

# Trump - from China to Iran to Venezuela - Threats and Sanctions Everywhere - A Chronicle of Disorganized Chaos Foretold

By [Peter Koenig](#)

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Region: [Asia](#), [Latin America & Caribbean](#),  
[Middle East & North Africa](#), [USA](#)

*As of May 10, Mr. Trump has arbitrarily increased tariffs on Chinese goods imported into the US, worth about 200 billion dollars, from 10 % to 25%. It is an action without any foundation. An action that makes no sense at all, as China can and will retaliate - and retaliate much stronger than what the impact of the US's new "sanctions" may bear - because these arbitrary tariffs are nothing else but sanctions. Illegality of such foreign interference aside, there is hardly any serious economist in this world, who would favor tariffs in international trade among "adults" anywhere and for any reason, and, of course, least as a punishment for a nation. All that such sanctions do is pushing a partner away. In this case it's not just any partner; China is a key trading partner of the United States.*

The new tariffs will hardly harm the American consumer. There are huge profit margins by US middlemen and importers of Chinese goods. They are competing with each other within the US - and the consumer may not even notice a thing. However, the US economy will likely suffer, especially from Chinese retaliatory actions.

A spoiled child, what Trump is, doesn't get his way - and goes into a tantrum, not quite knowing what he is doing, and knowing even less what he may expect in return.



Back to trading with China. China has a million ways (almost) to retaliate. China can devalue her currency vis-à-vis the dollar, or China can dump some of their almost 3 trillion dollars-worth of reserves on the money market - just take a wild guess about what that would do to the hegemony of the dollar which is already in dire straits - with ever more countries departing from the use of dollars for international trade.

And just hypothetically, China could stop altogether exporting all that Walmart junk that American consumers love so much - just for a while. Or China could stop making iPhones for the US market. Guess what kind of an uproar that would trigger in the US? - Or China could

of course, levy herself high tariffs on US imports, or stop US imports altogether. China being part of the Shanghai Cooperation Organization (SCO) – actually the co-founder of it – has many alternatives to cover her demand. No need to depend on the west.

Let's not forget, the SCO which also counts as its members, Russia, India, Pakistan, most of Central Asia, and Iran poised to become a full-fledged member – covers about half of the world population and a third of the world's economic output, or GDP. No need to look to the west for 'survival' – those times are long gone.

But more importantly, what all this looks like to me – is the desperate thrashing around of a dying beast, or in this case a dying empire.

We have the US and Venezuela – threats after threats after threats – Maduro must go, or more sanctions. Indeed, according to a study by the Center for Economic Policy Research (CEPR), these horrifying, totally illegal sanctions or blockages of imports, most of them already paid for by Venezuela, have killed some 40,000 people in Venezuela. Of course, Washington doesn't care about legality and killing, also typical for a fading mighty power – no respect for law and order, no respect for human rights and human lives. One only has to see what type of psychopaths are occupying the tasks of "Foreign Minister" and of "National Security Advisor" or of Vice President, for that matter – they are all sick, but very sick and dangerous people.

Well, in Venezuela "regime change" didn't work out – so far. Pompeo has been clearly told off by Mr. Lavrov during their recent get-together in Helsinki – and China is in the same line of supporting the government of Nicolas Maduro.

Next – Iran. Attacking Iran has been a dream of Bolton's ever since the US 2003 "Shock and Awe" invasion of Iraq. Bolton and Pompeo are of the same revolting kind: They want wars, conflicts, or if they don't get wars, they want to sow fear, they enjoy seeing people scared. They want suffering. Now they didn't succeed – at least so far – with Venezuela, let's try Iran. Pompeo – "Iran has done irregular things" – not saying what in particular he means – so Iran has to be punished, with yet more sanctions. And any argument is good.

The entire world knows, including the Vienna-base UN Economic Energy Commission, and has acknowledged umpteen times that Iran has fully adhered to the conditions of the Nuclear Deal from which the US exited a year ago. Of course, no secret here either, this at the demand of Trump's Big Friend Bibi Netanyahu. The European Union vassals may actually turn for their own business interests, not for political ethics, but pure and simple self-interest – towards respecting the Joint Comprehensive Plan of Action (JCPOA), or Nuclear Deal. China and Russia are already holding on to the Deal, and they are not impressed by Washington's threats. So, there is very little Trump and his minions can do, other than saber rattling.



Therefore, the nefarious Pence-Pompeo-Bolton trio must invent another warning: Iran or any proxy of Iran shall attack an ally of the US, and Iran will be devastated. In fact, they consider the Houthis in Yemen who fight for their sheer survival against the US-UK-France – and NATO supported Saudis, as a proxy for Iran. So, the US could start bombing Iran already today. Why don't they?

Maybe they are afraid – afraid Iran could lock down the Strait of Hormuz, where 60% of US oil imports have to sail through. What a disaster that would be, not just for the US but also for the rest of the world. Oil prices could skyrocket. Would Washington want to risk a war over their irrationality? – Maybe, Mr. Halfwit Trump might, but I doubt that his deep-dark state handlers would. They know what's at stake for them and the world. But they let Trump play his games a bit longer.

Moving the aircraft carrier USS Abraham Lincoln, loaded with war planes, close to Iranian waters costs hundreds of millions or billions. Just to enhance a threat. A show-off. Bolton and Pompeo will entertain their sadism, enjoying seeing scared people. But the cost of war doesn't matter – it's just more debt, and as we know, the US never, but never pays back its debt.

Next – or simultaneously is China. The trade war with China that started last year, then had a respite to the point of the recent joint negotiations – and suddenly the Trumpians are veering off again. They must smash China, wanting to appear superior. But why? The world knows that the US are no longer superior – by a long shot, and haven't been for the last couple of years, when China surpassed the US in economic strength, measured by PPP = Purchasing Power Parity – which is the only parity or exchange rate that has any real meaning.

Guess what! – All these three cases have one common denominator: The dollar as a chief instrument for world hegemony. Venezuela and Iran have stopped using the dollar for their hydrocarbon and other international trading, already some years ago. And so did China and Russia. China's strong currency, the Yuan, is rapidly taking over the US-dollar's reserve position in the world. Sanctioning China with insane tariffs is supposed to weaken the Yuan; but it won't.

All of these three countries, China, Iran and Venezuela are threatening the US dollar's world hegemony – and without that the US economy is dead, literally. The dollar is based on thin air, and on fraud – the dollar system used around the globe is nothing but a huge, a very big and monstrous Ponzi-scheme, that one day must be coming crashing down.

That's what's at stake. New FED Board member, Herman Cain, for example, is pledging for a

new gold standard. But none of these last resort US measure will work, not a new gold standard, not a trade and tariff war, and not threats of wars and destruction and “regime change”. The nations around the world know what’s going on, they know the US is in her last breath; though they don’t quite dare saying so – but they know it, and are waiting for the downfall to continue. The world is waiting for the grand fiesta, dancing in the streets, when the empire disappears – or becomes utterly irrelevant.

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