

# THE NEW TIMES

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*"Ye shall know the truth and the truth shall make you free"*

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## THE SUBVERSION OF THE WESTERN WORLD

*By Eric D. Butler*

**The following are the notes of a series of lectures given by Mr. Eric Butler in New Zealand late in August, under the auspices of The New Zealand League of Rights:**

A study of history shows that every genuine prophet who has come forward to warn people of impending disaster if they do not change their policies has been initially rejected. The greatest prophet of all was crucified. The test of true science is correct prophecy. At the end of the First World War the prophet C. H Douglas attempted to warn that pursuit of orthodox finance-economic policies must inevitably (mathematically) lead to monetary inflation, growing social disintegration and an eventual collapse of Civilisation. Douglas was rejected by many as a "crank" when he put forward policies which would not only prevent disaster, but lead to a new flowering of Civilisation. Events have subsequently proved him correct.

A few years back another real prophet came to warn the West. The great Russian exile and literary genius Alexander Solzhenitsyn, came to warn that unless the West repented of the disastrous policies being pursued, and re-discovered its soul, it was doomed to a similar fate as that of the unfortunate victims of the Soviet Union and other Communist Governments. Initially Solzhenitsyn was news. But when it soon became clear that Solzhenitsyn was not going to content himself with criticism of the dreadful conditions inside the Soviet Union, but was challenging the West to change its disastrous policies, he was eliminated from the media. His voice is now rarely heard. A recent report says that he is so disillusioned with the West that he plans eventually to try to go back to the Soviet Union. He feels that regeneration of Civilisation may be more possible in Russia than in a sick West, clearly determined not to learn from the dreadful experiences of the Russians. Along with a number of others, Solzhenitsyn suggests that they may be more genuine Christians in the Soviet Union than in the Free World.

In considering the reception given to Solzhenitsyn when exiled from his native country, it is instructive to note that no effort has been made by the "top" people of the West to provide Solzhenitsyn with a platform. No leaders of "Big Business" got together to promote this spiritual giant. Chambers of Commerce and Chambers of Manufacturers did not come forward. And, needless to say, The World Council of Churches did not enthuse over the

arrival of a man who has been scathing about the moral bankruptcy of most Christian Churches. It was left to Mr. George Meaney and the American Trade Union movement to provide Solzhenitsyn with the platforms in the United States of America from which in 1975 he gave his two tremendous addresses. *Words of Warning to the Western World*, and *A Legacy of Terror*. In his *Legacy of Terror* address, delivered in New York, Solzhenitsyn touched the real nerve centre of the world situation when he pointed out that the West was financing economic blood transfusions to the Soviet. Not surprisingly, that well-known creature of International Finance, Dr. Henry Kissinger took it upon himself to say that Alexander Solzhenitsyn must not even meet President Ford. Kissinger charged that the great Solzhenitsyn was a threat to world peace and detente. The power men of the West have silenced Solzhenitsyn just as effectively as the power men of the Soviet. Which is not surprising when it is understood that these men are spiritual brothers working together to create a "New World Order".

### THE POWER BEHIND GOVERNMENTS

It has become increasingly clear that the Governments of the West, irrespective of labels, are today the creatures of the power groups subverting the West. New Zealanders and Australians thought they had changed their Governments late in 1975, but they have discovered since that nothing fundamental has changed. Inflation continues in both countries, crushing taxation is maintained; there is no suggestion of a challenge to financial orthodoxy, while in the field of foreign policy both Wellington and Canberra bow the knee to the "United" Nations and its many agencies. The anti-Rhodesian policy pursued by both the Muldoon and Fraser Governments is justified on the basis that UN directives must be followed. This means that the foreign policies of both countries are imposed by an international organisation dominated by the Communists and their dupes, some of them little better than primitive savages. Cheap food exports to the Soviet Union and Communist China are justified by the claim that both countries must "export or perish."

The export mania stems from finance-economic policies

which generate increasing debt, taxation and inflation. Production systems are distorted in an attempt to provide "full employment", this objective defying a technological revolution, which is gathering increasing momentum every day. One of the most explosive aspects of the developing situation in all industrialised nations is that an increasing percentage of the growing unemployed are young people being recruited for violence with a political motive. The first step towards providing a constructive outlet for energies of young people must obviously be a reduction in the retiring age. A person of say 55, has made his contribution to both expanding the production system, and to necessary consumer production, and should be able to enjoy an appropriate reward in the form of leisure time. Most would use such leisure time for creative self-development, and/or social activities in the community. This commonsense proposal is often met with the cry. "But it would cost too much." If the production system can easily provide adequate production for the whole of the community, but with only a fraction of the community required for that production, then obviously from a realistic point of view it is absurd to claim that a community cannot "afford" to finance the leisure which the system makes possible.

The critical plight of the world cannot be fully assessed by only considering the expansion of International Communism. The disintegration of what is left of the Free World stems from the application of finance-economic policies, which are basically Marxist. A study of the pedigree of ideas is essential for an understanding of history. As Lord Acton said, such a study irritates many who do not understand the origin of the ideas they are supporting. Karl Marx died in London in 1883. The following year saw the formation of the Fabian Socialist Society, a conspiratorial movement designed to penetrate the English-speaking world with Marxist ideas. "Sovietisation by stealth" was the motto. An essential feature of the programme was the establishment of the London School of Economics, a centre to which students were brought for indoctrination from all over the English-speaking world, including the United States. One of the High Priests of this training centre was Professor Laski.

### **THE ROLE OF INTERNATIONAL FINANCE**

Now the outstanding feature of the London School of Economics was the financing. Finance was not raised by passing the hat around amongst the working-class. It was provided by the Rothschilds and other international financial groups who subsequently financed the Bolshevik Revolution in Russia. The major source of power in the modern world is based upon the creation and control of credit-money. Unless the nature of this power is understood it is impossible to grasp the realities of the world situation. This money power has been used to sustain the Communist Empire, as documented by Dr. Sutton in *National*

*Suicide*. As demonstrated by Dr. Sutton in his latest book, *Wall Street and The Rise of Hitler*, the International Money Power not only built up Communism, but also financed Hitler and the Nazi war machine. It was this power which was responsible for the European civil war known as the Second World War. It was the same power, which destroyed the British Empire, a barrier to the programme to establish World Government. The International Money Power has demonstrated that it is prepared to run in double-harness with the Communists. This can be seen in the case of Southern Africa, one of the remaining major bastions to the establishment of the new "World Order". It is elementary that Western Europe's future now depends upon the future of Southern Africa. As does that of New Zealand and Australia. This point has been made by every Western military strategist who has commented on the Southern African situation. And yet such is the power of subversion that Western Governments, including those of New Zealand and Australia, are united with the Communists in attempting to bring the Rhodesians and the South Africans to their knees. The alleged objective of "majority rule" is a blatant fraud. Prime Minister Fraser of Australia and his colleagues were strong on the subject of "majority rule" for Rhodesia at the last Commonwealth Conference, but did not mention the fact that the majority of the Commonwealth leaders present operate murderous dictatorships. The leadership of the newest Commonwealth member, The Seychelles, was changed by a Marxist-backed coup during the Prime Ministers' Conference, but no one took much notice. Both New Zealand and Australia, along with Canada and the United Kingdom, are providing vital economic aid to the Communist base of Mozambique from which Communist-trained terrorists are murdering Rhodesian civilians, most of them black. These murderous thugs are called freedom fighters!

### **THE ROLE OF THE MEDIA**

One of the greatest problems concerning effective action against those subverting the Western World is that people only react to what they know, or believe they know. The role of the media is vital. The controllers of the media not only distort but they suppress. When I was in Canada earlier this year there were sustained demonstrations against the killing of baby seals. The French actress, Miss Bardot, had been flown in to participate. One could have gained the impression that the question of clubbing seals was some type of a national Canadian crisis. But when I got out at Taiwan, to attend the 1977 World Anti-Communist League Conference, I found that many of the Asian delegates were much more concerned about what was happening in South-East Asia, where in Cambodia probably over one million men, women and children have been clubbed to death by the Communists. There has been no international protest against this mass killing because

the media controllers have seen fit not to publicise it.

If it were announced that the South African Government was planning to move hundreds of thousands of Africans to some other areas, there would be international uproar immediately. Press headlines would be black and heavy. The pink clergy would take to their pulpits, or to the streets. The UN would call a special meeting and almost certainly declare war on South Africa. But the Hanoi Communists have made it clear that they propose to uproot hundreds of thousands of the people of South Vietnam and shift them to the North. But there is no international programme against Hanoi. Quite the contrary. This Communist Government has been accepted as a new member of the United Nations.

### LET THE PROPHETS BE HEARD

It is now too late to avert even greater disasters for what is left of the Free World. It appears, as Solzhenitsyn has said, that only the harsh experience of reality brings

some people to face the truth. However, people can be prepared to face the truth so that they can act constructively. One of the most important aspects of the work of the League of Rights around the Crown Commonwealth is to expand the circulation of Truth in the form of a wide range of literature. This expansion is now gaining momentum, one of the most encouraging features of a critical situation. Different people respond differently to literature, depending upon their interests and backgrounds. But as an introductory course of reading I cannot recommend too highly Solzhenitsyn's two great American addresses, *Words of Warning To The West* and *A Legacy of Terror*. Those who will not respond in some way to the genius of the famous Russian, react to the awesome challenge he makes, are spiritually dead and only the cold shock of reality can possibly awake them. But many are reacting. The task of the League of Rights is to ensure that the voices of the prophets like Douglas and Solzhenitsyn continue to be heard by increasing numbers. Eventually, when enough heed these prophets and act upon their advice, the regeneration of Civilisation will take place.

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### TO THE POINT

**It is not so long ago that the United States was being held up as the country, which had brought inflation "under control". True, the price had been massive unemployment and large numbers of bankruptcies. This could not go on indefinitely without open revolution. So the Carter Administration decided to "reflate" the economy. In simple language, President Carter and his "advisers" decided to expand the money-credit supply at a much faster rate. And the result? Inflation is rising again, fast moving up to 10 percent. Soon there will be yet one more crisis and the call for more controls. The Americans aided by a number of British and other Western European scientists were bright enough to devise ways and means of putting men on the moon and bringing them back to earth safely. Perhaps if the scientists responsible for the space projects were asked to solve the inflation problem, they would be more successful than the economic "experts"! They could hardly be less successful!**

Mexico does not often make the news in Western nations. But it could before long. President Jose Lopez Portillo has imposed an austerity programme in an attempt to reverse inflation. The result has been to reduce the economy to a shambles and to escalate the Mexican unemployment rate. The official unemployment rate is 11 percent of the total number of workers of 17,500,000. But some estimate that unemployment is closer to 25 percent. Internal unrest is growing and, even though the Government is moving rapidly towards complete Socialism, radical-instigated violence is increasing, as it is in many other countries, including West Germany. The Carter Administration has been pressing the Mexican Government to take a soft line with Marxist urban guerrillas. There is an increasing flood of illegal Mexicans moving into the United States, many of these Communist agents. The Chinese Communists have sent a number of technicians to Mexico as well as a military delegation.

Clearly the "cure" for inflation in Mexico is adding substantially to the revolutionary pressures against the United States.

Some of our readers have expressed the hope that the British National Front Party may offer some hope for a British people being subjected to increasing revolutionary pressures. Some of the stated, objectives of the National Front are laudable as far as they go, but the tactics of the leaders of this party clearly are playing into the hands of the Marxist revolutionaries. The type of marches staged by the National Front make no contribution towards gaining British support for sane, constructive policies; but they do produce the ideal excuse for Communist-led mobs to take to the streets to attack the hard-pressed British police, now forced to use special protective gear. Premier J. Bjelke-Petersen of Queensland has a point with his declaration that his Government is banning all political marches in Queensland. The weak British Callaghan Government would not dare do this because it would mean taking a firm stand with their own Communist-oriented supporters, now openly working to take the United Kingdom into a revolution.

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Queensland Premier, J. Bjelke-Petersen was the only

State Premier to make any realistic comments on the Fraser Government's 1977 Budget, originally promoted as an election winner, but now seen as an electoral liability. In "Speaking Personally", issued on September 1, Premier Petersen observed "the budget has passed some massive cost increases into the economy which are hard to understand in view of the Government's assertion that ending inflation must be its first priority. Increases in petrol and company tax, as well as shipping dues, will pass costs into the price stream. Although the Government has estimated that the income tax cut will cost the Treasury some \$400 million, the same Treasury has already planned for an increase in aggregate personal income tax of \$1,830 million. Or simply, take away \$4 and give back \$1!"

Pointing out that no attempt had been made to freeze aggregate taxation as the first step in preventing the effects of tax costs on inflation. Premier Petersen then returned to his theme that "charity begins at home", and said that if the foreign aid given to Communist countries like North Vietnam and Mozambique were given to Australians, it would ease the lot of many hard-pressed Australians. Needless to say the Queensland Premier's popularity at Canberra is not very high!

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If present finance-economic policies are persisted with, then it is certainly true that increasing supplies of energy will be required to try to keep an insane economic system

functioning. The use of uranium will solve nothing basic. The concept of "growth economics" is based upon the fallacy that "full employment" is the main purpose of the production system. This means increasing energy to expand an economic system already more than capable of easily providing all the individual's reasonable requirements. An enormous amount of energy now being used is being applied to activities, which are not only useless, but positively destructive. How much energy is used to further the policy of built-in obsolescence? How much is used in all forms of advertising devoted to trying to persuade people to buy what they either cannot afford or really do not want?

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Commenting on the 1977 Australian Government's 1977 Budget, *The London Financial Times* suggests in a special feature on Australia that it is now a question of "swim or sink" for Australia. *The Financial Times* writes of the world economic recovery in terms of "when it comes." The "experts" have been saying for the last eighteen months that recovery was under way. But there are no prospects whatever, but more crises, under present finance-economic policies. *The Financial Times* endorses the Fraser Government's strategy. That strategy is designed to impose Mr. Fraser's philosophy that "life was not meant to be easy". Mr. Fraser and his colleagues are going to find that the electoral reaction to his strategy is a determination to ensure that life is not easy for the politicians!

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## LETTERS TO INSTALLATION

*Instauration* is a monthly journal of men and affairs, published in Florida, U.S.A. Its Editor is Wilmot Robertson, author of the famous *Dispossessed Majority*.

From the May 1977 issue we take some letters that correspondents sent to the Editor, and which will be of considerable interest to our own readers. We acknowledge the kind permission of the publishers to reproduce *Instauration* items and articles in our own journals. The letters follow:

"School is still the least desirable means I know of obtaining an education. But I am studying with some very fine and highly respected scholars, so things are much better than they used to be. This term I am studying Shakespeare, Chaucer, Roman Civilization, Greek Scepticism, and German. It is much too much to do well at any of it, but the purpose is to get a degree, not an education. When I get out, I'll be a certified ignoramus like everyone else. It frightens me because I am used to the idea that one who has a degree has an education. That will not be true of me, however, and I doubt that it is true of many others."

\* \* \*

"At one time Boston was a nice place, but now it is turning into another ghetto surrounding a lot of big, ugly

office buildings into which white degenerates commute on their bullet-proof commuter trains. America's answer to minority violence has been G.E.'s lexan (plastic) windows. That is your Majority technology mentality for you. I would rather look through clear glass windows and see no minorities and no slums!"

\* \* \*

"We live in an era when everything is meant to be upside down; a nation crawling with human derelicts eating away the last remnants of a civilisation. Inauguration; a hoopla affair for the other side; excruciating for ours. A joker ceremony; joke on the country! Does Carter ever look out of place in the White House? If anything will open the eyes of the white population it should be *Roots*. Part truth, mostly fiction, it will reap a fine harvest for the Negro with crimes, against whites. The ones we need to

think about are the promotional devils behind the movement of hate."

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"The same manipulators make our choices in both our socialist system and our capitalist system. I am saying that capitalism is a form of socialism in which the government functions are performed by private monopolies. These manipulators have as their objective the destruction of the middle class, at least of the independent middle class which happens (not without reason) to be white. They are able to muddle our thinking by causing us to debate the subject in terms of their syntax."

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The following is one of the articles under the heading *Inklings*: a regular feature of *Instauration*. The heading is *New York Literary Establishment*:

"The late Katherine Anne Porter, a Texas-born short story writer of genius and a novelist of talent, had her fits of truth. One such can be found in a few paragraphs she wrote about the New York literary scene ("A Country and Some People I Love," *Harper's Magazine*).

... "There is a crowd with headquarters in New York that is gulping down the wretched stuff spilled by William Burroughs and Norman Mailer and John Hawkes — the sort of revolting upchuck that makes the old or Paris-days Henry Miller's work look like plain, rather tepid, but clean and well-boiled tripe. There is a stylish sort of mob promoting these writers, a clique apparently determined to have an Establishment such as their colleagues run in London. It's perfect nonsense too . . .

'Also it is very hostile to the West and, above all, to the South. They read us out of the party every so often, they never tire of trying to prove that we don't really exist, but they haven't been able to make it stick, so far . . . Truly, the South and the West and other far-away places have made and are making American literature. We are in the direct, legitimate line; we are the people based in English as our mother tongue, and we do not abuse it or misuse it, and when we speak a word, we know what it means. These others have fallen into a curious type of argot, more or less originating in New York, a deadly mixture of academic, guttersnipe, gangster, fake-Yiddish, and dull old worn-out dirty words — an appalling bankruptcy in language, as if they hate English and are trying to destroy it along with all other living things they touch'."

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From the March, 1977 issue of *Instauration* are taken the following two letters to the Editor:

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"Some time in the period 1931-33, I believe, Winston Churchill was in the U.S.A. He suffered injuries on upper Fifth Avenue when struck by a taxi, while confused by the direction of the traffic, which is the reverse in England.

"Churchill was visiting Bernard Baruch at his twin brownstone residence between 87th and 88th streets. I would encounter Mr. Baruch occasionally in the late afternoon returning from his office. At that time Winston Churchill had Chartwell for sale, as he was short of funds. He had not held public office for some time.

When Churchill returned to England, Chartwell was no longer for sale, and he began his campaign against Germany. At that time, before Roosevelt devalued the dollar, Baruch had been informed of what was coming. It is said that he contracted for the output of Alaska Juneau gold mines at the going rate for gold at \$20 plus, shipped it abroad and shipped it back when Roosevelt set the price at \$30 plus."

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"The book *Roots* should take its rightful place among the great fairy tales of the world, and be placed on the top shelf in a dark corner between "Rufus, the Talking Monkey" and "Raymond, the Singing Fish." For his ancestral tribe, author Haley should have chosen one other than the Mandinkas (Mandigos) of Western Sudan, who themselves owned thousands of black slaves and drove others from the Niger to the coast to be sold to the kings of Dahomey, Congolese middlemen, and Egbo (Ebo) slave merchants of Old Calabar. Haley should have chosen one of the Fang tribes south of Benin. When they captured a prisoner during a raid they did not sell him into slavery. They ate him. Without the permission and co-operation of the African chiefs no white man would have been able to obtain slaves on the African coast. The African tribes never had a written language, therefore they were illiterate. They had no calendar; therefore they did not record the years. When slaves were shipped they were not listed on a manifest by name — merely so many slaves taken aboard. The slaves did not know the name of the ship, and upon arrival in America did not know in which port they disembarked.

Slave owners did not maintain records listing African names, but merely the names of the slaves given to them by their owners. Slaves were sold as 'a male slave, about 22', or 'Hannah, a slave of about 15 years.' When a slave died he was buried, and the grave marker listed his first name and date of death. Slaves did not know when they were born, except, perhaps, the season of the year.

Therefore, without written records, a genealogical investigation is impossible. Mr. Haley has accomplished the impossible!"

## NEW ZEALAND VOUCHER SCHEME

In our issue of November 1976, we briefly reported on the proposal by the Mayor of the New Zealand city of Hamilton, Mr. Bruce Beatham, that the city should issue its own rate vouchers in an attempt to ease the problems of Council finance. Mr. Beatham is Leader of the New Zealand Social Credit League.

The rate voucher proposal was defeated early in June this year. Mr. Beatham was unable to gain sufficient Council support for his proposal. Councillor opposing the proposal repeated most of the previous objections to the policy: Opposition from both National and Labour Parties: unlikely acceptance of vouchers by businessmen: costly administration: lack of public support for the scheme.

One of the central points to emerge is that no policy for challenging centralised power is possible unless there is a widespread understanding of the proposed policy and support for it. This means education in-depth. Unfortunately Mr. Beatham and his colleagues have accepted the old fallacy that Social Credit can only be advanced through playing the party game. Many New Zealand Social Crediters were shaken when they learned that the Social Credit League had attempted a "deal" with the Labour Party for the next New Zealand elections — both parties agreeing not to stand candidates in certain electorates. Some Labour politicians liked the idea, but it was eventually rejected.

We understand that the Social Credit League has engaged a professional fund-raising organisation to raise \$300,000 to finance the next New Zealand elections. This will prove another futile project, the main beneficiaries being the fund promoters, advertising agents, and radio and TV stations. There will be no advancement of genuine Social Credit because those running the League have little real understanding. New Zealand still has the potential to be one of the countries in which a regeneration of Civilisation can take place. But it will not come through party politics.

## NEW TYPE OF POLITICAL ACTION

The essence of genuine democracy is that the individual can vote on one issue at a time. The party game leaves the individual in the position where he is asked to vote on a number of issues. He may agree with two policies put forward by a party and wish to vote for them. But in doing so he may also be supporting two other policies he strongly opposes. However, if he does vote, the successful party then claims that it has received a mandate for all its policies. The party dictatorship can only be broken if sufficient

electors unite to support or reject one policy at a time.

Recently the Wannon Electors' Association, Victoria, Australia, initiated a new type of political action designed to provide electors with the opportunity to have a say on one issue. As the Wannon electorate is represented by Prime Minister Fraser, who has made a violent anti-Southern African policy a major feature of his foreign programme, it was decided that a lead might be given to the rest of Australia by providing Wannon electors with the opportunity of voting on Mr. Fraser's anti-Rhodesian, anti-South African policy. Approximately 50 supporters of the Wannon Electors' Association recently saturated Wannon electorate, a large, sprawling area, with an "Open Letter" to electors, outlining the basic features of the Rhodesian issue, stressing the question of Australia's honour in turning its back on a former ally in favour of Communist States like Mozambique, and inviting electors to use the voting form at the end of the "Open Letter" to indicate whether or not they endorsed their representative's policy.

While it is anticipated that only a small minority of electors will spend eighteen cents on a stamp in order to vote, we understand that the initial response indicates a big majority against the Prime Minister. This vote is reflecting a recent Morgan Gallup Poll, which showed that at least 62 percent of Australian electors now either favour positive support for Rhodesia and South Africa, or a policy of strict neutrality

We suggest that the type of action pioneered by the Wannon Electors' Association is much more constructive than the creation of more parties and street protest marches. We understand that other Electors' Associations are planning to follow the lead of the Wannon Electors' Association.

### SOCIAL CREDIT TRAINING COURSE

This in-depth eight-lecture course can be done by correspondence under qualified tutors. Over the years it has been demonstrated that those prepared to submit to the discipline of this course benefit enormously and are then much more able to operate as "Social Engineers" in society. Lecture notes are provided, with questions. Written answers are commented upon by the tutors. Fee: \$5, which must be paid in advance.

Australian and New Zealand subscribers should contact "Social Credit Training Course", Box 1052J, G.P.O., Melbourne. Canadian readers should contact The Institute of Economic Democracy, Box 2797, Vancouver 3, B.C. V6B, 3X2.

# REVOLUTION

By D. Watts

**Political Revolution is the mother of political despotism.**

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Twentieth Century revolutions have not been revolutions in the sense of being movements in which that which was below is brought to the top and that which was at the top is brought low. They have been a breaking down of social, economic and political systems creating chaos out of which restoration of order is achieved by governors necessarily having almost absolute power.

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Civilised political organisations are never ready-made. They begin as very simple bodies similar to the life-cell with its nucleus of biological power surrounded and nourished by its protoplasm. The human organisation begins as a simple two-class body comprised of governor and governed. Evolution is a creator of complexity. There develops the backbone in the form of an hierarchy of some kind and what may be likened to the inter-related, interdependent democracy of organs, tissues, fluids, etc. of a full-grown body — professional and productive bodies, merchants and traders and the protective corpuscles and skin in the form of police and military forces. Revolutions do not clear the way to the setting up of an organisation superior to the one, which was destroyed. They are followed by a beginning again at the beginning in a two-class form of despotic governor and the governed.

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Communist dictators are reactionaries, not revolutionaries. They expend a great deal of energy and wealth and human material in an effort to keep the nation as near as is possible in the elementary two-class form of upper class rulers and lower class proletarians.

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National advancement is never immediately achieved by completely destroying the old in order to set up the new. It is made by discarding the obsolete while preserving and building on to the best that has been already attained. The seed is not completely destroyed before the seedling appears. Nor is the seedling destroyed before the plant develops trunk and branches and leaves. Even though the flowers are modified leaves and spores, the leaves are not destroyed in order to create the flowers. The older form nourishes the new upon itself. Though an old form may disappear in the process of development, that which lived as genes in the seed is passed on through the various stages of growth and at the different stages are, in turn, concretely embodied. Even the flower that dies passes on the vital factors in its seed. So it is also in human organisations. Even when a flower of civilisation naturally

perishes, it passes on something of itself to the civilisations that follow it.

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Revolutionaries are a species of murderers. They murder civilisations. A civilisation may perish before it reaches any great height, either through mischance or because the people are incapable of carrying it to higher levels. To kill a civilisation which, even though not perfect, is still vigorous and capable of further development, is to destroy something fairly good in order to set up something worse an elementary two-class dictatorship.

The American Revolution, which seemed to prove that something better than the old could come from revolution, was not a revolution at all. It was a secession following a Unilateral Declaration of Independence, at the time regarded by many of the British as being illegal. There was no breakdown of political, economic and social systems preceding the new regime. Most of the institutions inherited from England were retained, sometimes with modifications, and some fancy, idealistic trimmings manufactured by European theorists were added. There was no revolving movement bringing the bottom to the top. The Americans' preference for the picturesque to the accurate induces them to present their so-called Revolution to themselves and the world as a recipe for political perfection. Thus it came to be widely believed that Revolution is a cure-all for existing political ills. America's quack political panacea was a well-meant but trollish gift to a world in which ferocious wickedness battens upon noble idealism. Ideals that are not scientifically accurate can do as much evil as does unscrupulousness. It makes the idealists meat for the wicked.

## RE-PUBLICATION OF SOCIAL CREDIT CLASSICS

As a result of the initiative of Mr. Phillip Butler of The Canadian League of Rights, Vancouver, B.C, outstanding Social Credit literature of the 'thirties, unknown to the new and growing number of Social Credit supporters, is being brought back into print We have advertised "Poverty Amidst Plenty", by the Earl of Tankerville (80 cents). Now back in print are "Short Papers on Money", by The Marquis of Tavistock (\$1.00) and "The Fear of Leisure" by the famous English literary giant, A. R. Orage (\$1.00). "The Fear of Leisure" also contains Orage's B.B.C. speech on Social Credit Both "Short Papers on Money" and "The Fear of Leisure" have introductions by Mr. L. D. Byrne, O.B.E., who knew the authors personally.

We anticipate supplies of these two valuable books in Australia within two months, but orders will be taken now. Order from Box 10521, or from other League addresses.

## **SOUTH AFRICAN REVELATIONS ON FINANCE-COMMUNIST CONSPIRACY**

All planners and plotters throughout history have from time to time been upset by unrehearsed events. In the August issue of his monthly journal, *Behind The News*, Mr. Ivor Benson, the distinguished South African journalist, comments on a remarkable publishing event in South Africa. The multi-millionaire owner of *The Citizen*, Mr. Louis Luyt, has used his journal to provide South Africans with the true story of the unholy international campaign against South Africa, *The Citizen*, a daily paper of influence, charges that the main source of enmity against South Africa, which has taken the form of an undeclared war, is an American Eastern Establishment centred in Wall Street.

The reaction to *The Citizen* revelations has been a deafening silence, this in itself most revealing. Clearly it is felt that the documented charges in *The Citizen* articles could not be answered without more dangerous publicity. Mr. Benson, in speculating on why multi-millionaire Luyt has launched his campaign, suggests that Mr. Luyt has not suddenly been "transformed into an angel of light", but that it is "more likely that Mr. Luyt finds himself and his financial and industrial empire in a life and death struggle with those he permitted to become his partners". Whatever the explanation, the unexpected revelations of *The Citizen* are adding to the growing realisation of South Africans of the real nature of the international campaign against them.

The critical state of the undeclared war against both Rhodesia and South Africa has been revealed number of authoritative American writers, who point out that President Carter, has recently agreed to support military intervention by a "peace-keeping" force in Rhodesia. Statements by both British and American political leaders confirm that force is now being considered in an attempt to shift the Smith Government in Rhodesia. But once such a UN force has been moved into Rhodesia, it will then be well based to expand its operations against South Africa. As President Carter's UN Ambassador, the frightful Andrew Young, says that the Cubans are a "stabilising force" in Angola, there is little doubt that both Angola and Mozambique will be used as bases for the campaign against South Africa.

The situation is so critical that the greatest pressure must now be applied to politicians throughout the English-speaking world to oppose the anti-Southern African campaign before it is too late.

Even if all the worst charges made against Rhodesia and South Africa were true, similar charges can be made against the Soviet Union and other Communist-dominated countries. But instead of making these charges, Western policy-makers concentrate upon abusing Rhodesia and South Africa while practising detente with the Communists. Allegations of "double-standards" do not explain this phenomenon. The only logical explanation, which is backed with considerable hard evidence, is that the real policy-makers in the West, the International Financiers, are running in double-harness with the Communists, determined to create a One World. Rhodesia and South Africa remain major obstacles to the creation of One World, so must be destroyed. Unless there is an effective revolt inside Western nations, it is only a matter of time before the Communists and Western Governments will be united in attempting to apply total sanctions against South Africa as well as Rhodesia. This will take place as a result of resolutions carried in the United Nations.

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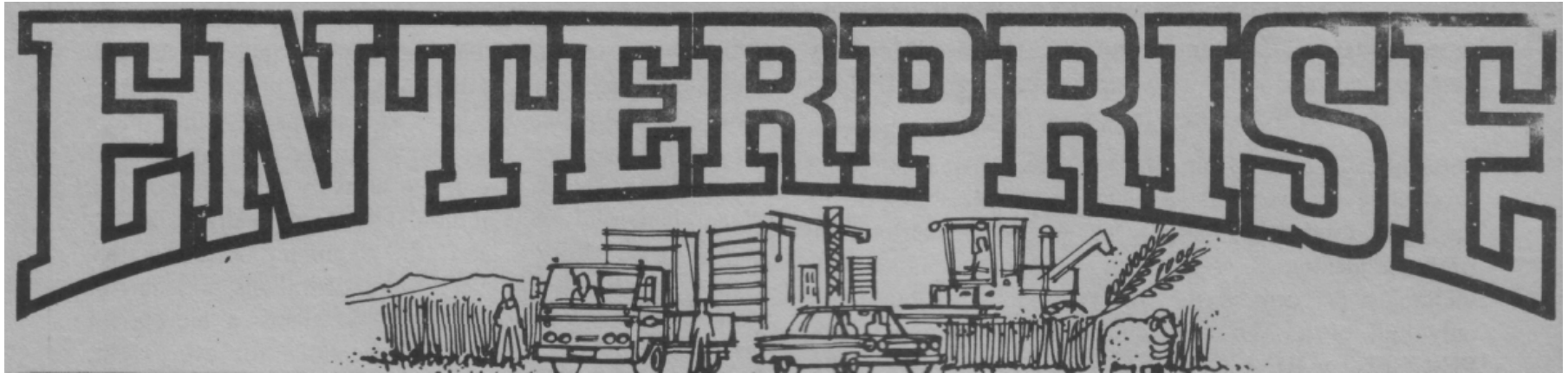
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ORGAN OF THE INSTITUTE OF ECONOMIC DEMOCRACY P.O., KINGSTOWN, N.S.W. 2350

No. 31

OCTOBER 1977

## THE TYRANNY OF DEBT

**About the only justification offered by obedient party hacks in the coalition government in Canberra is that 'it's all Labor's fault.' Two years after the last election, we are being told that the Whitlam Government left the country in such a horrendous mess as to require a minimum of three years before we are going to see any improvement. With a self-righteousness only accorded to the pure in spirit, we are told that stern measures are the order of the day, if Australia is to have any hope of escaping an economic fate worse than death. Like the father who claims that beating his son is more painful to parent than to offspring, we are expected to believe that politicians are being cruel only to be kind. The latest four-dollar wage increase, we are told, is a disaster which will set Australia back yet again, while the fifty-dollar increase the politicians awarded themselves is at the same time, an inadequate recompense for the only people in the whole continent with the wit and the integrity to "turn on the lights" once more.**

One wonders whether the politicians believe this crude propaganda? If so they are probably the only Australians who do.

Whitlam, they say, bankrupted Australia. Only time can repair the damage. This line has been repeated endlessly, and it's time it was challenged, for nothing is further from the truth.

### THE REALITY

Let's consider the physical realities about Australia and the people, who live in it.

In our continent we have about 14 million people, representing 0.362 of a percent of the world's population. By way of comparison, Tokyo has a permanent population of 11½ million, and with commuters is estimated to have about 19 million people in the city by nine o'clock on a Monday morning. The fourteen million Australians live in a continent probably more abundantly blessed than any other continent in the world. From an agricultural viewpoint our productive environment stretches from the rich potential of tropical farming and fruit growing - including now the first Australian tea - - to the greatest wool industry in the world; from wheat to sugar; from beef to butter; and from cotton to tobacco.

As we moved from the disrupting 'sixties to the despairing 'seventies, Australia was first in the world in wool production, with 927,000 tonnes (132 lbs. of wool for

every man woman and child in Australia); seventh in the world in butter production with 224,000 tonnes (32 lbs. per head); ninth in the world in meat production, with 1.979.000 tonnes (283 lbs. per head); seventh in the world in oat production, with 1,677,000 tonnes (239 lbs. per head); seventh in the world in sugar production, with 2.269.000 tonnes (324 lbs. per head); seventh in the world in wheat production with 10,834,000 tonnes (over ¾ tonne per head).

Apart from our world ranking in wool, butter, meat, oats, sugar and wheat production, we also produced the following: —

- 2,398,000 tonnes barley — (342 lbs. per head).
- 106,000 tonnes maize — (15 lbs. per head).
- 409,000 tonnes rice — (58 lbs. per head).
- 14,886,000 kgs. tobacco — (2¼ lbs. per head).
- 636,000 tonnes potatoes — (90 lbs. per head).
- 136,000 tonnes tomatoes — (20 lbs. per head).
- 30,000 tonnes peanuts — (4 lbs. per head).
- 133 million slaughtered chickens (9 chickens per head).
- 3138 million litres milk (224 per head).
- 21 million kgs of honey (3.3 lbs. per head).
- 1050 million kgs fruit ( 165 lbs. per head).
- 131.000 tonnes fish (18lbs. per head).
- 294 million litres wine - (21 litres — approx. 42 pints per head).

In weight alone, without any distinction as to variety,

production of the foodstuffs listed - - a small variety of those available — amounts to approx. 1¾ tonnes for every man, woman and child in Australia, or 7 tonnes of food for the average Australian family of four.

As already pointed out, these staggering quantities and productive achievements — which includes ranking in the ten most productive nations for six of the agricultural products mentioned — has been achieved by a nation with under ½ a per cent of the world's population; but that's only half of it. Of our minute population, only **SIX PER CENT ARE ENGAGED IN RURAL INDUSTRY - LESS THAN HALF A MILLION PEOPLE!**

### MINERAL WEALTH

Apart from its rural industries, Australians also own fantastic mineral wealth. Less than half of one per cent of the world's population owns 2 percent of the world's coking coal; 2 percent of the copper; 6 percent of the iron ore; 11 percent of the lead; 12 percent of the zinc; 25 percent of the bauxite and 25 percent of the uranium. But we are even further ahead in developing this wealth. As we moved into the seventies, Australia was second in the world production of bauxite, with 8 million tonnes; tenth in coal, with 42 million tonnes; ninth in copper ore, with 131.000 tonnes; fifth in gold production with 21,000 kgs; third in the world with iron ore with 25 million tonnes; second in the world in lead ore, with 451,000 tonnes; sixth in the world in manganese ore, with 440,000 tonnes; sixth in the world in nickel, with 11,000 tonnes; seventh in the world in silver with 776 tonnes; and sixth in the world in tin concentrates, with 8,000 tonnes.

By 1975 - - six years later - - the figures were as follows: —

Bauxite	— 22 million tonnes	+ 275%
Black coal	— 70 million tonnes	} + 230%
Brown coal	— 27 million tonnes	
Copper ore	— 235 million tonnes	+ 85%
Gold	— 15 million grams	— 20%
Iron ore	— 99 million tonnes	+ 395%
Manganese ore	— 1½ million tonnes	+ 350%
Lead	— 415 thousand tonnes	— 9%
Nickel	— 393 thousand tonnes	+ 3600%
Silver	— 748 tonnes	— 4%
Tin concentrate	— 10,000 tonnes	+ 25%

Our mineral exports amount to approximately \$3,500 million - or \$1000 for every family of four, quite apart from the minerals we use ourselves. Thus, apart from the 1¾ tonnes of food we produce for every Australian, we also produce 15 tonnes of minerals, or 60 tonnes for the average Australian family of four. **Yet ONLY ONE PERCENT OF THE WORK FORCE IS ENGAGED IN MINING!**

### MANUFACTURING CAPACITY

Apart from our food and mineral production, we have

approximately one million people (20 percent of the work force) engaged in manufacturing, in some 350,000 industries; the result is that every shop in every town in Australia is looking for ways and means of selling more of the variety of goods available. Supply outstrips demand - or EFFECTIVE demand — at every turn. Over 12,000 Australians and \$600 million is spent annually in advertising in an effort to shift the mountain of production. There is a home for every four Australians, a sedan or station wagon for every three Australians, a bicycle for every five Australians and a telephone for every four. If we wanted to, we could quite easily reduce this ratio. Every car firm is desperate for more sales, and industry throughout Australia is working at less than 75 percent capacity. During the last 25 years, Australia's production has increased by 185 percent, which, taking into account population growth, represents an increase of 78 percent per capita.

Apart from domestic consumption, Australia exported last year 164,866,000 tonnes of produce — 11½ tonnes for every man, woman and child.

This does not mean, however, that we are running out of raw materials or stock, tools or equipment - YET. Apart from vast quantities of minerals we have on hand 31 million cattle, 145 million sheep as well as pigs, poultry, tractors, lathes, presses, power tools and agricultural and industrial equipment of all kinds — the list is endless.

It is probably true to say that no population of comparable size in the whole known history of mankind has had at its disposal such a vast array of wealth and the means to use it. Never before has a population of 14 million people had such enormous productive capacity and the physical capital on which to use it.

**AND YET AUSTRALIA — ACCORDING TO THE POLITICIANS WHO GOVERN US - IS IN DEEP TROUBLE AND IS ALMOST BANKRUPT!**

### POVERTY IN PLENTY

The condition of the Australian people themselves is in stark contrast to the vast quantity of production around them. One in every fourteen people, so the Henderson Report says, is living in poverty. Of the rest, the only way in which the people can gain access to their own production is NOT by paying for it, but by contracting to pay by instalments from future income.

If provision for such debt facilities is restricted, there are dire results for the economy as a whole. If the provision is completely denied, then the whole country is immediately plunged into a depression - - however big the mountain of available production may be.

Thus the nation suffers the burden of debt and interest escalating constantly in order to consume what has already been produced. Homes are built quicker than ever before - and take longer to pay for than ever before as well. Cars, washing machines, television sets, furniture - - all produced in a fraction of the time taken a few years

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ago - - are sold on time payments often extending as long as the life of the article itself.

Not only private citizens, but governments also suffer escalating debt. The smaller the government, the greater the impact, and the result is growing taxation.

For example, on June 30, 1977, the Commonwealth and the States between them owed \$23,290,310,000, or \$1,670 for every Australian. Interest alone on this debt amounts to \$460 for every family of four. The National Debt is owed as follows:

Reserve Bank .....	\$4,239 million	(20%)
Savings Banks .....	\$2,713 million	(13%)
Trading and other Banks...	\$3,682 million	(17%)
Money Market Dealers...	\$914 million	(4%)
Life Assurance Offices...	\$2,250 million	(11%)
Pension & Provident Funds	\$1,150 million	(5%)
Insurance Companies .....	\$530 million	(3%)
Major Commonwealth		
Trust Funds .....	\$2,445 million	(11%)
Public Authorities .....	\$275 million	(1%)
Others .....	\$3,222 million	(15%)
Overseas. .	\$1,870 million	(6%)

In addition, Local and Semi-Government debt accounts for half as much again, with a corresponding interest burden.

### EYES BLINDED

So great is the preoccupation of each and every sector with the problem of gaining effective access to the nation's productive achievements that eyes have been blinded to the real position. A number of completely false premises have been established as the basis for increasingly destructive economic policies. The first of these is that there isn't really enough to go round; that the Australian "cake" is not big enough for the Australian people. If the "cake" were a bit bigger, it is suggested, there would be no poverty.

Once this destructive premise is accepted, it leads to two others, equally false. Firstly, everybody is urged to work harder to increase production. This merely increases the problem of a mountain of unsaleable goods, but it is repeated parrot-fashion nevertheless.

Secondly — and even more dangerously — the people are persuaded that the cause of so much poverty is that

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some Australians are taking too much of the cake, and that therefore there has to be forced re-distribution by Government. After a while it is an easy one to sell. Everyone can be persuaded that his own problems are due to some greedy individual or group in another sector.

But a little thought exposes the absurdity of the suggestion. Is it really true that some are going without bread because others are eating too much -- particularly when the figures for wheat production are re-examined? It is true that Australians cannot afford meat, or milk, or eggs, or motor cars for that matter, because some other Aus-

tralian is taking more than his fair share? The very notion is ludicrous when put thus, but nevertheless, government economic policies are based on that premise.

Once accepted, the Government, self-righteously, inflicts on Australians an ever-increasing tax burden, the main purpose of which is to "re-distribute income." A top-heavy bureaucratic Robin Hood "takes from the rich and gives to the poor", and in the process finally taxes half of the total income of the Australian people. The latest budget, despite the most blatant propaganda, has increased taxation yet again:

### THE ESTIMATES

The following table compares estimated receipts in 1977-78 with actual receipts in each of the preceding years.

General Taxation Revenue —	1975-76 Actual	1976-77 Actual	1977-78 Estimate	+ Increase — Decrease on 1976-77 \$ million
	\$ million	\$ million	\$ million	
Customs Duty —				
Imports	932.1	1 152.2	1 315.0	+ 162.8
Coal Exports	111.6	121.3	93.0	— 28.3
Excise Duty	2331.9	85.8	2 792.5	+ 306.7
Sales Tax	1 408.3	1 650.3	1 865.0	+ 214.7
Income Tax —				
Individuals (a) —				
Gross PAYE	8 362.4	9811.3	10635.0	+ 823.7
Less Refunds	1 342.7	1 282.4	640.0	— 642.4
Net PAYE	7019.7	8 528.9	9 995.0	+ 1466.1
Other	2 199.7	2 524.8	2 889.0	+ 364.2
Companies	2 522.8	2 824.5	2 998.0	+ 173.5
Withholding Tax —				
Dividends	62.7	72.0	73.0	+ 1.0
Interest	32.3	24.4	30.0	+ 5.6
Payroll Tax	19.7	21.3	23.5	+ 2.2
Estate Duty	76.4	76.2	80.2	+ 4.0
Gift Duty	10.5	11.5	13.0	+ 1.5
Stamp Duty (A.C.T. and N.T.)	4.5	4.9	5.5	+ 0.6
Other Taxes, Fees and Fines	119.1	152.2	159.0	+ 6.8
Less Remissions	8.2	8.5	8.6	+ 0.1
<b>Total General Taxation Revenue</b>	<b>16843.0</b>	<b>19641.7</b>	<b>22323.1</b>	<b>+ 2681.4</b>
Interest, Rent and Dividends	1 405.5	1 627.5	1 814.0	+ 186.5
Net Receipts from Government Enterprise Transactions	4.2	84.8	228.0	+ 143.1
Sale of Existing Assets	30.1	30.1	74.2	+ 44.1
<b>TOTAL RECEIPTS</b>	<b>18 274.5</b>	<b>21 384.1</b>	<b>24439.3</b>	<b>+3 055.2</b>

Together with State and Local Government taxes, the latest Federal Government appropriations take a total of over \$2000 from every man woman and child in Australia, or \$8,000 per family of four.

So in the middle of the greatest productive era that mankind has known, there is growing poverty and hardship. The final false premise is to blame the productive system itself for these ills, while remaining silent on the distributive mechanism money. Socialism is being touted as the only viable alternative to the present mess, which is erroneously blamed on private ownership.

And all the while the real perpetrator of the current

"poverty in the midst of plenty" - the user with a vested interest in the existing money system - - is left unscathed, playing both ends of the candle against the middle.

The challenge is to produce a mechanism, which will allow all Australians access to their own production, without inhibiting or destroying the incentives and the initiative, which have achieved such incredible productive feats.

Such a task will demand an honesty not at present existing in the parties, the bureaucracies or the "rulers of darkness" now controlling the once-democratic government of Australia.