned. Last year they exported 3.83 million TVs. They expect to ship 5 million more!

The top 100 richest people in

"All Beijing has to do is to

China now have an average wealth of \$230 million. Another 10,000 or so more Chinese are worth at least \$10 million so far. And that's up from zero millionaires in China as recently as 1979.

mention the possibility of a sell order going down the wires. It would devastate the U.S. economy more than any nuclear strike."

Asia Times, Jan. 23, 2004

Of course, most of the companies listed on the Shanghai exchange are still state-owned. The top 14 Chinese car-makers are state owned -- with bloated bureaucratic budgets. But that doesn't matter -- in 2003, U.S. investors poured millions and millions of dollars into China Brilliance Automotive shares -- and it's stock shot up 232%!

For all appearances, it looks like China has cracked the code of Western capitalism.

Three years ago, for instance, China didn't manufacture a single laptop. NOW they make 40% of <u>all laptops sold worldwide!</u> They're also ranked as the world's biggest maker of computer hardware... consumer electronics... even steel (remember when that used to be Pittsburgh?).

China cranks out 38% of the world's cell phones. And half of the world's shoes. Plus most of the wooden furniture, video games, and televisions in the United States.

But guess what happens when you take a look at the <u>other</u> side of the coin...

### Is This the End of the

#### **American Miracle?**

We're feeling the China boom right here at home, too.

But somehow it's not the same...

Here in the United States, **American Metal Ware** had made nearly 2.5 million pots in their Wisconsin factory... before they had to shut it down. Chinese manufactures stole the design and cranked out copies at half the price. To compete, Metal Ware had to move over to China.

**Levi's** were the all-American brand. They once had 63 U.S. plants. They just closed the last two and fired all the workers. Levi's will be made in China now.

Walt Disney was an all-American success story. But **Disney's** "Winnie the Pooh" dolls are made not here, but in the same place as Dr. Scholl's sandals and Foster Grant Sunglasses -- China.

How about **Wilson** tennis balls or **Black & Decke**r drills? Silk flowers, sneakers, wood furniture, and hand-held "Game Boy" video games? All sold here, but all manufactured in... China.

A mind-blowing **80%** of all the toys, bikes, and Christmas tree ornaments sold in the Unites States came from China. Along with **90%** of the sporting goods and **95%** of the shoes.

**Motorola** spent over \$1 billion moving operations from the US to China. Thousands lost their jobs -- replaced by 10,000 Chinese workers in four new plants on the coast of the Yellow Sea.

Look, there's nothing wrong with making money. And you can't fault anybody for just doing business and looking out for their own best interests. **But at what cost? And whose expense?** 

A New Hampshire radio show made a public dare:

"Take \$400 an hour at Wal-Mart. Buy as many 'Made In America' goods as you can."

Two listeners took the challenge.

An hour later, they hit the checkout line with a basketful of 40 items. Guess how many actually were made in America? Just 10.

It's no wonder. Sam Walton, Wal-Mart's founder, wrote an autobiography called "Made In America." But today, Wal-Mart alone imports a mind-blowing \$12 billion of goods from China every year...

That's more than China's trade with either Russia or the United Kingdom! How did this happen?

### **Beijing's Ugly SECRET #1:** "Crush the Competition With Slave Labor!"

Chinese workers average 61¢ an hour. US factory workers average \$16 an hour. In other words, US workers make more in two weeks than most Chinese laborers make in a whole year!

Nobody outside of China can compete with that.

China gets an endless supply of labor for just pennies. And there's a waiting list nearly 200 million people long to take over those jobs when the current workers drop from exhaustion (they work 12 hour days, 7 days a week).

"We are beholden to the Chinese by our Treasuries. That worries me."

Carla Hills, Former U.S. trade representative

Moral or not, Beijing's slave-labor strategy does exactly what they hoped it would...

It's <u>sucked the life</u> out of America's more costly industrial complex!

Just check out the numbers: Over <u>450 U.S. companies</u> are based in China. That's more than <u>10 times</u> the number of U.S. companies there in 1990. They've got combined annual sales of \$23 billion. And more than 250,000 employees. In fact, U.S. investment in China is now a record \$33 billion a year!

Meanwhile...

Nearly 2,250 American manufacturing jobs here in the Unites States have disappeared... every single day! That's a not something new... it's been the trend day in and day out, over and over again... for 40 months straight!

What are the Chinese up to? They learned this trick from the Americans. Especially mega-rich superstars like Andrew Carnegie, John Rockefeller, and J. Pierpont Morgan.

It's the genius strategy of any savvy monopoly maker: First, move in and CRUSH the competition with cutthroat pricing. Then...

take away his business and leave him high and dry!

Thanks to slave labor, Chinese companies can crush U.S. competition with lots of cheap goods that USED to be made right here in America. In exchange, they not only get our purchases... they get our companies, when they're forced to pack up and move over to China so they can take advantage of the same cheap labor strategy.

What's more, China also gets to send a whole new kind of export to America... Chinese STOCKS! And in return for that, they get billions more in investment capital. Straight from the trading accounts of private U.S. investors. Imagine.

We're literally paying Beijing to "rip the heart" out of the U.S. heartland!

But it gets even better. Because that's only the <u>FIRST dirty strategy</u> engineered and overseen by Beijing. Here's the second...

## **Beijing's Dirty SECRET #2:**"Bait the Trap With Treasury Notes!"

Another fallout from Beijing's supercheap labor strategy is America's massive trade deficit with China. It just keeps exploding.



As you can see in this chart, it's already passed a gap of over \$120 billion. That means we actually BUY \$120 billion more in

goods from China than we manage to SELL to them. A household can't get rich... or stay rich... if it spends more than it takes in. Neither can a nation.

Yet, no matter what we try to do to stop the gap from growing... weaken our dollars, create trade tariffs, perfect production and slash costs... America just can't keep up.

The trade deficit is now exploding \$1.5 billion per day. Putting that in perspective... that means we spend an additional \$1 million on Chinese products... every single passing minute!

But that's not the worst part. Guess what China is doing with all that money?

- First, the money we send China gets reinvested in the PLA, China's massive military. (New reports say China has just built low-profile military bases on several disputed reefs in the Philippines!).
- Second, it goes back into funding more huge Chinese factories. With 200 million Chinese looking for jobs, China needs to build places for them to work! It also needs to buy HUGE stockpiles of raw resources to keep the factories running.
- Third, and most dangerous of all, the Chinese government uses a lot of their extra exporting income... to pile up an absolutely SICK number of U.S. Treasury bonds!

That's right. China spends nearly \$7.8 million an hour... or \$187 million a day... snapping up US Treasuries and dollars. The movers and shakers in China now hold the U.S. hostage to over \$120 billion in Treasuries!

#### Now ask yourself:

If it's obvious that U.S. interest rates have nowhere to go but up... if it's obvious the U.S. dollar has nowhere to go but down... and if it's obvious that Washington right now is literally spending America into oblivion...

### Why would the Chinese government sock so much faith in U.S. treasuries?

Simple. It's not a vote in America's future at all. Instead, it's Beijing's way of backing America into a corner! Think about it.

The Feb. 5, 2004 *Wall Street Journal* has <u>already</u> reported that other Asian countries -- who altogether with China and Japan included -- hold an eye-popping **\$1.9 TRILLION**in U.S. foreign reserves -- are starting to dump U.S. debt.

Korea and Thailand dumping is one thing. But when a massive holder like China stops buying U.S. debt and starts dumping, it's a much, MUCH bigger deal. Pressure on U.S. bond yields will skyrocket. Other foreign investors will run from dollar-priced securities in a panic. Long interest-rates will jump. And U.S. consumers, businesses, and investors will get crushed in the jaws of a very powerful "Treasury Trap"!

It won't take more than a whisper - "sell." And that's your signal. I promised earlier to show you how to protect yourself from exactly this kind of disaster. And that's precisely what you'll discover in your FREE e-mail report "Total Profit Protection From the Coming China Crisis!"

But before we dig into all that, let me share with you just <u>one more piece</u> of this sinister puzzle...

# Beijing's Dangerous Strategy #3:"Lock the U.S. Dollar in a <u>Death Struggle</u>"

To finance all its foreign debt, the United States has to spend a breathtaking \$55 million per hour... or \$1.3 billion per day... just to keep enough liquidity in the system to cover overseas interest-payment obligations.

Washington treats the Federal Reserve like a money machine: Walk up, punch the buttons on the printing press, and out comes the cash!

Why? Because the more dollars there are, the less they're worth. And the less they're worth, the easier it is to cover those interest obligations without wincing.

Trouble is, no government -- not even one as large as America's -- can keep up with that kind of program. Especially when you're overextended on your own personal spending budget by nearly half a trillion (with a "t") dollars!

So just by holding U.S. Treasures, Beijing already has us trapped.

But they haven't stopped there.

"America's growing reliance on high quality, low-price Chinese imports eventually might undermine the U.S. defense industrial base."

US-China Security Review Commission Report

China has ALSO hoarded piles and piles of ever-cheaper U.S .dollars. They've now got more than \$310 billion in U.S .dollar reserves! Again, you have to ask:

If U.S. dollars are backed by an overextended federal government... and if other major governments worldwide are already talking about switching reserves to gold and euros... if America's money isn't worth the paper it's printed on...

Why would China want to keep so much of their newfound wealth in the U.S. dollar, a currency that's already down more than 50% since October 2000?

Again, it's simple.

Since 1995, the Chinese currency -- the yuan -- has been pegged to the dollar at the weak exchange rate of 8.28 to the dollar. No matter how low the dollar goes, the yuan goes with it.

So no matter how low the dollar goes... it's virtually impossible to close any currency-related trading gap we've got with China! It's like seeing how long two enemies can hold their breath under water.

Whoever can withstand having a dirt-cheap currency the longest wins. But so far, judging just by the trading deficit, it looks like China is winning. And the U.S. is running out of options.

Could a stronger dollar shake loose the yuan's death grip?

Not at all. This is how the sinister yuan strategy works. If the dollar rises, the yuan rises in lock step. If the dollar drops, so does the yuan. China's trading advantage never disappears... but we risk

popping our own real estate bubble, slashing trade with Europe, and knocking the legs out from under stocks and bonds.

Meanwhile, China still has \$310 billion in dollar reserves... which it can trade for euros or gold at any time... and use to throw the dollar into a final death spiral.

When Beijing starts dumping, what follows could be worse for dollars than anything since Nixon broke with Bretton Woods in the 1970s.

Your FREE copy of "Total Profit Protection From the Coming China Crisis!" will also show you to protect yourself against this inevitable dollar collapse... with a strategies that can turnsevery \$1,000 invested into as much as \$78,400 or more. But first...

Still wondering how or why all of this could have been a <u>planned</u> economic attack... rather than just an accident of free-market capitalism? Still think all this is a coincidence? That's ok.

But before you make up your mind to the contrary, you'd better read this...

### **Strategic Investment:** A History of Predicting History by William Bonner

Right from the beginning -- over 19 years ago -- *Strategic Investment* has had a history of getting the world's most profitable trends right... and helping investors protect their money... and get richer!

• We called the fall of the Berlin Wall in 1989.

- We called the crash of the Japanese economy in 1990.
- We told investors the 1990 Gulf War would be "short." It lasted was 43 days.
- We said to get into Argentina when others ran the market tripled.
- We called the same British Pound devaluation Soros did in 1992.
- We kept investors out of the 1987 crash.

In 2003 alone, we hit with...

- 113% gain on September .86 Euro FX calls
- 76% gain on DOW Diamonds June 03 76 puts
- 65% gain on DOW Diamonds June 03 88 puts
- Our readers have socked away 28% on Allied Defense.
- We made 89% in ASA Limited, a South African gold fund.
- There is a comfortable 13.3% so far accumulated in Walgreen Co.
- Up 38% in Curtis-Wright, a mid-cap defense stock
- Readers locked in 87.6% on Ducommun Inc.
- Just under 40% gains on iShares Emerging Markets Index Fund
- Another 26% so far in the Hong Kong Index Fund
- Plus, we're up 26% on our iShares Japan Index Fund
- We've seen gains of 15% on a Singapore fund, 12% in a Taiwan fund Readers' holdings in Glamis Gold are already up 50% and we're recommending that they buy more.
- Up over 50% on Newmont Mining
- Up 46% on the Prudent Bear Safe Harbor Fund

No question, the "Big Picture" is the way to invest if you want to build real wealth... by spotting Big Trends before the rest... and raking in very substantial profits ahead of the crowd! Join us in our next long round of profits.

## Chinese Military Reports, "America Is the Enemy!"

If you still think I'm just speculating... that this couldn't possibly be planned... maybe you haven't heard yet about a hugely popular book that's still making the rounds... first in Beijing... and now at the White House, the Pentagon, and CIA headquarters.

The book is called "Unrestricted Warfare." It's written by Colonels Qiao Liang and Wang Xiangsui, two high-ranking officials in the People's Liberation Army of China (PLA).

America, says the book, is China's most likely enemy for at least the next two decades, if not for the whole 21st century. The battle, they say, will be fought everywhere. "Wal-Mart, the U.S. retailer, now has more than 300 permanent buyers in China, and last year imported \$12 billion of Chinese goods... if Wal-Mart were a country, it would rank ahead of Great Britain and Russia in total imports."

The Irish Independent, Sept. 26, 2003

Drug smuggling... attacks on America's computer networks... media manipulation... intellectual piracy... exploiting loopholes in international law... and one of the post powerful weapons of all, attacking America's financial base.

Here's a direct quote from page 51 of the book:

"Financial war is a form of nonmilitary warfare which is just as terribly destructive as a bloody war, but in which no blood is

actually shed... When people revise the history books... the section on financial warfare will command the reader's utmost attention."

Beijing takes this book seriously. So does Washington.

The book also recommends Chinese companies infiltrate the U.S. stock market.

Imagine if the U.S. government started building companies just to drain income from Dow and Nasdaq investors. Imagine the U.S. Army taking over Motorola or QUALCOM so they could suck technology secrets out of other nations. Maybe it wouldn't happen here.

But it's business as usual in Beijing. With companies like PetroChina, the huge state-owned Chinese oil company. Or Hutchison-Whampoa, the state-owned Chinese contruction conglomerate. Or COSCO, China's state-owned shipping giant.

The list goes on. As recently as 1999, the U.S. Congress named over 3,000 front companies for the Chinese army <u>operating inside</u> the United States!

Like I said...

Washington's got no grip on this. Neither does Wall Street. But you can do PLENTY to protect yourself. And make a handsome profit besides...

#### **MONEY MAKER #1: How to Make 794%**

### **Profits While Protecting Your Wealth**

I should introduce myself. My name is Daniel Denning. I spearhead a group of private investors who have been following explosive profit trends like this China phenomenon...

Plus, the recent run-up in gold... Greenspan's interest-rate games... Bush's war in Iraq and the flood of profits in defense stocks... and much more.

Everything this private group does is centered on a strategic insights just like these. And every member of this group is a reader of my monthly investment advisory letter, *Strategic Investment*.

It's one of the longest-standing investment letters in the industry... with a long history of huge, triple-digit gains... including better than 145%, 221%, 249%, 445%, 420%, 1,400%... and more. Just from pouncing on trends like these.

Strategic Investment readers discovered how to make 100% profits in one month with MultiCorp... 92% profits with SouthWest Gold in one month and... 249% profits in just four months on Philip Morris...

We've also made many other stunningly fast profits...

65% and 77% on Dow Diamonds puts... 45% on AngloGold... 87.6% on Ducommun... 39% on Oxford Health Plans... 28% on Allied Defense Group... 114% on Euro calls... another 171% on DJX puts...

But you're going to DWARF those gains when you take a gander at

the blockbuster double-play strategy in your **FREE** e-copy of my newest special investing report, "**Total Profit Protection From the Coming China Crisis!**" This is very simple.

It's made up of two steps.

You can do one, or both. It's up to you. But they're easy. And they take a minimum commitment of time and investing capital to set up. Here's how it works:

#### Let's start with the defending yourself against a falling dollar...

It used to be that the only way you could hedge against a currency was to take a huge chunk of cash down to the bank and throw it all into the foreign currency market.

This is what George Soros did in 1992, when he made a billion dollars in a single day on a crash of the British pound. But he had to leverage over \$10 billion to get that gain.

But it's not like that anymore. You don't need a huge pile of cash. And you don't need to buy the actual currency. You can profit from a delining dollar by buying outside the United States... and by buying commodities that are in huge demand by explosivlely growing nations.

In your FREE e-copy of "Total Protection From the Coming China Crisis!" I show you exactly how to do both with several blockbuster investment opportunities. They're low cost to get in. And all it takes is a phone call to set it up.

As long as the yuan is pegged to the dollar, Washington plans to

keep the dollar weak. But what they aren't telling you is they've already lost control. When the downward spiral begins, you could make at least eight times your money on this powerful strategy...

## ...Plus up to 400% on the Coming Bond Collapse!

OK, now let's look at protecting yourself from a bond market collapse. Remember, the Chinese hold an estimated \$120 billion in U.S. Treasuries. When they stop buying and start selling, it's crash time for the U.S. bond market.

Because to keep Treasuries attractive, interest rates have to go up. When interest rates go up, issued bonds with the lower yields look less valuable. And the bond market goes up in flames.

That's bad news for bond holders. But it's good news for you, if you know the strategy I recommend to profit from it. I lay out for you in "Total Protection From the Coming"

#### How to Make 500% in Asia... Without Investing in Chinese Companies

When you pick an "Exchange-Traded Fund" (ETF) to invest in, it has to be (1) liquid, so you can sell quickly if you need to move your money somewhere else and (2) inexpensive, since some are much better priced than others.

Right now, ETFs are popping up to cover sectors of the Asian-Pacific countries left and right. Japan, Korea, Malaysia, Singapore, Taiwan, India, Australia, New Zealand...

They're further broken down by sector, by size of the companies they carry, by the indexes they trade on, and just about every other variation you can imagine. Some are good, some are great, and some are excellent. You could do the research yourself... or you could find out all about the five ETFs I'm recommending right now for my

China Crisis!" Some of my readers and I have profited twice in the last few months...

Strategic Investment readers... just click the "Subscribe Now" button for the FREE report I've put together. It's called, "How To Pile Up 500% Gains Investing Outside of China."

In just eight days, we locked in 50%... in another four days, we

socked away an extra 27%... but this is a bigger opportunity, with a slightly longer term. I expect you to make up to 400% or more just on this strategy.

My *Strategic Investment* readers and I made the same kinds of exponential profits when I showed them how to buy puts on the Dow. One reader wrote in to say thanks for a **586% return** on one of my recommendations:

"Hello Dan, Thank you for the great advice. I bought my Dow Sept 90 Puts at \$1.40 and sold them for \$9.60. - a very substantial profit, thanks..."- Ian McFarlane

Another, who quickly made back his investment and is now piling up profits, writes:

"Thanks for getting me to check out those Dec. put options... I sold half at \$780 each and I've gotten all my money back and then some... they've been up to almost \$1,200 and we still have three months to go!" - John T. Ashworth

And still another *Strategic Investment* reader says:

"Dan, I ended up making four times my original investment... who's complaining when the profit margin is 300%!" - Mark Mansfield

When should you jump on this? As soon as China starts dumping bonds... that's our signal! I show you exactly how to set all this up in your **FREE** copy of the report. I also show how to do this inside the added protection of what's called an "exchange-traded fund" (ETF). Of course, this is just the beginning. Make no mistake. This is a tectonic shift in the world economy. And it's opening up many more ways to pile up a fortune...

### HUGE MONEYMAKER OPPORTUNITY #2: Make 10 Times Your Money on theResource Explosion of 2004-2005

I'm telling my *Strategic Investment* readers to get ready for a <u>20-year bull market</u> in just about every raw resource they can think of...

Copper... gold... silver... nickel....oil... natural gas... wheat... coffee...

What? Sure Dan, commodities have soared over the last year. But how could this run of profits last for <u>20 years</u>? Right of you to ask. And ordinarily I'd expect you to think I'd lost my marbles to make predictions that broad and that long-lasting. But first, hear me out.

Just on energy alone, take a look at these China-related numbers:

- In 1993, China became a net oil IMPORTER just like the Unites States.
- More than half of China's 26 provinces are already facing electricity shortages.
- China is now the second largest energy buyer in the world, after the Unites States.
- China will demand 290 millon metric tons of oil by the end of

2004.

- China's oil demand is expected to double by 2010.
- China's electricity demand has already doubled, and it should quadruple by 2020.
- Last year, China drove 35% of global oil demand.

That's just energy.

Consider: During the 1800s, Britain went through a boom. During the 1900s, it was America. Both had huge downturns during those times... but commodity demand exploded for both for the full century.

China's wealth expansion dates back to the first reforms in 1979. But already, they've at least doubled and tripled their needs for lots of raw goods. For instance, just in the last year China's steel imports SKYROCKETED 36 million metric tons (an international record)... its copper imports EXPLODED by 48%... iron ore, platinum, palladium, iridium, alumina...

If it can be chipped, mined, grown, or smelted, China wants it. A lot of it. And that virtually <u>guarantees</u> MASSIVE demand and commodity price hikes all around the world... almost as far as they eye can see...

## The Biggest Bull Market In Commodity History

Let's just think about this.

The Chinese already have more refrigerators, more mobile phones,

more TVs, AND more motorcycles than the Unites States. They need lots of juice to power all that technology. They're just getting started.

In the Unites States, we burn through 22 million barrels of oil per day. Asia -- with total population 10 times larger than in the US -- still "only" burns through 19 million barrels of oil per day.

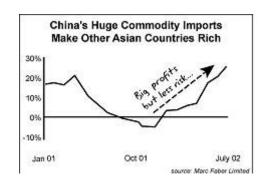
### What happens when Asia uses as much oil as the United States?

Chinese oil demand is already double what it was seven years ago. So is Japan's. Economist Marc Faber, who lives in Hong Kong, predicts it will double again over the next 10 years.

### <u>Translation</u>: Without oil and other commodities, the Chinese miracle is over!

Will oil geopolitics change? They'll have to. Will oil prices go up? Absolutely. Will investors in energy and other commodities get VERY RICH? I'm counting on it.

Here's the way to make money. First, take a look at this next chart...



Despite having a huge amount of land, China has a pathetic amount of minerals... and they've already burned through a lot of their domestic oil supply...

So China is literally a hostage to all

the rest of the countries able to feed China fresh supplies of raw material! Own the right commodity-based investments in the right countries and you'll make a huge pile of profits. It's almost that simple.

In the FREE STRATEGIC PROFIT PROTECTION LIBRARY I put together for you, there's another report - " Make Ten Times Your Money in the Inevitable Resource Explosion of 2004-2005"-I urge you to read.

I'll show you all the investments I'm recommending right now to readers of my newsletter, *Strategic Investment*. I'll also give you a full strategy for as much of the rest of this 20-year bull market in commodities as we can figure out in advance...

read on