Investing In An Age of Terror

Secrets to Profits of 300% to 2,500% from the War On Terrorism

> by Richard Maybury Editor of Early Warning Report

and Jarret Wollstein Author of Surviving Terrorism



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About the Authors

Richard Maybury is a writer, and investment and political analyst. He is the editor of the monthly investment newsletter, *Early Warning Report*, and the author of dozens of books and special reports, including **The Thousand Year War in the Mideast** and the "Uncle Eric" series published by Bluestocking Press.

His Uncle Eric books include **Uncle Eric's Model of How the World Works, Whatever Happened to Penny Candy?, Whatever Happened to Justice?,** and **The Money Mystery.**

In the early 1990's, Mr. Maybury predicted the current War on Terrorism and many of its economic consequences.

Jarret B. Wollstein is a prolific writer and direct marketing specialist.

Mr. Wollstein has published over 1,000 articles and 25 books, including three national bestsellers. His books include *Society Without Coercion* (1969), *The Rage of Islam: America is the target, your finances will be the victim* (1993), *How to Keep the IRS and Other Snoops Out of Your Computer, Phone & Fax* (1995), *Protect Survive and Prosper: Surviving the Seven Millennium Crises* (1999), and *Surviving Terrorism* (2002).

Mr. Wollstein is a director of the International Society for Individual Liberty, a correspondent for *Newsmax.com* magazine, and Contributing Editor for *The Financial Privacy Report.* His articles regularly appear in *Freedom Network News, The Financial Privacy Report,* and in Newsmax.com's website and magazine.

Investing In An Age of Terror

Profits Of Up to 941%

As this report is being written, a blood bath is occurring on Wall Street. Both the DOW and NASDAQ averages are hitting five-year lows, and thousands of investors are losing their shirts.

However, despite the tech stock crash and bear market, investors who have followed Richard Maybury's advice in his *Early Warning Report* (EWR) have been making truly spectacular profits like these:

• **141% profits in 26 months.** Five U.S. defense stocks recommended in March 2000 in EWR were up an *average* of 141% by May 2002.

Ten thousand dollars invested in March 2000 in Mr. Maybury's picks, is now worth over \$28,200.

- **\$10,000 grows \$42,400.** Early last year, Mr. Maybury recommended Alliant Techsystems (ATK, NYSE) a small ammunition manufacturer. Shares are up 324% in just 14 months.
- **941% profits from General Dynamics.** Recommended in *Early Warning Report* in June 1990, defense giant General Dynamics shares are now up over 941% *plus dividends.* That's an appreciation of nearly 80% a year!

\$20,000 invested in GD in 1990 is now worth over \$300,000 (including dividends). If you had followed Mr. Maybury's advice and invested the cost of a new *luxury car*, you would now have enough to buy a new *luxury home*.

These large profits have not been just a single quick pop since the war began. There has been a remarkably steady, sustained rise in war-related stocks since *1990*. And all this occurred while the rest of the investment industry was saying that defense stocks would go down the tubes during the "new era of peace" following the Cold War. (Since the Cold War ended, more than 100 wars have broken out, killing more than five million people.)

However, as impressive as these profits are, we believe they will pale in comparison to the 300% to 2500% profits you will be able to make in the next 5-10 years from the growing, global War on Terrorism.

Chaostan and the new investment realities

Before giving you Mr. Maybury's latest investment recommendations, you need to understand how he has been able to make such spectacular profits for his subscribers, while most investors are losing their shirts, and seasoned Wall Street professionals are ducking for cover.

The reason for his success is that Mr. Maybury is a life-long student of geopolitics and he saw the War on Terror coming over a decade ago. In fact, Mr. Maybury coined the term "the New Axis" in May 1996 (five and-one-half years before George W. Bush used the term) referring to Iran, Iraq, Serbia, Syria Libya, North Korea, China, Pakistan, Chechnya, Sudan, groups in Russia, and the Taliban in Afghanistan.

What's more, Mr. Maybury foresaw many of the economic consequences of the War on Terrorism, which we are *only now beginning* to experience. Here is what he wrote *nearly four years ago:*

"History repeats. The evidence indicates that the world has entered another period of major upheaval. Like the Roman empire, the Soviet empire is splintering into hundreds of tiny feudal states ruled by independent warlords. These warlords can be expected to use nuclear, chemical and biological weapons on each other.

"I call the affected area Chaostan (pronounced Chaos-tan), meaning the land of the Great Chaos. It comprises roughly the area from the Arctic Ocean to the Indian Ocean and Poland to the Pacific, plus North Africa. It will all go the way of Yugoslavia (Bosnia)."

"This Great War is likely to be on the scale of the First World War, but not as bad as the Second World War. However, like the Second World War - which began not in 1941 but in 1935-36 with the Spanish Civil War and Italy's invasion of Ethiopia - this war is beginning slowly and is not yet recognized for what it is. "It will be in two theaters. The northern theater will be the free-for-all among the feudal warlords, and between warlord and Moscow fascists. <u>The southern</u> theater will be the Islamic world vs. the West."

"Until the US is fully involved, America will be a haven for flight capital. The dollar and dollar-related investments will benefit from the influx of money from Chaostan."

"After the US is fully involved, taxes and inflation will be crushing, and money will flee America to neutral nations such as Switzerland, and into precious metals, commodities and numismatics."

For investors, this war is the easiest slam-dunk in history

I'm Jarret Wollstein, Contributing Editor for the *Financial Privacy Report* and author of the new book *Surviving Terrorism*.

Like Mr. Maybury, I foresaw the current war on terrorism and its economic consequences. As I wrote in 1993 in my book *The Rage of Islam: America is the target, your finances will be the victim:*

"Death to America is the battle cry of millions of Islamic fundamentalists."

"Their leaders tell them that America is the 'Great Satan' that 'must be destroyed! They have begun an all-out terrorist war on America."

"America is a very open society. We are extremely vulnerable to terrorist violence. The rise of anti-American terrorism means we will go through the fire."

I'm writing this report with Mr. Maybury's advice and help, based on investment principles he pioneered. We have one simple goal: To help you economically survive the War on Terrorism and to make as much money as possible. As with all investments, timing is absolutely crucial. Three years ago – *long before the dot com crash and the 2001-2002 bear market* – Mr. Maybury predicted that the civilian tech bubble would collapse and be replaced by a military technology bull market. His prediction is now coming true. By the time most of the public is aware of the facts in this report, a great deal of the profit opportunities will be gone. However, that's great news for you – a once-in-a-lifetime opportunity to get in on the ground floor of a major weapons and commodity-stock bull market.

For investors, this war constitutes the easiest slam-dunk in history. It's not a sure thing, but it's the closest you may ever find.

In this report you find over 20 investment recommendations. But before we get to those recommendations, you first need to understand . . .

The new investment realities

As Senator Hiram Johnson warned in 1917, "The first casualty when war comes is truth." In April, CIA Director George Tenet admitted to *Wall Street Journal* reporter David S. Cloud that the CIA has "been at war with al-Qaeda for over five years." ("Caught off Guard," *Wall Street Journal* 6-2-15, p. 1.)

Investment values are determined primarily by economic conditions, and economic conditions are determined mostly by politics. To know how our investments will behave, we must know how the government will behave. Any good investment forecast must begin with a political forecast.

In this case, the political forecast clearly is war, lots of it, so the economic forecast is automatic:

A war economy for many years.

This forecast has already generated huge profits for readers of *Early Warning Report.* Unfortunately, we cannot stop the chaos, so we might as well continue making money from it.

At this time, the public is trying to ignore that we are in a war, creating a huge buying opportunity for perceptive investors. At some point, the public will wake up and realize that we really are in a war economy, and then the investments recommended here will really take off.

Of course, there are no absolute guarantees and many of these investments are speculative. But if even a few perform as we expect, you could multiply your wealth 10-fold in the coming years.

Investments that soar in a war economy

The experience of past wars is a good guide to investments that soar in a war economy:

The first two are obvious: **Defense and security stocks**. Just fifteen years ago, there were 30 major defense contractors in the U.S. Today there are just seven, and all are likely to grow enormously during the War on Terrorism. We discuss these investments in more detail below.

The third sector that grows during war are **raw materials**. In the Second World War, raw material prices soared 482%.

Of course, there are no guarantees and investments can always go down. But Mr. Maybury's best estimate is that when this catastrophe is fully developed we will see appreciation in this range:

<u>Investment</u>	<u>Price Now</u>	<u>Highest Price</u>	<u>Confidence Level</u> (Out of 10)
Oil (NY lt swt crude)	\$26.38	\$100 to \$160	9
Gold	\$302.30	\$2,000 to \$5,000	9
Silver	\$4.50	\$50 to \$100	9
Platinum	\$559.60	\$2,000 to \$5,000	9
Palladium	\$374	\$1,600	9
CRB Commodity Index	201	900	9

Brokers

For specialists in raw materials stocks, we suggest Global Resource Investments, 800-477-7853.

To invest directly in raw materials, contact Sue Rutsen at Fox Investments, 1-800-345-7026.

For financial planning and foreign stocks and bonds, Will Reishman at Euro Pacific Capital, 1-877-740-0174.

For precious metals and numismatics, which are the rarest form of raw materials, we suggest you shop among the following companies:

Camino Coins, 1-800-348-8001, 1-650-348-3000, Email: Burtblu@hotmail.com

Dillon-Gage Metals Division, 1-800-375-4653, 1-972-788-4765

Investment Rarities, 1-800-328-1860, 1-925-853-0700, www.gloomdoom.com

Monex International, 1-800-949-4653, 949-752-1400

Resource Consultants, 1-800-494-4149.

War on Terrorism = Huge War Profits

Mr. Maybury points out that to be a "great" leader, a politician must win a war: no one becomes great by avoiding war. In America, the three top presidents are generally regarded as Washington, Lincoln and FDR, all victorious war presidents.

To win the War on Terrorism, President Bush needs a strong and well-armed military. However, what most people don't realize is that despite being the world's only remaining superpower, America's military strength is a mile wide and an inch deep. While we have the most powerful weapon systems in the world, our military also has severe shortages of spare parts, ammunition, helicopters, transport planes, and other crucial military equipment needed to fight the War on Terrorism.

This means that the U.S. must have a massive military buildup, which is just now beginning. Bush's \$400 billion increase in defense spending was just the down payment.

So which companies and investments will benefit the most and present the greatest profit opportunities for you? Success in the arms industry depends not on the power of the weapons in your warehouse but on the power of the politicians in your pocket.

Big companies have more money to hire lobbyists, so they have long been Mr. Maybury's top picks, and they have done wonderfully.

Since Mr. Maybury suggested getting back into them in March 2000, the five largest US arms makers have gone up an average of 141%. Some are up much more. Smaller ammunition maker Alliant Techsystems (ATK, NYSE) is up 324% in a little over a year, and the war has barely begun.

Below are over 20 investments funds that Mr. Maybury recommends now.

Large Defense Companies:

All of these defense contractors have the potential to appreciate 300% or more over the next five years. Some could appreciate as much as 600%.

<u>Company</u>	<u>Symbol/Exchange</u>	<u>Five Year Potential</u>
Boeing	BA, NYSE	400%
European Aeronautic Defence & Space Co.	EAD, Frankfurt	600%
Lockheed	LMT, NYSE	400%
Northrop-Grumman	NOC, NYSE	400%
Raytheon	RTN, NYSE	400%
United Technologies	UTX, NYSE	300%

Small Defense Companies:

These are generally more risky than large defense contractors, due to a lack of political connections. However, they generally have even *more* upside potential.

Allied Research (ALR, AMEX). Allied is a small defense manufacturer, which makes ammunition, weapons systems and industry security products. This is a high-quality company with a P/E of 10!

First recommended in November 2000 at \$8, it's now over \$25, and should go much higher.

Firearms Training Systems (FATS, OTC). Firearms Training Systems is a leading producer of electronic firearms training simulators, with customers worldwide, including the Pentagon.

During the Tech Bubble, FATS was 16-times what it is today, and we would not be surprised to see the war bubble drive it back to that level.

Precision Castparts (PCP, NYSE). Precision Castparts makes complex metal components for a wide variety of products including military aircraft engines, airframes and turbines, as well as firearms and energy industry equipment. For instance, Precision Castparts has been awarded the contract to make 16 of the 19 structural titanium forgings for the Joint Strike Fighter. **Potential appreciation: 400%.**

Commodity Stocks

Commodities soar during war, which consume huge quantities of resources. Commodities also benefit from the flight from paper assets and the destruction of resources that occurs during war. Here are Mr. Maybury's suggestions for commodity stocks:

<u>Company</u>	<u>Symbol/Exchange</u>	<u>Five Year Potential</u>
Alberta Energy	AOG, Toronto	500 %
EOG Resources	EOG, NYSE	500%
Franco Nevada	FN, Toronto	500%
Haliburton	HAL, NYSE	1,000%
Schlumberger	SLB, NYSE	1,200%
BHP Billiton	BHP, NYSE	300%

Funds

American Gas Index Fund (GASFX) 800-622-1386. The war is likely to raise havoc in the oil-rich Persian Gulf, causing the worst energy crisis the modern world has ever experienced. Oil and gas based funds that have their assets elsewhere – like GASFX should soar, 200%-1,000%.

Fidelity Select Defense and Aerospace Fund (FSDAX) 800-544-888. This fund consists of a basket of weapons stocks, both large and small. The large defense companies have made big moves, but FSDAX has risen only 40%, because small weapons makers have not yet caught the eye of the crowd. When the crowd finally realizes the tech bubble of the 1990s is not coming back, and a new kind of tech – weapons – is the wave of the future, Mr. Maybury thinks FSDAX will take off.

Permanent Portfolio Fund (PRPFX), 1-800-531-5142. 10-year potential: 50%. PRPFX is *not* designed to be a big profit-maker, but to give *safety and stability* in the face of serious trouble, to let you sleep at night. The fund is a mix: 30% US stocks, 35% US Treasuries, 20% gold, 5% silver, 10% Swiss franc investments.

The premise of PRPFX is that the future is not predictable, catastrophes will happen, but this mix can survive almost anything because in any given crisis, some parts of the fund will profit enough to offset losses in other parts.

Financial Instruments

The huge run-up in the value of the U.S. dollar during the past decade was the result of a convergence of factors: Mild inflation in consumer prices, peace, economic stability, and a long bull market.

All of these factors are now gone, or are disappearing fast in the wake of war, corporate and accounting scandals, and crashing stock prices.

The following financial instruments provide a refuge – with strong profit potential.

<u>Investment</u>	<u>Price Now</u>	<u>Highest Price</u>	Confidence Level (Out of 10)
Numismatics		Up at least 1,500%	9
1.0 oz Gold Maple Leaf coin	\$330	\$2,200	9
Swiss franc	\$.6083	\$2.00	8
New Zealand Do	ollar \$0.47	\$1.00	8

How to invest in financial instruments:

Numismatics: The best way to invest in numismatics (i.e., rare coins) is to buy uncirculated (MS-60 and above) coins, and proof gold and silver U.S. coins from a reputable coin dealer. The coins should be individually packed in plastic cases and be certified by P.C.G.S. or N.G.C. This is crucial: Many disreputable dealers will over-grade coins when selling and undergrade when buying – resulting in huge profits for them and losses for you.

For suggested dealers, see the precious metals dealers listed under Brokers on page 8.

Swiss francs and New Zealand dollars: FDIC-insured certificates of deposit in Swiss francs and New Zealand dollars can be acquired from www.everbank.com, phone toll-free 888-882-3837.

Mr. Maybury recommends Swiss francs because Switzerland is the world's most neutral nation and the chief haven for money fleeing war. He recommends New Zealand dollars because New Zealand, too, is very neutral, and has the added benefit of being a source of raw materials more remote from war areas than anywhere else in the world.

Political Forecast: War, war and more war . . . plus galloping inflation

The investment recommendations in this report are based on the belief of the authors that the War on Terrorism will continue and indeed expand for the foreseeable future – requiring massive increases in military spending and putting enormous upward pressure on commodity prices and other tangible assets.

The mind-boggling scope of foreign U.S. military involvement was strongly underscored in early July 2002, when the Defense Department announced that the planned war against Iraq would severely strain its military resources. Remember: even before the War on Terrorism, the U.S. had troops or military "advisors" in over 100 countries throughout the world – that's a record even the Roman Empire couldn't match.

The list of countries we are "assisting" seems to grow every day, and now includes Russia (in their war against Chechnya), the Philippines (Muslim guerillas), Afghanistan, Pakistan, Yemen, and – very soon – Israel, the worst military quagmire in the world.

It often seems like the U.S. military is defending every country in the world, *except* the United States. As Richard Maybury explains in his two new books about World War I and II, the U.S. has militarily intervened some 234 times in foreign countries. The great majority of these interventions had little or nothing to do with defending us. (For a complete list, see www.history.navy.mil/wars/foabroad.htm.)

And these are only the non-secret cases. Undoubtedly, there have been hundreds of other, covert U.S. military operations, such as the secret bombing of Cambodia during the Vietnam War and current "secret" U.S. military operations in South America and Asia in the War on Drugs.

"Frankly," says Mr. Maybury, "as I explain in my new books, *World War I, the Rest of the Story,* and *World War II, the Rest of the Story,* the reason we are now in the third world war, is that we were lied to about the first and second world wars."

"The U.S. government has been poking sharp sticks at rattlesnakes all over the world for more than a century, and on September 11th the snakes began getting their revenge. The excuse for provoking the snakes was the war propaganda left over from the first two world wars."

Further, as Mr. Maybury points out, U.S. military strength is "a mile wide and an inch deep." The weapons and equipment all look extremely impressive in news photographs, but the shocking reality is that many are actually on their last legs. Without a massive military buildup, the U.S. doesn't have a prayer of beating back all of the snakes poised to strike us.

That makes defense stocks, and other investments which benefit from war, a great bet. And how will all of this new military spending be financed? There are really only three options:

Option #1. Raise taxes

Option #2. Cut social security and other domestic spending

Option #3. Print money

Option #1. Although you can count on taxes going up, with the economy in recession it would be suicidal and self-defeating to raise them by much. Further, with more and more businesses failing and laying off workers, even with higher tax *rates*, total tax *revenues* may still fall. So Option #1 is out.

Option #2 – cutting spending – is also out. With some 45% of Americans now getting a check from the government (for Social Security, Medicare, Medicaid, Aid to Families with Dependant Children, etc., etc.) the career of any politician who seriously tried to cut spending would be over in a minute – if he wasn't lynched first.

This leaves **Option #3: Printing money, or inflation**. That's always politically-attractive since few people understand that *government creation of money* – rather than "evil businessmen who raise their prices" – is the real cause of the price increases. Look for massive price increases in the coming years.

That's terrible news for your budget and savings, but great news for investing in commodities – i.e., natural resources and raw materials. They'll soar.

With the U.S. committed to unending war, we indeed face a very scary future. So let's make the best of it and make as much money as possible, secure in the knowledge that one day even this war will end.

Making Money In An Age of Terror

With bad economic news coming out virtually daily and an increasingly dismal bear market, the next decade will undoubtedly be a dangerous period for investing.

You could, of course, just keep your money in a bank. However, if inflation heats up, you could find yourself losing 10% or more of your purchasing power every year – or 100% of it, if your bank fails.

This is certainly a good time to have lots of cash on hand. But it's also potentially a *great* time to invest.

As always, it pays to be prudent and you should invest no more than you can afford to lose. All investments – even gold and silver – are speculative and can go down.

However, as the War on Terrorism heats up, there will be great fortunes made from armaments, commodities and other select investments. With foresight and courage, you could make profits of 300% to 2,500% in the next 5-10 years, investing in an age of terror.

Special 60% Savings Offer on . . .

Early Warning Report

Richard Maybury's investment newsletter with his latest advice on terrorism, the economy & investing

A personal note from Jarret Wollstein

I've been reading Richard Maybury's work for nearly 30 years and consider his monthly *Early Warning Report* newsletter a must for every serious investor and every intelligent individual who wants to hear a side of the news not reported in the mainstream press.

Mr. Maybury gives his readers uncannily accurate forecasts of war, economic crisis, and other crucial events that affect their investments. His thorough research uncovers vital information that you never see in the *New York Times* or on the evening news. Some subscribers wonder if he has a crystal ball.

For readers of *Surviving Terrorism* and "Investing in an Age of Terror," I've arranged with Mr. Maybury's publisher, Henry Madison Research, a special subscription offer to *Early Warning Report* that will save you over 50%. Instead of paying the regular annual subscription rate of \$200, when you subscribe now you'll receive a full year (10 issues) of *Early Warning Report* for just \$98.

Further, you will also receive Mr. Maybury's widely-acclaimed six-page report, *Chaostan, The Full Story* (a \$15 value), PLUS a map of the world's hot spots (a \$15 value), PLUS a full-color, National Geographic world map that enables you to follow events as they unfold (a \$10 value).

In all, when you order now, you will receive a \$240 value for just \$98 – a total savings of nearly 60%.

To take advantage of this outstanding offer and start receiving Mr. Maybury's exclusive investment advice, call now at:

1-800-509-5400 and mention **Special Code #484**, or fax your Visa or MasterCard information to **1-602-943-2363**. You can also mail a check or money order to Henry Madison Research, Box 84908, Phoenix, AZ 85071.

This offer expires December 30, 2002, so please act quickly.