

Fiscal Collapse and Reality

The collapse of the fiat money system is a natural event, like blood follows a punch on the nose. It has happened since Roman Empire times. In such cases, it is futile to try to extend the fiction, by more of the same. The Prime Minister crowing about his stimulants shows his abysmal ignorance of monetary theory.

The remnants of malinvestments, as a result of the inflation, should be allowed to return to reality, that is, a price the market can support. That includes the wages of workers employed in the various industries. Nobody, not even the Union movement, is immune.

And, the rush to maintain the fiction of inflation, also endangers capital investments that were otherwise safe. History shows that genuine dividend paying investments are frequently also destroyed, as inflation taxes away their substance.

Elected representatives should know about serious matters like this. If they do not know, what are they doing presenting themselves to the public as wise representatives?

This is a form of fraud, which the Leader of the Opposition is supporting. Something needs to change; even the newspapers are indicating that fact.

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