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# LaRouche: “Dump Cheney Now!”

October 20—By the time you read this, U.S. Vice President Dick Cheney may already have been driven from office. Cheney was the architect of the disastrous war in Iraq, now being referred to as “the greatest strategic disaster in U.S. history”, and it is he who actually runs the administration of the pathetic, mentally-disturbed President George W. Bush.

Cheney and his associates are under investigation for a series of crimes related to that war, most prominently for leaking the identity of undercover CIA officer Valerie Plame Wilson. Before the war, Wilson’s husband, former diplomat Joseph Wilson IV, had exposed Cheney’s “Saddam is building a bomb” claim as a fraud. Enraged, Cheney took revenge on Wilson’s wife. Through endless lies, Cheney and his neoconservative cabal launched the Iraq war as the first phase of a permanent war/permanent revolution strategy for decades to come. Endorsing those lies under the guise of “fighting terrorism” and “spreading democracy”, the

Australian government signed onto both Iraq, and to Cheney’s permanent war/permanent revolution strategy.

The sociopath Cheney has been widely feared as a thug and a killer. His present legal troubles are the result of a revolt by U.S. governmental institutions, which was itself organised through a relentless campaign by U.S. statesman and economist Lyndon H. LaRouche, Jr. LaRouche unleashed his drive to oust Cheney well before the Iraq war, in a September 20, 2002 statement, “Iraq is a Fuse, But Cheney Built the Bomb”. Over the next several years the LaRouche movement circulated tens of millions of flyers, pamphlets and books exposing the actually-fascist roots of the “neoconservative” cabal headed by Cheney, until institutional forces in the U.S. finally summoned the courage to join the battle.

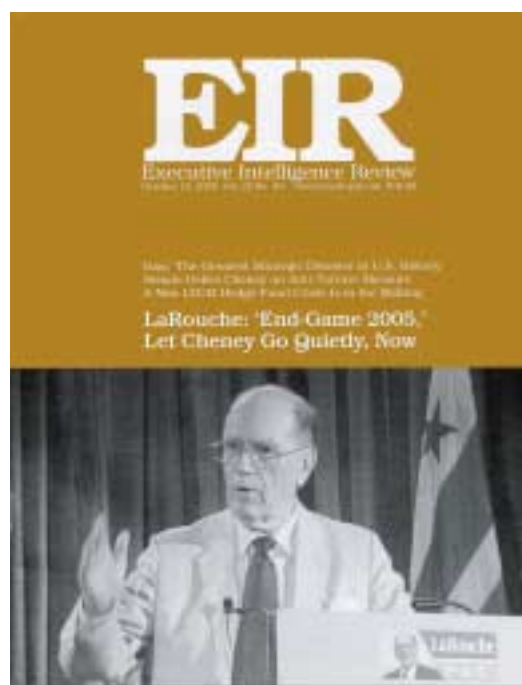
The fall of Cheney will unleash political earthquakes worldwide. Liberal Imperialist British PM Tony Blair, Cheney’s co-conspirator for the Iraq war, will go, and the

Blair/Cheney-allied Howard/Beazley pro-globalisation mafia which has dominated Australian politics since bankers’ puppets Hawke and Keating came to power in 1983, will be on the way out, as well.

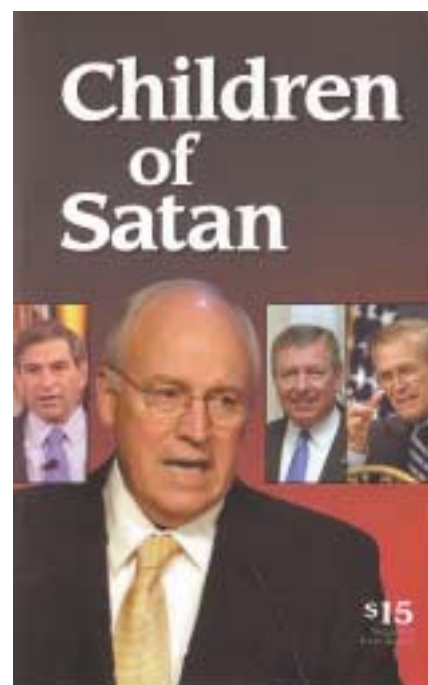
With the neocons driven from power in Washington, the U.S., in conjunction with other governments, can deal with the now-unfolding worst financial crisis in world history.

## LaRouche vs. the Financier Oligarchy

Since his 2004 campaign to be the Democratic Party’s nominee for the U.S. Presidency, LaRouche has emerged as a real power in U.S. politics, both in the Democratic Party and as an advisor to the U.S. Senate. At the conclusion of his history-making international Webcast on October 12, 2005, a leading Democratic Party strategist asked LaRouche what the party should do next. Cheney had to go, LaRouche said, but “The enemy is not Cheney. Cheney is only a tool ... The enemy is the Venetian fac-



Cheney’s going down, thanks to a years-long campaign by Lyndon LaRouche. (l.)



tion,” i.e. the present Anglo-Dutch financier oligarchy which are the heirs of the financier oligarchy of Venice. That usurious Venetian oligarchy had dominated much of the world for 500 years, and, among other crimes, had brought on the genocidal Black Death of the 14th Century. These Anglo-Dutch fin-

anciers—including George W. Bush’s Hitler-financing grandfather—created Mussolini, Hitler et al. in the 1920s and 1930s.

When the Soviet Union collapsed in 1989-1990, these financiers were determined to eliminate all nation-states, and to institute a permanent world empire under the rubric

of “globalisation”. The problem with well-meaning people in the U.S. Senate and elsewhere who would like to do good and to rescue the U.S. from financial and physical-economic disintegration, LaRouche emphasised, is that they are unwilling to go up

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## World Financial System Explodes, “Little Hitler” Howard Goes for Fascism

In our June, 2005 *New Citizen Extra*, we reported that some of the world’s 8000 or so hedge funds had just bet the wrong way on General Motors’ stocks and bonds. We warned that their losses of tens of billions of dollars would unleash a chain reaction blow-out of the precarious world monetary system. After all, when the LTCM hedge fund lost a mere \$2 billion in September 1998, the system had almost exploded then. The chain reaction of which we warned in June is now underway, as reflected in the hyperinflationary explosion in petroleum and other commodity prices.

LaRouche has recently stressed that the U.S. saw the equivalent of the 1929 stock market collapse in October 1987, when the Dow Jones

Index plunged 508 points—22.6%—the greatest single crash in its history. In a recent radio interview, he explained the desperate bail-out which followed, using previously-illegal “financial derivatives”:

“Now, this was the point at which the previous Federal Reserve Chairman, Volcker, was leaving. And Greenspan was coming in. And Greenspan said, ‘Hold everything! Don’t do anything. I’m coming in. I’ve got a new idea.’

“So, he came up with the idea of using gambling side-bets [derivatives], as a legalised form of security. That is, in other words, like a couple of side-bettors up an alley: a couple of guys shooting crap, and side-bettors are betting on the outcome of the shot. And now they use this, the



In a 1998 press conference (l.), Howard attacked LaRouche’s call to junk globalisation. All in the family (r.): The PM’s father Lyall joined the fascist New Guard in the 1930s.



bet—the proceeds of the betting on the side-betting, as a part of the real economy, as if it were the main game.

“So, by this method, we had, under George Bush I, George H.W. Bush, and continuing from that point on, we had a Greenspan-run, from the U.S. side, promotion of what are called ‘financial derivatives.’ Which is a fancy

name for gambling side-bets on all kinds of international markets.

“In recent times, it’s grown to the point, that major institutions such as banks and insurance companies, and so forth, all have their hedge funds, in addition to these other hedge funds sitting out there—with all kinds of financial derivatives: We’re

talking many *quadrillions of dollars of turnover*, of this phony money, like Monopoly play money, which is now being counted in as part of the economy. And Greenspan is one of the chief sponsors of this.”

The 1997-98 “Asian crisis”; the LTCM and Russian bond crises of 1998; the popping of

the IT bubble in 2000; and the massive hedge fund losses in the second quarter of 2005,

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The CEC’s June 2005 *New Citizen* was right on the mark.



# World Financial System Explodes, "Little Hitler" Howard Goes for Fascism

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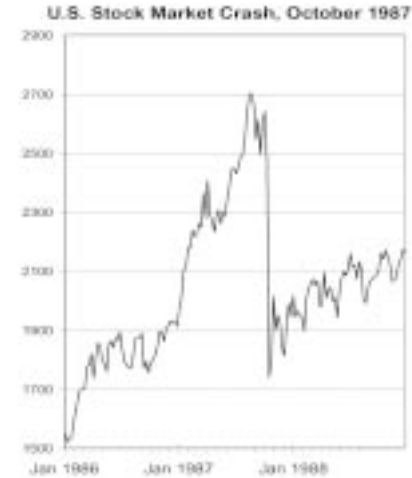
were all "papered over" only by creating an ever-larger debt bubble; this bubble is now popping in a hyperinflationary explosion almost identical to that which devastated Germany in 1923, when a loaf of bread cost billions of Reichsmarks.

## Financiers Go for Fascism

The present global financial collapse is reminiscent of that of the 1930s, though far greater. In both cases, LaRouche has emphasised, "The essential conflict is between the national interest and the financiers. Hitler was not a creation of a bunch of dummies in brown uniforms. Hitler was the creation of bankers ... the bankers of this type, the private bankers, created Hitler because there was a financial crisis, and under conditions of financial crisis, if the government is accountable to the people, it is the bankers that will go, not the people. And therefore, the bankers say 'It's the people, it's the government, that has to go.'"

While bankers such as George W. Bush's grandfather funded Hitler in Germany, President Franklin Delano Roosevelt took control over national credit in the U.S., pulled the country out of the Depression, and so laid the foundations for the extraordinary U.S. war mobilisation which defeated fascism. In Australia, the bankers feared that the Scullin Labor government would, like FDR, take control over national credit, so they created the New and Old Guards and the Melbourne-centred League of National Security as mass fascist armies prepared to seize power, if necessary. John Howard's father, Lyle, was a member of the fascist New Guard in Sydney.

Like his father, "Little Hitler" Howard is going for fascism, enacting ever-more draconian laws to silence any opposition to private bankers' rule. Both the extraordinary secrecy with which he prepared the *Anti-Terrorism Bill 2005*, as well as its strictly fascist provisions bespeak that reality. What else can one call legislation which en-



The 1929 stock market crash preceded the Depression; the corresponding crash of October 1987—forecast by LaRouche—was temporarily papered over by derivatives.



hances already-existing draconian imprisonment and "shoot-to-kill" provisions, or a proposed "sedition" law which will enable the imprisonment of anybody who says almost anything of importance in public affairs? The proposed legislation identifies "seditious intention" as "an intention to effect such act as to bring the Sovereign into hatred or contempt" or "urge disaffection against the Constitution, Government of the Commonwealth or either house of the Parliament", or even "promoting feelings of ill-will". Hitler would blush, and we could be thrown in jail for writing this newspaper.

Modern "terrorism" was launched by the tens of thousands of "jihadists" whom



The CEC has led the fight against Howard's fascist "anti-terror" laws for years. (l.) Hundreds of officials signed a petition which was published by the CEC in *The Australian* June 12, 2002. (r.) The CEC published this *New Citizen* in February 2002.

the Anglo-American special forces trained for the anti-Soviet war in Afghanistan in the 1980s. Osama bin Laden, for instance, was trained by the Anglo-Americans and is still run by them. However, terrorism now threatens to take on a life of its own through lunatic, genocidal policies such as the Iraq war, which the head of Canada's Security Intelligence Service

just charged has become a "post-graduate faculty for terrorism". As Cheney and his banker-controllers well know, the "war on terror" results in ever-increasing terror, including that directed by governments against their own populations through draconian laws. Such government-sponsored terror is already upon us, particularly against Australians of Islam-



ic faith. However, when Cheney goes, the banker-run Hawke/Keating/Howard/Beazley cabal which has rammed through globalisation here, will go with it. We can then move toward establishing a truly sovereign republic with its own national bank, instead of the private bankers-owned, Anglo-Dutch parliamentary side-show we have at present.



Hyperinflation exploded in 1923 Germany; the present crisis is far worse.

## LaRouche: "Dump Cheney Now!"

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against this oligarchy.

"Now, what these guys are up against, which Felix Rohatyn [of the Lazard Freres investment bank] merely typifies, is, they represent a financier-oligarchy, which says clusters of these bankers are going to run the world, and no government will challenge the authority of these bankers, or their money. That's what the issue is. And they not only use the threat of financial campaigns against politicians and their constituencies. They also kill! They commit murders. They murder officials! They murdered Kennedy. ... They murdered other people—*en masse*. They are killers. ...

"So there is a genuine fear of these bankers, or these financier interests, among people who know that they hire killers. ... And that's what the problem is. People are afraid of them."

These financiers can only be defeated, LaRouche concluded, if those committed to the Common Good act from an awareness of the immortal

meaning of their own lives. Without that, no particular set of tactics per se can defeat this financier-centred evil:

"Again: The answer is what I said just a while ago. The answer is, *if you don't have a sense of immortality, of an immortal interest in your life, you don't have the source of courage to make the kinds of decisions to challenge power, evil like that.* What they represent, what Felix Rohatyn typifies, in his own small way, is *Satan*. You want a figure for Satan? That's him. Not him personally, as such, but he typifies what is Satanic in society today. This is the evil.

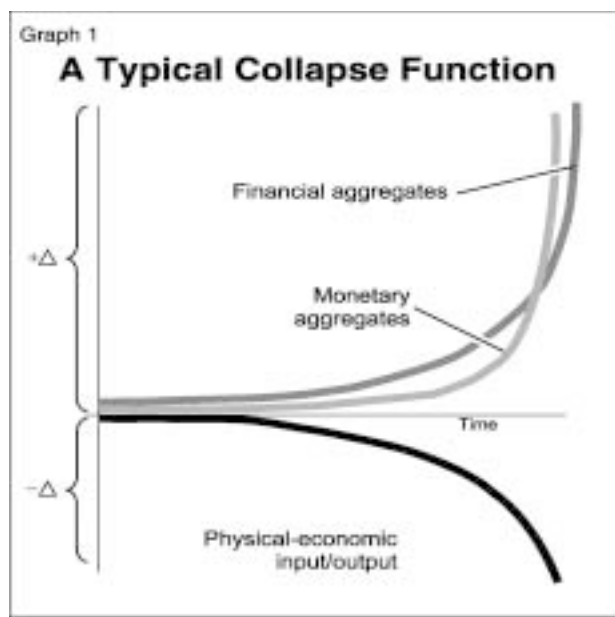
"And people are afraid to stand up against evil. They say, 'Look, I'm willing to do whatever is possible to reform the society for the better. But, look! Don't get me in trouble!'"

If we are to leave a world worth living in to our children, and to generations to come, now is the time to rally around LaRouche, in Australia, as well as in the U.S.

## Howard's Industrial Relations "Reform"—Bailing Out the Financial Markets

LaRouche's Triple Curve portrays the functioning of a private banker-run economy, in which the financiers loot the actual, real economy of its infrastructure, health care, education, living standards, manufacturing industry and anything else, so as to pour funds into their derivative-centred, hyperinflating financial markets. Precisely that process is afoot in Howard's new industrial relations "reforms", which will eliminate Australia's century-old arbitration system in order to bust unions, outlaw strikes, slash pay scales and working conditions, and generally savage the work force to the benefit of the banks and big business.

Lawfully, therefore, Howard chose Prof. Ian Harper of the Melbourne Business School and a leading light in the now-defunct *Australian Derivatives Exchange*, to head the absurdly-named "Fair Pay Commission". Harper has always been nothing but a hit man for the banks, beginning as one of the five member-Wallis Commission which deregulated Australia's banking system. He has served as a consultant to, or has been funded



LaRouche's Triple Curve Function. Financiers loot the real economy (bottom curve), to prop up their speculative financial aggregates.

by: the Reserve Bank, the Adelaide Bank, the ANZ Bank, the National Australia Bank, the State Bank of Victoria, the Commonwealth Bank of Australia, and the National Australia Bank, and has been a consultant to Australia's oil majors, including BP Australia, Mobil Oil Company and Shell Australia Ltd. More importantly, at least for smashing labour, Harper has long been a "Senior Consultant" to CRA Inter-

national, Inc. (Rio Tinto). Rio Tinto, whose chief private shareholder is Queen Elizabeth, has for decades led the drive to crush Australia's unions. Harper is also a stalwart of the Centre for Independent Studies, one of the Australian branches of the London-based, Royal Family-sponsored Mont Pelerin Society (MPS), a nest of Hitler-supporting oligarchs and the outfit which first invented economic rationalism in the



The CEC in 1998 "named the names" of the Rio Tinto-centred cabal assaulting labour, which the ACTU leadership is too gutless to do.

post-WWII era.

A prime example of looting health care to support the banks, was Harper's role as Chairman of the Metropolitan Hospitals Planning Board, when he shut down several of Melbourne's hospitals under MPS puppet Premier Jeff Kennett, as per the actual architects of the Kennett "reforms", the "Project Victoria" study conducted by the MPS fronts, the Institute of Public Affairs and the Tasman Institute. Kennett funnelled the "savings" into the banks for debt service, and Victorians thereupon suffered and even died for lack of health care.



# Hyperinflationary Patterns: Inflation Runs Wild

by Lyndon H. LaRouche, Jr.

The world is presently gripped by a hyperinflationary wave-front of a Riemannian type. The situation is already comparable, at its primary-commodities "spear point," to Germany during the second half of 1923, with the other categories, such as consumer prices generally, on the way to being driven to overtake the effects seen currently in the domain of primary commodities being led, as a pack, by wild-eyed petroleum-price speculation.

Think of the way in which a "sonic boom" moves across the landscape, with its point running ahead and the effects on the ground coming up afterwards as the conical front of the wave moves onward. Think of a shaped-charge detonation "seen" from the "inside."

From that standpoint, the system as a whole is already in a state comparable to some point in the second half of 1923 Weimar Germany. We must estimate the general shape of that monetary-financial-economic "sonic boom" front's movements, slightly understating the actual effects for the sake of not stumbling into accidental overestimations which might impair the credibility of our warnings. However, consider the hyperinflationary explosion fully on, in ways comparable to the second half of 1923.

Beyond that broad-brush, historical view of the matter, there are significant differences in detail which we must recognise.

The leading edge of this rising hyperinflationary panic is the hedge-fund crisis centred in hot spots such as the Cayman Islands (where Satan spends his weekends visiting his closest human relatives, and their money). In the attempt to bail out of the Spring bubble's [April-June] collapse, the hedge-fund money focussed on hyperinflationary gambles in primary materials, led by the control over petroleum markets. The attempt to turn vast masses of newly generated fictitious liquidity into apparent profits in commodities, that at rates sufficient to stave off the inevitable collapse of their monetary-financial system, a shock-wave-front-line acceleration of primary materials rise, led by petroleum prices, moved like an accelerating supersonic vehicle across and above the landscape below, sending shattering shocks to the land-based economy as the trailing edge of the cone touched land below.

Thus, the rate of inflationary rise of prices of petroleum and related primary commodities now, is the rate which is already in the process of striking commodities on the land below the passing of the hedge-fund-drive hyperinflationary shock-point.



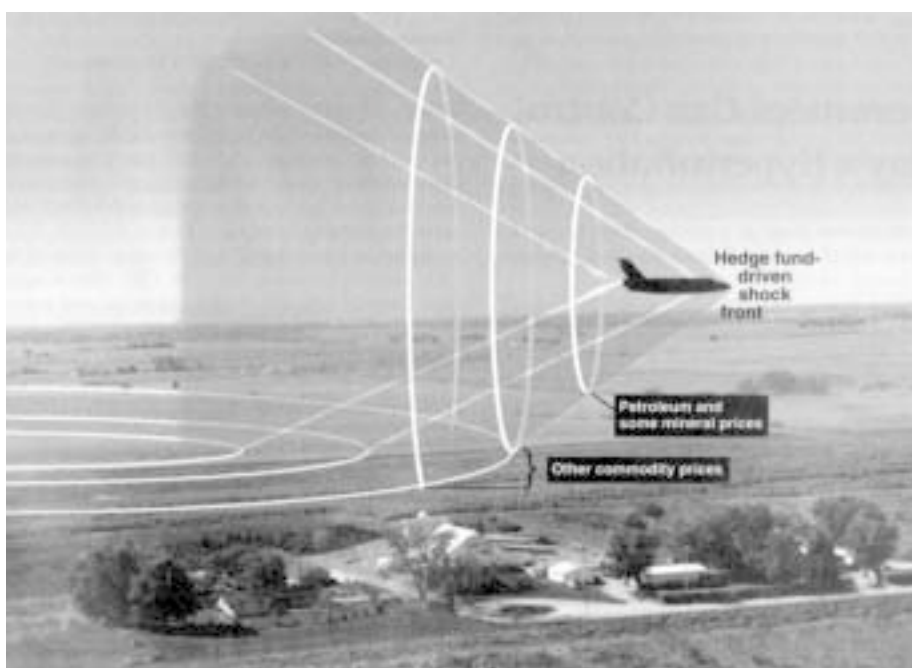
The 19<sup>th</sup> Century mathematician Bernhard Riemann discarded abstract mathematics and statistics in favour of (highly-nonlinear) physical reality.

That is the gist of the way in which you must think about this situation. What is hitting in the petroleum-price domain is the current trend of onrush of prices of all commodities in general. Do not commit the blunder of measuring price-changes from the ground up; the rate of change on the ground-level is actually the rate of change expressed as oil-price inflation.

The conical function (right) is a simulation of a higher-order actual process; but, the general effect of a conical function is correct, nonetheless.

There are several ways in which this could be refined. All proceed from the fact that it is the rate of acceleration of the price-inflation at the nose-sector (the apparent point of the cone) that is the determinant of the rate of hyperinflation. The actual hyperinflation is generated in the financial-

## LaRouche-Riemann Conical Shock Wave Model of Hyperinflation



The present hedge-fund driven hyperinflation is comparable to a sonic boom moving across the landscape. At the tip of the cone, where the shock front forms, is the speculative bubble in hedge funds and related derivatives, orders of magnitude larger in monetary value than the physical economy. The commodity price inflation, led by

petroleum and certain minerals, is dragged along in the opening conical tail.

Prices of other commodities and consumer goods lag behind in time and are diffused as they spread out in the conical opening.

As in the Gauss-Riemann representation of the complex domain, visible or empirically determinable

measures (in this case prices) are actually being determined in the non-visible, complex domain. A Riemann-type shock front forms at the cone-shaped boundary layer where the rate of increase of out-of-control speculation confronts the declining rate of real physical economic growth.

## Understanding Hyperinflation

One of LaRouche's associates who is a specialist in Riemannian mathematical physics, Bruce Director, gave a telephone briefing to the CEC's national office in Melbourne on the concept of a hyperinflationary shock wave.

There's no way, from the standpoint of science, that you can use sense perception to determine what is going on. And the problem is that the population and the policy makers and everybody else is trying to determine what is going on based on sense perception, not based on the science of what they know, of what science tells us is going on. And that is clearly the case in this question of hyperinflation, because Lyn [LaRouche] has been saying for a long time, we are in a hyperinflationary phase of the blowout like what happened in Germany, 1923. And people kept going to look for some statistical correlation between the rise in prices today, and the rise in prices in 1923. But it doesn't work like that. ...

So, of course, some people said, "Oh well, Lyn must mean something different, this can't be right, maybe he's just exaggerating," and the problem was that they weren't looking at what actually was hyperinflation, which is not these commodity prices, which are inflating, but, they're not hyperinflation because the inflation

in the commodity prices is not being caused by anything having anything to do with commodity prices. Those inflationary trends are the result of a hyperinflation in the derivatives and the hedge funds market. And the difference between now and 1923, is that in 1923 they actually printed money and you needed a wheel-barrow to carry the money around. Today we don't make wheel-barrow any more, so they use a type of money, which is not paper, but electronic. It's ones and zeros that are transmitted at the speed of light over fibre optic cables and deposited on hard drives in financial institutions and other assorted places all over the world. That electronic money is the creation of new money, of inflationary money, to cover debt, in the same way that the printing of Reichmarks in 1923 was done to inflate the debt to pay off the Versailles Treaty.

Now, just like in 1923 when the inflationary spike period came to an abrupt halt, you get a boundary condition. You cannot say, "Well, okay, today we pay \$1,000 for a loaf of bread; tomorrow we pay \$10,000 for a loaf of bread; then we pay \$100,000; then we pay a million; then we pay a billion; then we knock off five zeros and we start all over again, and we just keep inflating and inflating and inflating, and why can't that go on for-

ever?

Well, the point is it can't go on forever. One boundary condition is when the cost of printing the money, the ink and the paper and so forth, costs more than what the value of what the money is worth. That's obviously a boundary condition. And even in the case of electronic money, though computers can generate electronic money quite cheaply they can't do it infinitely—no matter how fast the computer compounds interest, it can't compound it infinitely. And what these hedge funds and derivatives markets basically do, is they use this electronic money to cover losses and debts that have been incurred by speculation. But, those speculations are all linked somewhere or another along the road to some actual financial instrument which somewhere or another connects back to some real physical process, like a barrel of oil or a gallon of gas or the price of a home, or anything like that.

So Lyn said, "Look you've got to look at this from the standpoint of a Riemannian shock wave function; that's really what you're looking at, and Larry Hecht produced that picture on the front cover of the EIR [above]. Because in a shock wave phenomena, as Riemann indicated, this is something that he forecast by thinking about what would be the physics of an air wave,

derivatives sector prior to the oil-price-zoom effect (an area of high turbulence at the front of the tip of the first commodity-transaction (e.g., petroleum). The characteristic which de-

finer the hyperinflationary rate is the rate of acceleration relative to the normal price-commodity turnover in the economy. Hence the relationship of increase of speed, measured in

"Mach-number"-like increments, to the "speed of sound," the resonant rate of commodity turnover in the base-economy relative to petroleum primary commodities.

when the rate at which the air wave was propagating, was greater than the average speed of sound in the medium? That unlike a water wave, when the crest begins to overtake the trough, the crest will break, because the water is an incompressible medium. Riemann said that since air is a compressible medium, when you

reach that point, instead of breaking into turbulence, what you'll get is a shock front.

Now, the shock front is not a new object in the air, it's simply air. It's just a change in the state of the medium and it organises everything in the medium differently. And you see that in the picture where the shock front is ahead of the

plane. If you see a plane moving at sub-sonic speed, the plane is pushing the air in front of it, and that air is being pushed to the side of the plane and it forms a wake and wave in the wake of the plane's motion, along the side of the plane and behind the plane.

But in the shock front, the

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## Petrol Prices: They Play, You Pay

The explosion in petrol prices is just the most obvious marker for the hyperinflationary global collapse now under way. Since the hedge funds' derivatives crisis in June, hundreds of billions of dollars have been looted from the pockets of average citizens worldwide, for petroleum products. Those dollars go, first, to the oil companies, and then into the banks who channel them into the hedge funds, in a vain attempt to stave off the final derivatives explosion for another week or two.

Supply and demand? Hogwash! The world is swimming in both oil and refined petroleum products. The price is sky-high, LaRouche's Political Action Committee testified to the U.S. Senate Committee on Commerce, Science and Transportation on September 21, because 600 "paper

barrels" of oil are traded on speculative markets, for every actual barrel of petroleum pumped, shipped and refined! The world oil price is set on the London-based International Petroleum Exchange (IPE) and the New York Mercantile Exchange (NYMEX), where hedge funds constantly speculate in oil derivatives, thus driving up the price of oil, a practice known as "updrafting the market". That updraft then causes the draft in your empty pocket.

The solution: Governments must regulate the oil markets, as is done, or used to be done with other vital public necessities, such as water, power, health, etc.—not to mention the banks themselves! And, since the oil producers receive only a fraction of the "free market" price



Only a fool believes in "supply and demand".

of oil, they would be happy to establish far lower-priced, long-term state-to-state oil deals outside the world petroleum cartel. In fact, Howard could do that with Iran right now, if he chose to. He doesn't, because that would interfere with you being looted by the financial interests which own him, and with Cheney's already-drafted plans for a pre-emptive nuclear strike against Iran.



# LaRouche: Solving the Crisis

In a recent U.S. radio show, LaRouche outlined urgent measures to deal with the global financial collapse, measures which must be applied by the U.S., as well as by other governments. Globalisation is finished, and nations must return to national-banking centred, regulated economic systems (such as Australia once had).

"We're bankrupt. The world is bankrupt, financially. Derivatives, financial derivatives can never be repaid. Obliga-

tions on financial derivatives, *forget it! They can never be repaid.* If you have an asset in a financial derivative, *write it off*, it's never going to be paid, in principle.

"What we can do is this: we can put the system into bankruptcy, through governments, starting with the U.S. government, to put the banking system into bankruptcy reorganization; to keep the doors open, to keep the banks functioning. Now then, we're go-

ing to have to use Federal credit, long-term credit, and a system of international agreements on tariff and trade agreements and loan agreements, for a period of about 30 to 50 years, of various large-scale projects, infrastructure projects which are required, *globally*. We're going to organize a boom, to immediately bring the U.S. economy and other economies, physically above breakeven, on current account.

"We're going to have to have a system which is a regulated system, like a fixed-exchange-rate system. We're going to have to start issuing credit, at low interest rates, between 1 and 2% fixed interest rate, over the long term. We're going to have to invest that money, not on the market: We're going to invest it in projects, starting with large-scale infrastructure projects, power projects, railway projects, water-manage-

ment projects—all the kinds of things that are infrastructure. We'll use the infrastructure investments in order to stimulate the private sector. For example, the automobile industry, together with a smaller part of the aircraft industry, represents the machine-tool capability of the United States. That is the key to a recovery. ...

"Then, we're going to have to use that, to get a high-tech accelerator into productivity:

because it's the machine-tool sector of the economy, backed by science, which makes *labor more productive* in general. We're going to have to grow. And we're going to have to accept the fact that we're going to have to sit back and work the hard way, and grow for about 50 years: then, our grandchildren, or the grandchildren of the present generation, will prosper. We can do that. We *must* do it: it's the only option we have."

## If Avian Flu Kills Your Family, Thank the Globalisers

The deadliest strain of flu virus ever known, the H5N1 avian influenza, is now spreading into southeastern Europe and Turkey, carried by infected populations of migratory birds which began their journeys in China last spring [northern hemisphere]. New outbreaks are also now appearing in Indonesia and the Philippines.

So far, the virus has infected millions of domestic poultry and 120 human beings, of whom 62 died quickly. Most of the human victims caught the flu from direct contact with infected birds, but with each new infection, the virus evolves toward a form that will become easily transmissible from human to human. When that happens, an almost unstoppable pandemic will spread around the world as fast as the common cold,

quickly killing perhaps one out of five human beings now alive.

LaRouche's *Executive Intelligence Review* recently interviewed a world-famous virologist who saw the globalised poultry operations in SE Asia. He reported that the H5N1 pandemic was bred in some of the huge poultry operations introduced into the region in recent years, some holding as many as one million chickens. (Thailand, for instance, has recently become the fourth-largest poultry producer in the world.) Since it is cheaper to produce poultry in the slave-labour, primitive conditions of SE Asia and China, major producers have set up shop in Thailand, Vietnam and China. In the frenzy of cost-cutting and "cheapest production" methods which are the very essence of glo-

balisation, necessary measures of biosecurity which are simply standard in poultry production in western countries were not maintained, he said. Originally introduced into poultry from wild bird populations, the flu virus got out of hand in the huge, factory-style poultry flocks in SE Asia, and reinfected wild bird populations which are now spreading it around the world.

Large-scale production of a human vaccine, which would require a crash mobilisation of very high-technology capabilities which are available in only a few countries, has not begun anywhere. For their part, Bush and Cheney have



Detail from *The Triumph of Death* by Pieter Bruegel. The globalisation-bred Avian Flu could be a new Black Death.

put about as much effort into fighting avian flu, as they did in preparing for Hurricane Katrina.

For a full report, see [www.cecaust.com.au](http://www.cecaust.com.au).

## Understanding Hyperinflation

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plane is pushing the air in front of it and since it's going faster than the speed of sound, the shock wave forms in front of the plane, and continues in front of the plane. So it is the shock front which then changes the characteristic of the medium behind the plane. So what is happening behind the plane is a function of what is determined by the shock front which is determined by the supersonic speed of the plane.

Now, the point about a shock wave, is that since it is moving faster than the speed of sound, you don't hear that sonic boom until the plane is far away and long gone. So, the effects of that boom are felt long after the boom occurs. And that is the same as what

happens in this economy, that the rise in the price of oil and commodities which we are seeing now, is not caused by something that is happening today, it's caused by something that *already* happened. Remember that back in June we reported that the hedge funds had lost 40 percent of their value because they bet the wrong way on General Motors. Those huge losses were dealt with by a hyperinflationary bail-out and that hyperinflationary bail-out was done with electronic money, and now you are starting to see the effects of that down on the ground level, in the same way that the shock wave formed from a plane at 40 or 50,000 feet is long past you by the time the effect of that wave hits the ground level and you hear

the boom.

So, the question you've got to ask and the question the population has to ask is: "What is happening now, whose effects will be felt over the course of the next few months? Now as we approach the end of the third quarter, what's going to be felt throughout the fourth quarter?"

Now, Lyn has said, "Look! What's happening is the collapse of the whole system! Don't doubt me on this. This is the terminal phase of the crisis."

**QUESTION:** Bruce, the shock front generated by the jet breaking through the sound barrier, does that jet keep accelerating and increase the actual shock, which flows through the whole process?

**BRUCE:** Yes. It accelerates, and as it accelerates, it's accel-

erating in a new domain. In other words, when you're flying at supersonic speeds you're in one domain. When you're flying at supersonic speeds, once you've crossed the sound barrier, then the change from Mach 1 to higher and higher speeds is different than crossing that barrier. And that was one of the things that was involved in the science of breaking the sound barrier. Because the problem of breaking the sound barrier is that when you're flying the regime of the shock wave, the aerodynamic principles change. So the aerodynamic principles at subsonic speeds you want to focus on lift. That's why these jet airliners have such big wings which extend out so far, because they need to get huge amounts of lift. But in the su-

## How You Can Fight!

There are three things of importance which you can do. The first is to pound your state and federal MP's and your state premier for even daring to *consider* fascist "anti-terrorist" laws. The second, more important, is to contact the CEC for more copies of this newspaper and distribute them far and wide. More important still, you should join the CEC. There is no way in the world that the fanatical pro-globalisation Coalition, nor the equally pro-globalisation, Beazley-led "Opposition" can deal with the worst crisis in Australia's history. For that, a new party is needed, one committed to the "old Labor" ideals of a national banking-centred, regulated economy committed to the Common Good.

The Coalition and the ALP are paper tigers, kept afloat only by big business and the Murdoch/Packer media. As Mark Latham recently revealed, the ALP would be flat out having 7500 members, and the Liberals have less. The CEC already has nearly half the ALP's membership, and our members are, on the average, far more active than those of the ALP or Liberals. Nor do any other parties have a vibrant youth movement like we do, but rather a bunch of hacks-in-training, best qualified to serve cookies and tea at events run by their elders.

In recent months, virtually all state premiers, many state and federal MPs, and several members of the Howard government, including Howard himself, have written to us. Why? Because they like us? Most of them *hate* us, but they respect or even fear us, because they know that we are a rapidly-growing force whom they dare not ignore. Imagine: We have (truthfully) called Howard's father a fascist, and repeatedly denounced the pro-fascist proclivities of Howard himself, and yet he writes to us on 7 July, 2005 to "convey his best wishes to the Council for their future endeavours"!

The CEC is your party, willing to fight where others are too corrupt, too stupid, or too terrified. If Australia is to have a future, don't you think it is about time you joined?

For the phone numbers of your MP's, or to receive more copies of this newspaper, or to join the CEC, call 1-800-636-432. A CEC membership form will be forwarded to you. (New members receive a free DVD of LaRouche's historic October 12, 2005 Webcast.)

personal range it's not lift you need. You need stability. That's why the supersonic wings are swept back wings. So it was the ability of these German engineers to recognise that you had to have a change in the aerodynamics of the process, that led

to the design of the supersonic fighters.

The sonic boom comes when the shockwave hits the ground. It is moving through the air, like a wave, but it's moving as a front, and then that hits the ground you get the boom.

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