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A Momentous Event Ahead

Is "something big" overhanging the market that might account for the market's perverse performance? Something that the more orthodox indicators have no knowledge of? Something more powerful than the economic or even societal factors which traditionally pull the market their way? That is the question.

To elaborate, it is well-known that momentous events have an immediate effect on the market. For instance, a declaration of war will instantly move the market downward violently even though war itself is bullish in the long run because of the vast and profitable business that war produces. Any great national tragedy will produce a similar bearish reaction. Take the assassination of John Kennedy, for example. That act set the Dow-Jones Industrial averages back 30 points; on the opposite hand a drop in the prime lending rate could jump the market up 15 or 20 points.

Such events are emotional only, with little or no historical significance. So their effect is immediate and temporary. Now let us conjecture that an historical event of maximum significance portends; what would be the market's performance? Would it not be the very opposite? That is to say, and assuming that the Dow Theory is correct, would not an impending disaster of ponderous proportions which would shake and radically disturb every person and institution have an effect on the market something like the one we are now witnessing?

For the sake of argument, let us assume that this interpretation of the market's performance is the correct one and that there is, indeed, a great event in our destiny which is approaching and which, as it comes nearer to us through the fog of the future, can be correctly perceived by those with a sharp eye and a disease-free mind--one without liberal prejudice.

What, then, is this dread event-to-come which today can be seen only as an apparition but the reality of which is so overpowering that, when it arrives, will envelop the world?

THE DECLINE OF THE WEST Viewed in this perspective the impending disaster is instantly comprehensible by those who have an understanding of the subversive forces which have rotted away the foundations of our culture. For the disaster ahead is nothing less than the very fate which has been predicted for three generations by seers and common-sensible thinkers who have realized that no society can long exist when all values are turned upside down, and when philosophy and politics as well as business is reduced to money.

The prophet of the age, of course, is Oswald Spengler, whose work was carried forward by Francis Parker Yockey. No stockmarket analysts these, nor have they ever been considered practical or realistic by materialists, yet their diagnosis of the condition of the West has enabled lesser philosophers to clearly view the ghost of the future decades before the practical men of Wall Street began to wonder what the present market decline portends.

Might of the West Now History

The hard fact, which the practical men must now begin to wrestle with, is that the might of the West has become a matter of history and the implications of that fact are far more profound and meaningful than any other event that has ever occurred in the history of the world.

For the fall of the West will fundamentally change the life of every being on the planet, not merely the lives of westerners.

The white race has been the great civilizer and teacher of the other races.* Here are passages from Carto's Introduction to Yockey's great work, Imperium:

How many otherwise enlightened and well-meaning people who have heretofore judged their patriotism according to the degree of hatred they have had for their continental brothers know that the ancestors of the great Teutonic-Celtic family were the same Aryans who subjected India and civilized it, speaking the Sanskrit language and creating the caste system which, incidentally, was nothing originally but a system of racial segregation endowed with a religious significance in order to maintain it? Or that, before this, there were the Sumerians and the Persians, and that the modern name for Persia--Iran--is merely a corruption of Aryan?

Greece and Rome, also, were created by this great, far-roving, culture-bearing race of conquerors. In whatever part of the world it went, a different civilization was created, each of which was distinctive because it developed in tune with the environmental conditions in whatever location its history began, yet bearing unmistakable traces to its Aryan origin.

Spengler signaled the end of White planetary hegemony 60 years ago, anticipating the stock market by threescore years.

*White America, by Earnest Sevier Cox, remains one of the best books written on White race prehistory. \$1 from The Noontide Press, P. O. Box 76062, Los Angeles, CA 90005.

CAPITALISM There can be no hope for business prospects
& when there is no rational basis for society.
CANNIBALISM The libertarian ideal of total anarchy (no
 law) in economics is valid only so long as
there is a fundamental, underlying law or code of conduct to
undergird the system. Without this--of course a self-evident
contradiction--neither prosperity nor even tolerable living
conditions can exist. The libertarian-equalitarian-nonracial
system of internationalism which is today running rampant is
a fool's paradise doomed to its own destruction.

Men cannot survive without social organization, nation-
alism and pride and over the long run social organization is
impossible in a "multiracial society." The vast prospects
for huge profits which have been opened up by internation-
alizing business and finance are illusory, doomed to crumble
before the reality of race and nationalism and the profound
human facts they incorporate.

Expand or Die

Capitalism needs a frontier. New markets are the oxygen
of capitalism; without them the system either collapses
instantly or extends its life through forced purchases and
debt assumption. This is the function of war, foreign aid and
pyramid-building in our "free enterprise" system. Since the
end of the last world war western capitalism has sustained its
expansion by persuading the taxpayers to put up 300 billion
dollars for "foreign aid" and at least as much for "welfare"
and other boondoggles. This capitalistic cannibalism has also
gone hand-in-hand with the "discovery" of multinationalism,
international conglomeration and the lure of vast prospects
for profits by exploiting the natural resources of Africa.

In the first instance, however, the cannibalistic system
of creating "prosperity" through unlimited amounts of interest-
bearing debt is self-limiting and must collapse after geo-
metrically expanding usury has forced the creation of unac-
ceptable inflation. Yet politics forces the continuation of
artificial prosperity via more debt.

Secondly, debt-financed expansion has gone hand-in-hand
(almost indistinguishably) with giant multinational wheeling
and dealing. The orthodox (a well-chosen word) wisdom is to
make a "deal" with native politicians to exploit this-or-that
mine or other natural resource. The deal always involves
bribery. Soon, competing politicians throw out the original
bribee and demand theirs. If this is not forthcoming, the mine
or other property is "nationalized" or sold to someone else.

Or, there might be a slightly different scenario. After the
deal has been set up with the top native politicians the Wall
Street or Soviet bankers find that the payoffs are so much more
than they expected and the native labor is so lazy and stupid
that the capital investment required is far larger than they had
planned. Additional loans are needed. Of course, the loans
cannot be repaid.

This is why Chase Manhattan Bank is at present teetering
on the brink of bankruptcy. Their billions of loans to so-
called "Less Developed Countries" (read: Negro or negroid
areas) can be kept viable only by additional credit; repay-
ment is out of the question.

Marx said that imperialism is the final stage of capitalism. In his Introduction, Carto asks if our "militant water-pistol imperialism" as exemplified by our bleeding-heart internationalist leaders, could be the imperialism that both Marx and Spengler foresaw, sublimated to acceptable liberal goals.

The Imperialists' Dilemma

Given this situation, what is a poor banker to do? Of course, he has a "mortgage" on the mine, but that is only a piece of paper. A New York or a Moscow banker cannot "take over" by repossession anything in Africa because there is no law there that he can shape to his use. The mine, with its priceless ore, is surrounded by Negroes.

The Wall Street and Kremlin bankers have plotted to destroy all white colonialism, and have done so. Now the areas which used to be under White law are controlled by "democratic" Negro "countries" steeped in corruption and savagery as a way of life.

Civilization depends upon more than the wheel. One necessity is a cultural agreement on the law of contract. The law of contract is purely Teutonic. "Law" simply does not exist in negroid countries.

J. P. Morgan once observed that he would never deal with a crook no matter how tight the contract was written because he knew that you can't do profitable business with someone who is scheming to cheat you from the start. A man whose word is as good as his bond will always find eager employers, partners or creditors; a businessman who will take in a crook as a partner does not last long, and that is the problem with Africa, as well as all of the negroid countries in the Caribbean, Central and South America. So long as these areas are dominated by voodoo and negroid morals, so long will they remain in abject poverty regardless of the untold riches beneath their bare feet.

(As an aside, we observe that uncomprehending Whites--Christians, communists, democrats and other imperialists--believe that this can be cured by "education"--showing that Whites are often more stupid than Negroes. We also do not wish to appear to whitewash the current corruption of Western society, which is now endemic in all areas of big business and big politics and which vividly demonstrates one of the results and products of our current obsession with internationalism. The difference is that bribery and official corruption in the West (as well as in Japan--the westerners of the Orient) is considered improper, immoral and illegal by the vast bulk of the public because of ancestral prohibitions against it going back to tribal days. This is not the case in black Africa where bribery, corruption, slavery and tyranny is a cultural accouterment and has always been so.)

Whatever, the economic outlook is not bright and this is what the stock market is telling us. Cycles, indicators and Dow Theory aside, the market is reacting to the Decline of the West, signalling the disaster now but a few steps ahead.

The Age of (Precious) Metal

Over the long haul, the price of gold and silver have a great distance to go. Of course, there will be normal market reactions which will wipe out persons who buy on margin. Selling precious metal on margin is a confidence game because it is so easy to manipulate the price one way or the other. Often, a panic situation can be created when stop-loss orders are triggered--orders which have been placed to sell at a certain price in order to save further loss in a bearish market. As these orders are automatically triggered, the market is further depressed in a feedback situation which can result in wild fluctuation and very low, but temporary, dips.

But as the gold and silver markets are volatile and manipulable in the short run so are they fundamentally bullish over the long run and not subject to manipulation because of fundamental factors which cannot be denied, and which have been fully explained in WO 227 and 228.

A Word of Warning

If you wish to invest in gold or silver be exceptionally careful. Never pay without instantaneous delivery of the metal unless you deal with a firm you know to be reliable. Never permit anyone to store gold for you. Do not store it in a bank safe deposit box, which could be closed at any time by Presidential order. Do not deal with the Swiss Commerce Bank, of Zurich. Beware of fast-talking "experts" who want to steer you to a particular bank or institution.

The safest haven in this growing storm of chaos would be an investment in gold which would participate to the maximum in the inevitable rise ahead yet which would not be subject to loss as are margin investments in gold bullion or in the gold (or silver) futures market.

SA Gold Stocks Performing Well

We call attention to our last issue, No. 228, issued on June 1, 1977. In that we analyzed South African gold stocks. Since then this group has moved upward, in many cases 100% or more. We are proud to note that we were the first to call this turnaround, and to identify what now appears to be the bottom of a highly volatile and potentially profitable market. Just the other day we received a call from one subscriber who--on the strength of WASHINGTON OBSERVER--purchased a total of 10,000 shares of two gold mines at \$3.60 and \$6.50. The former is selling for \$5.60 and the latter at \$8.50 as we go to press, or an even profit of \$2 per share, or \$20,000.

Written September, 1977.

QUOTATIONS FROM OSWALD SPENGLER

Man and Technics, 1931

"Today more or less everywhere--in the Far East, India, South America, South Africa-- industrial regions are in being, or coming into being, which, owing to their low scales of wages, will face us with a deadly competition. The unassailable privileges of the white races have been thrown away, squandered, betrayed. The others have caught up with their instructors. Possibly--with their combination of "native" cunning and the over-ripe intelligence of their ancient civilizations--they have surpassed them. Where there is coal, or oil, or water-power, there a new weapon can be forged against the heart of the Faustian Civilization. The exploited world is beginning to take its revenge on its lords. The innumerable hands of the coloured races--at least as clever, and far less exigent--will shatter the economic organization of the whites at its foundations. The accustomed luxury of the white workman, in comparison with the coolie, will be his doom. The labour of the white is itself coming to be unwanted. The huge masses of men centred in the Northern coal areas, the great industrial works, the capital invested in them, whole cities and districts, are faced with the probability of going under in the competition. The centre of gravity of production is steadily shifting away from them, especially since even the respect of the coloured races for the white has been ended by the World War. This is the real and final basis of the unemployment that prevails in the white countries. It is no mere crisis, but the beginning of a catastrophe."