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The American Conservative

The Next War?

Averting a Collision With China

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How I Became
A Conservative

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War Party Pet

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Broken Homes,
Broken Children

America Dominated - And Now Dependent On Others For Its Standard of Living

How Can We Call Ourselves A "Super Power", If We Can't Even Support Ourselves

America is now so wholly dependent on foreign countries to finance its government, its consumption, and its production that we are becoming utterly helpless against the cohesive planned economic attack being waged by these other countries against us. The result of this is the buying out of our critical industries and resources and the crippling of many of our remaining American owned industries.

Total Foreign Control

Foreign countries financed 99% of our Government debt in 2004. They are on pace to take control of over \$700 Billion of US assets in 2005, up from \$617 Billion in 2004. On average, the IRS calculates that \$1 in \$4 spent in America on manufactured goods is imports. Certain key chokepoint industries in this country are almost totally controlled by foreign countries (Cement Industry 81% - Movie Industry 69% - TV Mfg. Industry 100%).

Buying Us Out With Our Own Money

As former Assistant Treasury Secretary under President Reagan, Paul Craig Roberts writes, the "result of many years of persistent trade surpluses with the United States, the Japanese government holds dollar reserves of \$1 Trillion. China's accumulation of dollars is approximately \$600 Billion. South Korea holds about \$200 Billion."

These dollars are buying us out and exerting control over our country, just as if we had lost a military war.

How does this happen?

1. Other countries use cheap labor, subsidized loan programs, and advanced technology to make and sell us goods cheaper than we can make them here in America.

2. Devastating "Free Trade" policies allow these countries collectively to target specific industries here in America and sell below cost. US manufacturers object but US consumers extol the ability to buy cheap foreign imports and temporarily improve their individual standard of living.

3. Facing subsidized foreign competitors who themselves are protected in their home markets, US manufacturers go bankrupt or are forced to outsource to survive (e.g. Boeing's new 7E7 is 52% designed and manufactured by Japan, Italy, and other countries, General Motors routinely uses Honda engines in several lines).

4. US loses its manufacturing base through forced bankruptcies or acquisitions and this increases the dependence on foreign producers.

5. Foreign countries use the American dollars earned from selling us foreign consumer goods to finance our government debt and to buy out our remaining industries.

6. American government becomes so dependent on foreign lenders that it can not object when foreign countries seek to buy out our core companies.

7. American consumers feel no effects in the short-term because foreign purchases of US Treasury bonds keeps interest rates low and the money supply high.

Becoming Extremely Vulnerable

As our industrial base declines we are forced to import more, produce less, and incur greater debt. All of this while trying to fight two far flung wars and the internal terrorist war. **We are facing a very uncertain and dangerous future.**

We need our leaders to immediately recognize the true state of our dependence on foreign money and foreign goods. We are fast losing our ability to take corrective action by failing to admit that there is a problem. **Please write your congressman and the President your thoughts and suggestions.**

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