

Letter to the Editor

The Letters Editor.

More Inflation, Then Price Controls.

There is no record of any national inflationist being unpopular. Peron is still popular in Argentina, as is his wife Eva. Allende who gave Chile 1000% plus inflation is still loved by the left. All of the past French, German and Italian inflationists were popular. And the works and methods of the greatest inflationist ever, John Maynard Keynes, are still being taught as gospel, in universities all over the world.

After WW1, one man in one of the small European states was assassinated because he stopped the local inflation.

With no exceptions, PM Rudd is being hailed by the media as a hero, as he distributes \$10.4 billion to institutions and some of the public. So is English P.M. Gordon Brown, who has virtually nationalised the English banks.

To stop an inflation, malinvestments caused by the inflation must be allowed to liquidate. This means temporary unemployment, as people as well as capital have to reorganise.

Without exception, all administrations everywhere have opted for the easy option of continuing the inflation with even larger increases of their respective money supplies.

These policies are those in which Mr. Mugabe has been indulging for years, making the price of an egg worth \$1,600 each and the price of a loaf of bread worth well over \$25,000 each.

The next move of such governments is price control. How long do we have to wait for the ACCC to receive authority to establish price controls?

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