

I oppose the idea of Bail in as a solution to protecting “to big to fail” Banks

As the events in Cyprus has shown, the concept causes wide spread destruction of the economy which takes decades to rebuild.

The only proven way to protect the economy from a banking system collapse is with Glass – Steagal style legislation. Complete separation of commercial and retail banking.

Unlike Bail in, and Bail out, Glass-Steagal has been proven reliable and viable in providing stability in the banking sector and as a result the wider economy.

While on the subject of banking, a national Bank of credit would also Save the country from crippling foreign debt.

National credit could be used to build the infrastructure needed to develop new viable industries.

These aren’t new radical ideas they have been tried and proven. Unlike fads that come and go fundamental principals remain unchanged and will work just as effectively now as they have done so in the past.

Paul Spajic