

How to stop the economic collapse

1. STOP BANK CLOSINGS.



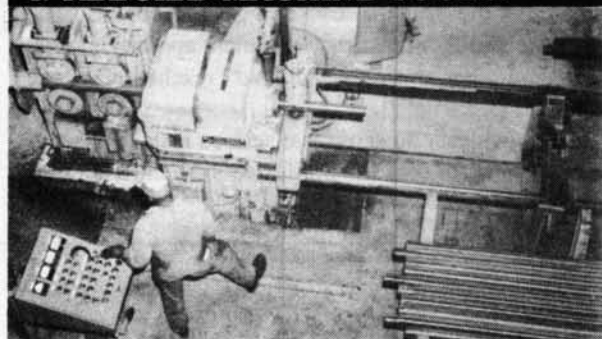
3. REVISE TAX CODE.



2. GIVE CREDIT TO PRODUCE.



4. REBUILD MACHINE TOOLS.



The following is excerpted from a response by 1988 Democratic presidential candidate Lyndon H. LaRouche, Jr., to President Reagan's Berlin speech. The response was delivered June 17 during LaRouche's regular five-minute radio broadcast.

Rather than admitting that the Reagan "economic agenda" has been a disaster, the President chooses to seek arms-reduction agreements, which would, in some eyes, justify large cuts in U.S. defense programs. At the same time, the President was lied to about Soviet motives for arms agreements. He was told the lie, that Gorbachov was seeking Soviet arms-reductions in order to relieve the pressure of Soviet arms-spending on a Soviet civilian economy in serious crisis. . . .

Four things must be done to save our collapsing economy and provide an adequate economic basis for effective defense:

1) We must stop the financial crash, by using the regulatory powers of government to prevent banks' doors

from being closed.

2) Government must organize low-cost credit in large volumes for investments in the production of useful goods and for financing exports.

3) We must have an emergency revision of the tax-code, with investment tax-credit incentives for expansion in the number of industrial workplaces. My target is not less than 5 million new industrial workplaces during the next four to five years. It is a very realistic objective.

4) Government must assist in rebuilding the U.S. machine-tool industry. The machine-tool sector is the normal channel for delivering advanced technologies into the private sector.

By these methods, we can stop the crash, and launch a real economic recovery. This will enable us to meet our obligations to the general well-being of all Americans, including the tens of billions of dollars we must spend in the war against AIDS.

It will also enable us to afford an adequate national defense.