

Financial System Inquiry
G.P.O. Box 89
Sydney. NSW 2001

August 21st 2014

To David Murray and all,

1/ The so called big four banks and Macquarie also in this matter are labelled too big to fail! No such bank exists as yet due to unregulated open limits on derivatives exposure; as was the case in Wall Street 2008.

Having escaped due retribution and jail for the wreckage caused to so many innocent lives the bankers of the world have again taken to gambling with the unsecured funds of the general public citizens, running up ever increasing exposure far above their nett worth to the extent that here in Australia our Reserve Bank could not cover our Government Guarantee for even one collapsed bank let alone the inevitable domino effect.

It will be criminally wrong if those involved in this gambling come out of a collapse crisis ahead of those innocents that aren't gambling simply because the current financial system recognises the "contracts " that derivatives are labelled with and provide secured creditor status, whilst the innocent everyday citizen alas is an unsecured creditor.

The average Australian has never had this state of affairs explained to them and will be the innocent and extremely angry victims of any Bail -in, no different to the Cypress Fiasco.

So much for the G20 Bankers trying to prepare a way out that is best for them and to hell with the citizens.

The Government should withdraw its present inadequate and unfair guarantee from the gambling banks and set up Guarantee protection exclusively for the so called unsecured depositors of any Banks or Credit Unions which do not deal in derivatives, C.D.O's or similar concoctions.

2/ Obviously the type of creditor most likely to be able to bear losses can only be those who can afford to deal in speculative "instruments" like derivatives C.D.O's etc... The chosen ones currently covered by contracts and secured creditor status, the same ones that are making it impossible for any effective Government guarantee.

The current system has the banking foxes in charge of the Mum and Dads hen house, decent men will change it!

Yours Truly

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