

Solari Playing to Win at Economic & Political Warfare

Catherine Austin Fitts February 2005

http://solari.com

Overview

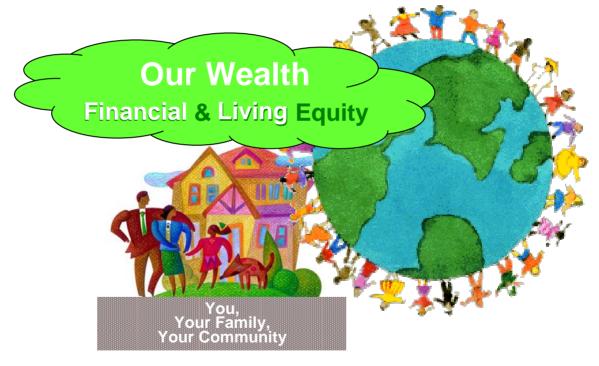
- I. Introducing Bill & Alice
- II. "Tapeworm Economics"
- III. Mapping the Landscape
- IV. A Paradigm for Economic Warfare
- V. Defense Short Term Investment Strategy
- VI. Offense The Solari Power Shift
- VII. Bringing it Home A Solari Investor Circle "Diamonds in Your Own Backyard"

I. Introducing Bill & Alice An American Family

Bill	58	Accountant in large accounting firm; 2 yrs to retirement
Alic	e 57	Former librarian; mother of 3 grown children
Joey	y 33	Tax accountant at large investment advisory; Married 2 years, 1 baby
Dav	e 31	Environmentalist at small non-profit renewable energy; Married to co-worker, hoping to have kids
Liz	29	Minister for TD Jakes prison ministries; Former Peace Corps volunteer in Peru

II. The Drain of "Tapeworm Economics"

Building a wonderful world depends on the health of our wealth where personal & planetary wealth are mutually energizing



Our wealth is tied in to a financial system We feed it ...and it feeds us



Our wealth is tied in to a financial system

This financial system is like a Tapeworm draining & destroying our wealth while injecting us with dirty money & dirty tricks



Enter: The Solari Opportunity

It's about

1. Illuminating

•the Tapeworm

•the Dirty Tricks

•how we feed it

•how it drains us



Enter: The Solari Opportunity

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- •the Tapeworm
- •the Dirty Tricks
- •how we feed it
- •how it drains us

2. Withdrawing

- i.e. "Coming Clean!"
- •feeding local living economies
- •avoiding dirty tricks
- •earning clean money/prestige

Enter: The Solari Opportunity

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- •the Tapeworm
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- •i.e. "Coming Clean!"
- •feeding local living economies
- •avoiding dirty tricks
- earning clean money/prestige

3. Profiting

- •from a shrinking Tapeworm
- •from growth in planetary wealth

Risks & Double Binds Feeling the Drain at Home

Bill

- Diminishing Retirement Security
 - Social Security
 - Pension
 - Health Care
 - Increased Family Needs
- Jobs Moving Abroad/Immigration
- Taxes Rising, Money Missing

Alice

- Deteriorating Health, Air/Water/Food Quality
- Current Events Depressing

Performance Indicators

Popsicle Index
 A quality-of-life index for your neighborhood

2. Solari Ratio

Your personal sustainability

Challenge: No one sees the Tapeworm clearly

Risks & Double Binds Feeling the Drain at Home

Joey

- US Dollar Falling
- Financial System Deteriorating
- Drugs and Crime Rising
- Kids are at risk

Dave

- Environmental Crisis
- Peak Oil

Liz

• Spiritual Disconnect

Challenge: No one sees the Tapeworm clearly

A Note About Financial & Living Capital

Financial

➤ Bill & Joey - Intellectual mastery of financial wealth creation and management

Living

➤ Liz & Dave - Intellectual and spiritual mastery of natural resources, renewable energy, living off the grid, organic food production, homesteading, natural healthcare, grassroots community organizing

Opportunity

- ➤ Alice Sees and appreciates both, draws them together
- ➤ Their success from how deeply they care and honor the wealth of knowledge, wisdom, and integrity that each contributes
- ➤ **Alignment** of living and financial energy is magical overcoming dirty tricks

Key Risk Issues

- Falling US dollar
- Federal credit:
 \$4 trillion missing / \$11 trillion FY04 deficit
- Manipulated markets
- Dependency on centralized systems
- Dirty tricks
- Suppression of decentralizing technologies
- Peak Oil
- Environmental crisis
- Falling housing & small business income
- Community deterioration
- Spiritual and cultural crisis

Tapeworm Tactics

1. Economic Warfare Tactic #1: Pump

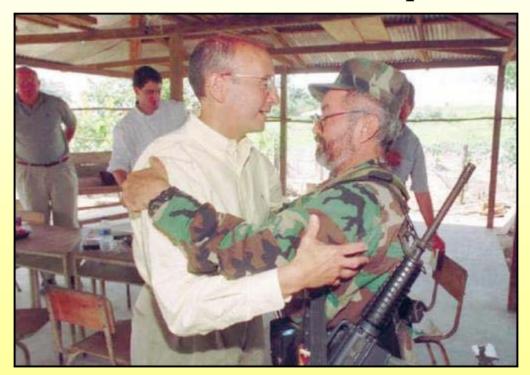
• Increasing the value of a company or class of securities through uneconomic means in a manner that reduces total system wealth

Mechanism Examples

- Govt. Contracts: Halliburton/Iraq, Enron/Harvard
- Govt. Subsidies: Washington Post/Hamilton
- Money Laundering: West Philly; RJR Nabisco
- Legislation: Wackenhut/CCA; AIG/WTC
- **Predatory Lending:** Freddie & Fannie
- "Piratization": Energy/Enron; Mortgages/Hamilton; World Bank/IMF/World Bank/Stieglitz; Prisons/Hardemon Co.

Tapeworm Tactics

1. Economic Warfare Tactic #1: Pump



Richard Grasso hugging FARC Commander Bogotá Colombia, 1999

Tapeworm Tactics

2. Economic Warfare Tactic #2: Pump & Dump

 Combining a Pump with a drop in earnings or market manipulation which allows trading on inside information to extract additional value at the expense of honest investors

Mechanism Examples

- Stock Market: Enron/Harvard; Harken/Harvard
- Venture Capital: Dot.com Companies
- Cooked Books: TelCom Companies

Tapeworm Tactics

- 3. Economic Warfare Tactic #3: Rigging Prices
 - Manipulating financial markets to advantage insiders and rig profits

Mechanisms Examples

- Suppression of Gold Prices: ESF/GATA
- Rigged Interest Rates: 1993/Citibank; 2001/WTC

Tapeworm Tactics

- 4. Economic Warfare Tactic #4: Dirty Tricks
 - Covert and overt operations to handicap the honest folks and provide smooth sailing for the criminal

Mechanism Examples

- Enforcement "To Go": Narcotics Trafficking/Sporkin & CIA MOU NSC Executive Orders
- Place Based Financial Disclosure: /Sporkin & the Targeting of Catherine Austin Fitts
- Control Files: J. Edgar Hoover Dirty Pictures; Kemp-Cuomo Franklin Cover Up
- Supressing Technology: Energy/Tesla; Health Care/Royal Rife & Sam Chachua
- Assassination: Reputation, Financial, Physical

Tapeworm Tactics

- 5. Economic Warfare Tactic #5: Raping Places
 - Combining Pump & Dump, Rigging Markets, and Dirty Tricks to liquidate the equity in a place, i.e. a "beat down"

Mechanism Examples

- Squeezing Small Business: Hardeman Co./Wal Mart
- Squeezing Subsidiaries: Sun Shipbuilding/U. of Pennsylvania-Pew Foundation
- **Drugs:** Hardeman Co/Philadelphia, PA
- War on Drugs: DynCorp/Latin America
- "Piratization": Harvard/Russia
- US Govt Missing Money: \$4 & \$11 trillion

Scenarios

1. Network News Myth

- Everything's fine!
- Red Button Story

2. Armageddon

- Bubbles burst / Global slowdown
- Value shifts from "abstract" to "concrete"

3. Slow Bleed

- Tapeworm continues to liquefy the economy
- Missing money returns to "piratize" US
- Tougher, meaner

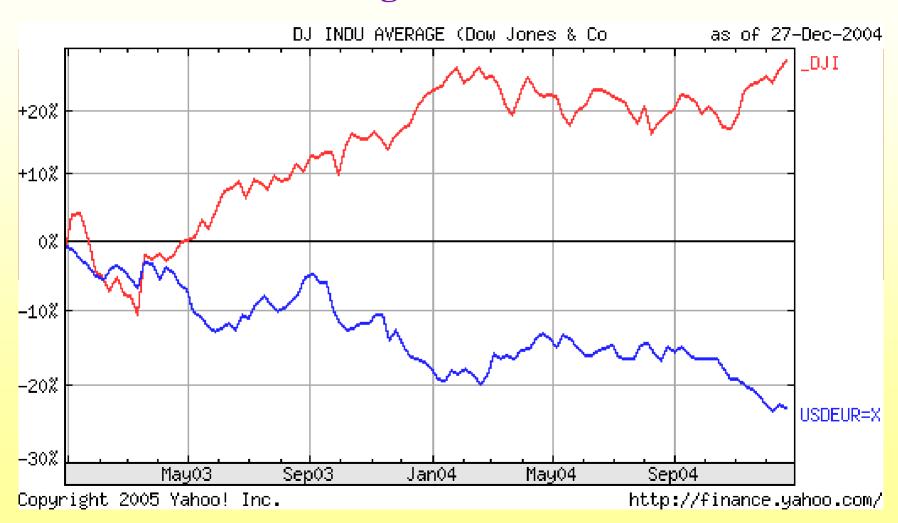
4. Solari Economics

 Local equity investment makes transformation profitable, therefore possible

IV. A Paradigm for Economic Warfare Introducing the Tapeworm "Achilles Heel"

Strategy	Tapeworm Economics	Solari Economics
	Centralizing Low CoC for Insiders	Decentralizing Low CoC for
I. Sound Money	Fiat Currency	Sound Currency

Fiat Currency Example "Hacking the Dow Jones"



IV. A Paradigm for Economic Warfare Introducing the Tapeworm "Achilles Heel"

Strategy	Tapeworm Economics	Solari Economics
	Centralizing Low CoC for Insiders	Decentralizing Low CoC for
I. Sound Money	Fiat Currency	Sound Currency
II. Transparency/ Privacy	No Privacy / No Transparency	Privacy / Transparency
III. Vote Intention/ Resources	Crowd votes for Tapeworm w/ our \$	Crowd votes for Performers
IV. Equity	Debt Based	Equity Based

V. A Good Defense: Short Term Investment Strategy

- 1. Pick the political/economic scenarios you are planning for
- 2. Come Clean
- 3. Eliminate or reposition debt, interest rate, currency risk
- 4. Reposition your portfolio away from the Tapeworm
- 5. Reduce dependence on centralized systems and risky jurisdictions invest in home self-sufficiency (water, health, energy, food, other)
- 6. Reduce monthly expenses

VI. A Good Offense: The Solari Power Shift

Solari Toolkit for Transformation

Actions

- ➤ Coming Clean withdrawing from the Tapeworm
- ➤ Solari Investor Circles organize locally to transform culture, power & wealth
- > Solari Databank & Venture Funds syndicate locally
- ➤ Solari Solution reengineering public funds

Leverage

- > Spiritual alignment with each other, with nature, and the divine
- ➤ Money as a "Power Tool" real wealth creation

► Launching this Spring at <u>www.solari.com</u>

Coming Clean Together - self organizing, local control, open/free

Each Circle profits from

- Building a Better Map
- Lowering it's Members' Cost of Capital / Increasing the Tapeworm's ~
- Finding and Successfully Developing Local Opportunities

> Short Term Focus/Long Term Opportunities

- Save Time
- Lower Expense
- Improve Health
- Increase Revenue
- Reduce Risks of Dirty Tricks

> Key Organizing Issues

- Who can you trust?
- What gives you and the people you trust energy this week?
- Aligning culture and money

Who's Who on the **Pro-decentralization Team?**

• Key Players in a Community

- Consumers
- Leaders small business, farmers, professionals
- Leaders large business, farmers, professionals
- Small and large investors

Early Adaptors in a Community

- 10% Leaders
- 80% Followers
- 10% Unproductive/Criminal

Local vs. Global

 Key Challenges: Finding people you trust who are effective at operating profitably despite various challenges and dirty tricks

Transaction Menu

Lowering Our Cost of Capital

- > Sound Money
 - Savings Plan: Hand
 - Savings Plan: Coins & Digital Gold
 - Community Currencies
- > Transparency/Privacy
 - Databank: One Area at a Time
 - Community Wizard Tool
 - Identify Reengineering Opportunities

Transaction Menu (cont)

Lowering Our Cost of Capital

- > Vote with Intention / Resources
 - Coming Clean: Attractive Areas
 - Switch to Local, Well Managed Bank
 - Switch to Local, Clean Companies
 - Switch to Clean Endowments, Banks, Churches & Foundations
 - Develop "Back to Basic" Investment Strategies

> Equity

- Eliminate Debt
- Invest in Helping Neighbors Eliminate Debt
- Identify Local Investment Opportunities
 - Health, Energy, Food, Land, Other
- Databank and Venture Funds

Transaction Menu (cont)

Increase Tapeworm Cost of Capital

- > Support Honest Leaders
- > Illuminate Tapeworm Leaders (Internet Hotseat)
- > Pop Whacking
- > Shareholder Activim
- > Create Dirty Tricks Trickster Capacity
- > Solari Solution & Some Debt Elimination

Next Steps

- ➤ Website http://solari.com
- ➤ Forum http://solariactionnetwork.com (register for free updates)
- > CD/DVD Navigate the Falling Dollar
- ➤ Teleseminars http://solari.com/outreach/telesem/
- > Coming Clean http://solari.com/campaign/coming_clean.htm

