

1/59 Russell St.
East Gosford 2
Thursday 7 Aug
2014

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

Dear Sir / Madam

Submissions for Too Big To Fail Banks
which close on 26 August 2014

I am against the "hail in" seizure of bank deposits to prop up too-big-to-fail banks and instead support a glass-steagall separation of real banking from financial gambling.

Depositors are classified as "unsecured creditors" of a bank; if a hail-in law is passed, the unsecured creditors of a failing Too Big To Fail bank will be forced to wear its losses so that the bank can stay afloat and honour its gambling bets to its derivatives counterparties in other banks and thus avoid "greater systemic disruption".
Yours sincerely
M. Lencese (nella)

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