

# The \$23 Trillion Credit Bubble In China Is Starting to Collapse – Global Financial Crisis Next?

Michael Snyder, [Economic Collapse](#), January 21, 2014

*Note from Pastor Kevin Lea follows this article.*

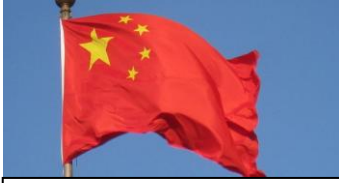


Image: Chinese Flag  
(Wikimedia Commons)

Did you know that financial institutions all over the world are warning that we could see a “[mega default](#)” on a very prominent high-yield investment product in China on January 31st?

We are being told that this could lead to a cascading collapse of the shadow banking system in China which could potentially result in “[sky-high interest rates](#)” and “[a precipitous plunge in credit](#)“. In other words, it could be a “Lehman Brothers moment” for Asia. And since the global financial system is more interconnected today than ever before, that would be very bad news for the United States as well. Since Lehman Brothers collapsed in 2008, the level of private domestic credit in China has risen from \$9 trillion to an astounding \$23 trillion. That is an increase of \$14 trillion in just a little bit more than 5 years. Much of that “hot money” has flowed into stocks, bonds and real estate in the United States. So what do you think is going to happen when that bubble collapses?

The bubble of private debt that we have seen inflate in China since the Lehman crisis is unlike anything that the world has ever seen. Never before has so much private debt been accumulated in such a short period of time. All of this debt has helped fuel tremendous economic growth in China, but now a whole bunch of Chinese companies are realizing that they have gotten in way, way over their heads. In fact, it is being projected that Chinese companies will pay out the equivalent of [approximately a trillion dollars](#) in interest payments this year alone. That is more than twice the amount that the U.S. government will pay in interest in 2014.

Over the past several years, the U.S. Federal Reserve, the European Central Bank, the Bank of Japan and the Bank of England have all been criticized for creating too much money. But the truth is that what has been happening in China surpasses all of their efforts combined. You can see an incredible chart which graphically illustrates this point [right here](#). As [the Telegraph pointed out a while back](#), the Chinese have essentially “replicated the entire U.S. commercial banking system” in just five years...

*To read this article in its entirety, go to:*

<http://theeconomiccollapseblog.com/archives/the-23-trillion-credit-bubble-in-china-is-starting-to-collapse-global-financial-crisis-next>

***Note from Pastor Kevin Lea:** A global financial collapse will require a global solution. What might that be? Perhaps the solution involves a global currency with an encrypted, biometric-keyed credit card for each person that also functions as a national ID card. (See related article, [Smartmetric Boasts World’s First Biometric Bitcoin Card](#).) From related news items, it appears this may indeed be our future, a future where governments and bankers are able to trace every purchase to the individual purchaser. This is exactly how the Antichrist will be empowered to fulfill his duties as described in Revelation Chapters 13 and 14.*

*If this article is accurate, a financial collapse is near. Many will suffer; many will die. I pray the reader is ready for this possibility. Have you repented of your sins against God and trusted in Jesus as your Savior? If not, **now** is the time to do so. Begin by reading the Gospel of John, Chapter Three, which explains that “You must be born again.”*