

(GEAB N° 47 September 16, 2010)



The Global Systemic Crisis - Spring 2011: Towards a Serious Breakdown of the World Economic and Financial System

As anticipated by LEAP/E2020 last February in the [GEAB No. 42](#) , the second half of 2010 is really characterized by a sudden worsening of the crisis marked by the end of the illusion of recovery maintained by Western leaders

[1]

and the thousands of billions swallowed up by the banks and the economic “stimulation” plans of no lasting effect. The coming months will reveal a simple, yet especially painful reality: the Western economy, and in particular that of the United States,

[2]

never really came out of recession.

[3]

The startling statistics recorded since summer 2009 have only been the short-lived consequences of a massive injection of liquidity into a system which had essentially become insolvent just like the US consumer.

[4]

At the heart of the global systemic crisis since its inception, the United States is, in the coming months, going to demonstrate that it is, once again, in the process of leading the economy and global finances into the “heart of darkness”

[5]

because it can't get out of this “Very Great US Depression”.

[6]

Thus, coming out of the political upheavals of the US elections next November, with growth once again negative, the world will have to face the “Very Serious Breakdown” of the global economic and financial system founded over 60 years ago on the absolute necessity of the US economy never being in a lasting recession. Now the first half of 2011 will dictate that the US economy take an unprecedented dose of austerity plunging the planet into new financial, monetary, economic and social chaos.

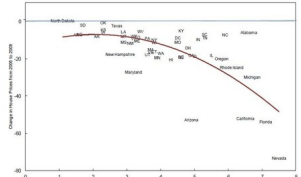
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Пише: GEAB

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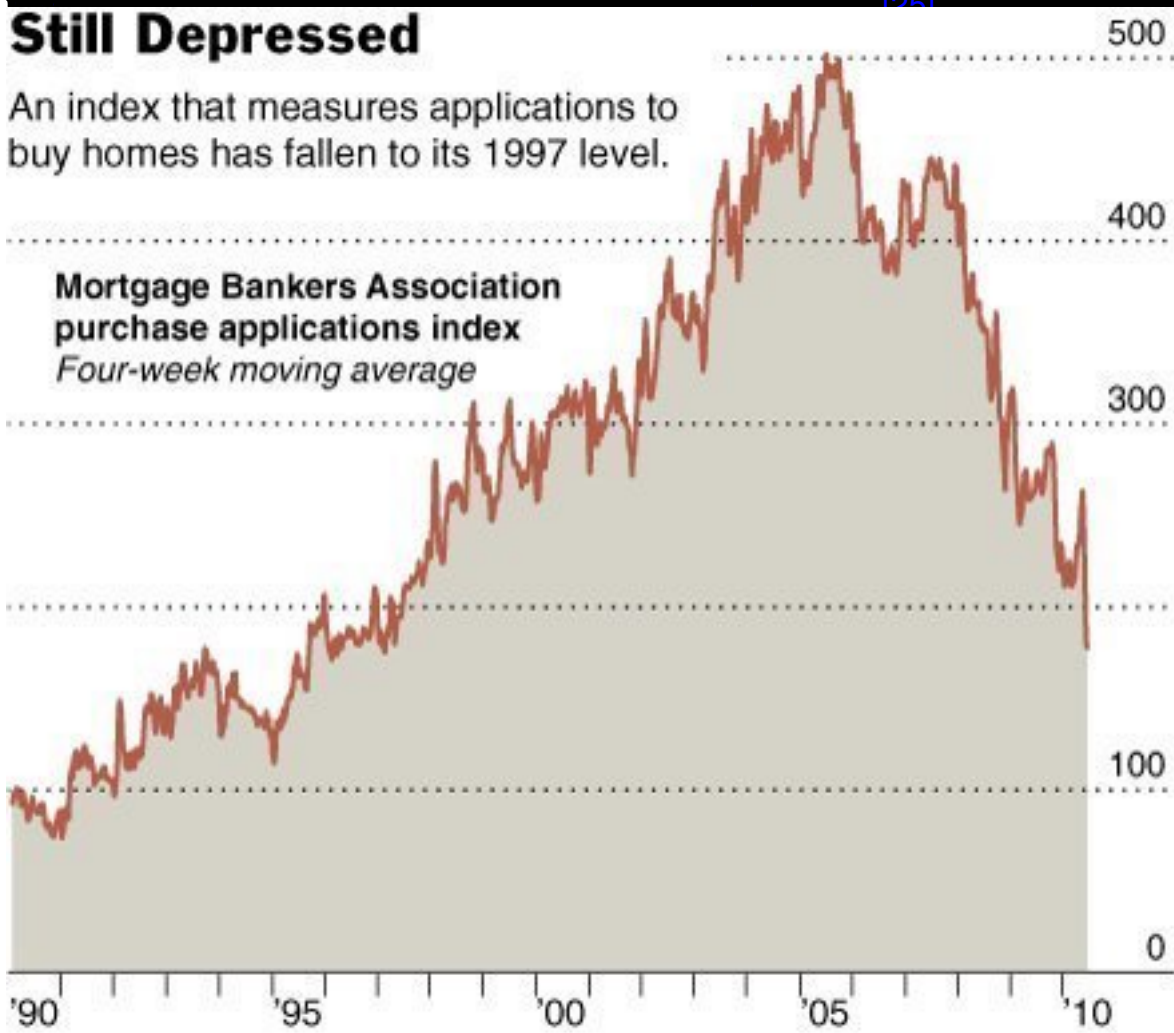


Figure 1.4. Double Whammy: No Equity, No Jobs



Still Depressed

An index that measures applications to buy homes has fallen to its 1997 level.



Source: Bloomberg

THE NEW YORK TIMES

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