

Our fiddling governments must fix the system! or resign!



**The Cash Wars of 2012 have destructive consequences. The Haves want to freeze the global system – with themselves as the super-rich, forever.**

**After 3 decades of gouging out and siphoning off all surpluses, the international cash-aristocrats are determined to increase the power and value of their liquid wealth by depriving all others of money, by:**

- 1) Restricting the money-supply. To stop the real-economy & create poverty; to give their money more buying power.**
- 2) Driving down wage rates. This enslaves people in long term debt.**
- 3) Pushing up all interest rates, including Government Bonds, to gouge more out of families and national economies.**
- 4) Increasing executive bonuses. This reduces investment by businesses and entrenches battalions of New-Rich to defend the Already-Rich.**
- 5) Obscuring the money-trail by false accounting - through The City & Wall Street - which are their major allies in tax evasion.**
- 6) Protecting tax-havens. They have \$18 trillion hidden in tax-havens.**

**Is it a conspiracy? NO – but they use common methods & bribe officials.**

**Can we appeal to their consciences? NO – they are greedy sociopaths.**

**Are they legal? NO – They break 1903-2012 false-accounting laws.**

Computers and automation have helped to create the most productive and efficient Real-Economy ever. The world is richer than it has ever been.

But politicians & bankers tell us we are broke.

45.8 million Americans rely on food aid.

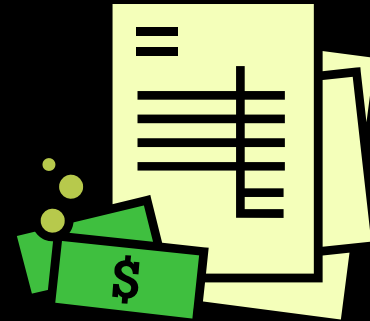
Where has all the money gone?

Money is a set of IOUs – **I OWE YOU.**

Coins or Notes - It is a bookkeeping system.

An English £1 note says “I Promise to Pay The Bearer the Sum of One-Pound” It is an IOU to whoever holds it; with no questions asked.

It is an IOU that you can pass-on.



Money has been  
gold, silver, copper  
cattle, Cowry Shells,  
Wampum Beads, Sheep,  
Clay Tablets, & Virgins.  
Today, it is ink on paper,  
or an electronic blip on a hard-drive – it is a bookkeeping system

## CONFIDENCE

Civilisation invented money to represent the real goods we used to swap. Substituting paper for goods needs faith, belief, trust and confidence.

BARTERING is a clumsy and slow way to trade.

If I build houses - and you make BMW cars - How many BMWs equal a house? It could take months to strike a deal; which would bring the real-economy to a standstill.

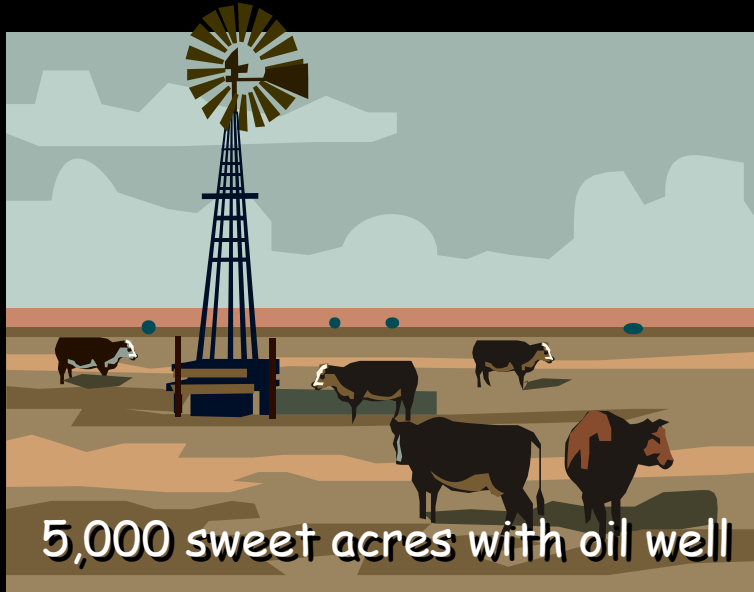
Jack traded the family cow for beans; Handsome Princes traded Kingdoms for Beautiful Princesses;

Greeks waged War and destroyed Troy - for Helen.

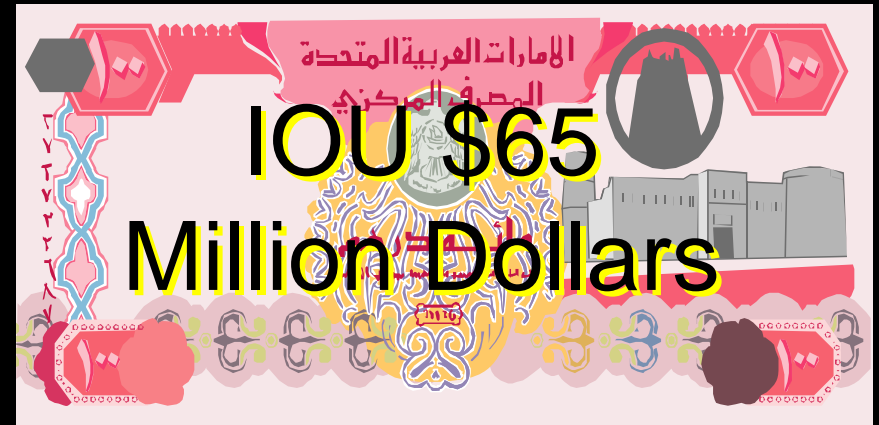
**IF ONLY THEY HAD HAD SUPERMARKETS AND VISA CARDS.**



SPECIAL OFFER.  
20% off  
Now only \$999M



=



Confidence in bits of Paper.

Which of these two assets would you like to own right now?

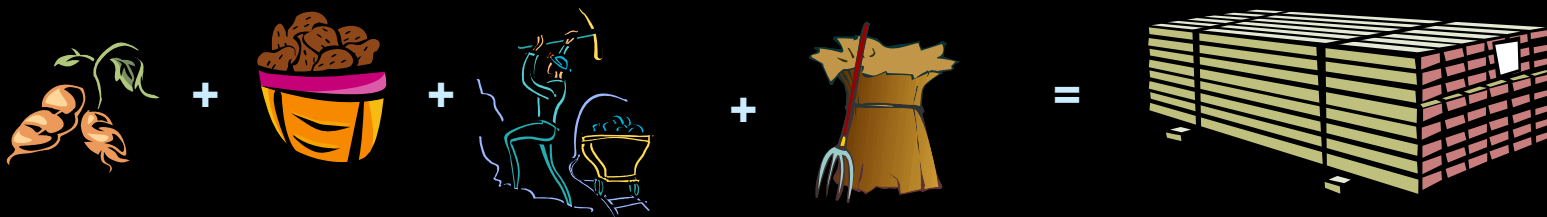
Most of us reach for the symbol, not the substance. We take the paper, not the reality.

In the money-economy, the IOUs have to be trusted.

**CONFIDENCE** is the foundation of Cash.

## Confidence in the Real-Economy

BARTER is slow and hard work. We want to swap the work-hours in the goods & services we offer, for the same number of work-hours in the goods we receive. Some traders try to cheat - in goods or cash.



## Confidence in the Money-Economy, the Paper-Economy.

We trust the bookkeepers to ensure, as Margaret Thatcher promised, **"A fair day's work for a fair day's pay"**.

But now, while most work to create wealth, the bookkeepers fiddle the books.

## CURRENCY



Government must guarantee the IOUs  
that traders issue. They print or mint  
money equal to the IOUs in  
circulation. This is LIQUIDITY.  
The IOUs must be fair, honest and  
COMMERCIAL. Today, most money is  
only an electronic record.



Today the crooks are in charge – Gangster Capitalism or Crony Capitalism has triumphed and has poisoned society with greed, mistrust, fraud, lies and paranoia.



Archimedes shouted "EUREKA" when he measured the lead in a gold crown.  
Isaac Newton foiled bank note forgers.  
Scrooge screwed the poor and hoarded the cash.  
Employers gouge back poverty-wages through factory shops.  
Loan-sharks trap the poor into inescapable debt.

The mobility of money tempts sociopathic, greedy, gambling villains.

**...And so to 2012. Who stole all the money?**

Real wealth is created by people digging the free earth, in the light of the free energy of the Sun; applying their time, wits and intelligence to real things. The Real-Economy is now automated by the Electronic-Knowledge-Economy. We produce more goods in fewer work-hours than ever before. The sweat, toil, battles, wars, suffering, privations and sacrifices of our ancestors have created today's productive surpluses. Single machines replace a thousand people, enabling us to say,

**"We have worked hard to abolish work  
and we have succeeded".**



The money-economy, paper-economy, the bookkeeping, should reflect the REAL-ECONOMY but, since 1979, the books have been so fiddled, so distorted, the rules so bent that the surplus value of work done by 99% of the working population has been stolen by the 1%.





Where has all the money gone?  
Jan 2012 - by Noel Hodson



## MEDIOCRITY & LOAN SHARKS

The '1980s – “Loads o’ Money & Filthy Rich”.

1979 - Thatcher, Reagan & Milton Friedman – (1) For loan-sharks they abolished the 30% cap on Usury. (2) They broke the Unions, freezing US wages for 30 years. (3) They abolished the 1932 Glass-Steagall laws against casino banks. (4) Thatcher imposed the highest UK Base Rate ever, 17.5%; doubling cash every 7 years, risk free; to create the worst ever depression.

(5) They deregulated Wall St and The City. (6) They neglected manufacturing and infrastructures (7) They created the Bank Bonus culture (8) They promoted Tax-Havens for the rich.

**SHINING EXAMPLE: 1980 – Young Mark Thatcher got a £10 million “commission” from a government arms deal. 1990 – On resignation – Margaret Thatcher picked up \$32 million from USA Republican Clubs, paid tax-free into a “Thatcher Charity” in Berne, Switzerland.**

**MONETISE - Conversion of commodities (food, goods) into “Financial Instruments”. Wall Street & The City siphoned value from, land, homes, etc into paper - such as the worthless Triple A Rated, sub-prime home loans, sold to banks - wrongly blamed for the 2009 crash; blamed to obscure siphoning cash, to hide it in tax-havens.**

## WHO ARE "THEY" ?

They are THE BOOKKEEPERS, e.g. the City & Wall Street. They are Legion.

The UK's financial sector employs 1.2 million; the same size as its health service.

Similarly - USA financial sector staff equal US medics.

With computers, money-systems could be run on a few IBM main-frames, by a few hundred people. The global Money-System costs 90% more than it should. It is no longer Fit for Purpose, efficient or competent.

The BANKS' main role is to keep customers' money safe and keep accurate records. Their second role is to create credit (bankers IOUs) and lend to the real-economy.

All financial services employ workers in the Paper-Economy - all these millions are BOOKKEEPERS.

## WITH SUCH A PRODUCTIVE, MODERN, INTELLIGENT, AUTOMATED REAL-ECONOMY, WHY AIN'T WE ALL RICH?

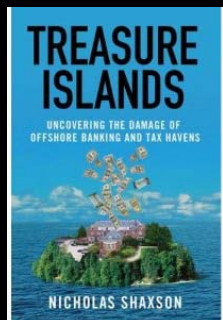
Wealth is relative. We are cash-poor because production surpluses over the past 30 years, have been siphoned to tax-havens by the 1%, with government approval.

In 2010 the Paris based, 34 nations, Organisation for Economic Co-operation & Development (OECD) estimated there is **\$18 trillion held Off-Shore**.

{ REALITY CHECK: The global annual production of goods and services (GGDP) is \$60 trillion a year, to supply 7 billion souls - wealth created by a workforce of about 3.5 billion people.

\$60,000,000,000,000 (60 with 12 zeros) divided by 3,500,000,000 workers (3.5 with 9 zeros) is a yearly production of \$17,412 per worker. Most is consumed in the same year. The \$18 trillion Tax-Haven cash is 30% of the annual global \$60 trillion production. The GGDP surplus p.a. is about 1% - for 30 years siphoned to tax-havens (30 years  $\times$  1% = 30%). }

**BONDS - GLOBAL SCARY "FREE MARKETS" - Much of the tax-haven \$18 trillion is fed into Government Bonds; which with Pension Funds etc total \$82 trillion - or \$11,714 per person / \$23,428 per worker. Most bond-funds operate through off-shore companies.**



This vast off-shore lake of cash is the mysterious "Free Market" that threatens all nations (BOND MARKET) with high rates or ...bankruptcy.

They lend us back our own work-surplus and savings.

The \$18 trillion tax-haven funds are mostly siphoned from nations by organised crime and false accounting. The 99%, the host countries, have granted tax relief on much of it. Loss of tax (fiscal money) and loss of capital impoverish the host nations. Here's an example of how its done: **E.G. Imagine that: ENRON USA sells energy to 50 million families and makes \$50 billion a year on revenues of \$150 billion. American families work hard and, after paying \$40 billion in tax, pay ENRON \$150 billion for heat, light & power.**

**ENRON USA should pay 20% tax on \$50 billion, \$10 billion to the US Treasury. But the BOOKKEEPERS conjure up an invoice from one of its 75 tax-haven companies for "*Power Plant Safety Systems ... \$65 billion*", nodded through by the now banned Auditors, Arthur Andersen, and by Internal Revenue Services (IRS). ENRON USA fixes with its Wall Street bankers to pay the \$65 billion to the fictitious systems-providers' bank – Banco-Exclusivito-Inc Panama. The IRS gives ENRON a \$3 billion tax-refund on its "losses" of \$15 billion – a gift from the people of America. The BOOKKEEPERS transfer the rest of the \$150 billion to off-shore "Management / Holding Companies, again using false accounting.**

### US FISCAL or TAX BUDGET

US Treasury loses \$10 billion taxes

US Treasury pays \$ 3 billion tax refund = \$13 billion loss to the Treasury.

### US BANKING LIQUIDITY

US banks export \$65 billion to Panama

US banks export \$88 billion overseas. = \$153 billion gouged out of American capital and savings.

## Olympus Board Hints at Quitting Over \$1.7 Billion Fraud

New York Times - By REUTERS Published: December 7, 2011

**TOKYO (REUTERS) — OLYMPUS'S BOARD SIGNALLED PLANS TO QUIT OVER A \$1.7 BILLION ACCOUNTING FRAUD. BUT THE MEMBERS ARE LIKELY TO PICK POTENTIAL SUCCESSORS, CREATING A BATTLE FOR CONTROL OF THE COMPANY WITH THE FORMER CHIEF EXECUTIVE WHO EXPOSED THE SCANDAL.**

Coconut  
Funny-Money  
Mergers &  
Acquisitions  
Cayman Inc



HI - YOUR FALSE  
INVOICES APPROVED.  
HAVE WIRED \$1.7B

WANT A BONUS?  
Love & Kisses from  
The OLYMPUS Board

FALSE  
ACCOUNTING  
INVOICE

Olympus  
employs  
34,000  
people.

Olympus  
World  
HQ

COSTS HOST NATION - Tax on \$1.7 billion invoice - \$340,000,000 - Lost NATIONAL liquidity \$1.7 B

“Because only the little people pay tax – Darling”

Why do most corporations and highly-paid executives have dozens of tax-haven Companies, Trusts, Blind-Corporations & “Charities”?



[Leona Helmsley, the notorious Queen of Mean — Tax-Fraud ...](#)  
*Always a ruthless and calculating woman, **Leona Helmsley** became impossibly cruel to employees and family. Known as the Queen of Mean, her tax frauds got...*

### Almost all FTSE 100 companies "use **tax havens**" | Breaking News ...

11 Oct 2011 – The “big four” UK **banks** - HSBC, Lloyds, RBS and **Barclays** - make heavy use of **tax havens**. The **banks** registered a total of 1,649 **tax haven** ...

Barclays banker accrues £33m in shares as Bob Diamond gets £6.5m - • BarCap co-chief Jerry del Missier accrues £33m shares- Bob Diamond awarded £6.5m bonus - One banker received £10.9m in pay and bonuses

- Project Merlin means high-paid traders can stay anonymous

[Jill Treanor guardian.co.uk](#), Monday 7 March 2011 13.21 GMT REUTERS

[Barclays](#) stoked the row over City pay on Monday by revealing that one of its key bankers - Jerry del Missier - received shares worth almost £33m earlier this month. The bank reported that 231 of its key staff were paid a combined **£554m in 2010** - an average of £2.4m each.

### [Barclays Bank Paid Just £113M In Tax \(£11.6Bn Of Profits\) - House ...](#)

19 Feb 2011 – Guardian: **Barclays Bank** has been forced to admit it paid just £113m ... including many in **tax havens** – do not generate all of their profits in ...





**"WE MUST PROTECT THE CITY OF LONDON"**

*The Rt. Hon. David Cameron MP – Prime Minister – Dec 2011  
exercising the UK's veto at EU talks to save the Euro*

Contrary to their publicity - banks make 90% of their profits from Credit Cards and loans to their Home-Markets. Today they buy money at the Base Rate of 0.5% and sell it - for mortgages at 5% (10 times) for business at 8% (16 times) for credit cards at 15% to 30% (30 to 60 times) and for the poorest via Pay-Day loans at 300% to 4000% (up to 8,000 times). Speculation by "investment banks" loses money, like all gamblers. e.g. In 2008/09 The City of London lost £1 trillion and nearly bankrupted the UK.

Bank losses by "rogue traders" could be **Back-to-Back** deals to get tax-relief and ship money to tax-havens – Lose it in London – Make it in Liechtenstein.

# Loan Sharks

Government acts on **payday loan** worries

6 DEC 2011 - Ed Davey, consumer affairs minister, acknowledged yesterday there was concern around so-called **payday loans** -



*Bulldog Spirit - Battle of Britain Two*

"Never ...in the history of ...human commerce ...have so many ...been robbed ...of so much ...by so few"

“From each according to his ability – To each according to his need” - Karl Marx AD 1875.

“The labourer who comes at the 11th hour will be paid the same” – Jesus Christ AD 33.

“Screw all you suckers, and screw thy neighbours” – Business Schools AD 1980-2012.

Chronic debt is where the rate of pay is below a living wage, where the Haves won't share - and bully the poor...

...whether the living wage for a family is 50 cents or \$75 a day.

Which of these USA neighbours will you starve? Who will you trap into a loan-shark deal at 300% ?

Who deserves to die poor?

Natural disasters and wars apart, National Debts, as in Greece & Ireland, come from habitual tax evasion and siphoning capital abroad, encouraged by corrupt regimes. Government must create stable money and useful work for all citizens – or resign.





## THE SMARTER WE WORK - THE FEWER JOBS THERE ARE. HOW CAN 21<sup>st</sup> CENTURY CITIZENS JOIN THE MONEY-ECONOMY?

The current 20% Youth Unemployment is caused by increasing automated production in the Real-Economy. The Money-Economy **MUST** change its 17<sup>th</sup> Century paradigm. All should share in the wealth of the Real-Economy, or there will be chaos.

Who will buy the products when 50% of adults have no income, are living in tent-cities and are excluded from the Money-Economy?

Chronic-Debt is a plague in America and in the UK, the Anglo-Saxons who have neglected the Real-Economy for the Money-Economy.

**A SHORTAGE OF MONEY (I.O.U. BOOKKEEPING) IN THE RICHEST REAL-ECONOMY EVER, IS IMPOSED BY GOVERNMENT. IT IS A MESSAGE THAT 99% OF US ARE WORTHLESS WHILE THE VIRTUOUS 1% HAVE ALONE GENERATED ALL WEALTH AND “EARNED” EVERYTHING ON EARTH.**

**IT IS TIME TO CORRECT THEIR THINKING.**

THE REAL-ECONOMY – MORE PRODUCTIVE THAN EVER BEFORE.  
THE ELECTRONIC KNOWLEDGE-ECONOMY – FANTASTIC GROWTH.  
THE MONEY-ECONOMY – SICK, CROOKED, NOT FIT FOR PURPOSE.

The Money-Economy is 300 years out of date and needs fixing:

**(1) Repatriate and Tax all Off-Shore Funds.** The \$18 trillion in tax-havens (OECD 2010) is the surplus from the Real Economy generated by the 99% over the past 25 years. This will repair all fiscal deficits, feed the hungry and restore national banking systems. Such monies can be taxed under existing laws.

**Tax all annual incomes over \$200,000 at 90%.**

**(2) Cap Interest at 5% - Reduce the Cost of Money.** Thatcher and Reagan abolished the interest cap on ancient usury laws. Interest is now charged from 5% on mortgages to 3000% by loan sharks. A 5% per year legal cap of interest & charges on all loans will reduce most prices (of goods) by 25% and substantially reduce inflation.

**(3) Pay an hourly rate equivalent to a Living Wage:** equivalent in the region where the workers live. All Quantative Easing should be used to bring in a Living Wage worldwide. This will eradicate most poverty and bad-debts.

**(4) Stop speculation & gambling:** Gambling is an addiction which has wrecked our vital markets and money-systems. Ban banks from speculating & create a 2 months buy-sell-buy transaction gap.

**A SHORTAGE OF MONEY (I.O.U. BOOKKEEPING) IN THE RICHEST REAL-ECONOMY EVER, IS IMPOSED BY GOVERNMENT, IT IS A MESSAGE THAT 99% OF US ARE WORTHLESS WHILE THE VIRTUOUS 1% HAVE ALONE GENERATED ALL WEALTH AND “EARNED” EVERYTHING ON EARTH.**

**CREDIT ACTION UK****Debt Facts and Figures - December 2011 (UK Pop 63M – Households 24M)****Striking numbers**

**£55,808** average household debt (including mortgages)

**£174m** personal interest paid in UK daily

**8,910** number of new debt problems dealt with by CITIZENS' ADVICE BUREAU each working day (as at June 2011)

**1,611 people** made redundant daily

**868,000** unemployed for > 12 months

**£15.68m** daily write-offs of loans by banks & building societies  
**every 14.28 minutes** a property is repossessed  
**every 4.35 minutes** someone will be declared insolvent or bankrupt

**£185,200,000** daily increase in Government national debt (PSDN)

**£1,276,733,333** total value of all purchases made using plastic cards each day in September 2011



**CHRONIC DEBT IS: *WHAT WE NEED - less - WHAT WE ARE PAID.***

## 2012 – THE TACIT WAR – THE BATTLE LINES.

Computers track all transactions. There is no hiding place; but infiltrated governments and courts conspire with Crony Capitalism and The Gangster Economy to divert the world's cash to tax-havens.

## THE WAR IS BETWEEN THE 1% CASH-RICH AND THE REST.

Imagine having \$35 million tax-free “off-shore” in Switzerland, London, Singapore or Delaware. You expect your cash to grow risk-free. Thatcher gave the rich 17.5% interest, but 2012 Base Rates are low. So, your strategy is to deprive everyone else of cash.

The Off-Shore, Cash-Rich villains lobby governments to enforce poverty on the 99%. They want top financial status, so they restrict the flow of funds that would stimulate the Real-Economy. Keeping everyone else poor – makes them richer and powerful.

**The Money-Economy is badly out of alignment with the Real-Economy.**

## Paper-Trail maze for the new global aristocrats.

IOUs or money, are transmitted across the borders that trap the poor. VW buys Rolls-Royce, RBS buys ABN, China buys Africa, Hedge-Funds buy all the cocoa in Ivory Coast. Bond Markets buy National Debts and the air we breathe. Your boss is a multi-racial, trans-gender, middle-eastern potentate, living in the Caribbean, under Portuguese law. Your town is owned by a Cayman Island Trust. Your local UK tax-office-building is owned by a tax-haven company in the Isle of Man (this latter is true).

**ALL ORGANISATIONS & GOVERNMENT DEPARTMENTS SHOULD PUBLICLY, COMPUTER FILE**

**A DAILY CASH-ACCOUNT AND BALANCE-SHEET - TO REDUCE FALSE ACCOUNTING.**

London executives pretend to live in Monte-Carlo; Russian Oligarchs pay no taxes in London; Aristocrats in Paris are paid in Jersey; Americans ship their ill-gotten gains to Delaware (Reagan gave tax-haven status to Delaware); Hong Kong millionaires bank in Singapore; Singaporeans reside in Australia; Pop-Stars relocate to Iceland; Dubliners and Athenians go to live with their money overseas. Many millionaires live nowhere – for tax purposes.

**THE WORLD NEEDS A STANDARD TAX REGIME.**

THE MONEY-ECONOMY IS SICK, CROOKED & NOT FIT FOR  
PURPOSE. THE MONEY-ECONOMY NEEDS FIXING, AND  
SHOULD INCLUDE EVERYONE.

"It is time to put away childish things"  
Such as silly tax-evasion loopholes.

Governments must account honestly.

After the \$18 trillion off-shore funds are repatriated by reversing the  
past 30 years' false-accounting, governments should create a  
stable, fair Global-Money-Economy, or resign.

The enlarged Global-Money-Economy will help all in the Real-  
Economy to realise their full potential and will create  
unprecedented, sustainable wealth - for all Mankind.

**GOVERNMENTS AND THEIR LICENSED BANKERS MUST GET  
ON WITH THE JOB THEY ARE PAID TO DO! – OR GET OUT OF  
THE WAY!**



The author has 50 years practical experience as an accountant, business expansion specialist, business founder-owner-manager and as a consultant to the Information Society.

**Which of your elected representatives and or government officers, their agents, friends or family have cash or assets stashed in tax-havens? Ask your representative today.**

Happy New Year 2012

Contact:  
noel@noelhodson.com

**“98% of people are honest”**

*Lord Sieff, CEO of Marks & Spencer, justifying their full cash refund for returned goods. He was proved right. The villains are the dishonest 1%.*

[The Future](http://www.noelhodson.com/index_files/NZ-future/NZ-future.PPT)

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