

# Bitcoin Redux

26 March 2023

Does it mean re-done or re-duced?

A subject visited before, but given the financial tremors around the world, fresh questions are relevant.

*Q: Esteemed Committee, what connection exists between crypto-currencies and current financial forces oscillating across the globe?*

C: None and many. The alternative money indices of which you inquire, are but another flavor of the same food human money represents.

The financial effects now reverberating appear to mimic many similar events of human financial history but we assure you, this happens by design. The buttons pushed, knobs turned and wheels rotating now, are not a result of cumulative forces building without a central plan, not frantic efforts enacted to repair and restore.

*Q: Central plan?*

C: We would have better used the word scheme, with a generally negative connotation, a less than positive feeling for many participants.

*Q: When did the ability to manipulate finances and economics come about?*

C: The turning point, not understood at the time, was the book *Wealth of Nations* written by Adam Smith of Scotland. Manipulation has always been attempted across an economy, for power thus extraction of wealth. Humans resist thievery too well, forcing the hunt for newer victims to be continuous. New protections cause thievery innovation and so turns the money wheel. More lucrative is voluntary payment then squeezed, molded, shaped and scraped to the benefit of manipulators.

*Q: Who, meaning which groups of people, created alternative currencies?*

C: The hidden controlling powers.

*Q: Investors in bitcoin and many others believe they're escaping official oversight, regulation & enforcement, rules and laws, by using the crypto-currencies.*

C: Yes, they believe it but untrue it shall always be.

*Q: Why? How?*

C: All crypto-currencies require purchase, certainly first purchase if not subsequent transactions, using a recognized, accepted currency. This currency must come from a bank, controlled by the same forces who create thus control the cryptic money.

*Q: What about exchanges of one crypto for another?*

C: These are even easier to monitor than cash.

*Q: An investor cannot arrive with gold bars and covert them to a cryptic currency?*

C: The possession of gold bars is almost as un-cryptic as investments can become.

*Q: Let's revert for a moment to the aforementioned book; what about it became the fulcrum upon which economic "management" began to be practiced?*

C: The author described the invisible hand which seems to operate behind the scenes to smooth out peaks & valleys of economics and financial change, fluctuations which would otherwise be common, or so goes modern belief.

*Q: What is meant by modern belief?*

C: Since the issuance of paper currency and freely accepted minting of coins, which has reduced the counterfeiting effect.

*Q: No invisible hand would smooth out anything?*

C: No, it would be unnecessary. Activity which involves a sufficiently large number of events will reach an equilibrium, transfers of money included. How many bicyclists fall, smartphones break, children are injured, golf balls become lost and so forth, begin a list of unlimited examples....

*Q: The economic depression of the 1930s was a result of intentional manipulation?*

C: Yes.

*Q: Holy excrement. Okay....what is the general mission, purpose, objective or goal of crypto-currency?*

C: The creators wanted an easier and more transparent method to monitor humans, thus control you. The best way to achieve this is to supply comfort and confidence. One delivers far more to friends than adversaries. Increases in taxation, beginning five to seven decades ago, have reached peak effectiveness for manipulation. The beginning of the end was discovered decades ago when the drop in tax collections was discovered to result from tax rate increases, something not understood still by a vast majority of taxpayers worldwide.

Printing money, as a tool to set off inflation thus impose a tax without one being seen as such, has been effectively used to avoid direct political consequences of tax rate increases.

Most of your elected officials barely understand the economics in operation behind the process, but that is well suited to the purposes of the hidden controlling powers, who have long ago figured out how to use the few who well understand this, to reign in the many who go along to get along.

*Q: Who are rewarded well for that.*

C: Of course, all human sinners or saints alike, respond to money.

*Q: So, the bitcoins of Planet Earth are...*

C: Pardon our interruption; the bitcoins of a certain few humans.

*Q: The certain human creators of bitcoin-like alternative currencies are different from banks, how?*

C: They do not lend and collect no interest, that holders can see.

*Q: What really happens to the money?*

C: It is a well-run Ponzi scheme.

Q: *That sounds like an oxymoron of Olympic proportion; Ponzi schemes collapse.*

C: Not when the managers control the printing press.

Q: *The fluctuations in crypto-currency values are indeed the result of prices bid and asked, in other words, supply and demand, or...?*

C: Supply? No such constraint applies to even a typewriter & paper when writing numbers. No supply restriction could exist.

Q: *The rise or fall of the spot price is?*

C: An illusion. No more complicated than a bank of electronic slot machines.

Q: *Now you're going to tell us casinos are crooked?*

C: We are eager to observe the human development of gambling investors who are neither motivated by deceit nor lured by wealth. These humans exist, no doubt, but viewpoints, ideas and perceptions of commerce and of free exchange undermine notions of gambling and betting.

Q: *So, this makes the alternative or cryptic currencies risky?*

C: Individually yes but overall, not at all.

Q: *Why individually?*

C: The decision to eliminate one looms as a manipulation tool; if a run on the cryptocurrencies can be set off, this will drive cash into banks, allowing monitoring of account owners. If the transaction is anonymous, a human owner can never be.

Humans with enough money to matter to other humans can never be invisible. They can create invisibility for their wealth to a degree so well defined that they come to believe it themselves. The subordinates of the hidden controlling powers can discover who and how much, even more easily when such wealth holder believes s/he has successfully concealed all financial tracks.

Q: *What about precious metals?*

C: Not enough either exists or is available where it does. The gold standard was abandoned because insufficient gold exists to allow unrestricted sale, purchase & use plus use as a backstop to paper money.

Q: *So basically, what we have now is a money system where humans are:*

- *either monitored or able to be monitored at the will of certain folks*
- *subject to value fluctuations and economic forces which cannot be controlled by the people badly affected*
- *do not understand how economics works*

C: Yes.

Q: *Would a value collapse of a currency cause the demise of alternative, crypto-currencies?*

C: If enough currencies collapsed nearly or simultaneously, yes.

Q: *Thank you!*

C: Most welcome are all. Do return soon.