

“Submission to the Financial System Inquiry.”

Subject : “Stability – addressing too-big-to-fail.”

Earlier in 2013, the Cyprus government passed laws which legalised a banking “bail in” in their country. This made it legal for their banks to literally steal their customer’s savings and superannuation. Today, these people cannot even live on what is left. This action has also been taken in many European countries like Greece, Italy, Spain and Portugal to name just a few and Detroit USA.

Today, I am aware that the Australian Treasury is writing bail in legislation for Australia’s banks. There is only one reason why such destructive action would be contemplated; they are all technically insolvent. This is obviously due to their known derivative’s obligations which has them in debt to around \$24 trillion! Their situation is due to their own foolish risk taking and greed, yet our government is determined to introduce bail in to supposedly alleviate their financial problems. By its actions, the government is saying that saving banks is more important than saving the people they represent.

I suggest to the inquiry that even if all the funds available in Australia were available to them, it would never be enough to cover this self inflicted debt. I submit to the enquiry that our government has NO mandate to allow the stealing of bank customer’s funds and that “bail in” is a most regressive and evil move on a largely unsuspecting Australian public. It should never, under any circumstances be passed into law and the banks should be made to suffer the consequences of their own foolish actions.

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