

Enemy Within Our Gates

by Earl P. Holt III

When a nation refuses entry to an enemy or denies that enemy access to its institutions, it needn't commit as many resources to monitor and surveill that enemy's activities. It's also relieved of the need to constantly react to the latter's nefarious activities, which place the host nation at a disadvantage by continuously remaining on the defensive. That's usually a losing proposition.

Our relationship with communist China is a clear example: For 30 years, U.S. policy toward China has labored under the delusion that robust trade with China and investment in China would cause it to liberalize and become more democratic. We have approached our relationship with China under the misconception that China's military, economic and trade policies are guided by the Confucian ideals of pacifism, sincerity, benevolence and peaceful coexistence, rather than Mao's totalitarian and communist ideology.

Much like our foolish trade credits and enormous grain sales that rescued the USSR from its own systemic inefficiency in the 1970s, trade with China has precipitated the exact opposite of its intended goals. As with the USSR, our misguided generosity merely allowed totalitarian and communist enemies to divert resources from other sectors of their economies into building large and aggressively expansionist militaries. One obvious and direct consequence of this failed policy was the Soviet invasion of Afghanistan in 1979, and another may soon prove to be Red China's invasion and subjugation of Taiwan.

Irrespective of the pleasant and smiling veneer its leadership has been coached to display to American audiences and our gullible leaders, China's goal is to dominate the world economically and militarily, and

"reclaim its rightful place atop the global hierarchy" by becoming the world's preeminent superpower. (Michael Pillsbury. *The 100 Year Marathon*. Henry Holt & Co., page 17.) It is currently a powerful foe whose economic and military growth has largely been achieved through the gullibility, greed and capital infusions of America's "ruling class."



"Crocodile" Smile of Premier Xi

ENCIRCLEMENT: In 2022, China ran a \$690 Billion trade surplus with the U.S. by manipulating its currency and imposing significant trade barriers to U.S. imports in the form of high tariffs. (This trade surplus was much greater than the \$500 Billion average over the past decade.) China also manages to steal approximately \$500 Billion in proprietary technologies from U.S. firms every year. These *trade secrets* must be surrendered to China as a precondition for allowing foreign firms to manufacture there.

China then reverse-engineers the technology, and competes in world markets against their rightful owners, where it enjoys the distinct advantage of having forgone any expenditures on research and development: its only costs are those involved in stealing and reverse-engineering these products. This *counterfeiting* of U.S. technologies is

estimated to contribute eight percent to China's annual GDP. ([Michael Pillsbury. *The 100 Year Marathon*, page 166.](#))

Rather than become a reliable trade partner, China's dishonest trade practices are clear and unambiguous violations of its agreement to engage in reciprocal trade policies that it entered into as a pre-condition for becoming a member of the **World Trade Organization**. China also routinely violates the terms of agreements made prior to receiving **Most Favored Nation** trading status from the U.S. Despite its being an international economic pariah, China has routinely been permitted to borrow from the **World Bank** and **International Monetary Fund** in order to finance its *Belt & Road* initiative that builds infrastructure projects in underdeveloped nations.

Moreover, China's **Tik-Toc** app propagandizes 150 million gullible U.S. citizens, while mining and storing their data. In addition, it also sends about 400,000 Chinese **students** to attend U.S. universities each year, and there are around 100 **Confucius Institutes** operating in the U.S. We also engage in endless trade and cultural **exchanges** with China, and it has even been permitted to purchase thousands of acres of **farmland** adjacent to U.S. military installations. It's no coincidence that these are located in areas where the Chinese firms of **ZTE** and **Huawei** previously sold *state-of-the-art* **telecom equipment** to small, regional U.S. providers. Some experts claim that the combination of Chinese telecom technology -- adjacent to military installations -- will someday enable China to "jam" or intercept strategic military communications.



Likewise, it's not hyperbole to say that any citizen China trusts enough to permit their traveling to America will have *some* intelligence role. At the very least, they are required by law to **cooperate with China's intel agencies** in some capacity, if or when called upon. Most are expected to engage in industrial espionage, and steal whatever new technologies or techniques are available. Even medical researchers recently sent here by China have proved to be members of China's Military or intelligence agencies, whose missions were to engage in industrial espionage and steal technology or other cutting-edge research that may prove valuable to China.

SOLUTIONS: First of all, we should establish a **trade embargo on Chinese goods -- or at least impose massive tariffs on them -- to reduce demand for China's exports by making them too expensive for most American consumers. We should also summarily revoke China's *Most Favored Nation* trade status, and work to remove China from the *World Trade Organization* as a penalty for its predatory trade practices. We might consider giving American companies operating in China one year to cease operations and find other supply streams, or else suffer regulatory reprisals or tax penalties imposed by Congress.**

China has received a great deal of funding from the ***International Monetary Fund*** and ***World Bank***, courtesy of gullible Western nations it considers its mortal enemies. The U.S. is the largest contributor to these international organizations, and should cease funding them because they have clearly helped to expand China's military and economic prowess. We should also get out of the ***United Nations***, which houses more spies, crooks, traitors and criminals than the "*Democrat*" Party.

One strategy that might prove useful if China should become belligerent -- and retaliate by nationalizing U.S. corporations operating in China -- is to repudiate the estimated \$1.5 Trillion debt China holds in the form of *U.S. Securities*. The China Lobby that invested heavily in

China -- with its eyes wide shut -- should not be compensated for the terrible business decision to invest heavily in a communist and totalitarian state that clearly seeks to destroy America and several of its geographic neighbors.

The **China Lobby** consists of Wall Street investment banks, globalist U.S. corporations operating in China, our "*political class*" which is heavily invested in China, as well as the owners of social media, universities that benefit from admitting Chinese students, and corrupt politicians who receive endless "*bundled*" Chinese contributions to their campaigns. They are no better than the greedy bastards who sold liquor and rifles to the Indians, or those who made billions of dollars in U.S. guaranteed loans to the Soviet Union while it was crushing Eastern Europe and Afghanistan.

America should also end all diplomatic, travel, educational and cultural **exchanges** involving Chinese Nationals. These merely provide "*cover*" for their industrial espionage operations. We should also expel China's "**diplomatic community**" for the same reason, and send the staffs of its approximately 100 "**Confucius Institutes**" packing, as well. **Tik-Toc** should also be banned in the U.S. Each of these plays a role in Chinese espionage operations in America.

We must bar Chinese Nationals from attending our universities, where Chinese students learn the skills necessary to engage in its cyber-warfare programs against us. The Chinese don't come here to learn about democracy or our cultural traditions of freedom and Rule of Law, they come here to steal our technology. Chinese students are also exposed to the latest technologies developed by American engineers, physicists and chemists, much of which ends up being stolen. We must stop providing China with the know-how and opportunities to use our technological creativity against us.

Michael Pillsbury reports that China has successfully downloaded between 10 and 20 terabytes of information from a **Pentagon** computer network. He also cites **Defense Science Board** assessment that China's cyber intruders have gained access to the blueprints of more than 24 state-of-the-art weapons systems, including the **V-22 Osprey** combat aircraft, the **Patriot Missile System**, the **Aegis missile defense system**, the **F-18 attack and fighter aircraft**, and the **Littoral Combat ship**. ([The 100 Year Marathon, page 149.](#))



BENEFITS: Ending trade with communist China would dramatically reduce its cash-flow, and create severe liquidity shortages impacting both China's economy and its military readiness. China has begun many construction projects around the globe as part of its *Belt & Road* initiative, with several in South American locales such as the **Panama Canal Zone**. Ending America's trillion-dollar per year subsidies to China through trade imbalances would force it to halt, delay or abandon many of those construction projects. China's interest in the *Canal Zone* is due to its being a "*choke-point*" for maritime traffic between the Pacific and Atlantic Oceans. China intends to control the Canal Zone much as a boa constrictor surrounds its prey before it strikes.

A trade embargo with China would also directly damage China's domestic economy by putting an abrupt halt to its enormous trade surpluses and windfalls from its theft of U.S. technology. It would generate **materials shortages**, and would also make it more difficult and expensive to spy on America. This would have a severe impact on China's banking system as well, by generating a liquidity crisis. Banking "runs" and panics might generate more chaos in China than COVID.

American parents of college students attending U.S. universities should see a significant decline in the price of tuition, because 400,000 fewer Chinese students would mean fewer dollars "*chasing*" each admission. This decline in cash-flow to American universities might very well initiate their desperately-needed process of reform. That's because all but the very wealthiest would be forced to jettison their ludicrous departments and useless faculty catering to *queer* studies, *feminist* studies, Marxist studies, black studies, "*trans*" studies, etc., etc., ad nauseum.

Perhaps most important of all, a universal embargo against China would reduce the likelihood of traitorous U.S. politicians becoming compromised by our mortal enemy. It would come close to eliminating the opportunity for communist China to extort corrupt public officials like Joe Biden ("*The Big Guy*,") or prevent it from planting a spy in the bed of sleazy and traitorous Congressmen like Eric Swalwell (D-Beijing.) Senile idiots like Senator Diane Feinstein (D-CA) could no longer hire Chinese espionage agents to chauffeur them around or manage their Senate offices.

Clearly, there are costs and benefits to every human endeavor, and a trade embargo against China would definitely have its costs in the short-run. The endless supply of cheap goods we've grown accustomed to importing from China would become more expensive until we found new and more reliable trading partners and supply streams, or until we return to manufacturing our own goods domestically. That would be beneficial

for employing many Americans whose jobs were "*outsourced*" to communist China by our *ruling class*.

China would certainly retaliate by nationalizing all the U.S. manufacturing plants operating in China, but many -- like ***Apple, Google, Microsoft, NIKE, Gap, Ford, GM, Heinz*** and ***Coke*** -- probably deserve such a fate for investing so heavily in the economy of our mortal enemy.