

After dollar doom what next?

The world order changed in 2003 when BUSH administration invaded Iraq in 2003. The global economic recession and global commercialism seems doomed. Behind the core, international economic recession is the regression of American economy, manifested fundamentally by the diminution in dollar value. Global output by USA has decreased compared to European countries. Interest rates on Euro investments have remained almost steady whereas the “\$” American cannot afford more than mere 3 percent on investments. What this means is that off shore accounts that yield 5 percent to 7 percent on dollar investment will flourish in remote countries like far east, eastern European, Africa, and Australia where the regulatory financial laws and taxation laws allow for ‘non-residents’ accounts to be operated without stringent checks.

Albeit U.K. is stringent on opening currency accounts, many still strive to operate off shore accounts in tax free heavens favour Guernsey, Isle of Man, Jersey, Switzerland, US Virgin Islands. A weakening dollar also means a rising euro. Nevertheless, can Europe really sustain this appreciation? For the past couple of years, as the euro has appreciated, European exporters have coped by reducing their margins. Whereas their dollar export prices increased by only 10 percent, the dollar has depreciated nearly by 30 percent in value. Reduction in European exports to the U.S.A. would become imminent it seems. Many tourists do no longer find shopping in U.S.A. to be an incentive as prices are not an issue where QUALITY and reliability of the after sales service has become more aware from our European manufacturers and distributors. Rising exchange rates only stimulate structural reforms and modifications within the global imbalance and purchasing power parity. This means that when there are impediments in the Revenue, the very policies, and strategies of the Government taxation awakens as it has already done so in India. What is next though is interesting as China accumulates reserves and has potentially huge influx of foreign plants operating with cheap labour, cheap costs and cheaper overheads. Who in reality is going to benefit? Chinese government is astute, sharp, and aware. Watch out for China growing in economic terms. Where does that leave the rupee and the prospects for the Indian economy? Over the past few years, the rupee has appreciated against the yuan and some other Asian currencies. An upward readjustment of these against the dollar would help to correct this if the RBI is able to neutralise the huge FII inflows. That will help Indian exporters, but involve some inflationary pressures. The slowing down of growth in the US and elsewhere will hurt India. It may even put some downward pressure on the exchange rate if the investment inflows dry up.

So the upshot of all this is that anything could happen in exchange markets. So even suggestive is to toss a coin, and hope that the USA does embark upon fixing the damages caused by the "BUSH" administration before it is too late.

Or else: Heads they win and tails we lose!

Government are more aware now about the off shore accounting and there are specialist training in place in many American and British taxation authorities as Indian taxation authorities and Government has jointly undertaken post graduate training on off shore accounting. Off shore accounting that seemed once upon a time a solution to recession and digressions in economies and personal taxation avoidance and even tax evasion would now appear to be short lived from the government awareness. Many vat fraud teams are in place in the U.K. as much as many Inland Revenue data bases now have direct links with other countries [thanks to Indian I.T.].

By year 2010 offshore banking will become a theme of the past as I.T. becomes to the prominent in this area. However, deliberately or karmic consequences, the uncertainties in the stock market and the foreign currency will render havoc to every investment. Does this mean that the stock markets will plunge? We shall see. Where is the real value of the shares in real money terms? What is the theme of the future? What is the safe investment for future? Perhaps holding sterling pounds in offshore account yielding a 10 percent return seems temptation. However, when the new banking regulations come into place as is American influence over Great Britain, every transaction will come under scrutiny by the Inland Revenue. It is only a matter of time. Britain once a laid back financial centre for international business will no longer be a platform for future off shore businesses as more and more avenues become futures dealing and futures business. One needs to ponder upon LIBOR versus the offshore rate of interest. Perhaps even better is the many government bonds and gold bonds that guarantee a yield of 10 to 15 percent compared to 8 percent in offshore banking [after paying off administration charges for trust].

One may wonder whether this is deliberate or has the dollar declined because of surplus in circulation of its currency and depletion of its value added federal reserves falling in deficits.

The world economy is suffering the consequences of a MAN ego. "Bush" avenged his father's failure to achieve victory over Saddam and Afghanistan [allegedly - alleged assassination attempt against former President Bush Sr. in 1993]! As a world of humankind, we were much happier before "Bush" invaded Iraq.

Well "Bush_junior aka George Bush" is only going to make this world a worst place!

The Bush Administration neo-conservatives invaded Iraq in furtherance of their grand plan to remake and democratize the Middle East by the force of arms in an attempt to make it safer for Israel. Of all the members of the axis of evil for the Bush Administration to wage war against, Iraq was the most "doable" owing to the incessant deionization of Iraq stemming from 1990 onward by Bush Administration! United States of America is in deepest trouble! Even at Dollar "\$" standing at mere 2 percent borrowing costs, dollar finds no ground in the international market and gold prices will rocket past \$1,000= per ounce. Petrol prices will keep ushering to their highest! Offshore business takes hike in a time where trading and monetary exchanges of real shareholder value prevails in the many tax evasion schemes. The leading governments [India already has introduced declaration of offshore earnings] may wish to introduce revisions in taxation treaties and just how will the governments chase after the tax evaders and tax avoiders needs to be seen. Hail the Arabs! Where is the circulation of money? Yet Oil prices are increasing! Where is the share-holder value of companies not performing in liquid terms? One might ask the Henley gurus who claim to understand value chain to elucidate and even find solutions to the world depleting so fast with the decline in trade, commerce, and "value for money". To the very autocratic and overpowering financial specialists [financial gurus]:

"Your much claimed thesis and antithesis of finance and economics, synthesis of core value return on capital invested, and monetary superiority leaves our humanity in much greater problems largely due to economic suppression and exploitation."

"The world economic and political powers operate upon corruption and impurities of selfishness, greed, lust of false power, falsity of ownership and falsity of claims."

"The perplexities of world in recession and regression of 'value' invokes change at a subtler level. This change will only come through the spread of AWARENESS and the awakening can only manifest with the advanced technology."

"The distribution system, the value added chains, the management infrastructure, the methodology of exchange between the product and consumer or service and customer needs to change now for bringing greater trust and faith between the customer and the system. "Consumption" is a terminology that bears limitations towards health and harmony of the human body as the mind may indulge, over-consume even, and greedily obsessively overpoweringly control titles and umbrellas that virtually do not belong to him/her as an individual. Physically and psychologically therefore, the human is a "critic" individual after all.

Where faith is lost, in a world class system, how can one restore it back without causing further havoc?"

"Development" implies intellectualisation and spiritualization of humankind. If according the Henley and Harvard Gurus, development means highest consumption and highest spending, perhaps there is a thirst for understanding in greater detail the impact of increased motor cars, increased housing, and increased cost of living. Of course no doubt many more millionaires will be created by the so called bourgeois western capitalist development that fills buckets of costs, buckets of systems and buckets of infrastructures even.

"Development" in Vedic sense is the liberation of the humankind, from the diseases, many pollutions garnered by REAL VALUE rather than artificial value depicted by the stock markets. Production of mass weapons and arms for instance is a total false value and a waste of human cost creating greater pollution, greater diseases, and greater upheavals in climatic changes.

The world is in crises between the fundamentalists who regimentally rebel as terrorists and the politicians who regimentally proclaim individual leadership.

Seven and a half years from 2003 will end in 2010. Therefore, we can only envisage a recovery in the U.S.A. economy after 2010 and probably several crashes in the stock market to go with it.

A true divine humanbeing does not change one's own identity to become another identity for saking heaven here on earth! One who changes one's identity for saking heaven and bliss on earth in the name of "RELIGION" aka "DHARMA" abuse dharma! Let it be so.

It is true of the Vedas that we must not own falsely that which does not belong to us. Entire whole of United States of American philosophy of the BUSH government is to bring camouflage of expenditure in arms and weapons [nearly over \$500billion including time and resources computed in detail] have been wasted in the Iraq and Afghanistan wars alone. What a waste of money monkey brains BUSH!

The future of United States appears most uncertain as dollar plummets to its grimmest levels. What once appeared to be Great U.S.A. will sooner become second world class economy whence America will turn to Africa and India and China as it already does for support, economic productions, and cost effectiveness in distribution channels including call centres and financial conglomerates of the mergers and acquisitions. Mergers and Acquisitions [M&A] will be the future of the world-class companies. Many companies can witness a phase of buy outs and this will be high.

Liquidations and dissolutions of many businesses will become imminent in a short space of time. Interest rates in the U.K. will for short term level off at between 4.75 percent and 5.5 percent before it embarks upon a level of 7.5 percent in 2010 whence the value of pound would have become weaker as more and more British companies have gone off shore already. Hence, in two and a half years Britain will be selling its goods from INDIA, AFRICA AND FAR EAST. Main holding companies will be based in off shore holding companies.

At domestic home, Great Britain will entertain many small businesses and entrepreneurship and European treaty will have to be considered eventually! Largely, the American economy will be taking a batter in the next year and a half. Only after 2010 shows U.S.A., regaining economic grounds and slowly world becoming a more certain place if there is a rectification program in place.

Let us see what happens next as we witness world in a mode of “change”?

Ancient Vedic saying reminds us all:

"What rises high and might must fall eventually in due course of time to allow a new cycle of karma."

Perhaps our humanity has reached that saturation point in business and commerce.

What next Mr. Bush?

Astrologically speaking, much spiritual awakening and much spiritual experiences will be manifested from the outer higher order of the Surya [Sun]; and conjunctions of the Saturn Moon in various corners of the world class economics and politics.

The human potential and the humanity at large offer many realisations. The rage of frustration, anger and wrath of hatred, bringing hurt will no longer be the trend of the future as we all activate our spiritual divinity and inner light of divinity to become more open hearted, non-reactive, more caring, compassionate and loving with one another. This means that a LADY in power in the USA is a necessity.

So much of Europe will become free in 2008 entertaining freedom in financial and political economics!

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