

The 2023 Financial Crisis

Part III

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Presenter

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They shall be fined under this title or imprisoned not more than ten years, or both; and if death results from the acts committed in violation of this section or if such acts include kidnapping or an attempt to kidnap, aggravated sexual abuse or an attempt to commit aggravated sexual abuse, or an attempt to kill, they shall be fined under this title or imprisoned for any term of years or for life, or both, or may be sentenced to death.

(June 25, 1948, Ch. 645, 62 Stat. 696; Pub. L. 90–284, title I, § 103(a), Apr. 11, 1968, 82 Stat. 75; Pub. L. 100–690, title VII, § 7018(a), (b)(1), Nov. 18, 1988, 102 Stat. 4396; Pub. L. 103–322, title VI, § 60006(a), title XXXII, §§ 320103(a), 320201(a), title XXXIII, § 330016(1)(L), Sept. 13, 1994, 108 Stat. 1970, 2109, 2113, 2147; Pub. L. 104–294, title VI, §§ 604(b)(14)(A), 607(a), Oct. 11, 1996, 110 Stat. 3507, 3511.)

Creation of the Seven Royal Families

- And the ten horns out of this kingdom are ten kings that shall arise: and another shall rise after them; and he shall be diverse from the first, and he shall subdue three kings. (Daniel 7:24)
- So, he carried me away in the spirit into the wilderness: and I saw a woman sit upon a scarlet-colored beast, full of names of blasphemy, having seven heads and ten horns. (Revelation 17:3)
- And the ten horns which thou sawest are ten kings, which have received no kingdom as yet; but receive power as kings one hour with the beast. These have one mind, and shall give their power and strength unto the beast. (Revelation 17:12-13)

Creation of the Seven Royal Families

- When Daniel wrote this, none of these royal families existed. They didn't exist when John Mark wrote Revelation.
- The other king that shall arise after them could be the House of Romanov (Russia). They have lots of scores to settle with the European Families and now, China is willing to align with them. China has plenty of scores to settle with the Royal Families as well.
- The power of the Beast System comes only when the Seven Royal Families can unify into one family.

The Royal Families Plot to Subject the World



YouTube Link: <https://www.youtube.com/watch?v=KGPlr1aoQ78>

The Royal Families Plot to Subject the World

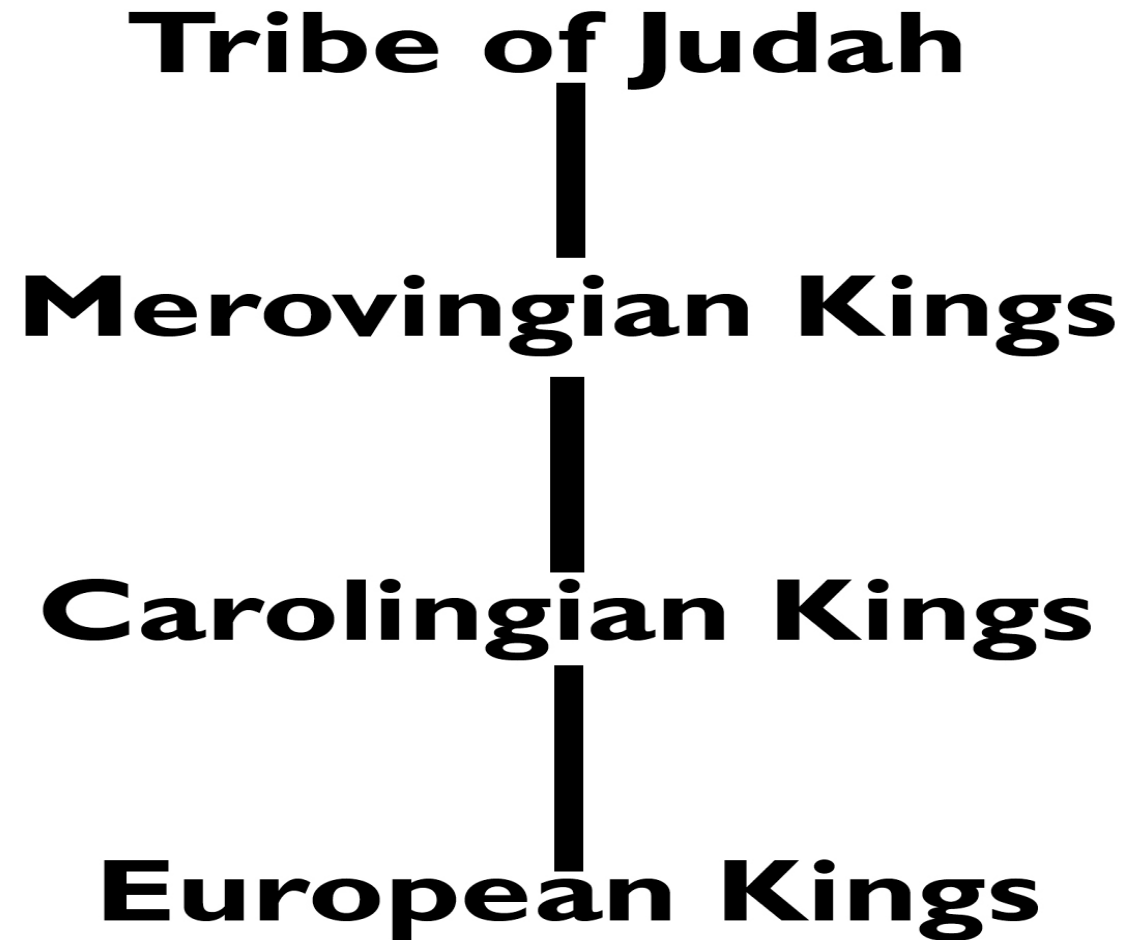


YouTube Link: <https://www.youtube.com/watch?v=3f4qOEYoBRY>

The Thirteen Illuminati Families

1. The Astor Bloodline
2. The Bundy Bloodline
3. The Collins Bloodline
4. The DuPont Bloodline
5. The Freeman Bloodline
6. The Kennedy Bloodline
7. The Li Bloodline
8. The Onassis Bloodline
9. The Rockefeller Bloodline – Banking, Oil
10. The Russell Bloodline
11. The van Duyn Bloodline
- 12. The Merovingian Bloodline**
13. The Rothchild Bloodline - Banking

Creation of the Seven Royal Families



The Current Royal Families of Europe

1. The House of Wettin* (Belgium, Poland, *et. al.*)
2. The House of Saxe-Coburg-Gotha* (Windsor) (Cadet of the Wettin Line)
3. House of Bernadotte * (Sweden)
4. House of Orange * (The Netherlands, England after the Glorious Revolution of 1688, notice the similarities between the founding documents)
5. House of Oldenburg-Glücksburg* (Holstein, Denmark, Norway)
6. The Inactive Royal Lines (See next page)

* Indicates active rule.

The Ten Royal Families of Europe

The Inactive Royal Houses – Six Houses – Only Two Will Survive?

1. House of Hohenzollern (Bavaria-Prussia) The Last German Kaisers (kings) were from this house. (Wilhelm I, Wilhelm II)
2. House of Hapsburg (Austria)
3. House of Bourbon/Bonaparte (France, Corsica, Florence)
4. House of Cronenberg (Germany-Austria)
 - Two of the Princes and the king in the TV Show *Grimm* were Cronenbergs though they spelled it Kronenberg. There was one prince that was either a Windsor or a Hanover. (British Accent)
5. House of Wittelsbach (Northern Germany)
 - Other Royal Families of Note:
 - The House of Hanover (once ruled Great Britain, now extinct)
 - House of Nassau (now extinct)
 - House of Luxembourg (new extinct)

The Bankers' Results of World War II

- World War II was the first time a U.S. Bank was caught financing an enemy. The Union Banking Corporation founded by Prescott Bush. However, the bank was owned by Bank voor Handel en Scheepvaart, N.V., a banking concern from The Netherlands.
 - This bank had significant connections to the United Steel Works in Nazi Germany. United Steel Works was owned by the Thyssen Brothers.
 - In the 1990s, United Steel Works merged with Krupp Steel to form the largest steel company in the world. The new company is called ThyssenKrupp AG. They are a huge conglomerate. The truck pictured in the background was photographed in Trinidad, Colorado in 2022.
 - Apparently, they were there to repair an elevator in the City of Trinidad, Colorado Administrative Offices.



The Bankers' Results of World War II

- Without this convention, Escher Wyss, A.G. would have never survived the War. This company was managed and controlled by Klaus Schwab and his father. They developed turbines that created “heavy water” for the Nazis nuclear program. The company survived until 1969 when it was bought by Sulzer, A.G. When Sulzer bought Escher Wyss, Dr. Schwab still sat on the Board of Directors for a number of years.



The Bankers' Results of World War II

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 - This company was managed and controlled by Klaus Schwab and his father.
 - They developed turbines that created “heavy water” for the Nazis nuclear program.
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The Bankers' Results After World War II

- While most European countries were saddled with debts from the War, the United States was convinced, due to the Communist threat, to rebuild Europe via the Marshall Plan.
 - This gave the United States a reason to occupy West Germany until 1991 when the Berlin Wall was taken down.
 - Afterward, when Germany was reunited, the U.S. and Germany wrote a new agreement allowing the Luftwaffe (German Air Force) to have bases in the United States while the United States maintains Army and Air Force Bases in Germany.

The Royal Families After World War II

- After the War, the sun finally set over the British Empire after three centuries.
 - Singapore was given its independence.
 - Their Middle Eastern holdings were given their independence.
 - India was given its independence... only to break up into India and Pakistan. They have been in a state of Cold War since.
 - Many of their African holdings also obtained their freedom.
 - Great Britain did continue to produce and refine petroleum in their former colonies. They also engaged in other business activities. The Bank of England still controls most of these countries... though BRICS is changing that.

The Royal Families After World War II

- After the War, the British Empire suffered economically as they tried to rebuild from the War.
 - Even though the Royal Families lost much influence, they still have their business holdings in trusts holding substantial shares in Royal Dutch Shell and British Petroleum. They have other investments as well.
 - The British economy tends to follow the United States economy.
 - The British Pound lost its power to be the medium of exchange.
 - The 1944 Bretton Woods Agreement gave the U.S. Dollar the role of Primary World Currency.

Banking in the United States

- The biggest obstacle for the Rockefeller Family in controlling the banking system of the USA was the lack of Interstate Banking.
 - The National Bank Act of 1863 forbid interstate banking. That Act was reinforced by the McFadden Act of 1927.
 - *e.g.*, A Bank in New York could not own a bank in New Jersey.
 - The Federal Reserve controlled Nationally-Chartered Banks.
 - Individual state-chartered banks were controlled by the state chartering the bank.
 - The state banks could opt to buy shares in the Federal Reserve, but none of them ever did. Most state banks did not want anything to do with the Federal Reserve.

Correspondent Banking in the United States

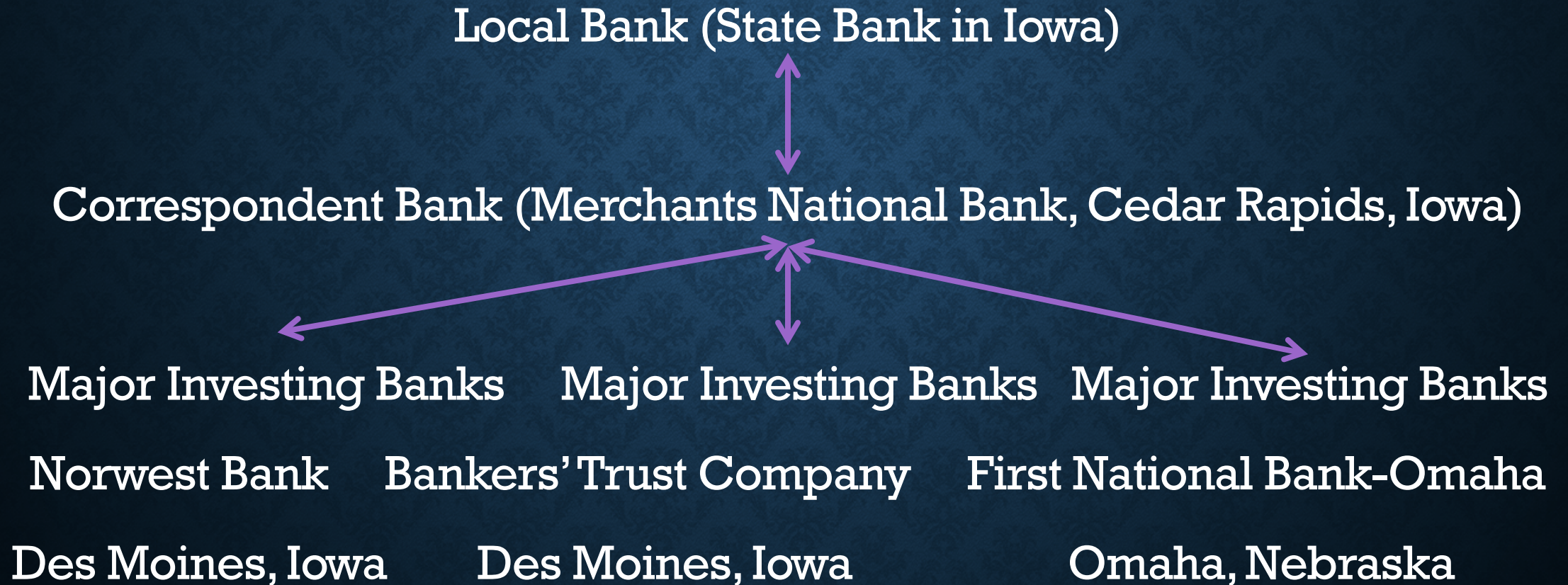
- If a state-chartered bank needed funding for a particular loan, they would draw up a “loan package” and take it to their “Correspondent Bank,” a larger bank in a nearby city.
 - The Correspondent Bank would review the loan and either reject it, finance it themselves (happened about 50% of the time) or farm the offer out to other larger banks in the region.
 - Banking was decentralized, as the management and Board of Directors of the local bank made the decisions.
 - Correspondent banks often offered other services as well.

Correspondent Banks in the United States

- **Correspondent Banks offer services to smaller banks:**
 - **Foreign Exchange Transfers**
 - **Wire Transfers**
 - **Additional Financial Analysis on Loans**
 - **Brokerage Services through an affiliated Investment Bank**

Correspondent Banking Relationships

- Here is a chart of how the banking situation works:



Interstate Banking in the United States

- The biggest obstacle for the Rockefeller Family in controlling the U.S. banking system of the USA was the lack of Interstate Banking.
 - This limitation started to be lifted with the Bank Holding Company Act of 1956 which allowed interstate banking if the states approved it. The Douglass Amendment required “specific state legislative approval.”
 - Initially, no state followed through with an approval.
 - Iowa did pass a statute allowing an out-of-state holding company to own a bank in Iowa if there was an existing relationship prior to 1956.
 - Connecticut and Massachusetts created statutes in 1982 to allow regional holding companies to buy in-state banks.

Interstate Banking in the United States

- The biggest obstacle for the Rockefeller Family in controlling the U.S. banking system of the USA was the lack of Interstate Banking.
 - The Rockefellers lost out in 1985 when the Federal Reserve Board allowed three banking holding corporations to buy local banks in the New England area. Citibank, Union Trust Company, and Northeast Bancorp, Inc., opposed the acquisition.
 - Notice that Union Trust was owned by the Bush Family and Citibank was controlled by the Rockefeller Family.
 - They wanted to acquire these banks themselves but do so without having to go through a lot of “red tape” to do so.

Interstate Banking in the United States

- The biggest obstacle for the Rockefeller Family in controlling the U.S. banking system of the USA was the lack of Interstate Banking.
 - The matter would eventually go before the U.S. Supreme Court in *Northeast Bancorp, Inc. v. Board of Governors, Federal Reserve System* (472 U.S. 159) (1985).
 - Chief Justice Rehnquist ruled that the Douglas Amendment allowed these banks to make the acquisitions they requested. He rejected all their other arguments as well.
 - Chief Justice Rehnquist was never a friend of the Rockefellers. Maybe that is one of many reasons why President Nixon nominated him to the court in the first place and why President Reagan renominated him as Chief Justice.

Interstate Banking in the United States

- The biggest obstacle for the Rockefeller Family in controlling the U.S. banking system of the USA was the lack of Interstate Banking.
 - Since the Rockefeller Family was not going to get anywhere with the U.S. Supreme Court, they started lobbying Congress to get what they wanted.
 - They got their wish when the Riegle-Neal Interstate Banking and Branching Efficiency Act was passed in 1994 and signed into law by President Clinton.
 - They further got their wish when they got Congress to pass a repeal of the Glass-Steagall Act in 1999. It allowed banks to perform brokerage services and further allowed Investment Banks to engage in banking services.

Interstate Banking in the United States

- When the 2007-2008 Banking Crisis happened due to the collapse of the mortgage market, large banks used the opportunity to acquire large brokerage firms:
 - J.P. Morgan Chase purchases Bear Stearns for pennies on the dollar.
 - Bank of America purchases Merrill Lynch and Company.
 - Bank of America purchases Countrywide Financial, a big mortgage company.
 - Lehman Brothers files for bankruptcy.
 - American Express, Goldman Sachs and Morgan Stanley convert from Investment Banks to Bank Holding Companies.

Interstate Banking in the United States

- The result of this crisis is the creation of banking organizations that are “too big to fail.” Here is a listing:
 - J.P. Morgan Chase
 - Citibank
 - Bank of America
 - Bank of New York – Mellon Corporation
 - Goldman Sachs
 - U.S. Bank
 - Wells Fargo and Company
- If any of these banks fail, it will take down the entire U.S. economy!



INTEREST RATE ANALYSIS

- The Federal Reserve Open Market Committee uses interest rates to manage the national economy.
 - When the economy is doing well, interest rates are raised to control monetary inflation.
 - When the economy is in recession, interest rates are lowered to stimulate the national economy.

* Federal Reserve Chairman Paul Volker testifying before Congress in 1981, Courtesy of the *New York Times*

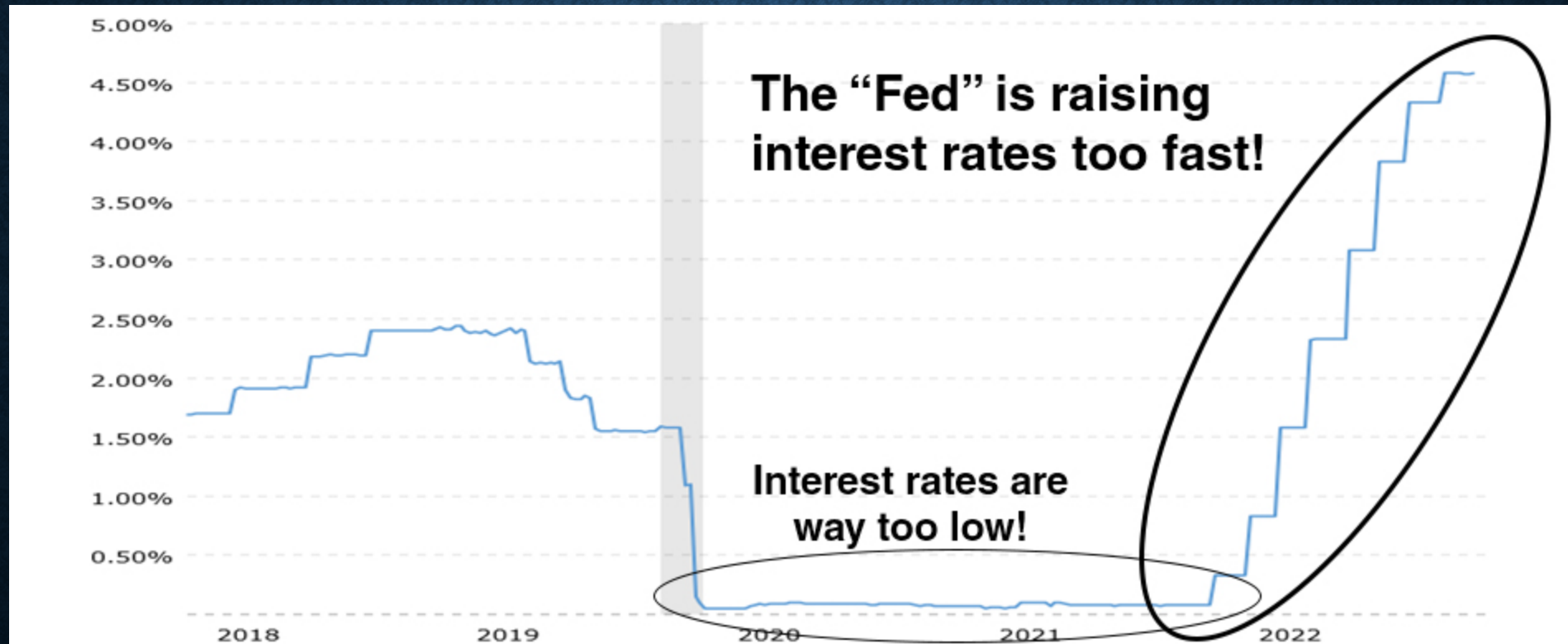
Interest Rates

Here is a chart outlining the history of interest rates since 1950.



Interest Rates

Here is a chart outlining the history of interest rates since 2018.



Trump Financial Policies

- When Donald Trump was elected president, he mandated that interest rates should be raised at slight intervals to control inflation and to reduce financial risks in the marketplace.
- A reasonable interest rate discourages risky investments. It also insures that people will get a reasonable return on their savings.
- When inflation was deemed to be controlled in 2018, interest rates were lowered.

The 2020 Panic

- When it was deemed there was a “Pandemic” in the offing, the Federal Reserve lowered interest rates to zero.
- Suddenly, the Venture Capital Companies started investing in business startups that they would not normally consider.
- Even Silicon Valley Bank [NASDAQ: SIVB - Trading Halted March 9, 2023] started loaning money to “woke” startups.



IDEAS BANK HERE>

50% of all US VC backed tech and life science companies bank with us.

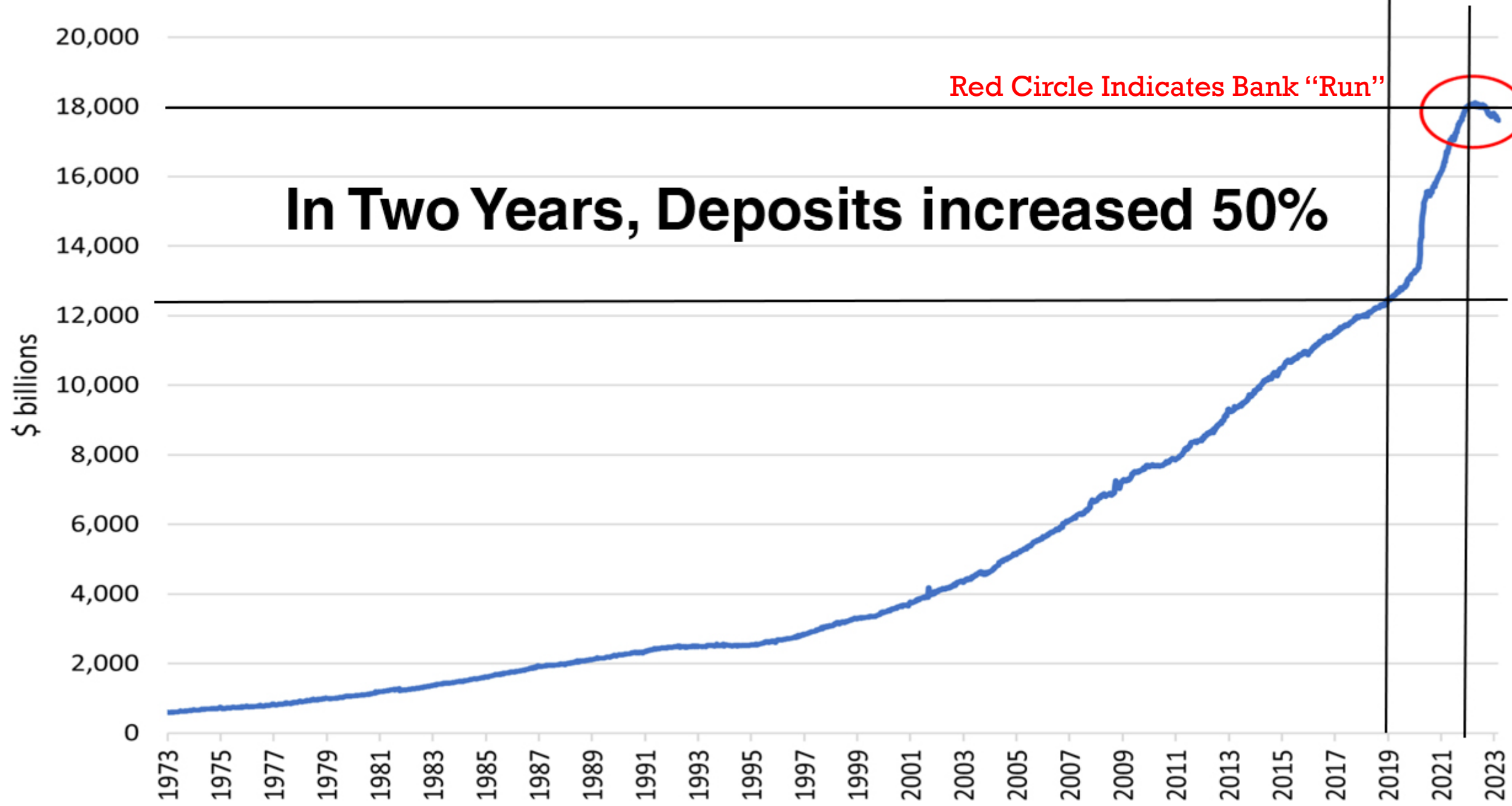


Commercial Bank Deposits

THE SILICON VALLEY BANK DEBACLE

In Two Years, Deposits increased 50%

Red Circle Indicates Bank "Run"



Silicon Valley Bank Analysis

- During the 2019-2021 Period, the bank received SIX BILLION DOLLARS in new deposits that they needed to invest to offset their “Cost of Capital” requirements.
 - Remember, all business accounts are paid interest equivalent to the Bank Prime Rate set by the Federal Reserve!
- The bank’s management opted to invest in 10-year Treasury Bonds at an interest rate of 1.68%.
 - Many investment managers would consider this investment sound, were it not for the trend of rising interest rates.

Silicon Valley Bank Analysis

- Unfortunately, we have seen that interest rates have risen from the 1-2% they were when they made most of these investments to 4.5% now.
- Bank management was not initially concerned because they planned to hold the bonds until they matured in ten years.
 - However, on their financial statements, due to the “mark to Market” method of accounting (FAS #157), they must show an “unrealized loss” on those treasury bonds and other low interest investments.
 - One must wonder if the Bank’s management was aware of this accounting rule.
 - We do know that the Bank did not have a risk manager for several months.
 - Normally, publicly-traded banks carry insurance to “hedge” against these kinds of risks to their portfolio.

Silicon Valley Bank Analysis

- When Moody's Financial Service discovered these unrealized losses on the bank's financial statements, they started downgrading the bank's credit rating.
- When financial analysts saw the downgrade of the bank's credit rating, they advised their clients to move their deposits to a “safer” bank.
- This caused a “bank run” but not in the sense we used to see them. This bank run was done with “mouse clicks” on personal computers.

Mark to Market Accounting

- Mark to Market Accounting was adopted by the Financial Accounting Standards Board (per Financial Accounting Standard #157) in 1993.
- It requires that companies owning “Marketable Securities” update the value of them at the end of their fiscal accounting period.
- Let’s look at an example:

Mark to Market Accounting

- A company buys 100 shares of XYZ stock for \$20 a shares. The entry would be shown as follows:

Investment in XYZ Stock	2,000
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Cash	2,000
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- At the end of the year, the stock is selling for \$25.00 a share:

Investment in XYZ Stock	500
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Unrealized Gain on XYZ Stock	500
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Mark to Market Accounting

- However, at the end of the next year, XYZ Stock has gone down to \$15.00 a share. The entry would be:

Unrealized Loss on XYZ Stock	1,000
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Investment in XYZ Stock	1,000
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- The final value of the XYZ Stock on the Balance Sheet would be:

Investment in XYZ Stock	\$ 1,500
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Mark to Market Accounting

- Traditional accounting used the cost method for valuing assets. That value stayed the same until the day came when the asset was sold. Then, a gain or loss is realized.
- Mark to Market Accounting assumes profits when there are not realized.
- Mark to Market Accounting assumes all assets with a ready market value are investments.

Thank You

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