



Understanding Our Slavery: The Private Federal Reserve and Theft of Fractional Reserve Banking

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Executive Summary

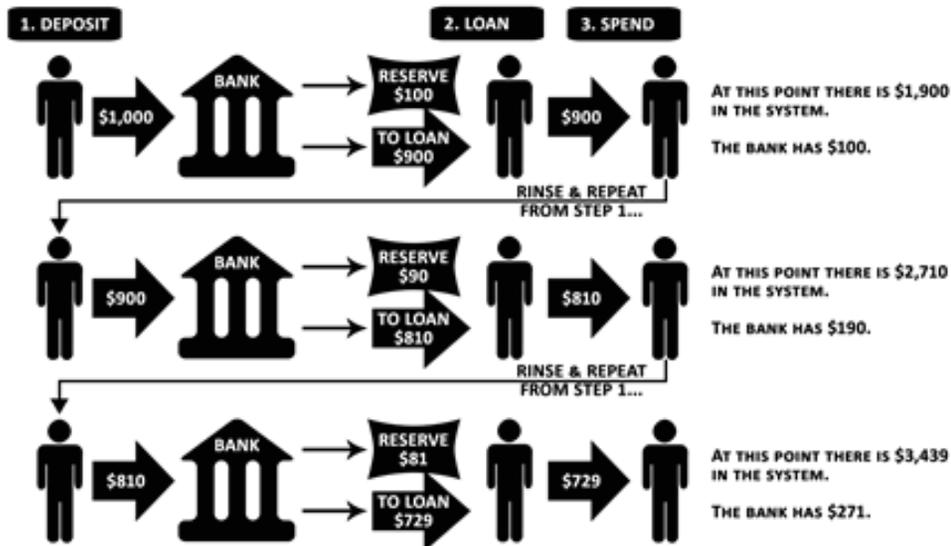
In 1913 organized crime banking interests lobbied and bribed Congress to pass the [Federal Reserve Act](#) which created the [private Federal Reserve \(FED\)](#) to back-stop and “legalize” the ability of private banks to create money out of thin air and lend it at interest. The process is called [fractional reserve banking](#) and the basics of the swindle is that when you go to the bank to get a mortgage the bank is not lending you another depositor’s money. They simply create the money with a few strokes on the keyboard and the average person spends the rest of their life paying interest on a loan created out of thin air. If a bank gets in financial trouble and/or experiences a “run-on-the-bank” where depositors begin to pull their money then the FED steps in and provides the troubled bank(s) unlimited capital to maintain faith in the crooked system.

Value and Supply of the US\$1 Federal Reserve Note

(Sources: Bureau of Labor Statistics and Federal Reserve)



THE BASIC FRACTIONAL RESERVE BANKING CYCLE



[HTTP://CYNIC.ME](http://cynic.me)

The Theft of Inflation

In addition to the inherent unfairness of allowing certain companies (banks) the monopoly privilege of creating money, the process steals the purchasing power from the dollars earned and saved by everyone else in society. As the banks create more and more dollars the excess dollars begin to compete with the existing dollars in the market and bid up prices and simultaneously reduce the purchasing power of existing dollars in circulation. This is the main reason why the cost of almost everything in the economy (housing, healthcare, education, energy, etc.) is going UP when, absent the organized crime money system, costs should be going DOWN as innovations and productivity improvements reduce the costs associated with producing the necessities and luxuries of everyday life. Not only is society being robbed by the inflationary theft of rising prices but it is being robbed of the reduced costs and growing purchasing power that would exist absent the organized crime banking system. Absent the anomalies of hot housing markets and hot stocks, it isn't that the value of your home and portfolio are rising, it now simply takes more rapidly depreciating dollars to buy the same amount of housing and stocks.

Table S1: Top 50 control-holders. Shareholders are ranked by network control (according to the threshold model, TM). Column indicate country, NACE industrial sector code, actor's position in the bow-tie sections, cumulative network control. Notice that NACE code starting with 65,66 belong to the financial sector.

Rank	Economic actor name	Country	NACE code	Network position	Cumul. network control (TM, %)
1	BARCLAYS PLC	GB	6512	SCC	4.05
2	CAPITAL GROUP COMPANIES INC, THE	US	6713	IN	6.66
3	FMR CORP	US	6713	IN	8.94
4	AXA	FR	6712	SCC	11.21
5	STATE STREET CORPORATION	US	6713	SCC	13.02
6	JPMORGAN CHASE & CO.	US	6512	SCC	14.55
7	LEGAL & GENERAL GROUP PLC	GB	6603	SCC	16.02
8	VANGUARD GROUP, INC., THE	US	7415	IN	17.25
9	UBS AG	CH	6512	SCC	18.46
10	MERRILL LYNCH & CO., INC.	US	6712	SCC	19.45
11	WELLINGTON MANAGEMENT CO. L.L.P.	US	6713	IN	20.33
12	DEUTSCHE BANK AG	DE	6512	SCC	21.17
13	FRANKLIN RESOURCES, INC.	US	6512	SCC	21.99
14	CREDIT SUISSE GROUP	CH	6512	SCC	22.81
15	WALTON ENTERPRISES LLC	US	2923	T&T	23.56
16	BANK OF NEW YORK MELLON CORP.	US	6512	IN	24.28
17	NATIXIS	FR	6512	SCC	24.98
18	GOLDMAN SACHS GROUP, INC., THE	US	6712	SCC	25.64
	T. ROWE PRICE GROUP, INC.	US	6713	SCC	25.64



The Results: Monopoly

Imagine you are playing the game Monopoly with a group of people where the banker is cheating and giving himself unlimited funds. At the end of the game who owns everything on the board and who are renters and debtors? The ability to create money out of thin air has enabled the banks to:

1. Buy, consolidate, and weaponize the media into nothing but deception and distraction.
2. Provide unlimited funds to a small handful of organized crime companies to consolidate their own industries and trade as a cartel. See our Liberator folder on [Banking Cartel's Monopoly Consolidation](#).

The list above comes from a 2011 study called [The Network of Global Corporate Control](#) which analyzed 37 million global companies and 43,060 transnational corporations and built a model of who owns and controls what and discovered that just **147 firms**, primarily banks and financial institutions control **40% of global wealth**.

[Understanding Our Slavery](#) is both a book and series of one-page visual overviews of concepts hidden from the public by inter-generational organized crime that has been controlling the flow of information in society. Their "Propaganda Matrix" includes control of the government, government schools, scouting, intelligence agencies, military and police training, and a weaponized media system of 6 companies running hundreds of subsidiaries to give the population the illusion of choice and diversity-of-opinion while propagandizing, deceiving, and distracting us from the reality of our tax slavery and authoritarian control. These [one-pagers](#) are designed to be printed out and shared but with accessible PDF versions with active hypertext links. We have an 8GB Flash Drive/Dropbox called: [The Liberator](#) with additional evidence of government and media criminality.