

## **Submission to “Stability – Addressing too-big-to-fail” Report**

In response to the call by the Financial Systems Inquiry (FSI) for a second round of submissions, I the undersigned submit the following statement:

Australian economy and financial system must serve all Australia citizens taking part in it but not enslaved by dictatorship of the global speculative financial interests.

Australia should stop copying ruinous economical habits of countries that can only afford such irresponsible financial behaviour at the cost of countries like Australia. Australian citizens should not pay by increased impoverishment and unemployment for \$24 trillion toxic gambling bets that the banks built largely on speculations.

The banks should no longer be too-big-to-fail and the government should be free to focus on responsibilities to the welfare of the people, and normal bank credit should no longer be sucked into the financial bubble but be available for real economic activity that grows the economy.

Australia needs Glass-Steagall banking separation that will secure and protect normal banking functions against derivatives speculations and then a National Bank must be established to serve needs of the real sector of Australian economy.

Therefore, I as an Australian citizen demand the following:

1. That the risk to Australian financial system to be reduced by limiting banks' ability to engage in activities other than socially valuable core banking activities.
2. That there to be no bail-in of depositors in order to "save the banks"
3. That Australia must separate legitimate commercial banking functions from the speculative activities of "investment banks", as did the Glass-Steagall law in the United States.
4. That Australia must also establish a national bank typified by our old Commonwealth Bank, where our government directs credit into the real physical economy.