

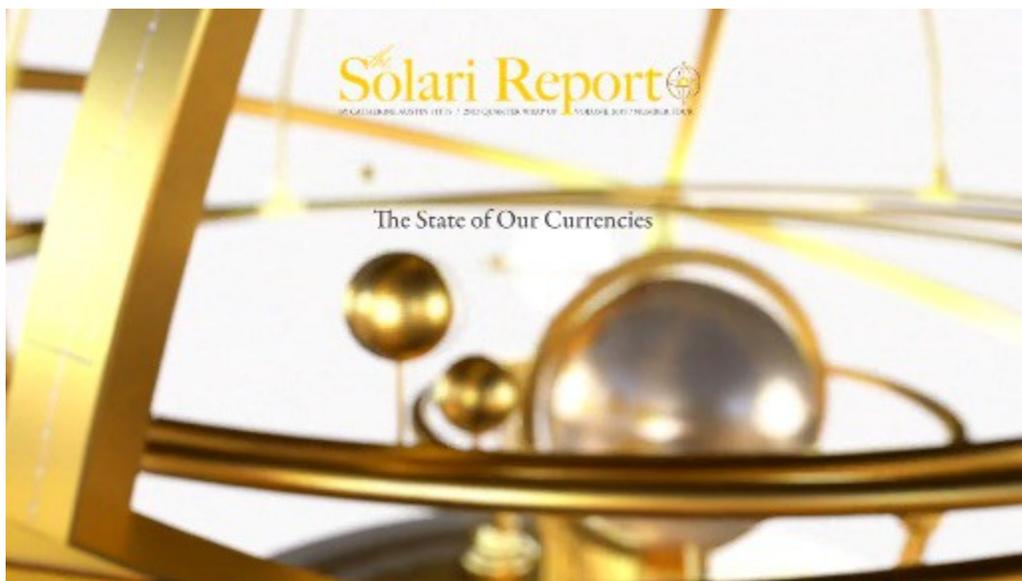
Actionable intelligence to live a Free & Inspired Life



# The Solari Report

August 6, 2020

**2<sup>nd</sup> Quarter Wrap Up  
The State of Our Currencies – Take  
Two  
with  
Catherine Austin Fitts**



**C. Austin Fitts:** Hello, and welcome to *The Solari Report*. Today is August 6, 2020, and this is Catherine Austin Fitts. I am here to discuss *The State of our Currencies*.

We did the original audio for *The State of our Currencies* in 2019 when I published the *2<sup>nd</sup> Quarter 2019 Wrap Up*, and we focused on the US dollar dangers and dominance and the de-dollarization that had been occurring in 2019. Events have accelerated, and they accelerated the transition from the dollar's reserve currency to a whole new system in the global reset. They accelerated it, and I've been watching it, researching it, and trying to understand it and delaying the write-up until we had a clear picture of what was going on. That is this discussion, which is called 'Take Two'.

We did the audio when we originally published in 2019, and this is 'Take Two'. The final written presentation is on the web presentation at <https://currency.solari.com/currency/> I strongly recommend that you read this. The theme is at <https://currency.solari.com/introduction-2/> where you will find the written analysis and a bibliography and a long chronology on the web presentation. When we make the PDF and hard copy, it will be in a bridge chronology, and there is plenty of chronological information in the theme text. Then there is a section on movies and documentaries, as well as *Food for the Soul*. Nina Heyn wrote a wonderful piece on money lenders in art throughout the ages.

So, a whole section is there, and I strongly recommend you review and explore it. It is extremely important to me that our subscribers avail themselves of this analysis.

We are going through a period of enormous change. The 'train has left the station'. The central bankers have launched their reset, and they are not going to turn back; they will 'plow ahead'. It doesn't matter how many millions of people get killed or thrown under the bus; we are in a global invention room. When things are this fluid at the top, they can get wildly chaotic at the middle and the bottom. That means that wherever you are, whatever industry you work in or around, or jurisdictions in which you live and where you are subject to laws and regulatory compliance, it means that we are in a state of real disarray. It is going to be impossible to predict what happens. Even the people running this can't predict what happens.

That means you need to understand, and you need to have a framework for what is happening. As things evolve and ‘bob and weave’, if you have that framework, and you understand the trends that are upon us, the news can make sense – especially if you are checking back in with us on the weekly interviews and *Money & Markets*. We can get in the business of being part of this invention room and having a say in how it goes instead of getting surprised and steamrolled.

I think that if you have the framework of the change in the governance and the economic models, and going from currency to the end of currency, – which is what they are going to try; let’s hope they don’t succeed – it can really help you understand what is going on.

For a subscriber who has followed much of our content over the last five years, this analysis will be relatively easy for you to understand. If you are new and haven’t gone back and digested and understood the different pieces, this is highly integrative. That means it will be to your benefit to go back and pick up the different pieces.

Please don’t feel that you have to digest this quickly; take the time it takes to digest the various pieces and to put the them together, and then look at them and see if you can apply that framework in the context of the jurisdictions of which you live and the industries in which you work. Keep feeding back; let’s keep discussing this at *The Solari Report*. Our job is to make sure that you have actionable intelligence.

I want to make sure that you have the framework and the intelligence you need to navigate a completely unpredictable, uncertain, and out of control environment. Whether, because you haven’t digested earlier *Solari* material or you’re not used to many of the terms that we use in a discussion of the financial system and the economy, don’t worry. Simply take this one chapter at a time, research the background, and digest.

I am going to go through the chapters starting with the first one, **Solari Report Resources**. There are many building blocks in our library and archives that will help you understand what is happening in the currency, and I list them in the

first chapter. If it makes sense for you, go back and listen to those different pieces – for example, the pieces on technocracy and the pieces on secrecy.

One of the hardest things for most people to fathom is that this situation grew up on them and surprised them, but it's been building for many years.

Amy Benjamin did a great interview with us on secrecy. If you understand how the secrecy has worked, then you will understand how you got surprised if you feel that you were surprised.

Patrick Wood has done a series on technocracy, including Opportunity Zones, that is invaluable because we are moving from using currencies in a market-based economy to a technocracy where essentially, we end currencies for the general population. So, it is understanding technocracy and the history of technocracy and how it evolved and its role as a resource allocation, and moving the human from a sovereign individual to just another resource to be harvested.

There are many, many building blocks. Two other very important building blocks are our work on space and the role of space, particularly space and the orbital platform as a mechanism to control what is happening on the planet. That competition in space is now going to a whole new level. In addition, we did a great interview in 2014 with Stephen Roach. I can't recommend his book, *Unbalanced*, enough. It is about the rebalancing of the China trade. Space and the rebalancing of our relationship with China in the West are major parts of what is happening. If anybody really brought the de-dollarization issue to a head, with their desire to build out global liquidity for their currency and their work with Russia to de-dollarize, and their leadership with the BRICS to de-dollarize, but also in their incredible success with Huawei and 5G and tech that really challenge the kind of dominance the West needs to maintain a reserve currency.

The challenge for the central bankers is: How are they going to take the enormous asset bubble they've blown over the last 20 years and migrate that bubble to a new system? It's one of the reasons they want very tight control of the population. If you are managing people who are going from a per capita income of \$65,000 to anywhere from 40-80% drop in their per capita income, central bankers want to have very tight control.

I had a very interesting discussion with Dr. Skidmore, which we will publish soon. In it, I said I thought that in the United States, the goal was to drop the per capita income from \$65,000 to \$15,000. Dr. Skidmore said, “That’s about an 80% drop. I was expecting about a 40% drop.”

I said, “Well, if you applied it fairly across the population, it might be a 40% drop. But why do you think they will apply it fairly? They are going to centralize more resources as they go.”

One of the reasons I talked about the missing money was the importance of using that as leverage to everything we could do to make sure that it is 40% and not 80%.

Many commentators have always talked about a global reset as though it was a markdown of the debt. So, we blow asset bubbles by inflating this extraordinary debt, and we then mark down the debt. Everything crashes, and then you go back to a market economy with prices in the same framework, but that’s not what is being conceived. What is being conceived of is a dramatic reengineering of the governance and economic systems and a dramatic reduction of resource use by the general population. Part of that is if you are going to rebalance the China trade, then the China trade is no longer able to levitate the false prosperity of the American population.

Part of the \$65,000 – whether it’s a 40% drop or an 80% drop – is that per capita income was levitated by the China trade, and China is not willing to provide that subsidy any longer.

The first chapter is the **Solari Report Resources**. The second is the **Introduction** where I talk about the transition between two systems. It’s important to understand that I see the system they are driving for as a return to slavery. Some people would say that we are a modified slavery system anyway, but that is nothing like what we are talking about. If you are talking about chipping somebody – whether nanotechnology or an implant or a brain machine interface – and the kind of mind control we are watching to sell and use the pandemic, this is a return to slavery. It’s a model where the human being is very, very debased.

I had one wonderful discussion with a subscriber who said, “We have gone from being a defined human to an animal, and now they are trying to turn us from an animal to a vegetable.”

My vision is that we reject the vegetable and go back to the divine human. I think it’s fair to say that everybody listening or reading this shares that general direction. The question, of course, is: How?

That is the framework: Global reset, and we are in a transition that will take years. So, get ready to ‘rock-n-roll’ for a long, long time. I think the first phase of this could be three to five years, and that is why you hear a variety of people – concerning COVID-19 – talking about how this is going to take ‘many, many years’. That is because COVID-19 and the World Economic Forum global reset is the marketing strategy and the air cover for, in fact, a fundamental change by the central bankers in how the governance and economy are managed.

The third chapter is **Governance Structure: Who’s In Charge?** I keep coming back to this on *The Solari Report* at every *Wrap Up*. The most important unanswered questions of our time are: Who is really in charge? And is the Earth an open or closed economy? We don’t know.

I will say that one of the primary goals of the current governance structure is to become a multi-planetary civilization. For those of you who have read our work on space, you know that I believe the reason we globalized in the 1990’s was to create the capacity in Asia that we need to become a multi-planetary civilization on very high speed. So clearly, one of the pushes for a global central bank is the BIS, which is the central bank of central banks, and is an association, if you will, of central banks. But we are building towards a much more centrally-controlled and a more powerful central bank. That is because, if you are going to interact off-planet and if you are going to have colonies on Mars and colonies on the moon, you need a central coordinating point. That is part of the push for a one-world government and a one-world central bank.

Another reason we are centralizing is that technology makes it possible. The technology that really makes it possible is mind control. For anybody who has watched the COVID-19 psyop carefully, it’s been remarkably successful.

Pertaining to the unanswered question of who is really running the planet, I use a nickname for the person who runs the planet, 'Mr. Global'. Is Mr. Global human? Is Mr. Global interdimensional? Does Mr. Global have treaty obligations or owe a dividend to somebody off-planet? These are the questions. It makes the analysis tricky, and you will see as you read it – particularly towards the end.

Another reason there is a push for an integrated global system is that there is a great desire by the central bankers and the banking system to bring in all seven billion people globally, and that means much lower transaction fees. If you look at the transaction fees in the West, there is no way that you can bring the frontier and emerging markets in those transaction fees. So, the desire to use technology to lower those transaction fees and to bring everybody into an integrated system is very, very strong.

When you think about the governance system, it is extremely important to understand that a currency system or any financial transaction system is only a subset of the governance system, and you can't invent, design, or think about the currency or the financial transactions without it being an intimate part of the governance structure. So, to talk about and design or change currency systems without understanding what it means to governance is sort-of an insane act, which is why I always get frustrated when people try to persuade me to redesign the currency system without being able to answer who is really in charge. I give several examples in the text of how, what sounds like a great idea, – a debt jubilee or a gold standard – could, in fact, make the governance situation much, much worse. It could make Mr. Global much more powerful on a centralized basis and wipe us out.

I gave those examples because I hear so many proposals that are made based on financial ideology without any understanding of the practical implication to political power on planet Earth. It's very important that you think about the governance structure, and you see all these things in the financial system, including the currency system, as only tools within the governance structure. You want to think about it on a very integrated basis.

In chapter four, I go through **The US Dollar: Dominant and Dangerous**. I've spent two decades hearing that we are about to lose reserve currency and

warning people that we weren't. The dollar throughout that period has gotten stronger. Many of the reasons it's gotten stronger are: If you look at the financial coup d'état – which is all of the securities fraud and the effort to basically move money out of the industrial economy into a new system and leave the retirement liabilities behind. I've always said that they wanted the money for space and new technology, and they wanted to take all the retirement promises and healthcare promises that they had made to the Boomer generation and leave them in the old economy. That way, the money is in the new economy, the liability is in the old economy, and then you say, "Well, there's no money. I guess we are going to have to go bankrupt and abrogate all the contracts."

One of the reasons I've been jumping up and down for 30 years is that as I watched the assets get transferred out of the system that had the retirement obligations, I was trying to warn people that it's a neat trick which you will see people do with companies. If your debt and your retirement obligations are in one company and you move all the assets to the second company, and then bankrupt the first company, you know what that means to the people who own the debt; the retirees own that debt.

So, the syndicate that runs the US dollar has engineered the financial coup, and that financial coup has made them much more powerful in terms of both managing the dollar, preserving it as a reserve currency, and putting the assets into a situation that makes them much stronger. Now we are in the end game, which is: How are we going to manage the liabilities, whether it is the debt or the retirement – which are stuck in the old system with far fewer assets?

I talked a great deal about the history of the dollar and how the dollar became the reserve currency and what it takes to be a reserve currency in *The State of Our Currencies, Take One*, which was the audio that I did in December 2019. It's linked from the commentary. If you want to go deep into the history of the dollar and how it became so dominant and dangerous, and what makes a great reserve currency, I would recommend you go back and listen to that. There is no doubt that the de-dollarization has picked up strongly in 2018 and 2019.

Jason Werth and I both read a wonderful book on de-dollarization that we did a review of. I also reviewed *The History of Central Banking*, and I recommend both

of those to you if you want to go into the history in a deeper way – both of the de-dollarization and the history of central banking.

Chapter five is on **The Rise of China and Too Much Debt**. During the financial crisis, we wrote off and stuck to the taxpayers a huge amount of fraudulent debt or ‘squiggly’ debt that had been sold domestically and globally, and we kept the economy going by China and the emerging markets leveraging up. The result is that around the world, there is far too much debt. Part of doing that was putting the world in a dollar bear trap. You lend vast amounts of money in dollars, people borrow dollars worldwide, and then you face something like COVID-19 where you slam down incomes. But in the meantime, their need for dollars and dollars to pay their debts continues.

After the financial crisis, the emerging markets in China very significantly ballooned their debt, and the other thing that happened was China’s growth rate continued to be strong and their leadership in technology was very, very significant. If you look at where they’ve come in quantum computing, AI, satellite technology, and they have their GPS satellites up now, and their ability to build out a Navy and their ability to do 5G, they’ve come on as an independent force much faster than many in the West expected. I’m still shocked that many in the West didn’t understand that was going to happen. You wonder how the United States got itself into the box that it’s in, but that is another question for another day.

One of the things that I talk about is the extent to which China has done a phenomenal job of identifying, in terms of technology, space, military, cyber warfare capacity, and, what I call, the ‘financial bazooka’ and global liquidity, and all the different pieces that you need to build out more liquidity on your currency and more lending power on your banking to start to build out your ability to perform as one of the five reserve currencies. China has done a remarkable job, and there is no doubt that we have entered now into a period of a win/lose competition.

I review that in chapter five. I refer often to a *Wrap Up* that we did called *Rise of the Asian Consumer*, which I strongly recommend.

I was very shocked when I published it several years ago that many of our

subscribers did not understand the extent to which China was expected in terms of GDP and many different components of the power equation to surpass the United States relatively quickly. Of course, if Huawei and 5G in China's system had been successful globally, it would have gone faster and it would have been very much more interesting.

### Chapter six is **Space, the National Security State, Secrecy, and**

**Privatization.** China and space are very much two sides of the same coin. The interesting thing about dominating in space is if you dominate in space, you can dominate the entire planet. For a long time, America was the only country with a GPS global satellite constellation up. Now we have Europe with theirs, Russia got theirs in 2011, and then this last year, Europe and China have gotten theirs up. So, we truly are in a multipolar world.

The likelihood of an intense space race between China and the United States is very, very real, and it wouldn't surprise me if many of the things that we are watching – including the COVID-19 'pandemic' is to do everything we can to put China in a dollar bear trap and tighten up their ability to spend money on their Navy, i.e. the South China Sea, Taiwan, Hong Kong, as well as in space.

Space will be unbelievably important to the kinds of activities that we are talking about in terms of building out the utility grid and the train tracks you need to do a global currency, and many of the other global technologies that are possible here, including energy.

The types of financial transaction systems we are talking about are huge energy 'hogs', and it's one of the reasons I've always believed that if they are going to do a crypto system, (and again, I don't think of crypto as a currency; I think of it as a control system) the question is: Where are they going to get the energy? Clearly, stopping all of us from commuting and staying home and working from home, saves some energy, but I think that ultimately, one of the goals of having a complete control system of the kind they are contemplating is that it allows you to bring out breakthrough energy, which I believe they've had for 100+ years.

Clearly, the national security state and the extraordinary secrecy that has been going on is critical to what has been happening. You can't understand what has

happened over the last 20 years, let alone where we are going, in terms of the end of currencies and the institution of a global control grid without understanding how the secrecy got this bad.

The ‘nut’ that went in place that made the global reset possible was FASAB 56. Dr. Skidmore and I spent an abundant amount of time talking and writing about FASAB 56 and what it means, but it means that you don’t need Epstein and the Clintons anymore; you can run all organized crime directly through the Fed and Treasury accounts unfortunately.

Part of this is ‘privatization’, and if you look at what is coming concerning radical reengineering of the US government and some government systems, even much more can be outsourced to private corporations. Of course, that makes secrecy even more possible. One of the great drivers of secrecy is turning over government operations to corporations, and not on an economic basis. Generally, the privatization has been very expensive and uneconomic for the taxpayer and is an enormous subsidy of the corporate infrastructure. Unfortunately, that has built a corporate infrastructure which is extremely inefficient and uneconomical.

As mentioned, chapter six was **Space, the National Security State, Secrecy, and Privatization**. We’ve done plenty on *The Solari Report* to help you understand how the national security state has evolved and how that relates to the economy. If you haven’t digested that information, I encourage you to go back and do it. I described some of the key Solari Reports to do that, both in the first and sixth chapters.

Chapter seven is **The Internet of Things (I call it the “Internet of Things Gold Rush”), Land, Real Estate, and the Final Mile**. If you are going to run a railroad across the United States, you have to build the train tracks from New York to San Francisco. It’s the same with the Internet of Things; you have to get a chip in everything.

We are watching with the smart grid, smart cities, smart meters, and smartphones is building out the train tracks in every community and in every home on the planet to create an infrastructure where all equipment and all things can talk to each other. So, you can have driverless cars and dramatically

reduce many different expenses. So, Amazon can ship your goods by drone instead of sending your goods through the post office or through FedEx. In a world where energy is extremely cheap, that could be highly, highly economical.

The electromagnetic pollution of this vision is a nightmare. One of the book reviews we published this year is *Invisible Rainbow* by Arthur Firstenberg. One of my concerns is that the pandemic is air cover for the kind of sickness and death and disability that will be brought on by 5G. I encourage you to read *Invisible Rainbow*. It's an extraordinary book, and it will give you a very valuable perspective.

The viruses and COVID-19 (and I call COVID-19 the 'magic virus' because it can do anything the deep state needs it to do) have been used as an excuse for much of the electrification sickness, and Firstenberg does a very good job of documenting it.

The Internet of Things is being sold as something that will bring great consumer delight and convenience and time-saving. In my reality, it brings the opposite. First of all, it brings surveillance capitalism. That is what it's been bringing for two decades. But the reality of what the Internet of Things is going to look like is the kind of rioting and looting that seems to redevelop Minneapolis. If you haven't read our commentary on Minneapolis's redevelopment patterns related to the looting, I would do it. It's rioting and looting to steal people's real estate. It's fires in Paradise, California, because somebody wants the land, and they are happy to burn out 50,000 people. It's why I recommended the TV series *Yellowstone*. *Yellowstone* is about land wars, and *Yellowstone* is clearly a graphic description, but I think that it is a much more accurate description of the change in values and the grab for other people's real estate and land that is going on and has been going on for several years now and will continue.

I describe in chapter seven why I think all the different developments – and crypto is a part of it – is part of a big push to control land and real estate. When you bring the energy price down, and my theory is that they are going to bring it down with breakthrough energy once they get the control grid in place, then the question is: How do you make money on it? The way you make money on it is by owning the assets that experience a radical reduction in cost structure, whether manufacturing or real estate. So, I think that part of the real estate and

land grab is implementing the smart cities, but it's also taking advantage of the enormous capital gains that can come from a big drop in the energy costs.

Chapter eight is the **Financial Transhumanism and the Final Inch**.

Unfortunately, the building out of the smart grid is envisioned to go all the way, not just into our electromagnetic bodies, but into our physical bodies – whether that will be done with nanotechnology and the injections with brain-machine interfaces into the injections or chips that are implanted. There are many different kinds of technologies that are being played with and prototyped.

In the currency theme in the write-up, we have an article that Jason Werth did for us called *Glossary of Human Ingestibles and Injectables*. He has been updating a database that we have in the *News Trends & Stories* section called 'Dr. Gates' Creepy Technology'. We named it that because the Gates Foundation is financing all of it.

If you dive in and look at all the different technologies that they are trying, – which includes putting vaccines in our tomatoes or spraying it over our heads – it is a very wide body of prototypes. Remember that we 'left the train', we are in the reset, but everything is being prototyped. So it's very, very fluid, and you are going to prototype 100 technologies before you try ten and settle on one or two. This could go many ways.

I'm convinced that, in addition to the 5G killing millions of people, the injections (or 'toxines', as I call them) will kill, disable, and poison many more millions. Remember that they are trying to roll them out with complete corporate liability indemnification, so corporations have no liability. They can kill a million people, and nobody has to pay. That is number one. Number two, the US government has now spent \$10 billion, and other governments have spent more to pay these vaccine companies to make vaccines. As they do, imagine the business model.

Somebody pays all of your costs to create the product, somebody mandates a market for you, and then they free you of all liability. It's like a money machine; it's impossible to lose money. So, you see Kodak, Tesla, and numerous entrepreneurs and companies that have zero experience in health science or injections or 'toxines' or vaccines are jumping in and declaring themselves now

a 'toxine' maker.

Make no mistake about it: These injections have killed millions, disabled millions, and poisoned millions. Now if you introduce injections that have not been through years of human trials and quality control under circumstances where the corporations have been paid to develop them and have no legal liability, and you roll them out with 5G, which also, if you look at the history of electrification, has the ability to make many people sick or kill many people.

If you do these two things at the same time, I can understand why you would want people to think that there is a dangerous pandemic going on because you will make so many people sick or kill so many people that you need a cover story. You can't just say, "We've stolen \$60 trillion, so now we are basically going to do a coup d'état and lower your income 40-80% a year, and we are also going to institute these injections and 5G which is going to kill and disable many of you, including your children. We're just going to do that."

You can't only say that, so you have to say, "Oh, no! There's a virus. We are trying to save you from it and protect you from it. We have contact tracers to help you."

It's an ugly picture, but I want you to look at it early and understand it because that is our best chance of working around it and navigating it and stopping it.

One of the things that is important for you to think about is, if humans can be communicated with and managed by AI that are also managing and communicating with robots, then the education of the robots by the humans through the AI can go much faster and much more efficiently. If you can use the same labor taxation and communication systems to manage both populations, you will save a fantastic amount of money.

If you look at this system that I am describing from Mr. Global's point of view, and you start to think through the challenges of managing robots and humans separately within the labor force, you can see why Mr. Global is pushing for an integrated system.

I've talked a great deal with Dr. Farrell about why I think much of the

transgender and LGBT rights issues have nothing to do with what they sound like; they really are about getting the labor taxation and all systems integrated between robotics and humans as labor. It's a dark picture, but it helps you make sense of what otherwise looks like why so many very wealthy, powerful people are financing these ridiculous movements.

In chapter nine, I dive into **Currency and the 'Going Direct' Global Reset**. What you saw was that 2019 was a turning point for the global consensus as being about the dollar. Nothing could threaten the dangerous and dominant dollar system unless you start to put together the institutional mechanisms to provide serious liquidity.

In 2018 and 2019, we started to see the BRICS nations finally begin to do that. They had been working towards it for more than a decade, but it finally started to come together. In the meantime, G7 and the BIS and the Swiss, along with the Fed, were working to finally come together and build the global firepower they needed to put together something at a global central bank level, including using crypto. In chapter nine, I walk through the chronology and some of the key dates.

Of course, one of the most important key dates was the central bank meeting in Jackson Hole in August 2019. We know this thanks to Pam and Russ Martens, who deserve a Pulitzer Prize for their coverage of this. The Going Direct plan was approved as a financial bailout plan by the G7 central bankers together. It was designed by a group of former central bankers who are on the BlackRock payroll, including Stanley Fischer, who is the former vice chairman of the Fed. He was also the Chairman of the Israeli central bank. The Israelis are clearly outpunching their weight in the Going Direct plan and many of the events that are driving it.

That meeting in Jackson Hole occurred right after the Bohemian Grove meeting, which is a meeting that would have reviewed and approved whatever was occurring at Jackson Hole. That came after the G7 got together and approved their framework for crypto. So, these are very significant events.

Immediately after the Jackson Hole meeting, the Fed went into the repo market and started the process of buying the world. As we have been covering with

John Titus in *Money & Markets*, we saw in a very short period of time the Fed basically print more money than they had in the previous three to five years during the financial crisis period. So, this is quantitative easing on steroids. Many commentators who believe in the idea of the ‘write down the debt reset’ kept thinking, “Oh, the Fed is losing control, and the system is going under.”

No, the system is being reengineered, and the reengineering is being led by the global bankers. The thing to understand about what makes this different is G7, plus the Bank of International Settlements, plus the Swiss National Bank, plus the Fed – all of them together – is the firepower you need to build a global central bank, particularly the financial bazooka. If you go back and look at the characteristics at the beginning of the currency write-up where I describe the key characteristics of a successful reserve currency, you have to have that financial bazooka. When you put the Bank of International Settlements and the Swiss National Bank and the Fed and the G7 together, including the ECB – pow!; you have what you need. You also have the power you need to put China back in the box or isolate them into a separate system if that is the way it goes.

It’s very interesting. As I finished the write-up on July 22<sup>nd</sup>, the Office of the Comptroller of Currency—one of the leading banking regulators in the US—authorized a bank by a letter to hold and provide services for crypto. My prediction is the next thing that we will see is the Senate and the House, particularly if we get a change in parties after the election, authorize a universal basic income using those crypto train tracks. However, this will be a crypto under tight control of the central banks, and it will be on the way to either a central global crypto or different cryptos within the different zones that easily – from a payment and trading standpoint – integrate into a global one.

I took many of the dates out of the chronology for 2019 so you could see how quickly things are moving. When you look at what is happening in the COVID-19 pandemic through the eyes of what the central bankers are up to, you realize that it’s just a marketing scheme for the reset. It’s phenomenal; I have to say that it has done a phenomenal job of marketing the reset.

Consider New York as of two months ago: Two hundred small businesses had gone bankrupt or had been destroyed and shut down. If you told people, “We are going to do a global reset and shut down all of your small businesses and

bankrupt you and throw you into a debt entrapment and reduce you to poverty,” can you imagine what people would have said after having lived through the financial crisis? They would say, “No, I don’t think so.”

Jim Cramer (Mad Money TV host) has called this the greatest wealth transfer in the history of Western civilization or civilizations. So, we have seen the US billionaires go up in net worth a month ago by over 20%, which is over half a trillion dollars. So it is extraordinary, and yet they’ve been successful – both with the mind control and selling this as a pandemic – at getting an enormous number of people to go along and believe that there is a real pandemic. It’s quite extraordinary.

I’m not saying that they’re not using chemical or biological warfare or EMF warfare where pathogens can be turned on and off, but if you look at the marketing effort of a global reset using a pandemic, I hate to say it, but so far it has been remarkably successful.

Chapter ten is **Crypto Transaction Systems: Institutional & Retail Challenges**. It’s phenomenally interesting that the central bankers have proceeded on a plan, and they are making it up as they go. Certainly, I understand why that is the case, but it is a remarkable thing to manage – to turn the entire financial system of an entire planet into an invention room and be making it up as you go. It’s quite extraordinary.

In chapter ten, I go through some of the challenges. I listed the ones that they have described. The Basel Committee at the BIS invited comments on the design of a ‘prudential treatment’ for crypto assets. I wrote on the issues of: “Is it sovereign? Is it private? Are the central banks direct or intermediaries? What do they do about deposit insurance and different functions and technology and laws and taxation? What are the capital requirements?”

Those are all the official reality or overt issues. They are very important issues and very tricky, difficult issues. I list them there, and, of course, you can link to the BIS paper.

Here are some of the real challenges. It’s important to realize how difficult some of these things are if you are sitting on the Committee trying to figure this out:

**Killing Cash.** You have to kill cash. You can tell from all the different things they are doing that they are trying very hard to kill cash. The big corporations are making a 'ton' of money. If you are Walmart, you go in and buy \$19.10 of vegetables, and then I refuse to give you \$0.90 change; I get to keep the \$0.90. You can imagine that if you are Walmart, you are making billions and billions of dollars from that. So, they have decided to kill cash, but in a way that makes the procentralization team a huge amount of money.

**Organized Crime, Existing Securities Fraud, and Dark Pools.** The centralized banks have always had a bit of a 'dance' because the only organized crime that can function on any size are ones that can use the banking system. So, it has always been tightly controlled by the central banks, but they have always had quite a dance of being able to put themselves into, "We didn't know. It was very complex money laundering. We need more control."

They have always had an excuse. It will be very difficult in something that is this centrally controlled to explain how we have a GDP for transnational organized crime that is the same size of Germany or Japan. So, part of their question is: How do they manage organized crime and pretend that they are not doing it?

**Rebalancing the China Trade: Two Systems or One?** Is China going to come into the G7 box, or are they going to have a separate internet and a separate payment system? How is the fight in space going to work?

**Multi-planetary Transactions.** This is a big question: Are we an open economy or are we a closed economy? The US government just put out a new scope of work for a corporation or contractor to help them design how to build nuclear power plants on Mars and the moon. So, we will have to have a mechanism if there is a colony on Mars to transact back and forth. It's the same with the moon. Vodafone and Nokia has been hired to install a 4G network contract outlet in 2018.

**Transhumanism.** Transhumanism is a very gruesome part of all this. If you are going to have 'injectable credit cards', as I call them, how is the

mechanism going to work? How are you going to handle the branding problems? I think that if central banks have a bad name for themselves now, they are really going to have a bad name after this is over if they succeed. They seem to have left the gruesome parts of transhumanism to the tech industry and big pharma, but the reality is that the central banks are running this. So, it's going to be interesting to see how they handle the hatred that rolls off transhumanism. Maybe they think that the mind control can work all the way. We will see.

It's interesting. I point out here that Google has announced that it wants all of its employees to work from home. As you know, I think that the reason the Harvard endowment outsourced plenty and fired many of their in-house staff is the extent of the disaster capitalism and the gruesome things going on. They didn't want knowledgeable well-educated Harvard graduates working for them to see how they were making money. If they are a big real estate investor in something like the Minneapolis Opportunity Zone, they don't want their employees getting a gander of what they are really up to.

I think that Google is one of the leaders with Apple, unfortunately, on the contact tracing app. I think that given what is really going to go on under contact tracing, Google does not want their employees to know what they are really up to. They want everybody staying home where they can be kept on a 'need to know' basis. They don't want anybody figuring out what is going on, let alone telling Project Veritas.

Part of everybody staying at home so that they can't figure out what is going on has to do with implementing policies that are absolutely not acceptable to the average citizen of a G7 nation.

**Zero Integrity Systems.** The next big problem is, and this is really amazing, we are building an entire global infrastructure based on the internet where there is essentially no regulation, no enforcement, and it is becoming a platform for cyberwarfare. If I told you how much time and money we spend on dealing with hackers and denial of service attacks, this is the 'Wild West'; the cyber world is a Wild West world. I would say that all these systems and the tech industry have zero integrity.

The tech industry grew on surveillance capitalism, not on providing systems or software that really worked. So I think: How do you build a series of global crypto-currencies (again, I don't call them 'currencies'; I call them crypto-systems) that have integrity when your fundamental systems have no integrity? How is that supposed to work? This has baffled me for decades, but I think that this is far from coming to a head. I think it is one of the reasons the chances of failure are very real.

I used the words here, 'cluster you-know-what'. I think we are headed to a huge cluster you-know-what because you cannot build something this powerful on zero integrity systems.

**The Psychic Storm.** Another obstacle is the psychic storm. If you bring in seven billion people – so assume that you have three to four billion people on smart phones in the psychic storm of the internet – now you are going to bring in all seven billion, and that is an abundance of psychic and spiritual energy to bring in. Who knows what it will do?

The people running the system are serious hyper-materialists, and I don't think they understand what it means to bring that in. I am reminded of Michael Ventura who said, "We are standing in the psychic storm of our own being."

**Usury and Negative Interest Rates.** The United States really started to go bad when it legalized usury in the 1990's. Of course, the games with negative interest rates are frightening, especially if you have everybody on a financial control grid. It's a slavery system; what can I say? The financial ramifications of that slavery system could get very, very ugly.

**Entertainment, Mind Control, Subliminal Programming, and Propaganda.**

I am assuming that is part of depending on the entrainment, the mind control, the subliminal programming, and the propaganda. But if you look at the extent to which we are depending on those things, I think that the blowback and unintended consequences in the field show that we are still herd animals; we are still field animals.

10.**Energy.** I have already discussed this. Crypto is phenomenally energy

expensive. How are we going to get from here to there as an energy matter? That is why I always laugh when they talk about climate change. Really?

So as you can see, whether it's the nuts and bolts, the mechanics, or the bigger picture obstacles, the obstacles are enormous. That is one of the reasons I think that much can go wrong, which is going to make for a very chaotic environment for all of us. That is why we need to 'rock-n-roll'. I also think that these efforts can fail, and they can fail spectacularly.

The most difficult part of what the central banks are trying to do is build a system and implement a system that violates life. So, when you build a financial or economic system that aligns with life, it can go faster, it can fix its own mistakes, it can learn, it can evolve, but you have the strength of being supported by life and being in alignment with life. When you do something that is this contradictory to life – which brings slavery, which brings the end of freedom, which brings the end of imagination and mind – you are bringing death, and you don't have life supporting you.

If you've ever watched *Lord of the Rings* and seen the trees jump into the fight, you know what I'm talking about. I really believe that all living creatures and the divine intelligence are in 'cahoots'. When you try to do something that is in defiance of the divine intelligence and in defiance of the plant intelligence and the animal intelligence and the human intelligence, when you defy the impulse of nature and life, you have a constant energetic war on your hands. This is why I think it is so important that you learn about the friction of war. We are going to be feeling the friction of war like nothing else when you do something that is this much in violation and contradictory of the living model.

We've had an economic model that is based on the machine model, and that is one of the reasons the financial system has been much more energy wasteful and much more painful and difficult to manage than it had to be. It's one of the reasons I recommended that wonderful video of Rupert Sheldrake talking about the machine model versus the living model.

What the central bankers are doing is doubling down on the machine model and literally trying to get the machine into our bodies and heads. If you know

anything about the history of heavy metals poisoning, if you read Forest Mearns, he does a genius job of explaining it in four books that we have reviewed this year. The machines don't integrate into the human body. I know the transhumanists think they are going to try and make it happen, but this is anti-life.

This is a tsunami of the machine model coming towards life and life coming towards the machine model, and it is going to be quite a cluster of 'you-know-what' when the two tsunamis explode against each other. That is one of the reasons you want the pandemic as an air cover. You are going to have many deaths, much sickness, and a lot of disability in the process. The question is: How are you going to manage it?

I say that life wins. The history of the planet is that life always wins, but I don't underestimate the danger of this time.

Chapter eleven is called **Life in the Global Reset Invention Room**. Any time you 'shuffle the deck' at the very top, the reverberation in the middle and the bottom can be extraordinary. The breakdown of all the systems that have provided the risk management can go with it. The nature of the change can implode many of the different companies, institutions, and people that you depend on.

If you haven't read my piece on shadow work, you might want to check it out. The shadow work explodes, and the uncertainty and the unpredictability explodes. One of the quotes I use in chapter eleven are from the Buddha, "Those who are awake live in a state of constant amazement," and we will spend our days for the next few years – at least – in a state of constant amazement.

Another quote I use is from Albert Einstein, "Technological progress is like an axe in the hands of a pathological criminal." Unfortunately, we will be seeing many things, and we see them now, that remind us of a pathological criminal. You have a group of very wealthy, powerful people and companies and agencies who can kill and steal with impunity, and they are very, very emboldened by what has happened over the last 20 years. And they have a very hyper-materialist vision of what is possible and how the world works.

Our opportunity is that this change is in the invention room. That means whether Mr. Global likes it or not, and whether you like it or not, you have a say in how it goes. I think that step one is to reject the notion that we should become a vegetable. The first step is to say, “No, I’m a divine human. I’m not an animal. I certainly have aspects of being an animal, but I am a divine human, and I can access the intelligence of the divine and the intelligence of all life. I can build a life and an economic model which is based on life and giving life.”

One of my favorite videos of the COVID-19 experience was the wonderful doctor from Houston, Stella Immanuel, who was interviewed on a Houston TV station. She is originally from Cameroon, and I think her medical education started in Nigeria. She was one of the doctors, along with Dr. Simone Gold, who went to Washington and objected to many of the policies that are being implemented. One objection was that Dr. Gold and Dr. Immanuel have had great success saving people from COVID with hydroxychloroquine and are outraged that they should be pressured to stop using it since it’s such a low-cost economic and relatively easy cure.

She gave an interview, and the interviewer was really pressuring her and said, “If you keep doing this and keep healing people with hydroxychloroquine, you could lose your license.”

She understood the threat involved; it was a cheap, dirty trick. She said, “Really? How many people should I let die so that I can keep my license?”

It was a perfect example. She went back and forth with them; it is a must-watch interview. She said to him, “I’ve had 400 patients, and they’ve all lived. Should I have let them die so that I can have my license?” Then she said, “You try to take my license because I don’t let people die, and you are going to have a war.”

It was great courage and fearlessness. I think if we are going to live in the global reset invention room, there is only one way to live, and that is with great courage and fearlessness. We are looking at potential chaos. The tyranny, only of what is being done during the COVID-19 pandemic, is extraordinary. There is a rumor in Germany (I’m in Germany right now-date of report-at Lake Constance) that a local official involved in a city council was told by his mayor

and municipality that they have been told to prepare for the next lockdown, which will be three to six months starting at the end of August. Is that true? I don't know, but that is a reasonable scenario.

If you look at what is needed for a global reset, we are going to be in this process for at least three to five years. I would think that is the timeline for this highly chaotic process. Then it will take a decade to get any system stable.

Of course, the unanswered questions are very, very significant. One of the things that could be wonderful during this period is if we can finally get transparency. The questions are: 1) Is the economy on Earth open or closed? 2) What is the speed at which we are going to become a multi-planetary civilization, and why? 3) Can China adjust to being in the G7 umbrella, or are they going to focus on building an independent system, or is the US going to try to engineer a war with China?

The open and closed question is one of the big variables that drive the scenarios, and then whether we can find a way out of the win/lose position with China and how that gets resolved is another one. Either way, whether it's their preserving the resources to build a multi-planetary civilization or the China trade is no longer there to hold up Western prosperity, each one of us is going to be in a position of having to embrace as high of a learning speed as possible about how to build economic resiliency under the situation because the economic change in our personal lives is going to be extraordinary. There is only one direction to go, and that is forward. There is no backward.

What you are trying to do is to reengineer your balance sheet and your income and expense financial statement ASAP, always trying to optimize and still trying to be useful and always trying to serve life in a way that makes you economically resilient.

It's different for everybody, and that is one of the reasons it is so important that you have the framework that I've presented in *The State of Our Currencies*. If you have that framework and understand it and have access to the different component parts that we've tried to write up, publish, explain, then you will have an understanding of the trends and understand the framework. You can see the reset evolving, and you can see how it works. Then you can 'rock-n-roll'

and navigate and ‘bob & weave’ within your own particular situation.

Chapter twelve is very short. It’s the conclusion, and I posted the Red Button video. If you don’t know the Red Button story, I strongly recommend you watch it.

We’ve had an opportunity for 30 years to push the red button, certainly in the United States, and we didn’t. It’s one of the reasons if we fall in income, we have so far to fall.

A great effort has been made for many, many decades to prop up our false prosperity. We didn’t have to go along with it, but we did. It’s one reason we are politically, and in terms of individual and human rights, so in the corner in the United States. I would say that it is nowhere near as much in the corner in Europe, but we have allowed Mr. Global during this period of false prosperity to empty the storehouse. Now the boom is being lowered.

We didn’t push the red button, and now Mr. Global has. The questions before us now are: Can we turn the red button green? Can we make money on pushing the red button because then we can adapt, and we can also have a say about changing this model away from slavery and more into life? I want the central bankers to fail, but I don’t want the human race to fail.

We have been an enormous beneficiary of financial liquidity. I am a lover of financial tools and financial liquidity. I think financial liquidity is part of the very heartbeat of freedom, so we are going to need financial liquidity, and we have the capacity to create that. We can create local stock markets; we can create local currencies; we can do all these things. We can create a more powerful liquidity than the central bankers have ever dreamed of. When you optimize bottom-up without all this enormous energy and financial waste of the top-down control, the wealth that can be created is absolutely mind-boggling. But it’s going to take financial liquidity.

If we want the central bankers to fail, then the question is: How are we going to provide for that financial liquidity? It can be done, but it requires great courage and fearlessness, and you have to stay in a state of amusement. Sometimes people get angry at me for laughing. I talk about how these people are going to

try to depopulate us all, and then I laugh, because if you are going to play to win in a situation that is this fluid and where there is this much evil running around the planet, you have to approach it with courage and fearlessness, and that means in order to play to win, we have to maintain our state of amusement.

If you are out of your state of amusement, I truly recommend you watch all the videos of Dr. Stella Immanuel and Dr. Simone Gold telling grouchy Fauci to ‘go jump in a lake’. “How many people should I let die so I can keep my license?”

I’ll never forget this. This is exactly what I said in Washington to somebody who was trying to persuade me to help HUD essentially kill people with their budget. I said, “How many kids should go homeless and die so that we can keep our contract?” Then I laughed. I had to say it several times, and finally, the person I was talking to looked at me and said, “You’re right. Why would I want to do this?”

I said, “It seems to me that there is always something that we can do that is better than becoming a killer.”

I finished the very short chapter 12 with a quote from an article I wrote in 2006:

A living history is not always a pretty picture. It is, however, a real one. When mastered, it starts the student on a journey of taking life with both hands to create something true and beautiful. Each of us can say, ‘I am part of a great story and that story is not over yet – I have something to say about how it goes.’

That is what I believe. I believe that if you look at how open and fluid this experiment is, each of us has a say about how it goes. One of my favorite poems from Robert Penn Warren starts, “Tell me a story in this century and moment of madness. Tell me a story. Make it a story of great distances and starlight.”

In fact, that is the question each of us has to ask, – whether it’s what we envision, what we pray for, what we dream for, what we finance with our money, with our time, what we do to generate an income or be useful – which is: What kind of world do we now create, and can we turn the red button green?

I think that each of us has a much bigger say about it than sometimes it feels like in our day-to-day lives. If enough of us choose the divine-human instead of reverting and becoming a vegetable. I don't know about you, but I don't feel like being a tomato, let alone one full of vaccines. I think I'll go for divine-human.

As I always say, "Death is not the worst thing that can happen. Indeed, slavery is the worst thing that can happen." Unfortunately, that is what the central bankers have in plan for us. Let's surprise them, shall we?

Ladies and gentlemen, this is *The State of Our Currencies*. You know I always close by saying: Don't worry about if there is a conspiracy. If you're not in a conspiracy, you need to start one. But I can assure you that once you finish *The State of Our Currencies*, you will be absolutely assured that there is a conspiracy. There are plenty of them, and it is time for us to start our own conspiracies. That is what I did in 1998; it's called *Solari*.

Ladies and gentlemen, goodbye and good luck.

## **MODIFICATION**

Transcripts are not always verbatim. Modifications are sometimes made to improve clarity, usefulness and readability, while staying true to the original intent.

## **DISCLAIMER**

Nothing on The Solari Report should be taken as individual investment advice. Anyone seeking investment advice for his or her personal financial situation is advised to seek out a qualified advisor or advisors and provide as much information as possible to the advisor in order that such advisor can take into account all relevant circumstances, objectives, and risks before rendering an opinion as to the appropriate investment strategy.