

“The biggest case of insider trading in US history...
The Dow will be at 2000 or lower.”

The Fed and the Phony Recovery

By Zubi Diamond*

January 3, 2014

Chairman Ben Bernanke -- or shall I call you "Magic Ben." What is it that you are not telling us that makes you so nervous -- your lips tremble and your voice quivers? Why is that? Are you lying to us?

The trembling lip Fed chairman Ben Bernanke has found cozy comfort in the den of thieves comprising members of Managed Funds Association (MFA), the hedge fund short sellers on Wall Street.



Zubi Diamond, author of *Wizards of Wall Street*

The news media are abuzz with the propaganda that the economy is recovering, and flooded with liquidity from the Federal Reserve bank. You heard them lie on TV -- Juan Williams at the Fox News Channel and other Obama cheerleaders in the media. They praise and credit Obama for doing an outstanding job with the economy and tout the rising stock market as proof.

Just as I predicted in one of my previous articles, "They will point to the rising stock market as proof of economic recovery."

If so, how come some communities and municipalities are filling for bankruptcy protection, and how come your personal bank account is not flooded with liquidity from the Fed?

Only the economy and bank accounts of the hedge fund short sellers of the Managed Funds Association on Wall Street, who engineered the economic collapse, looted our country and put Obama in the White House, are flooded with liquidity. This flow of liquidity has not reached the main street and it will not.

Things are not what they seem.

"The Fed's Quantitative Easy looting of America"
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Do not get confused or be deceived by the rising stock market. It is not based on any fundamental recovery in the macro economy. It is artificially being inflated. There is no economic recovery en route; the Federal Reserve is buying stocks and not just bonds and mortgage backed securities as they told you. They are buying stocks to prop up the economy, giving you the impression there is a recovery in progress.

The US Federal Reserve Bank has also taught other central banks -- foreign central banks -- to do the same: buy stocks if they want to see their economy recover in par with the perceived recovery in the USA, albeit it is a false recovery and phony. The foreign central banks have confirmed this truth. They are buying stocks.

The Fed does not have a trading desk. Consequently they are purchasing stocks, US equities, indirectly through selected and approved primary broker dealers, who are members and strategic partners of the Managed Funds Association, such as Goldman Sachs, JP Morgan Chase, Morgan Stanley, Credit Suisse, UBS, Deutsche Bank etc.

That is the reason for the rising stock market, in addition to stock price manipulation and the predation of investors who are being ambushed and forced to provide liquidity for the market as they are decimated by fraudulent liquidity trades, stock price action manipulation squeezing in both long and short positions as the circumstances favor the manipulators at the exchange. These are the strategic partners of managed funds association.

A market in which the exchanges and the broker dealers (brokerages) can trade against their clients is a casino -- rigged and unfair. The side line money that was afraid to enter the stock market after the 2008 collapse is still afraid and is still on the side lines. (causing low volume and no liquidity).

But wait. No liquidity? No problem said the Fed Chairman.

Enter Magic Ben: In an all-out effort to accommodate the looting bandits of the Managed Funds Association, Ben Bernanke has stepped into the stock market with freshly minted U.S. dollars electronically transferred to a select group of primary broker dealers to replace the liquidity and buying power of the investors who fled the market due to fear and lack of investor confidence.

Ben Bernanke's rationale for doing this is to artificially inflate assets and balance sheets in the economy to create a wealth effect that will spur spending and economic growth. In other words, he will replace the money looted from the economy by the hedge fund short sellers of Managed Funds Association by giving them a refill, a second go around to loot again. Consequently, a second version of the looting of America is now in progress, gearing up for the final looting and ultimate collapse of the economy.

Those who engineered the economic collapse and took control of the White House have now engineered a make-believe recovery that puts more money from the government into their bank accounts, while the American public remain clueless, still suffering from the effects of the economic crisis, with rising unemployment, and depletion of their rainy-day funds in bank accounts, and suffering the abusive transformation of our country.

Stocks head toward 2014 at record levels

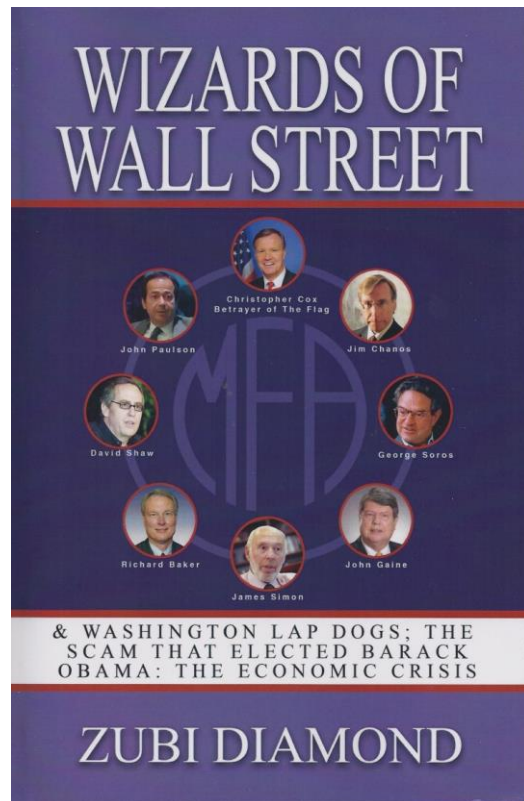
Thanks to the deceitful television and cable news media, the medium for public deception, more Americans will eventually be separated from their money for the final time, all going into the pockets of the looting bandits of the Managed Funds Association, whose members are the hedge fund short sellers on Wall Street.

Has Ben Bernanke's artificially inflating assets and balance sheet in the economy reached your household and bank accounts yet? No.

Are your assets and balance sheet back up to 2006 level? No.

Chairman Ben Bernanke: it would have been nice if you had told everyone -- the American public whom you are supposed to be serving -- that you are buying stocks, instead of just telling only the members of Managed Funds Association. Your clandestine stock purchase and lying about it has orchestrated what would be the biggest case of insider trading in US history. If justice is blind and the law is equally

applied to all, you will be locked up. But that won't happen under this corrupt and rotten administration, whose motto is: Lie often and lie always. Lies reign supreme.



The day trader Fed chairman, Ben Bernanke, instead of using his office to serve the public good, is using his office to cater to evil. He is lying to us, just like the slithery lying serpent in the White House whom he serves.

The Fed's QE (Quantitative easing) should more accurately be called "The Fed's Quantitative Easy looting of America," a stimulus program for the hedge fund short sellers on Wall Street, the members of the Managed Funds Association and their strategic partners.

It's a QE perfect for Obama's Ideology, character and motto: Lie often and lie always. Lies reign supreme.

The Obama Fed QE has spun a lie; a phony, make-believe economic recovery, manufactured and meant to deceive.

The interest rate at zero punishes the wealthy retirees who rely on honestly earned interest income for a living. But it enriches the Obama supporters – the anti-capitalist Wall Street mafia, the members of Managed Funds Association who engineered the economic collapse.

Allow them to use insider information to front-run the Federal Reserve coming to the market to purchase stocks through the approved primary broker dealers.

Stocks end the year in record territory

By Neil Dennis in London



Tuesday, 21.00 GMT Major stock markets are ending the year at record highs as they benefit from record low interest rates in the US and Europe and a benign outlook for inflation.

In this Fed QE-induced stock market rally, that the stock price of a particular company is rising does not necessarily mean the company is profitable or that the economy is doing well. It only means two things (1) it is getting the love from the Fed QE money (2) or and the stock is being manipulated and the shorts are being squeezed and forced to provide liquidity, by pushing the stock price higher through fraudulent liquidity trades.

The television today is the primary medium through which the American public is deceived.

When a Fox News talking head analyst points to the rising stock price of the electronics retailer Best-Buy as proof the company is doing great business, and proof of healthy consumer spending, nothing could be further from the truth, She is Wrong and uninformed. Best-Buy is losing money and closing down a lot of stores, and are projected to close 200 stores, with 50 stores already closed. The reason for the rise in its share prices is due to fraudulent liquidity trades, short squeezes and the Federal Reserve buying stocks.

What Bernanke has done is disruptive to the ebb and flow of a free and fair market economy. He has distorted the market.

The fundamental and technical analytic compass for the companies is now rendered useless. These measures no longer work due to the day-trader Federal Reserve Chairman Ben Bernanke interfering with and disrupting free and fair market principles on a daily basis.

Since the Federal Reserve began its asset (stock) purchase program coupled with stock price manipulation and predation of investors, good earnings for the publicly traded companies do not really matter. The price to earnings ratio valuation does not really matter, economic news good or bad does not really matter, fundamental or technical analysis of stocks or the market indexes, does not really matter. The only thing that really matters is the Fed -- the central banks led by Federal Chairman Ben Bernanke.

He is the government liaison officer for stock market manipulation, the agent of George Soros' Managed Funds Association. They are the architects of the economic collapse.

“Ben Bernanke is the government liaison officer for stock market manipulation, the agent of George Soros' Managed Funds Association.”

Ben Bernanke has back-stopped the stock market with the taxpayers' money, meaning the government is on standby ready to buy stocks, whenever the market threatens to reflect the reality of the main street macro economy. The Federal Reserve's "plunge-protection-team" will step in, buying stocks, having partnered with the Managed Funds Association, (MFA), where they can manipulate the outcome until the transformation of America is irreversible. Then then they will pull the plug.

Magic Ben is a stock market manipulator and a betrayer of free market principles.

The stock market can potentially keep going up as long as the trembling lip Fed Chairman Bernanke or his successor (whenever he slithers out of office) -- Janet Yellen -- is giving a select group of primary broker dealers (members and strategic partners of Managed Funds Association) the QE money to buy stocks.

Once the QE money coming from your government for the looters by the looters stops, the market and the economy will collapse, leaving you, your children and grandchildren holding the bag of worthless stocks which have fallen and are never getting back up. The Dow will be at 2000 or lower.

Bernanke knows he has done a bad thing, but he cannot tell you and does not know how to stop. He is afraid to shut off the QE money to the same people who engineered, looted and collapsed our economy. He is afraid his make believe recovery will fall to pieces.

Confident investors push stocks to record levels

So he will taper the stock purchase program, tap on the brakes but never completely stop, but remain ever ready to resume the program and that means full throttle to QE infinity. And Janet Yellen is expected to continue this policy.

The plan: fill up the basket, let the looters loot and empty the basket, but be on standby ready to fill up the basket again, and let them loot again, and you fill up the basket again over and over, rinse and repeat till infinity. That is the Fed's QE for members of the MFA.

What they should do instead is just put back the rules they removed to collapse the economy. The most important measures which must be taken to reduce the damage they cause to our system include:

- Reinstating and restoring the short sale price test regulation known as the uptick rule (to its original condition and not modified).
- Ending mark to market accounting and replacing it with book value, historic cost accounting.
- Reinstating the circuit breakers and the trading curbs to kick in whenever the Dow Jones industrial average drops 150 points to reduce market volatility and massive panic sell-off in order to allow investors time to think before they act.

Those rules protected the invested capital and the value of our homes. Then, handcuff the looters, confiscate all the money they made from 2007 to present and, make them pay for their crimes. Some of them should pay with their scalps.

If a car is disabled and inoperable because someone removed the batteries from the car, all you need to do is just replace the batteries so the car becomes operable again. It is that simple.

Do not alternatively hitch your tow to the car (which is what the Fed is doing) and drag along the vehicle to make believe the vehicle is operable simply because it's moving. It is not moving on its own power but by the power of the Federal Reserve tow. As soon as the Federal Reserve unhitches the tow, the vehicle is again disabled and not operable. That's what the Fed's QE is doing to our economy. Once the Fed QE money-tow is unhitched, our economic vehicle stalls to a standstill, and the looting bandits on board will exit, abandoning the vehicle to ruins.

If the Federal Reserve stops buying stocks in 2014 the collapse will follow.

The expansion of mark to market accounting to bank loans previously scheduled to take effect in 2013, which will cause the failure of the community banks, has been delayed. But once that goes into effect, whether in 2014 or later, it will be another trigger already in place to collapse the U.S. economy, which the Obama/Soros administration will use as an excuse to nationalize the banks. Once these things happen, you must move against the enemy – your government and the whole status quo establishment to reclaim your country.

It could be in 2016 or tomorrow, or 2017 when whomever George Soros puts in the White House be it Hillary, Joe Biden or Chris Christie or Jeb Bush, if they refuse to fix the economic crisis and allow the final collapse to occur. George Soros and the MFA would be in a position to loot and collapse the economy to usher in socialism. The people must move against that government.

The government comprises the White House, the Congress, their think tank institutions and their television and cable news media. Everybody elected before 2010, both Democrats and Republicans, must be asked go home.

If the Federal Reserve continues the QE stock buying program in 2014, they will be holding up the economy artificially to lull you to complacency while the enemy of freedom remains in power to complete laying the structural foundation of socialism to complete the transformation of America.

Things are not what they seem.

Fed Money Printing Propels Stocks to Records

On the economic news front in support of the make-believe recovery: the economic data being released to the public is massaged, allowing administration officials and cheerleaders to go on TV and tell you the economy is recovering.

The window for revision of economic data is now extended to up to three years, meaning three years from now they can do a revision of previously released false data disseminated to the public to suit their convenience during the initial release. And that tells me that they want the latitude. It a licence to lie, cheat and deceive the public.

The formula for GDP calculation is now changed to reflect a growing economy. If the current formula being used is applied to the past years in our country's history, America will never have experienced even one recession.

Earnings estimate for companies reporting on Wall Street is lowered so the companies will beat estimate, yet the companies earning results are not stellar.

That which is bad is said to be good and accepted and that which is good is said to be bad and rejected. My eyes swell with tears.

We are witnessing the destruction of the greatest nation in human history. The U.S. has been the last bastion of freedom and liberty, the refuge and shelter for the oppressed and the persecuted from around the world, a sanctuary where they can escape to. The nation is being destroyed from within by the same people who

were entrusted to protect her. The death of the American dream -- freedom and liberty -- is creeping upon us.

With an interest rate at zero, conservative investments are not yielding any returns,

This market manipulation by Magic Ben is meant to force investors chasing returns to move to risk assets such as stocks, in a rigged stock market primed to collapse on command, and will in fact collapse on the final command.

When everyone is convinced that the only asset that would yield the most return is stocks, most Americans who are not aware of the Fed's shenanigans and the looming danger will dump their money into the stock market. When the fed ends the QE, the looters will exit the market, followed by the final collapse. It will be sudden and quick.

The socialists believe that once you separate the people from their money, they will be more easy to control and amenable to socialism. To effectively control the people, you must take away their money and control their wealth.

Americans will not survive this Obama/Soros menace unless the people revolt against this evil and the establishment.

Those who think because of the Obamacare colossal failure, that Republicans will win the Presidency in 2016, are grossly mistaken. If a failed president was reelected because the election is rigged in the battleground states, what makes you think they will not repeat the same thing (election fraud) in 2016?

Unpopular dictators in third world countries win reelection all the time because of rigged elections and that's where we are today in America.

If you want your country back, you may have to do more than just waiting for the ballot box. You may have to rise and tell the status quo to go home voluntarily with full pension benefits or be removed involuntarily.

Those who come to power by fraud should be forced to resign or be removed by impeachment. That which is obtained through lies and fraud is illegitimate and therefore should be invalidated and jettisoned.

Obama has taken a sledge hammer to the foundation of America and has caused a lot of internal injuries that are not obvious to the public and not visible to the naked eye. To prevent these internal injuries from festering in decay, everything that happened under Obama must be repealed, reversed and invalidated.

To the people who say repeal Obamacare, I say to them that does not go far enough. You must repeal Obama himself -- invalidate his Presidency. Anything with his signature, any deal he negotiated with foreign governments, any edict or executive order he issued, any changes he made at the various regulatory

agencies during his term in office, everything he has done since he came to office must be repealed, invalidated and reversed.

His agenda for America is wicked, malicious, and evil, and it comes from hate. We must erase this nightmare from our history.

That means rolling back everything to the 2006 level. That's when the Congress began the wholesale sell-out of America to members of the Managed Funds Association, which manifested in 2007 and 2008 and continues until today.

Americans want an economic recovery based on real fundamental improvements in the macro economy, in which any one that wants to work can find work, people are able to pay their gas and electric bills, and hospital bills and their home mortgages, feed their families, and afford to buy some luxury goods and still have money left for their savings accounts and charity.

We need a real economic recovery that reaches the main street and that American families can feel in their bank accounts. We need an America in which property rights and invested capital are legally protected, and home values are restored to 2006 levels and protected, and lending and borrowing and leveraging is restored for robust economic growth and expansion.

Americans want an economic recovery that restores the American dream for all, benefits and enriches 318 million Americans with lucrative opportunities available to all. Instead, we get a phony economic recovery that only inflates the bank accounts of the few thousand members of the Managed Funds Association and their cronies, Obama supporters and a handful of Wall Street insiders and connected money managers who are in the loop and are reaping the lion's share of the benefits of the Fed's QE money.

Comparatively speaking, the 401 K accounts affected by the QE are just getting the crumbs from the table, and America's small businesses and families without the 401 K accounts are getting dust kicked in their face, burdened with more regulations and more taxes, with zero benefits from the Fed's QE money.

Americans do not want a make believe economic recovery based on the government cooking the books and cooking the news. Americans want a steady flow of income, healthy bank accounts, savings accounts with rainy day funds that will never be needed, because the economy is that good.

That's what a real economic recovery looks like and feels like.

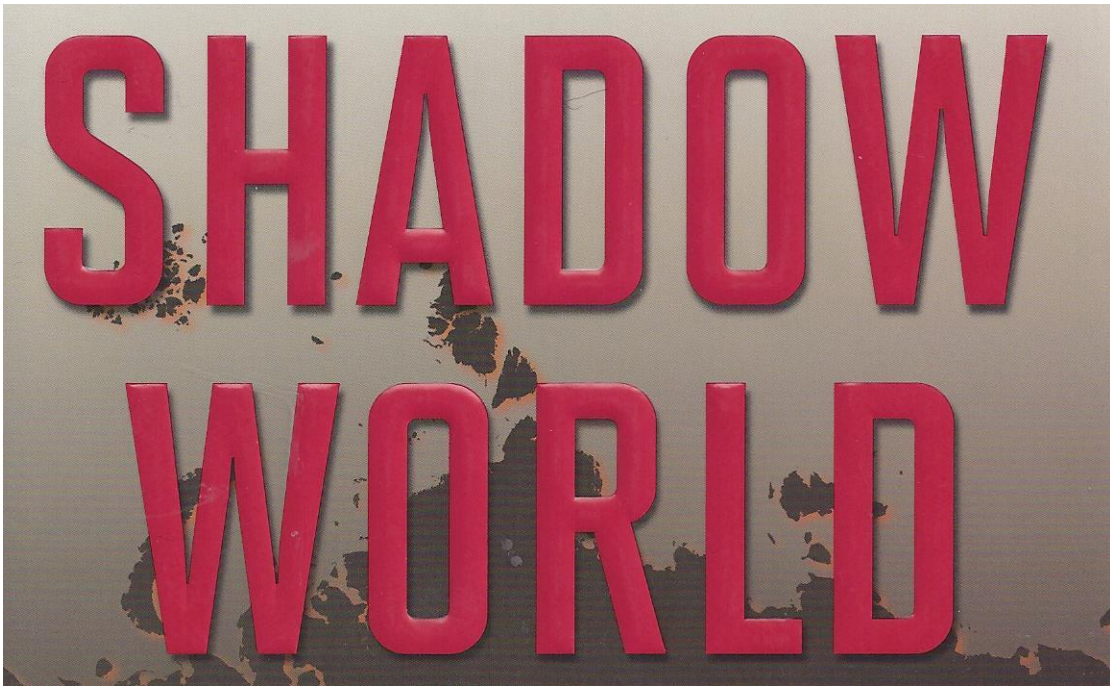
* Zubi Diamond, a successful businessman, stock market investor and trader, has about 15 years of financial market experience and more than 23 years of experience as an entrepreneur. His research led to the book, *Wizards of Wall Street & Washington Lap Dogs; The Scam That Elected Barack Obama*.

ANNOUNCEMENT: The official launch of “World Revolution Report,” a newsletter from America’s Survival, Inc. and Cliff Kincaid.

Cliff Kincaid, President of America’s Survival, Inc., says, “My late friend, former intelligence analyst Bob Chandler, called it the ‘Shadow World’ – the story of ‘resurgent Russia, the Global New Left, and radical Islam.’ Our newsletter, ‘World Revolution Report,’ continues this analysis on a regular basis, with the addition of the Roman Catholic Church to the mix of global power players. America’s Survival, Inc. (ASI) has been leading the fight against international Marxism and global Jihad and our newsletter “World Revolution Report” will be analyzing the global conflict in ways that make current events at home and abroad understandable to the average citizen.

Our five websites are:

www.usasurvival.org
www.noglobaltaxes.org
www.religiousleftexposed.com
www.sorosfiles.com
www.leninandsharia.com



For more information, please go to: www.usasurvival.org