

I highly urge The Financial System Inquiry to adopt Glass-Steagall as a solution for Too Big to Fail. The option of bail-in would mean a disaster for the country in both the short and long term. Glass-Steagall on the other hand, by protecting the Commercial banking, would mean the banks are smaller but also a lot more secure. Under Glass-Steagall commercial banks would only strictly deal with commercial Banking.

A number of prominent bankers and politicians internationally have been calling for Glass-Steagall in their respective countries . These people include Don Argus, former CEO of National Australia Bank and Lord Nigel Lawson, Former Chancellor of The Exchequer.

Another important policy that The FSI should consider, especially with the G20 meeting upcoming in Brisbane 2014, is national Banking. With national banking the long term development of Australia would be secure, which includes large scale infrastructure projects and low interest credit for family farms and manufacturing.

Australia can play a leading role in the upcoming G-20 meeting and help shape the future of the G-20 countries. Adopting Glass Steagall would remove the need for bail-in and solve the immediate crises of Too Big to Fail. National Banking would secure a long term vision for Australia. Let us join the optimistic program for economic development that countries such as the BRICS members have begun.

Yours sincerely,

Lars Thystrup