

SUBMISSION ON POLICY ISSUES RAISED IN ROUND 5

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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:

Dear Sir, I am so pleased to have this opportunity to offer an opinion of relevance to the banking system and superannuation in Australia. I perceive there are problems with both. Recent revelations from the Royal Commission have revealed the parasitical nature of the administration of both. Reform of the banking industry should be treated as a priority as I believe the nation is on the brink of insolvency due to the 'business' activities of the banks. Immediate change is needed to insulate depositors from other commercial activities such as derivatives trading, insurance, etc, where the liabilities may exceed the assets of the bank. I am aware that these 'commercial activities' have snowballed since the sale of the Commonwealth Bank and steady reduction of the statutory reserve to nearly zero. Resolution of this problem in a timely manner would be to immediately pass the monetary control bill, based on the American Glass-Steagle legislation, recently introduced to parliament by Mr Bob Katter. This may not resolve all the problems but would certainly prevent a catastrophe in the near term. Resolution of the convoluted problems in the superannuation industry seem rather more difficult. A radical solution may be to nationalise the lot and create an infrastructure fund to deal with the declining ability of governments, federal and state, to fund community infrastructure from their own budgets. The current arrangement of Public/Private seems to fail the integrity test due to the voracious activity of the private sector. To conclude, the banking industry requires immediate attention to minimise the risk to depositors to the financial engineering and criminal behavior of the current administration. I have always been apprehensive of the large banks but now do not trust them at all. Unfortunately there are minimal options available to consolidate wealth.