



rhstruthers@gmail.com

519-374-9332

Monthly subscription US\$19.99

Know when to hold-em!
Know when to fold-em!
Know where to set stops!
Know when to run!
Never count your portfolio
Until the sells are done..

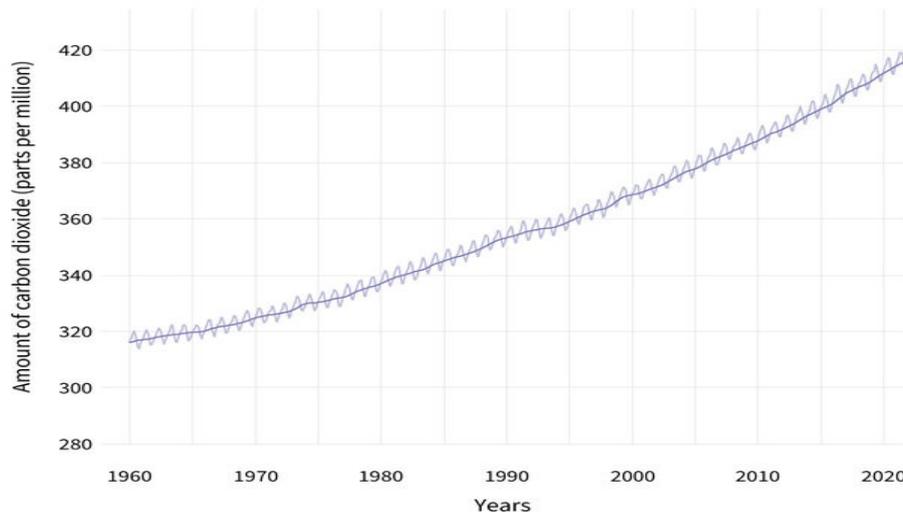
Climate Scam

Climate change has been a huge topic of late. Satellite images of Brazil show 4,000 sq. kms of forest destroyed in the first half of 2022. That's 80% more than the same period in the year before Jair Bolsonaro took office. More concerning is that the forest cutting is taking place during the rainy season. Deforestation is historically higher in the drier second half of the year when it is easier to access remote areas [reports](#) The Associated Press.

Biden is considering declaring a national climate emergency, according to the Washington Post. The decision could redirect funds for clean energy projects and restrict offshore drilling, or even curtail the movement of fossil fuels aboard ships, trains and pipelines. West Virginia's Joe Manchin - a Democrat whose vote is needed to pass legislation in the evenly divided Senate - said last week that he couldn't support new spending on climate change due to record high inflation. That doomed Biden's Build Back Better Act.

I am not doubting there is climate change and warming but governments pushing carbon as the problem and eliminating fossil fuels over so called green energy is where **the scam starts**. They than use this carbon theory to implement new taxes, create spending programs that benefit them, their family, friends and their supporters of their government.

ATMOSPHERIC CARBON DIOXIDE (1960-2021)

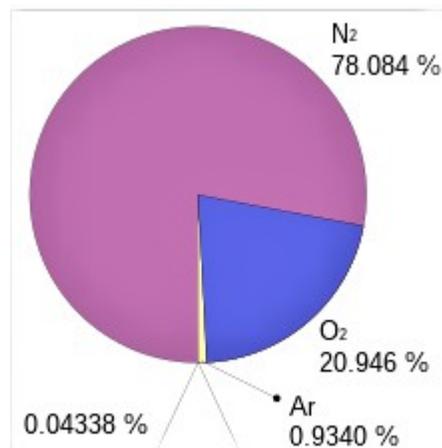


This chart on carbon in the atmosphere looks alarming, but I am going to explain to you why it is not. Furthermore if they really wanted to fix the carbon problem, switching coal fired electrical plants to nuclear, gas or hydro would eliminate around half of emissions. The US is still about 50% coal fired electricity. Second, implement DynaCert's technology that eliminates 80% or more of carbon emissions in diesel and gas vehicles. DynaCert can get little traction and no government support. These 2 things would more than fix the carbon issue. **They don't want to solve the problem or their scam ends and neither do they want to look at other likely causes of warming or the scam ends.**

Very very few look at the actual data and science, they are just bombarded with the carbon emission story continuously and believe it. You have to look and dig for the real science and I did that for you. **I believe this warming is a simple natural cycle. Look at the science.**

The earth has been warming since the last ice age ended about 10,000 years ago. Earth has experienced cold periods (or "ice ages") and warm periods ("interglacials") on [roughly 100,000-year cycles](#) for at least the last 1 million years.

Earth's atmosphere contains 78.08% [nitrogen](#), 20.95% [oxygen](#), 0.93% [argon](#), 0.04% [carbon dioxide](#), and small amounts of other gases. Air also contains a variable amount of [water vapor](#), on average around 1% at sea level, and 0.4% over the entire atmosphere.



Carbon is such a small amount on this pie chart it does not even show. In fact there is about 25 times more Argon gas than Carbon dioxide. Now going back to the graph on page 1, the climate scammers want us to believe that carbon dioxide increasing from 0.032% to 0.042% is the problem. **That is just absurd. They are telling us that a 1 in 10,000 unit change in carbon is causing climate change.**

Here is what is probably actually happening, it is not exciting and cannot be changed. You also cannot raise taxes and promote spending programs and new laws on it either.

It is simple science and math that you cannot deny. Ice and snow reflect sunlight that otherwise would be warming the earth. Ice and snow cannot increase in temperature, they are at zero degrees Celsius and cannot warm any further until they are melted into water. Over time as ice fields retreat and snow melts there is more land and water exposed that can warm up, **and the extra water vapour in the atmosphere is also a green house effect and warms.** Presently there is 10 times more water vapour than carbon dioxide in the air. Way back, water vapour would be much lower when more of the earth was in ice and snow.

This warming also has a snow ball effect and is just like compound interest. As there is less ice and snow, especially at the poles each year or every 10 years, there is more water than can absorb heat in the summer seasons, causing the winter freeze up to come later and less. Because most of the ice and snow is and was at the poles, they see the most dramatic change. [According to NASA's Goddard Institute for Space Studies](#) in Manhattan, the Earth has warmed about 1.44 degrees Fahrenheit during the last 40 years. But the poles are warming even faster; the Arctic has warmed by more than 3.5 degrees Fahrenheit during the same time period. NASA also believes that new weather patterns have also helped warm the poles.

Whatever is causing climate change and warming, **I highly doubt it is 1 more unit of carbon out of 10,000 units that made a difference.** This is mostly likely a natural cycle that naturally accelerates as it progresses, like a snow ball growing when it goes down hill. Also keep in mind that it has only been the last 50 years that we have had good weather satellite data so makes comparisons to much later dates questionable.

Here is a metaphor. There are 10,000 soldiers on a battle field, you have 3 (the carbon guys) and the other side has 9,997. Now things have changed with more carbon, you now have 4 soldiers and the other side 9,996. Has the change made much of a difference?

Housing

Remember, quite a while back I predicted the China Evergrande problem would spill into a bigger problem within a year, [well here it is](#). What started as trouble with [China Evergrande Group](#) is now snowballing into a crisis that risks engulfing the majority of the country's developers, its biggest lenders and [a middle class that has significant wealth tied to the property market](#). China's home prices have tumbled [10 months](#) straight, according to data released on Friday.

"The whole pyramid is collapsing now," said Anne Stevenson-Yang, co-founder of J Capital Research Ltd. *"What's different is that things are worse now because of the Evergrande crisis a year ago, which is spreading its tentacles throughout the Chinese economy."*

Late last year I started highlighting the housing bubble in Canada and a peak was not far off. [In my April 15, 2022 newsletter](#) I declared the top was in. You only know these things for sure, long after the fact when the data comes in. **We now know the top was in February this year.**

In Canada, the Globe and Mail reports in its Tuesday edition that the monthly mortgage cost on an average home has fallen \$28 a month since February. Think of it as the start of the process of houses getting more affordable in the months ahead. Since peaking **at \$816,720 in February, the national average house price has fallen 18.5 per cent to \$665,849**. Until recently, this price decline has been offset by rising mortgage rates. A discounted five-year fixed mortgage could have been had for close to 3 per cent in the winter, whereas now the cost is about 5 per cent.

I was expecting a 30% to 35% decline in Canada housing, basically undoing the Covid bubble activity. The correction is happening faster than I thought, maybe we will see over a -40% decline? Canada debt levels are at all time records.

The overheated U.S. housing market (not near as overheated as Canada) is starting to cool down in what some in the industry are calling a real estate shakeout. Sales of previously owned homes fell 5.4% M/M in June to 5.12M units, according to the National Association of Realtors, and were 14.2% lower when compared to the same month a year ago. At those levels, sales fell to their slowest pace since June 2020, when buying activity dropped briefly at the start of coronavirus pandemic.

The interest rate hikes have only just begun, real estate could get very very ugly.

Houston, we have a problem - Hospitals

I have been warning of a health care crisis and highlighted problems in Toronto a couple months back. Last night I was talking to a young lady that works at my local hospital. She told me that they are very busy and under staffed and that so many have quit over this Covid fiasco. She said, another hospital in my part of Ontario, about 60 to 70 kms away has their emergency ward completely closed for 4 weeks now because of staff shortages. A hospital in an area I use to live only has their emergency room open during the day. You can probably google this and find a lot more problems.

My better half is going in for a diagnostic test next week. They told her if she misses the appointment, it will be over a year before she can get back in.

The first U.S. hospital to enforce a [COVID-19 vaccine](#) mandate for all employees is now facing a staffing shortage because of a rise in infections. Houston's Methodist Hospital has hundreds of employees out of work because they tested positive for COVID-19. At the same hospital in 2021, 153 staff members who refused to get vaccinated [quit or were fired](#). Now, Methodist's leadership is trying to avert a crisis.

"What is worrisome is the climbing number of our employees who cannot work because they are home sick with COVID-19. Almost 400 employees tested positive last week," Dr. Robert Phillips, [Houston Methodist's](#) executive vice president and chief physician executive, wrote in an internal email on July 12.

Nurse Jennifer Bridges was fired by Methodist in June 2021 for refusing the vaccine. *"This only proves our point that the vaccine doesn't work. A true vaccine would prevent you from catching the virus. It's time Methodist owns up to its mistakes,"* Bridges told The Epoch Times after reviewing Phillips's memo.

"The problem with vaccine mandates is that they are immunologically ignorant by ignoring the powerful effect of natural immunity," **Dr. Marty Makary, a Johns Hopkins surgeon and professor**, told The Epoch Times. "Natural immunity has been formally studied in over 200 studies and has been found to be more effective than vaccinated immunity."

Crypto winter will be a nuclear winter

Multi-billionaire Mark Cuban is well-known as a serial entrepreneur (MicroSolutions, Broadcast.com, 2929 Entertainment), his ownership of the Dallas Mavericks basketball team and that acted like a bank for cryptos. On October 28, 2021, Cuban's Mavericks franchise announced a promotion with Voyager that offered fans a \$100 credit on Voyager transactions if they deposited \$100 (in dollars) and traded \$10 or more on the venue. Voyager was basically like a crypto bank. This all ended in disaster when [Voyager filed for bankruptcy on July 5, 2022](#).

Oil and Gold are intertwined like the 1970s when the petrol dollar emerged

Propaganda is never more rampant than with war. Most everything you read about the Ukraine war in western media is just propaganda and mainly false. It is the same with news out of Russia, but the situation for Ukraine is so dire that even Western experts are starting to admit that Russia is winning, and Ukraine will lose large parts of its territory. See this [article](#) by a retired U.S. Marine Corps colonel and deputy commander of Special Operations Command.

Russia had already reduced the flow of natural gas through Nord Stream 1 by 40% to send a message to Germany about its anti-Russian stance. Russia has also reduced energy supplies to Finland, Poland and Romania for various reasons, including Finland's plans to join NATO, and Poland's role as a weapons transshipment point for the flow of advanced weaponry to Ukraine. Nord Stream 1 has been down for maintenance since July 11th and they have been blaming Canada for not returning a turbine sent for maintenance. Lots of propaganda going on here. Regardless will Russia keep the line down an extended period? How much gas will flow if/when they open it?

Turkey's President Recep Tayyip Erdogan will discuss paying for Russian energy imports with currencies other than the U.S. dollar when he meets his Russian counterpart, Vladimir Putin, in Tehran this week, according to Turkish officials familiar with the matter. There is a huge gold for oil trade going on between Russia and India. The West's poor conceived sanctions are aiding this. More detail below.

Bullion Banks are back in the courts. [At Bear Stearns Cos.](#) before the bank was acquired by JPMorgan Chase & Co. in 2008, manipulating the gold futures market with bogus spoof orders was "common practice," especially for its top trader, Gregg Smith, a former colleague told jurors in Chicago. "It was pretty widespread" on the precious-metals trading desk, said Corey Flaum, a gold and silver trader who was later fired for spoofing and reached a criminal plea agreement to cooperate with prosecutors.

While gold interventions have been going on for a long time, the one in recent weeks is unprecedented and will set up a huge rally in gold and silver this year. The best expert I know and head and shoulders above most everyone is Andrew Maguire out of London. I have probably been following him for a couple decades or more. He did a fantastic [interview about a week ago you can find on youtube here](#).

It is difficult to grasp the detail Maguire provides even when you are experienced and a veteran of the gold market, so I will attempt here to net it out for you.

Maquire Interview Explained

Since the June 26, G7 Russia sanctions meetings, the precious metal markets deteriorated. Gold was \$1840 to \$1880 and recently dipped down to around \$1700. Official paper gold selling related to the Russia gold/oil sanction has really stepped up. This has also caused a huge naked short position, but draining the physical market. This will be another huge western failed sanction attempt as they are driving down gold to affect the Russia gold oil trade.

The bad sentiment has resulted in dumped GLD etf positions a significant portion of outflows are driven into London and cannot be used to offset short positions, could be another EFP blowup (exchange funds).

Start of June is when the oil gold trade really started in India with a 30% discount on Russia oil to gold. India has about tripled their smuggling of physical gold because of the price disconnect with Comex Gold and recent tax increases on gold. This adds to the drain of physical. The gold is used to buy Russia oil at a -30% discount, then they sell the oil into the market for a cool 30% gain.

We see the high backwardation (future price below spot cash price, about \$3). On the Comex, big traders can create a contract to exchange for physical. The current structure has not been seen since May 2019 and is about identical (a speculator short position against the Comex house). At that time in 2019 gold soon rallied from \$1300 to \$2000 within a year.

Gold backwardation was about \$3 from cash spot prices to Comex first month. There has been a recent 360 tons of Comex outflows in the first 7 days of July, **a huge number**. Some of this physical gold is used to buy Russia oil at a 30% discount and sell that oil back in the market for a big gain.

To help the G7 shorting matters, the CME also reduced the cost of holding short contracts that also added to more naked shorting by speculators. Just like 2019, the speculators will get rinsed out of their short positions by the big boys. Yes the big commercial traders are going long gold on the other side of the trade.

This is effecting silver too, Wednesday July 6th the silver hedging market officially broke. Specs are holding the bulk of shorts and just 4 banks hold 95% of all silver derivatives. Silver Comex is at a \$1400 discount per the September Comex contract to spot prices. Not seen since March 2020 that triggered a \$18 short covering rally in silver. **The Comex can no longer be used as a legitimate hedging tool. Insiders are starting to jump all over this trade.**

Since Basil 3 compliance came into effect this year or late 2021 (that speculators and most traders don't understand) the market maker agent banks have only one non compliant back door to cover trades and that is **GLD that has already been used up, as I pointed out above.**

This is an official Gold sell program which is trying to cap Russia oil prices. Gold and oil will probably both blow upwards. JP Morgan say oil could go to \$380 if Russia decides to stop oil flow. This ill conceived scheme is forcing huge paper gold selling to water down the price **and is a huge back fire in the making**. The physical market demand is very strong and unprecedented. Large move into physical by all **and including those participating in the shorting. This is the largest CB movement into physical gold since 1971 when Nixon closed the gold window, and that is just going by what is being reported.**

Once the double down naked short squeeze is triggered prices will respond like March 2020, a probable rally to around \$2,000 If this gold for oil trade continues, this is a whole new market. There should be strong safe haven demand into gold and silver. **How long can this divergent continue?**

In summary this is a poor conceived plan to cap oil prices by politicians that don't understand markets. Those in the know are taking advantage by going long paper gold and physical gold while speculators are getting fooled into going short on the paper Comex market. For a change the large inside traders are going long while speculators go short. Short speculators will get washed out with a big up move just like they get washed out of long positions in topping markets. Because of Basil 3 rules, this cannot go on as long without being exposed. In fact it is now exposed. Gold and silver may have bottomed this past week, and if not, certainly within now and end of August.

On the chart there is strong support going back 3 years around current levels. However, don't forget this is a manipulated market and they could succeed to push it a bit lower, under \$1650. Short term, gold is technically over sold.



We already have some gold stock call options on the Selection List, but I am adding these lower priced ones on for more leverage

Kinross K January 2023 \$5 Call for about \$0.35

Yamana YRI January \$6 Call for \$0.80

First Majestic FR January \$10 Call for \$1.15

B2Gold BTO December \$5 Call for \$0.25

Barrick ABX January \$22 call for \$1.10

Atlas Salt TSXV:SALT
Entry Price - \$0.80

Recent Price \$3.05
Opinion – hold, take part profits

We are up close to 300% now and although I believe the stock will go higher, it does not hurt to sell a little. Just selling about 1/4 your position will get your original investment out and ride the rest risk free.

On the chart there is support around \$2.85 and \$2.55. Resistance is around \$3.30



Lastly I just want to add we could have our first bear market rally instead of just relief rallies. The S&P just broke resistance around 3900 and next resistance is just under 4200. I expect we could see that with perhaps a bit of inflation relief with the July numbers if energy prices stay down.



Copyright 2022, Struther's Resource Stock Report

All forecasts and recommendations are based on opinion. Markets change direction with consensus beliefs, which may change at any time and without notice. The author/publisher of this publication has taken every precaution to provide the most accurate information possible. The information & data were obtained from sources believed to be reliable, but because the information & data source are beyond the author's control, no representation or guarantee is made that it is complete or accurate. The reader accepts information on the condition that errors or omissions shall not be made the basis for any claim, demand or cause for action. Because of the ever-changing nature of information & statistics the author/publisher strongly encourages the reader to communicate directly with the company and/or with their personal investment adviser to obtain up to date information. Past results are not necessarily indicative of future results. Any statements non-factual in nature constitute only current opinions, which are subject to change. The author/publisher may or may not have a position in the securities and/or options relating thereto, & may make purchases and/or sales of these securities relating thereto from time to time in the open market or otherwise. Neither the information, nor opinions expressed, shall be construed as a solicitation to buy or sell any stock, futures or options contract mentioned herein. The author/publisher of this letter is not a qualified financial adviser & is not acting as such in this publication