

FINANCIAL SYSTEM ENQUIRY

I oppose bail-in but support Glass Steagall which is absolute separation of banks into commercial banks on the one hand and investment banks on the other, followed by the creation of a government owned National bank to create very cheap credit for Infrastructure development, family farms, and Australian owned manufacturing. Commercial banks would take saving deposits and lend to productive business such as family farming, Australian owned manufacturing, and other productive industry and for housing. The deposits would be protected in full by Government guarantee. Investment banks would be allowed to gamble in derivatives, stock exchange and other instruments but have no access to the commercial bank's deposits to do that gambling. The assets of these banks would not be government guaranteed. The infrastructure would be Railway (mag-lev), Airports, communication, Seaports, water projects, Nuclear power for (electricity, hydrogen production, transmuting isotopes and iron aluminium etc, desalination, fast breeding to be "waste free") and extreme investment in fusion energy. Interest rates for productive enterprises would be 1% max.