

SUBMISSION ON POLICY ISSUES IDENTIFIED IN THE INTERIM REPORT

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Submission for: My Self

Name of other person, business or organisation:

Do you agree to your submission being published: Yes

Do you agree to your full name being published: Yes

Your submission:

From my understanding of the matter, there is little doubt that by allowing the banks to combine all of their funding sources and engage in risky and questionable practices the Government has put at risk the savings of ordinary Australians. The GFC clearly demonstrated the precarious position of those financial institutions around the world who had engaged in the trading of derivatives and other risk-taking - in Australia's case it resulted in the Federal Government having to underwrite our Banks operations to avoid their failure.

By legislating for the clear separation of Australian deposit funding from all other sources including bank shareholder equity it would (1) protect Australian deposit holders and (2) leave the banks to invest their own funds however they decide and finally remove forever the need for any Government guarantee thereby placing the banks on the same playing field as all other Australian financial institutions and corporations.

I strongly support the introduction of this form of legislation