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Wall Street destroying capital markets / The end of the current stagflation / Greek bailout? / US v. everyone? / Iran wins the 'negotiation' / California drought

Wall Street destroying capital markets

This video gives a good indication of what is emerging in America...

<http://pro.dentresearch.com/BNBSTOCK2/EBNBR401?email=jcrofe%40xtra.co.nz&a=10&o=2612&s=3094&u=1369569&l=42157&r=MC2&g=0&h=true>

The Fed has broken the system and yet this leads Government in USA to exercise more and more control...with President Obama now having more power than Caesar...

<http://www.dcclothesline.com/2015/04/02/new-executive-order-obama-takes-total-control-of-internet-declares-national-cyber-security-emergency/>

For those wanting to go deeper, these books give the genesis....I found them to be excellent reading.

“The Corruption of Capitalism in America” by David Stockman, and “The Failure of Laissez Faire Capitalism” by Paul Craig Roberts.

Even Goldman Sachs think the world is in fourth month of a new downturn...but they are cheerleaders for the Fed, so I wonder what gives???

<http://www.zerohedge.com/news/2015-04-02/goldman-confirms-global-economy-enters-4th-month-contraction>

The end of the current stagflation

These folks are all warning of the end of the current stagflation. But mixed in with this drama in the USA comes the external threats from Russia and China towards the US dollar and US economy. So will we see some spectacular “false flag events in 2015?”

The strategies for preparing for the end of the current bubbles in value for shares in USA, Japan and the EU and the bubble of debt – seem simple.

- Pay down debt
- Transfer to real assets (real estate, productive land and precious metals) from Financial assets (shares, bonds etc)
- For a while cash could be king.
- Establish the sort of non cash linkages that got folk in the USSR and other countries through their problems.

Greek bailout?

They have now submitted their revised plan for getting ready for restructuring in a plan to get access to cash...from Seeking Alpha....

“Looking to end its standoff with creditors, Athens has handed the eurozone and IMF a more detailed plan for revising its bailout program. The list is still a "very long way from being a basis (for a deal)," a eurozone official said. "They should negotiate in competence and good faith with the institutions first, and then we will see." Yesterday, the ECB raised its cap on emergency liquidity assistance that Greek banks can draw from the country's central bank by €700M, increasing the ELA ceiling to €71.8B. The central bank has been raising the cap in increments to keep pressure on Greece to strike a deal.”

Following the problems encountered by the PIIGS, the mood in Europe is towards having the EU dominate law making for every EU country. Hardly constitutional but it looks like it is coming...and the depressed and troubled EU members are fighting back....Russia is loving it...

http://www.businessspectator.com.au/article/2015/4/2/europe/greece-putins-pawn-plot-divide-eu?utm_source=exact&utm_medium=email&utm_content=1257464&utm_campaign=kgb&modapt=

US v. everyone?

The international super-power is facing constant challenges now just as its wealth gets depleted and its debts grow.

Russia is getting at the USA's high cost, light oil producers via increasing its oil and gas production...to the limit it can. China is trying to set up alternative financial institutions to undercut the US dollar. Both Russia and China are blamed for cyber warfare by the Obama administration. A settlement with Iran will further undercut oil prices and destroy the US shale oil and gas industry. Yet the USA believes Iran is altruistic in its purpose...

<http://www.bloomberg.com/news/articles/2015-04-02/iran-negotiators-agree-on-outline-nuclear-accord-diplomats-say>

Will Israel see through what is happening? I am unsure of that. But any good news is welcome...

<http://www.ft.com/intl/cms/s/0/78e36daa-d90d-11e4-b907-00144feab7de.html?siteedition=intl#axzz3WDY7IKMc>

Iran wins the 'negotiation'

But if Iran gets their sanctions removed and therefore can sell more oil, then who gets the take-down? The shale producers who cannot stop or slow down with bankers prodding them for interest and loan repayments? The shale producers and their wall of debt may be the pin for the global debt bubble. But while their problem is they are producing at below cost, the US oil storage issue (60% of capacity), will soon reverse as US refineries prepare for anew summer

driving season where every man and his kids are determined to max-out the use of cheaper petrol.

The occasional olive branch from Russia would be helpful...

<http://www.reuters.com/article/2015/04/02/ukraine-crisis-gas-idUSL6N0WZ06D20150402>

California drought

The state of California could yet get a reprieve with out of season rains or a late snowfall. But these are unlikely.

<http://www.bbc.com/news/world-us-canada-32157126>

But one statistic that comes to mind is the supposed reduction in man-made CO₂ in the atmosphere, because they say the quantity in the atmosphere has not increased. The greenies would like us to believe that the reason is the actions being taken to increase renewable share of total energy consumption. Certainly we know some coal plants have been shut in the EU and China due to smog. But the main difference between renewable and fossil fuels is that fossil fuels are depleting and soon the world will need to accept that as the REAL basis for change.