

# “Slow Nuclear War” — the British Empire’s Destruction of the Australian Economy

By Craig Isherwood, Noelene Isherwood, and Gabrielle Peut

Beginning in the mid-1960s, Lyndon H. LaRouche, Jr. alone among all economists in the world, forecast the end of the international Bretton Woods system of fixed exchange rates, which U.S. president Franklin D. Roosevelt had established at the end of World War II to facilitate the growth of the world’s real physical economy, intending to end British monetary imperialism forever. LaRouche’s forecast was vindicated in August 1971 when U.S. President Richard Nixon, under the direction of British and Wall Street financiers, decoupled the dollar from its gold reserve backing. This unleashed the present system of floating exchange rates among world’s currencies, which has dramatically shifted investment away from the real physical economy into increasing pure speculation, for now over forty years.

In late May 1987 LaRouche made another epic forecast: that “we should expect to see the beginning of the world’s biggest financial crash by October of this year” (*Executive Intelligence Review* magazine, 5 June 1987). On Black Monday, 19 October 1987, the Dow Jones average dropped 508 points, or 22.6 per cent, the largest one-day loss in its history, even larger than that of “Black Friday” in 1929 (graphs at right). LaRouche recommended reorganising the

U.S. economy through bankruptcy proceedings in order to direct credit away from the speculative activities that had caused the crash and into the real physical economy, but incoming U.S. Federal Reserve Chairman Alan Greenspan did precisely the opposite. A veteran of the boardrooms of the London/Wall Street investment houses J.P. Morgan and Morgan Guaranty Trust, Greenspan unleashed a wild process of speculation through one bubble after another: the derivatives bubble (now estimated at U.S. \$1.4 quadrillion worldwide); the dotcom shares-price bubble; the real estate and mortgage bubble; and similar scams.

At a Vatican conference in late 1995 LaRouche issued his famous “Triple Curve” illustration of the process that Greenspan and his City of London masters had accelerated. And in an international webcast on 25 July 2007, LaRouche forecast yet another dramatic breakpoint for the world speculative bubble:

“[T]he world monetary financial system is actually now currently in the process of disintegrating. There’s nothing mysterious about this; I’ve talked about it for some time, it’s been in progress, it’s not abating. What’s listed as stock values and market values in the financial markets internationally is bunk! These are purely fictitious beliefs. There’s no truth to it; the fakery is enormous. There is no possibility of a non-collapse of the present financial system—none! It’s finished, now! The present financial system can not continue to exist under any circumstances, under any Presidency, under any leadership, or any leadership of nations. Only a fundamental and sudden change in the world monetary financial system will prevent a general, immediate chain-reaction type of collapse. At what speed we don’t know, but it will go on, and it will be unstoppable! And the longer it goes on before coming to an end, the worse things will get.”

Two days later the “subprime mortgage crisis” exploded into world view, followed by the collapse of the Lehman Brothers investment house and the 2008 crisis, when the world financial system teetered on the brink of total meltdown for months. Since then, The Feder-

al Reserve and the Bush and Obama administrations have poured an estimated \$29 trillion into bailing out the same private banks in New York, London and on the European continent which had created the speculative bubble in the first place.

Now, a global financial collapse is inevitable in the very near term, either through hyperinflationary explosion like that of Germany in 1923, leading to a collapse, or through a chain reaction following the inevitable collapse of one or more of the “too big to fail” internationally operating private banks, which are all utterly bankrupt.

Compare LaRouche’s “Triple Curve” explanation of this process of looting the real economy, with what has happened in Australia since Hawke and Keating unleashed financial deregulation, privatisation, and unbridled free trade on Australia beginning in 1983. Look at the curves on the graphs (page 19): private and public debt of all sorts has soared, while one after another sector of the real, physical economy plunges downward.

### Calculated Destruction

Bad as the plunging real-economy curves already are, they are small downturns, compared to what will happen when the global financial system vaporises, as it inevitably will in the weeks or months ahead, barring a fundamental reorganisation that begins with Glass-Steagall legislation (see page 14). Such a collapse will usher in what the British Empire has been planning throughout the post-World War II era: the calculated destruction of the world’s physical economy, which anchors its system of sovereign nation-states, and a resultant plunge of the world’s population to one billion or fewer people—with the intention of securing permanent British imperial rule over the planet. These graphs, therefore, depict nothing less than the British Crown’s “slow nuclear war” against the world’s population, with genocidal results almost comparable to an actual thermonuclear war launched by an Obama-controlled USA

against Russia and China.

The graphs are roughly divided into those involving the “Real Economy” (yellow) and those centred on “Speculation” (pink), although, as LaRouche shows in his Triple Curve, it is impossible to disaggregate the two processes. Moreover, even where the federal or state government statistics are available for the relevant categories, they are often so manipulated as to become outright, witting lies, as noted below in the cases of actual unemployment (particularly in manufacturing, agriculture, and health care). Additionally, we have omitted the utter looting (privatisation) and collapse of such crucial infrastructure categories as power generation and transport, which are indispensable “platforms” for development of the rest of the physical economy.

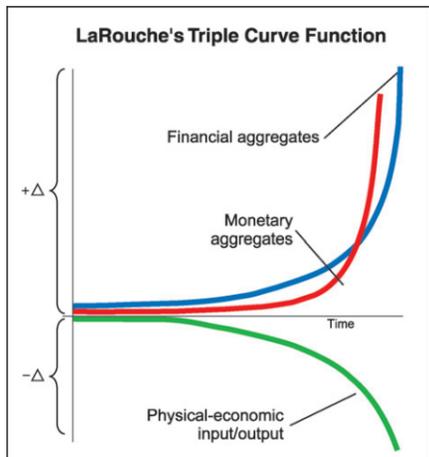
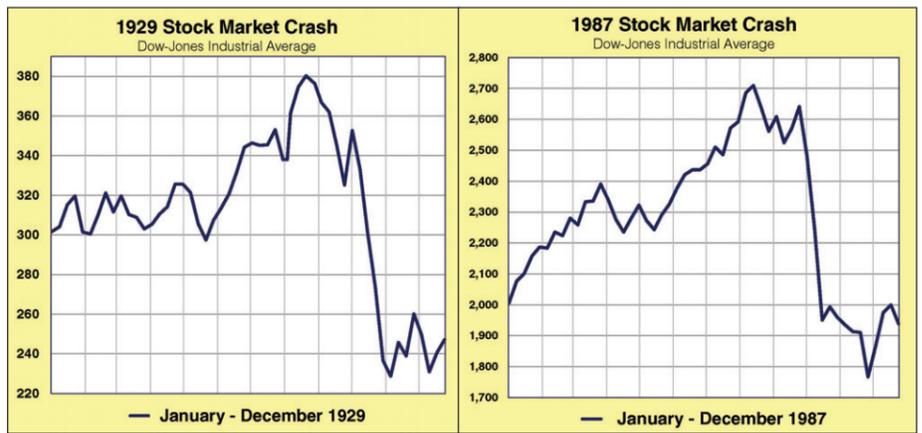
The graphs are largely self-explanatory. They tell of the increasing misery that you, your family and your friends have suffered over recent years or even decades. But, again, they are nothing compared with what will soon hit you, unless you mass-organise to defeat the London/Wall Street oligarchy and its local quisling administrators among Australia’s “major” political parties. The policy of the British Crown and City of London has always been to keep subject nations poor and backward, empty of any manufacturing industries, and dependent on raw materials exports for what small income the London-centred international commodity cartels choose to pay them. This was the policy by which the British attempted to subjugate the American colonies, even after their victorious revolution of 1776-81 (see page 12 ff.), and it is the policy which British Fabian Society agents Bob Hawke and Paul Keating imposed here, upon taking pow-

er in 1983.

Already in the late 1970s, Keating, as Labor’s shadow minister for energy and minerals, had declared his intention to scrap Labor’s historic commitment to fostering advanced manufacturing and agricultural industries, and instead focus on raw materials exports, a policy he had adopted under the tutelage of leaders of the British-owned international mining cartel. “Sir James Foots of Mount Isa Mines, Sir Ian McLennan of BHP, Sir Frank Espie of Bougainville Copper, and Sir Roderick Carnegie of CRA (later Rio Tinto)” inspired Keating, as David Love recounts in the biography *Unfinished Business*. “Exposure to these men led him into a real world of global risk-capital, global markets, and global cycles, and to the limitations of public ownership policy in Australia”, Love observed. At their behest, Keating complained in Parliament that Australia had “the most conservative banking system in the world”, which “was retarding this young country’s massive minerals endowment, and as soon as I got the chance I was going to do something about it”; hence his banking deregulation, floating of the Australian dollar, and elimination of tariffs—measures that have destroyed Australia’s real economy.

Meanwhile Australian raw materials exports (aka simple looting by the Queen’s mining cartel) have soared, as depicted in the graphs for minerals exports, and have been matched by equally skyrocketing imports of food and manufactured products. This “barefoot and backward” policy has been pursued by every quisling Australian government since then, under the two-headed monster of “Free Trade” and “Environmentalism”—both of them created

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LaRouche’s “Triple Curve”. It depicts how the financiers loot the real physical economy (bottom curve), in favour of financial aggregates (stocks, bonds, derivatives, etc.). Monetary aggregates (money supply) must be issued so that ever-increasing financial aggregates can be turned over (bought and sold); when the former curve crosses the latter, a hyperinflationary blowout is unleashed, as in Germany 1923, or at present.

## The Future of Australia: Develop or Die

### Whereas:

The presently ruling policies of globalisation, privatisation, deregulation and free trade, together with the enforcement of “environmentalist” policies so radical that they are best described as “green fascism”, are plunging the vast majority of Australians—along with most of the rest of the world—into poverty and misery; destroying our once-great nation; and eliminating any meaningful future for our children,

### Be it therefore resolved:

1) That the entire body of “globalist” economic reforms introduced by the Hawke-Keating regimes beginning 1983 and relentlessly extended since then, be scrapped, together with all the equally-murderous, radical environmentalist legislation enacted since that time;

2) That this nation return to the traditional protectionist, well-regulated form of agro-industrial economy under which we once flourished, typified by the agreement in outlook between “old Labor” as exemplified by ALP prime ministers John Curtin and Ben Chifley, on the one hand, and Country Party leader and longtime Trade and Industries Minister John “Black Jack” McEwen, on the other;

3) That we must re-regulate our national financial system upon two essential pillars:

a) the immediate separation of sound commercial banking which benefits the average Australian, from the speculative merchant banking activities which have grown like a cancer under financial deregulation, both in this country and worldwide and which have largely caused the present, ever-deepening global financial crisis; the well-known precedent for such

a separation is the 1933 U.S. *Glass-Steagall Act*, which President Franklin Delano Roosevelt used to bring his nation and the world out of the Great Depression, and whose adoption is presently being debated in numerous countries around the world;

b) the immediate re-establishment of a new, government-owned national bank to provide credit for urgently needed great infrastructure projects as the engine to drive a great new renaissance in our agro-industrial, *physical* economy; we must have a sovereign Australian national *credit system*, not a London/Wall Street-controlled *monetarist system*, to enable us to secure the well-being of *all* Australians instead of just the privileged few, as under the present, monetarist system.

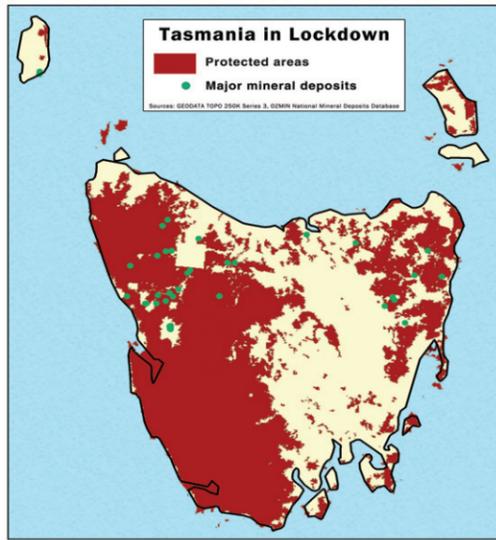
4) That we, the undersigned, will exert our utmost efforts to bring these reforms into reality, NOW!

Name	Position / Organisation	Postcode	Phone
1. _____	_____	_____	_____
2. _____	_____	_____	_____

# The British Crown Created Green Fascism

## "Slow Nuclear War"

From page 20



Tasmania is the most shocking demonstration of Green Fascism. The Queen and her Royal Clown have removed over half the state from potential development by humans, through a system of reserves. Tasmania is one of the most mineral-rich regions in Australia, with world-class iron ore deposits.

flew to Tasmania to co-direct the UTG's election campaign. In 1974 the ACF spawned LPAC and UTG merged into the Southwest Action Committee (renamed the Tasmanian Wilderness Society in 1976), at a meeting in current Senator Bob Brown's house.

### The 1970 Escalation

Lake Pedder also catalysed a major shakeup of the ACF, under Prince Philip's supervision. Green fascism took a radical turn globally in 1970, with proclamation of the first Earth Day and an escalated push for population reduction. The Queen herself devoted speeches in 1970 to environmentalism. That was the year when Max Nicholson published his shamelessly titled *The Environmental Revolution: A Guide for the New Masters of the World*, in which he crowed that the world was now learning the lesson that "Ducks Unlimited means Sovereignty Superseded".

Determined to force the ACF into more radical activism, whatever the preference of the "old boys" might be for working slowly through official channels, Philip directed Commander Parker to organise a review of the ACF organisation by international management consultants McKinsey & Company. He commissioned a second study to be done by none other than Max Nicholson, who came to Melbourne to investigate.

Philip encouraged the Tasmanian activists to continue to push the ACF executive to act on Lake Pedder. His campaign led to publication in 1972 of a book titled *The Pedder Papers: Anatomy of a Decision*. In a foreword to that volume, Philip exulted that: "The Lake Pedder case marks the end of Australia's pioneering days and it ushers in a new phase of conscious concern by all sections of the community for the long-term future of the natural and human environment. ... I very much hope that never again will

Australians have cause to question so vehemently a decision on any conservation issue." The book's attack on the decision-making processes of the Tasmanian government marked a step away from the "scientific conservation" studies of the ACF's conservative backroom Ratcliffe era, towards more aggressive political engagement.

By the end of 1972, Lake Pedder had been flooded and the ACF executive thought the issue was dead. Philip's Tasmanian activists, however, started campaigning for federal intervention to force the state government to reverse the flooding. Philip sided with the activists: in March 1973 he personally piloted the Royal jet over Lake Pedder, accompanied by ACF Assistant Director Geoff Mosley and HEC Chairman Sir Allan Knight. A few weeks earlier Tasmanian Premier Reece had said that Prince Philip should butt out of Tasmania's affairs. When Philip met Reece at Government House in Hobart, Reece did not back down; their shouting match behind closed doors reportedly could be heard throughout Government House.

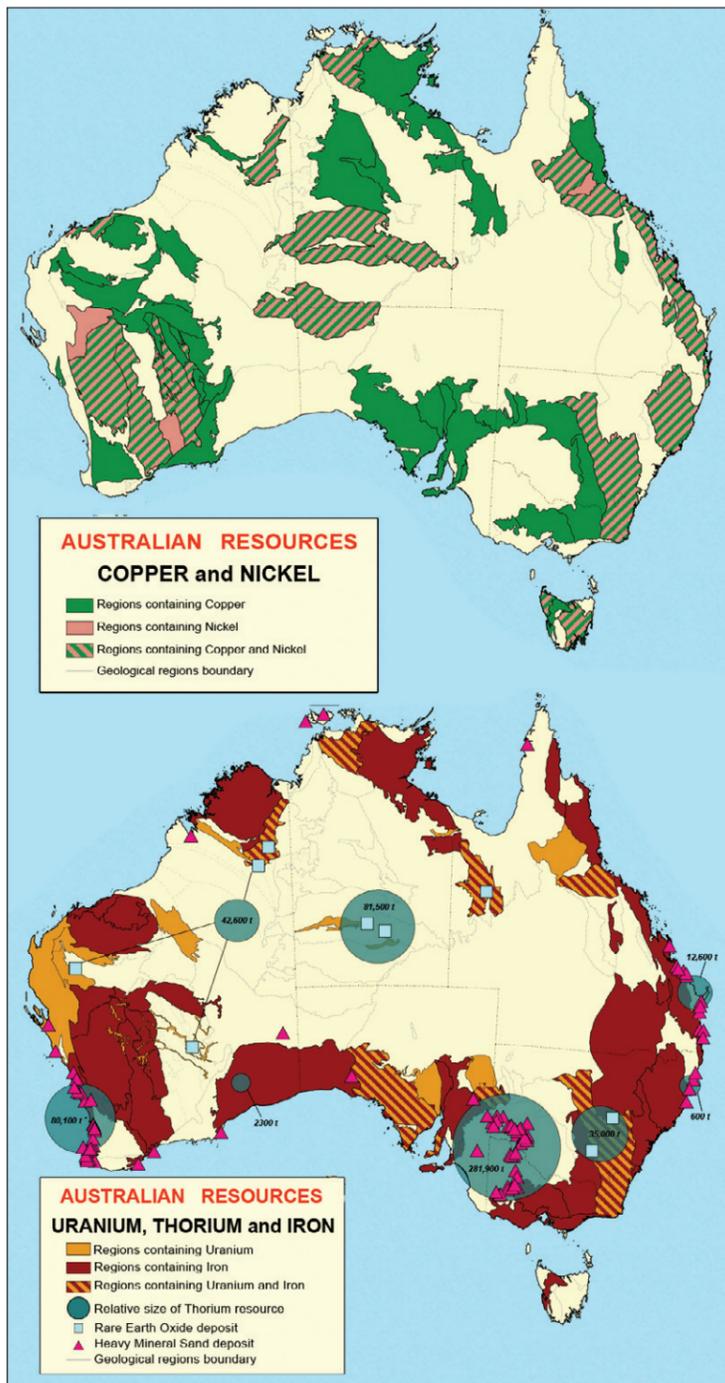
In October 1973 the tensions within the ACF came to a head at the Annual General Meeting in Canberra, chaired by Prince Philip whilst on another royal tour with Queen Elizabeth. The 1973 AGM is known as the "coup", when the well-organised radicals voted out the old guard. (But they preserved Barwick: "Sir Garfield Barwick has made conservation respectable among the legal profession throughout Australia. We will need a sympathetic legal ear in the future", the minutes of a pre-coup radical planning meeting recorded.)

ACF historian Beverley Broadbent, who was present, noted that Prince Philip, who chaired the meeting, "obviously knew something was brewing" from the outset. When Lake Pedder activist Dr. Ian Bayly was nominated against Geoff Downes, an ACF founding vice president, Prince Philip was "well able" to cite Dr. Bayly's qualifications. Those not aware that Bayly and Philip had corresponded extensively over Lake Pedder and the publication of *The Pedder Papers* would have been surprised the Prince was so well briefed. As conservative executive members were systematically voted out, one indignant Councillor demanded to know what was going on. "Prince Philip replied that he thought it would become clear to everyone shortly", Broadbent records.

Bayly moved that Geoff Mosley be vaulted over the heads of numerous ACF staffers, to become ACF Director. Mosley

was in Melbourne, having been ordered not to attend by Director John Blanch, who knew that Mosley was in the camp of the "radicals". Despite Mosley's having assisted him in every Lake Pedder-related meeting and accompanied him on the Lake Pedder flyover just months earlier, Philip pretended not to know him. "Where is this Dr. Mosley?" he demanded. Informed that Mosley was in Melbourne, he ordered, "Then you had better get him here."

At 3:30 p.m., Philip claimed he had another appointment and stepped down from the chair, allowing the coup to proceed. The old guard was defeated on one motion after another. The coup de grâce came when Bayly read a letter from Mosley, threatening to leave



The continent of Australia is endowed with some of the richest deposits of mineral resources on the planet Earth. Lock-up of the continent through wilderness reserve designations and other ploys aims to keep these resources from use for the good of the nation and humanity, allowing their exploitation—also known as looting—only under control of the Crown's minerals cartels.

the ACF if he weren't made Director. At that point the old guard realised that Mosley was part of the coup; seven councillors resigned forthwith and left. When some of the old guard met with Prince Philip at Government House later that day to express their concern at the radical takeover, the Duke's response was, "That's democracy." The press headlined: "Prince Supports Radicals".

It was obvious that the British Mosley, a radical Malthusian zero population growth zealot and crusader for the "wilderness" concept of nature reserves, had been given the job of advancing Philip's agenda of Green Fascism. Prince Philip formally notified the radical new Executive Committee that he intended to stay on as President, as if there were any doubt, but that they should not expect him to be out in the streets waving placards. UTG founder Dick Jones replied, "Don't worry about that, Sir, we've got plenty of people who will do it for you."

### Green Fascism Rolls On

The ACF went on to launch the Aboriginal land rights scam, using indigenism to lock down far more land. Coombs, the former central bank head and "father of Aboriginal land rights", replaced Philip as head of the ACF, and by 1979 enough land had been turned over to "Aboriginal control", that Coombs would start to agitate for a "treaty" between a presumably autonomous "Aboriginal nation" and the nation-state of Australia.

The Tasmanian events overseen by Prince Philip led to the establishment of the UTG, the Wilderness Society, and the Australian Greens political party,

which is marching in lock step with the ACF to dictate genocidal policies such as the carbon tax and the forced shutdown of the Murray-Darling Basin food bowl. In 1988 the ACF spun off an organisation called Sustainable Population Australia (SPA), dedicated solely to the reduction of Australia's population—a cause which the ACF had taken up almost from its founding.

Sir Garfield Barwick continued to intimidate governments, in his dual capacity as Chief Justice and ACF vice president. In 1975, acting on behalf of the Queen, he brought down Gough Whitlam, advising Governor-General Sir John Kerr to dismiss the Whitlam government, which had planned to "buy back the farm" and launch great infrastructure projects throughout the country. In 1983, one year after Barwick retired from his record-setting stint as Chief Justice, one of the original aims of the ACF was realised when the High Court he had dominated for so long overturned the Constitution, ruling that the federal government had the power to override state law and stop Tasmania from building the Franklin Dam.

Whitlam Environment Minister Moss Cass's son Dan would join the ACF himself, and even represent the organisation at the 1992 Rio Earth Summit; eventually Dan Cass became a campaign manager for the Greens. In *The Age* of 10 December 2010, Cass issued a chilling call for a global climate treaty enforceable by war, writing: "We only deserve to win if we are prepared to enforce climate security through trade sanctions or, ultimately, force itself."

lock, stock and barrel by the British Empire as policies of economic warfare and genocide.

**Manufacturing:** Australian manufacturing industries today employ only 980,000 people, less than 9 per cent of the workforce—a lower percentage than in pre-Federation times—and manufacturing contributes only 8 per cent of GDP, making Australia virtually a third-world nation. The "Manufacturing Employees" graph (page 19) shows that the decline of manufacturing employment began 40 years ago, as it did in all industrialised nations under the "cheap labour"-seeking globalisation policies instituted after the end of the Bretton Woods fixed exchange rate monetary system in 1971. A temporary uptick in the mid-1980s resulted from the collapse of the Australian dollar, after Hawke and Keating floated the currency, which lowered prices for buyers of Australian exported goods at that time; but the lasting result of the Hawke-Keating reforms is seen in the resumed, steady downslide of manufacturing employment from 1989 to the present. Today the picture is even worse than it appears, because only 500,000 of those 980,000 employees work fulltime. Even by official figures, a record high total of 2,212,000 Australians (17.8 per cent of the workforce) are either unemployed or under-employed.

**Agriculture:** If you want to control a nation, control its food supply. With the orchestrated collapse of food production over recent decades, Australia—one of the world's leading food exporters—will soon be unable to feed even itself, or will be at the mercy of foreigners and huge conglomerates that will own most of our farmland. Family-owned farms, once the backbone of our mighty agricultural sector, have been systematically, relentlessly shut down under one lying guise after another. These pretexts include green fascist schemes such as the WWF/Ramsar-run Murray-Darling Basin Authority, which has driven the shutdown of family farms in the name of saving water for the environment, and the WWF's "multi-stakeholder sustainability initiatives" (MSIs)—a scheme started by WWF Britain—designed to seize control of targeted sectors such as beef, for which the Roundtable for Sustainable Beef Australia has been formed. There are similar MSIs for sugar cane, seafood, and forestry, among other sectors. "Through its engagement in MSIs, WWF aims to influence the largest companies on both the production and buying sides of any given commodity chain", reports *Queensland Country Life*.

Through the typically British combination of green fascism and "free trade", we have reached the point where foreigners own a fast-rising share of the nation's farmland and dominate key Australian food-processing industries. Forty-five million hectares of prime agricultural land, or 11.3 per cent of the total of 398 million hectares, is wholly or partially foreign-owned (in the Northern Territory, over 14 million hectares, or 24 per cent, of the agricultural land is under offshore-investor control). The real level of foreign ownership is even higher, because official scrutiny of foreign ownership kicks in only for assets valued at \$244 million or more. Agribusinesses have been deregulated, opening the



From the outset, the ACF displayed the British oligarchy's hatred of humanity. Prince Philip called people "a plague", while his underling Macfarlane Burnet, already in 1969, demanded slashing global population to two billion.

## Economic Destruction in Australia (cont.)

floodgates to foreign takeovers of co-operatives traditionally owned by farmers. In addition, the Coles/Woolworths duopoly is systematically forcing down the prices paid to farmers, driving them out of business; foreign-owned firms process more than half the milk produced in Australia, while registered dairy farms have dropped from 21,994 in 1979/80 before deregulation to only 7,511 as of 2010; the "free trade" elimination of the single-desk Australian Wheat Board has allowed foreign companies to secure over a dozen of the nation's 26 wheat export licenses; foreign firms process 40 per cent of our beef and lamb; and foreigners own 9 per cent of irrigation water licenses. This mayhem notwithstanding, Minister for Trade and Competitiveness Craig Emerson has called to open the floodgates for foreign investment in our farmland even wider.

Typical is the dramatic expansion of raw materials production at the expense of food production, as in the recent boom in coal seam gas production. The Queensland government, for example, projects having as many as 40,000 coal seam gas wells in the state, stretching from Proserpine in the north, west to Longreach and all the way down the east-coast inland to the NSW border. New South Wales is expected to sink over 5,000 wells by 2025, as far south as Wollongong. Coal seam gas wells are developed at the expense of prime agricultural land. They spread like a web over the land, drawing as much as 300 gigalitres of water from the ground each year, while poisoning underground water supplies.

**Family farms:** Free market and green reforms have annihilated Australia's independent family farms, the guarantee of our national food security. The 2006 census reported 102,616 family farms, roughly half the number there had been in 1971. Historically, the ABS defines family farms as those which can support minimally two people living on the property. With the Hawke-Keating reforms beginning in 1983, family farm numbers dropped rapidly. The CEC has investigated how many family farms are actually viable concerns, able to support a family without relying on off-farm income. Arithmetic and common sense indicate there are barely 40,000 viable family farms today, if that. For example, census figures show that most farms have gross income of less than \$200,000; only 41,060 earn more than \$200,000, the barest minimum for a viable farm; but at least some of those farm businesses are either corporate-owned, or owned by hobby farmers whose major income is from employment elsewhere, but they do small-scale farming for tax-shelter reasons. To derive from gross income of \$200,000, minus expenses, even a minimum wage income of \$30,000, a genuine farm business would have to enjoy 15 per cent net profit, a rate unheard-of in the rural sector today.

A conservative estimate of the real number of viable family farms not relying on substantial off-farm income to survive is under 40,000, due to the soaring costs of inputs (including hired labour), falling real returns, green fascist clamps on production, and high debt-service costs (borrowing has unavoidably risen over the past two or three decades, some of the debt dating from the 20 per cent or higher

rates of the late 1970s and the "get-big or get-out" Hawke-Keating policies that forced surviving farms to borrow heavily in order to buy out their neighbours). A large mixed family farm, which in the 1980s grossed between \$200,000-\$250,000, would today require income of \$1.5-1.7 million to maintain operations. This estimate is confirmed by CEC investigations and discussions with actual family farmers in Western Australia, New South Wales and Queensland, who are barely holding on.

**Health care:** Medical care has been savaged in Australia since the Hawke/Keating era, but no one knows just how bad it is, because official figures are a litany of outright lies of omission or commission, as CEC researchers found yet again in preparing the Hospital Beds and Elective Surgery graphs below. No absolute numbers are published on waiting lists (how long a typical patient actually has to wait for an operation), because the figures are so scandalous. Only *median* figures are published; this means that for the current median elective surgery waiting time of 36 days, half the patients are treated sooner than 36 days after the election of surgery, whilst the other half wait longer than 36 days, sometimes far longer. The secrecy hides a wait-time crisis that is far worse than the rise of the median wait from 27 to 36 days in the past decade. Paul Austin reported in *The Age* of 26 February 2008 on internal Royal Melbourne Hospital documents obtained under FOI procedures. These showed that the "number of people waiting treatment at the Royal Melbourne is nearly three times as big as the official waiting list declared by the State Labor government." That is, "7268 people were waiting for treatment, but only 2487 of them were on the official elective surgery waiting list", a reality no doubt paralleled in every other hospital in Australia. The Australian Medical Association has repeatedly complained about "hidden patients on waiting lists". A person is deemed to be on a waiting list only *after* a GP has recommended them to see specialists, and *after* those hospital specialists have then recommended surgery. "Outpatients on average spent 65 days between getting an appointment and seeing a specialist", reported *The Age*; one patient waited 783 days to see a neurosurgeon specialist at the Royal Melbourne, only then qualifying to be put on the official "waiting list". *The Age* calculated a real average waiting time for elective surgery at the Royal Melbourne of 235 days, or six times what was reported to the Australian Institute of Health and Welfare (AIHW)! Patients are suffering and dying needlessly, either because they were not admitted in a timely fashion, or because of chaos reigning within hospitals due to savage budget cuts.

The situation was summed up recently by Dr. John R. Graham, Chairman of the Department of Medicine at the Sydney Hospital and Sydney Eye Hospital: "During my 42-year medical career, I have witnessed first-hand the desecration of public hospitals from a position where they were wonderful and rewarding places in which to practise, down to their current state of commonplace chaos, tragedy and sometimes even farce." In 2005 one Australian doctor every three weeks committed suicide, according to

the Royal Australasian College of General Practitioners, while a 2010 AIHW study found that some 4,600 rural Australians died unnecessarily between 2004 and 2006 due to the lack of rural doctors. The misery and rising death rates in our public hospital system are not just a "natural" result of budget cuts. They are *intentional*, given that Australia's already-mangled health care system is now being revamped along the lines of Britain's in-

