

Commissioner Hayne,

I am of the firm opinion that to prevent future financial misconduct *the solution is in legislation, Separation of Banks Bill 2018 introduced by the Member for Kennedy Bob Katter on 25 June.*

Unfortunately when large amounts of money / profit can be made **greed** takes control especially when the consequences are nonexistent and the regulator asleep at the wheel.

All regulatory / legislation should be short and not complex.

I do not want my hard earned savings lost in a financial crises drought about by the greed of the financial system. I would go one step further, and abolish ASSIC and APPRA then transfer powers to the CCC, too many departments all passing the buck of responsibility.

Is the law governing financial services entities and their conduct too complicated? **YES.**

- Does it impede effective conduct risk management? **YES.**
- Does it impede effective regulatory enforcement? **YES.**
- ...
- Is the regulatory regime too complex? Should there be radical simplification of the regulatory regime? **YES.**
- **The more complex the easier to bypass, keep it simple and short.**

- Are APRA's regulatory practices satisfactory? If not, how should they be changed? **NO. Glass-Steagall.**
- Are APRA's enforcement practices satisfactory? If not, how should they be changed? **NO. Glass-Steagall. APPRA captured by the big end of town.**
- Does the conduct identified and criticised in this report call for reconsideration of APRA's prudential standards on governance? **YES.**

APRA has allowed the banks to engage in practices that maximise their profits, at the expense of their customers.

Glass-Steagall would place APPRA under tighter Parliamentary control.

- Do the events that have happened raise any issue about business structures? **YES.**
- Do the events that have happened invite consideration of whether structural changes should now be made? **YES.**
- Do the events that have happened suggest that manufacturers of financial products should not be permitted to provide, whether by employee or authorised representative, personal financial advice in relation to products of a kind it manufactures? **YES.**

The banks have proven that when it comes to profit greed creeps in, they cannot be trusted to “manage” these conflicts of interest.

- Are changes in law necessary?
 - Should the financial services law be simplified? **YES.**
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- Should the regulatory architecture change? **YES.** **Glass-Steagall**
- ...
- Is structural change in the industry necessary? **YES.**

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Conclusion what action was taken to prevent future disasters after the 2008 GFC, business as usual.

Thank you for allowing me to make this submission.

Ed.