

Rudd and Turnbull Advocate More Inflation

The weekend news reveals that Mr. Rudd, speaking in Perth, said:

“.....the \$4 billion partnership with major banks would provide financial support for commercial property projects and could be increased to \$30 billion if necessary.

“The initial \$4 billion capitalisation could be extended via the issuance of government guaranteed debt to create up to \$30 billion of loanable capital.”

(Page 4 Sunday Mail 25.01.09).

This is precisely the model of monetary manipulation which has brought the world financial system to its knees.

Indefinitely pursued, it is precisely the Mr. Mugabe recipe for an eventual runaway inflationary scene. As deflation of the bubble must eventually happen, continuing the disaster will also liquidate businesses and institutions that, in the event of no interventions by the state, may survive the present debacle.

As, by and large, the Opposition Leader Turnbull agrees with the above policies, the people have nobody to vote for.

Any National, Independent or Liberal politicians with decent Classical Liberal instincts should oppose these destructive policies now. If they do so, history will treat them with more kindness than the monetary expansionists of all parties advocating “stimulation”.

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