

# **Are You Prepared for the Coming *Tidal Wave* of Paper Dollars?**

## **How savvy investors are gearing up for the devaluing of U. S. currency.**

Dear Fellow Investor,

Like any economy, America's gross domestic product is driven by four elements:

- Consumption
- Business investment
- Exports
- Government spending

President-elect Barack Obama has promised to jolt the American economy out of its depressionary spiral with one of the most extreme of all fiscal triggers. Unfortunately, his desperate strategy has a high probability of failure—and may make the recession worse.

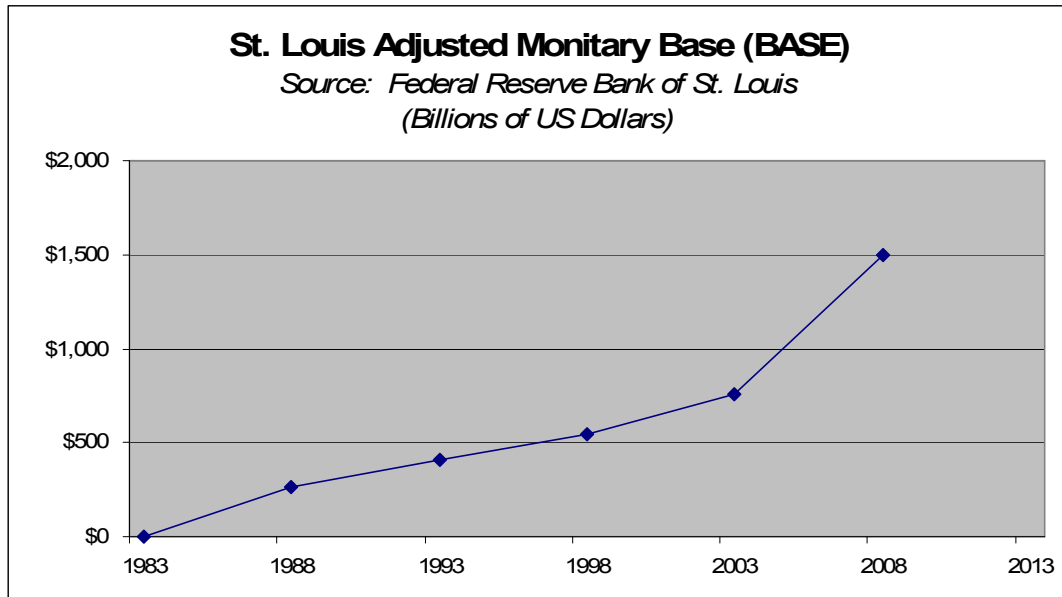
In our heart of hearts, we all know we can't spend our way to economic recovery.

Yet Obama's "mother of all budget deficits" will be financed with \$700 billion in new spending over the next two years. There are only two politically feasible ways to do this: sell bonds or print money.

With bond financing, there is the real possibility that China will buy America's bonds to finance the U. S. budget and trade deficits. The clear danger is that America will sink deeper into China's debt, further mortgaging our children's future.

The second alternative is to print extra money. This involves the U. S. Treasury issuing new bonds to finance the deficit. The U. S. Federal Reserve will buy them—while printing enough new money to pay the bill. The increase in the money supply will almost certainly debase the U. S. dollar and cause an inflationary spike that would prematurely choke off recovery.

If you want to see what debasing the dollar is like, consider the chart below published by the Federal Reserve Bank of St. Louis. What it shows is that the monetary base is increasing at an unprecedented rate.



But, there is a way for well-informed investors to create a hedge against the coming tidal wave of U. S. dollars ...

***“With the global economic situation not expected to improve in the near future, all asset classes will continue to remain under pressure EXCEPT for GOLD ...”<sup>1</sup>***

Right now, gold is in the midst of a **MAJOR** bull market. The third stage is just ahead, and gains for savvy investors will be extraordinary!

How do I know gold is still in a bull market? Every bull market follows three distinct stages:

- First is the “covert” phase. This is when the bull market is flying under the radar and most investors are unaware it has even begun.
- The next stage is characterized by “skepticism”. The upward slope is easy to see on the charts ... but most investors don’t believe the trend will continue. This stage can continue for years and is often marked by deep corrections and long periods of consolidation.

Eventually, the breakout occurs and the third stage begins.

- The final stage of a major bull market is characterized by “obsession”. This is when the rise becomes so steep and the market so popular that the public becomes fixated. All the doubters agree and the masses clamor to get their share of the profits.

We are currently in the “skepticism” stage of the gold bull market. It has pulled back sharply after hitting all-time highs last summer, and many investors believe precious metals have run their course.

However, to believe this would be a very costly mistake...

*Note to client: Promotion will continue with evidence of the coming devaluation of the dollar, the pending third leg of the gold bull market and the wisdom of investing in gold commodities with the guidance of BIG GOLD.*

*Then, continuing with a description of the benefits of subscribing to BIG GOLD, its past performance, testimonials, the 90-day free trial/money-back guarantee, and subscription offer of \$79/year for the next two years, free archival access, free reports and white papers, and the bonus free report, "Crisis in Pictures."*

<sup>1</sup>Commodity Online, 2008-12-13.