

SECTION ONE

This issue, on Pages 3, 4, 5 and 6, have included Section 2 in honor of the Province of British Columbia, and

"CANADIAN SOCIAL CREDITOR"

—now in its 20th consecutive year.

Congress Must Control Money System" — "100% Reserves for Banking System" — "Public Revenue by Land Value Tax"

Mr. Robert Clancy, Director
10 East 69th Street
New York 21, New York

MONEY, BANKS & TAXES

Twentieth Year—No. 6—October, 1955

\$2.00 Per Year — Ten Issues

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Heraton-Town House

Nov. 11, 12 & 13, 1955

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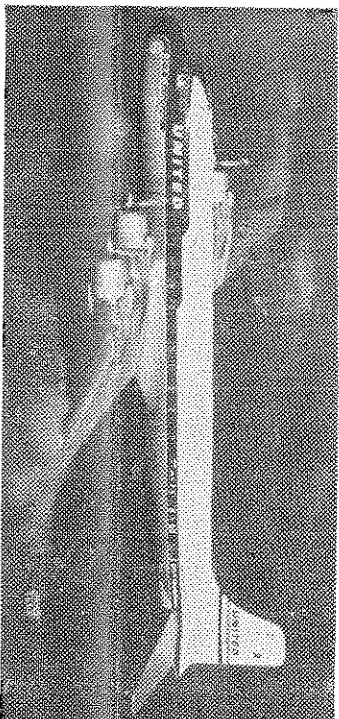
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MONEY, BANKS & TAXES

Vol. XX—No. 6



October 1955

Published monthly, except July and August, by Lester O. Wisler, trustee for Liberty Free Press, 1948 - 48th Avenue, Oakland 1, California

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This is a Forum of Ideas. Any printed article in this paper does not necessarily have the approval of our Editorial Board. Printing costs, \$2.50 per col. inch.

SUBSCRIPTION RATES BEGINNING JUNE 1955

Subscription rates: \$2.00 per year of ten issues (not published July and August). Single copy 20c. Bundles of ten or more, 10c per copy. Canada, \$2.00 per year. All other foreign rates are \$2.50 per year. Make checks, money orders payable to Liberty Free Press, 1948 48th Avenue, Oakland 1, California.

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EDITORIAL

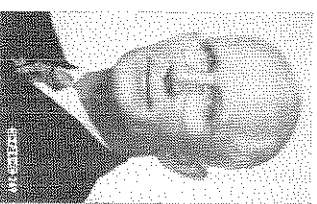
Esteemed Subscribers:

To the many hundreds of subscribers who have written letters to me during the past few months and have not received a personal reply, may I ask you to forgive me and accept this message as a reasonable excuse for the apparent oversight or neglect in answering your highly appreciated comments and queries. As indicated on our mast head on the front page of this publication, we do not publish issues for the months of July and August of each year. During these two months our staff takes a much needed rest and vacation, and that includes this editor. In the meantime our incoming mail piles up, unanswered. As we do not maintain an office force to increase our operating expense, we do the next best, which in this case is this editorial.

Shortly after the untimely death of the late John G. Scott, former publisher and editor of MONEY, this publisher and editor of MONEY, this publisher and editor took over the MONEY publication from Crayville, New York and transferred it through the Postmaster General, Washington, D. C. to Oakland, California. This was accomplished without missing a single issue, since January 1954, nearly two years ago. The name was changed from MONEY to MONEY, BANKS & TAXES in order to cover all of the most important economic functions of finance and credit. It was then necessary to establish a complete editorial board, as well as a staff correspondent located in each state in our nation, as well as a score or more of foreign countries. All this has been accomplished with a minimum of confusion and our complete staff of more than one hundred persons are working in harmony and unison with the primary objective of educating people to learn the Truth about the "hidden empire" control of the issuance of money and its arbitrary withdrawal; thereby creating "depressions" or "inflation" at the will and whim of a few "top-flight" finance controllers.

Among our subscribers and readers are many highly interested women. Our editorial staff appreciates the many letters received from women. Let me, at this moment, express the ideas contained in the latest book entitled "The Federal Reserve Corporation" by Wickliffe B. Vennard, the Lone Star Texan, and I quote his words on page 110, as follows:

"You know women are unpredictable. Suppose one had asked the President the direct question: why he favors the Genocide Pact and disfavours the Bricker Amendment. He would be stuttering yet without his prepared talk, or Foster, Milton, and Barney whispering in his ears. The women can very well become the salvation of America, because they pull no punches, they formulate their own opinions, they have keen instincts for the Truth; they cannot be bought; they have no axes to grind; they are not afraid of losing business; they do not fear stepping on their bosses' toes; they are not allergic to the threat of losing advertising business or having a note called. If you bald-headed Legislators place any value whatever on the fringe above your ears, just don't let the Women of America learn that you have squandered their Sons for ulterior pur-



Lester O. Wisler

poses; that you have permitted the unofficial Government to draft us into National bankruptcy for their own benefit; that you have ratified the two most outlandish deals in history — the Federal Reserve Act and the United Nations; that we pay the Money Changers five billions interest annually on our own indebtedness, for the use of money which they created out of nothing."

This book, in a book review elsewhere in this issue, is well worth reading in a seriousness by every citizen of this country. Its 144 pages are bristling with truth and facts, all of which are exceedingly educat-

In our September issue we gave a descriptive article of the United States Join Canada in the Social Credit Movement. This editor visited the Provinces of Alberta and British Columbia for the sole purpose of thoroughly investigating the "Social Credit" government and the reasons why the Party has been returned to power in Alberta for the past twenty years in succession. The Truth we learned from this investigation was so convincing, that we have decided to issue Section 2 of this publication each month in the future under the title "U.S.A. SOCIAL CREDITER" with news from Canada, Great Britain, Australia and New Zealand, but more particularly from the Province of Alberta, as well as British Columbia. These people in Canada these "Social Crediters" know the vexing problems of the "Money" issue, as well as banking and taxation. These Provinces are dotted with "Provincial Treasury Branches in direct competition with the orthodox banking system for the sole purpose of compelling "private credit" to be issued by the banks to those entitled to it, or else the Province, the government will extend "Social Credit." This keeps the "little fellow" in business and drives a wedge into "money monopoly" which the orthodox banks cannot avoid. In plain words, the government of "Social Credit" is the most conservative, yet the best government for all the people, in the whole world. We commend all subscribers and readers to particular attention to our future issues of Section 2 of this publication and to join the new Social Credit movement in the U.S.A. for a better and brighter future.

Lester O. Wisler

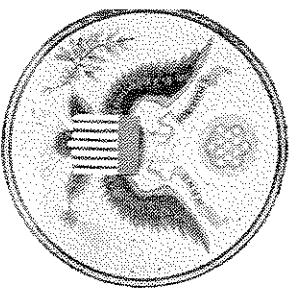
Publisher and Executive Editor

SECTION TWO

Published as part of
MONEY, BANKS & TAXES

By

LIBERTY FREE PRESS
1948 48th Avenue
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U. S. A. SOCIAL CREDITER

COMMENORATING ALBERTA'S

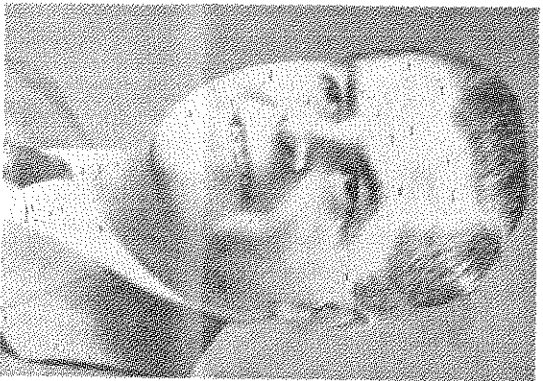
TWENTIETH YEAR—1933-1955

OFFICIAL ORGAN OF THE
SOCIAL CREDIT LEAGUE OF U. S. A.

ADVOCATING TWO KINDS OF CREDIT
1. Private Credit—by Banks.
2. Social Credit—by Government.

Published by Liberty Free Press, 1948 48th Avenue, Oakland 1, California, U. S. A.

(National Dividends for All)



HON. W. A. C. BENNETT

Premier of British Columbia
(Social Credit Government)

News from . . .

B. C. CANADA

A happy Premier viewed with justifiable pride accomplishments in the last three years and was enthusiastically optimistic as to the future of British Columbia under the guidance of its Social Credit regime.

Premier William Andrew Cecil Bennett spoke before his large audience in the Sumnerland high school auditorium on the occasion of celebrating the third anniversary of Social Credit taking over the government of British Columbia.

He "pulled no punches" in revealing the facts. British Columbia's debt has been reduced approximately \$48 million since the Social Credit government assumed office. He predicted that the Province would be free of debt in a very few years. He said the government's policy of debt reduction

saves millions of dollars in interest, now used for more social measures, better highways and other essential services.

The Premier pointed to drastic reduction of consumers' taxes, removal of a large portion of dreaded sales taxes, as well as registration fees on automobiles being reduced by 90% (formerly \$10.00 and now only \$1.00 per year).

He told his audience that "as much money has been spent on roads in the past four years with contracts costing 25% less per unit measure as the previous government spent in 21 years." Further, "not one single dollar has been borrowed of the \$40 million which has gone into roads nor for the nine million in public buildings." "Let us then go forward with confidence, with a greater spirit of tolerance and good will to still greater victories for our Social Credit movement and greater prosperity for all of our citizens," concluded Premier Bennett.

NEW ZEALAND SOCIAL CREDIT LEADER, WILFRED B. OWEN ARRIVES IN EDMONTON, ALBERTA

All Social Crediters, as well as Liberals, Conservatives and "C. C. F."ers had the opportunity of hearing Wilfred B. Owen, the Social Credit Leader from New Zealand when he addressed a large audience in the Masonic Temple on Friday, Sept. 16, in the capitol city of Edmonton, Alberta. The Hon. "Bob" Jorgenson was on hand to give Mr. Owen a hearty welcome on behalf of the Alberta Social Credit Government.

Mr. Owen proved to be a dynamic speaker in relating the recent political reverberations sounded around the world from New Zealand's people responding at the ballot box at the recent national election.

"New Zealand's new government," Mr. Owen said, "was so impressed by the effect of the Social Credit campaign for financial reform, that a Royal Commission has already been appointed to enquire into the Banking and Monetary system in New Zealand."



THE EMINENT, CHAS. L. WILLIS
Alberta's Editor of Distinction

The Settler, Alberta, "Independent" Newspaper is renowned for its fearless policy of publishing facts concerning Canadian government—regardless of the political party in power. Its publisher and Executive Editor, Chas. L. Willis, is more than a "Liberal" in Canadian politics. He is liberal in thought and deed in his presentation of Social Credit government administration in his Province of Alberta.

Quite recently Chas. L. Willis and his son, Roy, were put to the test when the editor of this "U. S. A. Social Crediter" wrote an article entitled "United States Joins Canada in Social Credit Movement."

The fact that the article "hit" the best space in the "Independent" is proof of a truly "Free Press" operating in the "Heart of Alberta." Thanks to Chas. L. Willis, who the editor of this publication has known personally for nearly half a century as an honest editor.

BRITISH COLUMBIA, CANADA

SETS THE PACE FOR GOOD GOVERNMENT

"SOCIAL CREDIT" LEADS THE WAY!

SOCIAL CREDIT GOVERNMENT REDUCES CONSUMER TAXES

SALES TAX REMOVED FROM MEALS UP TO AND INCLUDING \$1.00.

SALES TAX REMOVED FROM YOUNG CHILDREN'S CLOTHES, BOOTS AND SHOES.

REDUCED THE PASSENGER CAR LICENSES BY 10%.

REDUCED REGISTRATION FEES ON PASSENGER AND COMMERCIAL VEHICLES BY 90% (FORMERLY \$10.00, NOW ONLY \$1.00).

REDUCED THE AMUSEMENT TAX AND REDUCED ADMINISTRATION COSTS BY:

1. Stopping the steady increase in the number of Government employees. Employees leaving are replaced only if absolutely necessary, and wherever possible the position is filled by a transfer from another department. There are now less employees.
2. Issued regulations to prevent personal use of Government automobiles, and vehicles are now marked "Government of the Province of British Columbia. For Official Use Only."
3. Put rigid control on purchase of new cars for Government use.

Social Credit Policies Do Pay Dividends.

THE SOCIAL CREDIT GOVERNMENT

will continue to do its best to administer your affairs honestly and efficiently in the best interests of the people of the Province as a whole . . .

To improve our standard of living.

To guard our security.

To protect the individual freedom of our citizens.

To increase agricultural production.

To improve health conditions.

To encourage new industries.

To expand employment.

To extend transportation facilities.

To develop new sources of hydro-electric power and develop our great natural resources under a system of genuine free enterprise.

Realization of these ideals is the basis upon which this, our Provincial program is being carried out. Social Credit is genuine free enterprise, but opposed to monopoly. Social Credit is in favor of Social Reform but is opposed to State Socialism.

With your co-operation, it is the Social Credit Government's aim to build a better British Columbia.

SWEEPING DEBT REDUCTION FOR BRITISH COLUMBIA

The Social Credit Government is rapidly reducing the Provincial net debt of British Columbia, Canada.

TOTAL NET DEBT AS AT:

February 14, 1952 \$191,091,839.00
August 2, 1954 140,570,000.00

Reduction in debt \$ 50,521,839.00

The net per capita debt in British Columbia, Canada, is now the LOWEST it has been since 1920.

NET PER CAPITA DEBT

1952 \$164.00
1954 \$111.50

This debt reduction amounts to \$52.50 for every man, woman and child in the Province of British Columbia.

British Columbia's Social Credit Government's policy of debt reduction saves millions of dollars which otherwise would be spent on interest charges. Instead, this money is used for more social measures, public works and other essential services.

United States Joins Canada In Social Credit Movement

(News Item, Stettler Independent, Stettler, Alberta)

In a new revelation of political action in the United States, the latest development comes to light this week in Stettler, Alberta, when Lester O. Wisler, publisher and editor of a well known economic journal called "Money, Banks & Taxes" now in its twentieth year of publication, with a worldwide circulation, informed the Stettler Independent that the two old-line political parties in the United States, known as Republican and Democrat, are on the wane, in public opinion. This gives new cause for the coming Social Credit League of the United States to institute ways and means for electing representatives to Congress and the various states' legislatures. "This will happen," says Wisler, "in the States

of New York, Florida, Illinois, Nebraska, Washington, and particularly in the state of California, for the coming nation-wide election campaign of 1956."

Among the leaders to carry on this campaign, said Wisler, will be Robert G. Gross of Scottsbluff, Nebraska, as national leader, and Roderick J. Wilson, of Los Angeles, who received more than two hundred thousand votes as popular, independent candidate for Governor of California. Charles Keeping of Orlando, Florida is the National Organizer for Social Credit in the United States, and Mrs. Cecil Clyma is the Secretary of the Social Credit Associates, the present official organization sponsoring the ideal of the Social Credit movement, in New York and the Atlantic seaboard areas.

California recently polled more than a million votes for a better government movement, and it is this group which will undoubtedly take the big stride in the coming election campaign in 1956 and the following by-election in 1958. Wisler and his friend, Roy M. Harrop, from Omaha, Nebraska have been in Alberta and British Columbia for the past month in search of general information from Social Credit leaders, including Premier Manning of the Province of Alberta and Bennett of British Columbia. There will be no definite connection in political action between these groups in the United States and Canada except the main principles evolving a better government for all the people.

Lester O. Wisler and his two brothers Otis and Morris, landed on their homesteads from North Dakota in 1904, and formed the first school district, known as Silver Prairie, about five miles northwest of where the town of Stettler, Alberta, is now located. Wisler and his brothers moved to California in 1912.

HONEST TAXATION



J. RUPERT MASON, Pres.
INTERNATIONAL UNION FOR LAND VALUE
TAXATION AND FREE TRADE
1920 Lake Street, San Francisco, Calif.

WE ADVOCATE . . .

That the equal right to land be secured by collecting the rent of land and devoting it to uses of the community and assuring to the producer the full fruits of his efforts by abolishing Income Taxes, Sales Taxes, all Consumers Taxes, imposts, tariffs, taxes on improvements, exchange controls and all other instruments of law of a coercive State which penalize the producer and consumer and obstruct the free choice of the individual and the free movement of goods.

To attain this result, the public revenues shall be obtained by requiring a reasonable contribution from all landholders according to the useful productive value of their land used for commercial, industrial, agricultural or any other income productive purpose, and that no contribution shall be made for any improvements upon said land.

AND WE MAINTAIN . . .

That the public collection of all such land values would provide sufficient revenues as would make it unnecessary for any other kind of public revenues.

WE OFFER THIS PROOF . . .

That anyone interested in repeal of the present system of chaotic taxation just write to Liberty Free Press, 1948 48th Avenue, Oakland 1, Calif. for a copy of the California Irrigation District "Land Value" Tax Law, which prohibits all other forms of taxes on the California Farmer for Irrigation District governmental purposes.

The enormous "tax savings" of the California farmers and ranchers, due solely to "Single Tax" (Land Values) as advocated in the early days by Henry George is the outstanding proof of prosperity enjoyed by the entire State of California, for these "tax savings" are passed on from these farmers and ranchers to all consumers of their products.



HONEST DOLLARS



This represents the U. S. Silver Dollar made into honest money. Notice that it is redeemable in one bushel of wheat. The owner of this piece of money would always know its true value because it could be exchanged at any time for a certain amount of life-sustaining commodity, which is clearly stated on its face. Very little silver would be necessary in its content.

DISHONEST DOLLARS

This represents a silver dollar which is the poor man's money, because it always comes into use when trouble shows the cowardly "privately issued" Federal Reserve Note money goes into "hiding." This form of money is deceptive, however, as it does not remain stable, but falls down on



its face, from 100 cent value to 52 cent value, it is, therefore, NOT redeemable in anything, let alone some stated amount of a useful, life-sustaining commodity, which has a comparative quality in equal value for the necessities of life. The purchasing power of this "deceptive" dishonest dollar fluctuates in the amount of commodities to be bought from day to day. At present it is worth a little less than one-half of its former value-power.

WHAT'S WRONG? Unionism, Communism, Socialism and all other isms are only wasting our time and befogging the REAL issue when injustice and inequalities are discussed and discussed. The REAL issue to day is how to REPEAL the Federal Reserve Act the quickest way possible and thus solve the dilemma of the money question.

By PHINEAS PHINANCE

1788 North Wells, St., Chicago 6, Illinois.



HONEST BUSINESS



W. H. McComb, Author
130 S.W. Fifth Avenue, Miami, Florida
AUTHOR OF

"THE BUSINESS MAN MUST SAVE HIMSELF."

Cloth Bound. 110 Pages \$1.75

Prepaid by LIBERTY FREE PRESS

1948 48th Avenue, Oakland 1, California

AMERICA CAN BE SAVED

The Businessman is still supposed to possess great wisdom. He is the only one of us with wisdom enough to turn mountains into plowshares. He ought to know more about the cause and cure of depressions and inflation than any politician.

Little businessmen will then take courage when they hear an American Banker say:

"I will never lend a dollar to your corporation until you announce that you will never ask a Congressman for an unjust favor."

"I will throw overboard every bond and share I own in your company the moment you make another illegal price agreement."

"There will never be another dime for your law school until you quit turning young Americans into corrupt practitioners (meaning "Shyster Lawyers"). I have a million for any school or publisher who can and will teach truth about business."

"I haven't a dime for the Democratic Party until you turn your back to traitors and shysters; I haven't a nickel for the Republican Party until you quit killing the goose which has laid your own golden eggs. Both Parties have been destroying competition in America with trade, agricultural and labor subsidies. When they are wide awake enough to know they are committing suicide, then and THEN only can they come and see me. Finally, I am tired of hearing you complain that your workers and their leaders are "no good." It's up to you to help them become good and recognize that their faults may be due to you and your fathers."

(Editor's Note: Will we ever hear a Banker talk like that?)

A Challenge to all Orthodox Employer - Banker Groups

(Editor's Note: In a recent argument between H. C. Batten, a member of our highly respected Editorial Board and George J. Hagedorn, Associate Director of Research for the National Association of Manufacturers of 2 East 48th Street, New York 17, N. Y., the reply of Mr. Batten to Mr. Hagedorn is given in the following article.)

THE CHALLENGE

There is a constant two-way stream of money. It flows from the banking system as the credit created is operated upon by cheque and money is put into circulation, and back to the banking system as the loans and overdrafts are repaid.

The outward flow of money passes through production and on its journey it leaves a trail of costs. This flow also contains the only source of purchasing power, which is composed of salaries, wages, and to an extent dividends.

But costs, in addition to salaries, wages and dividends, also include such items as interest (the money to pay which is never issued) profits and depreciation. So it should be quite obvious that as purchasing power consists solely of salaries, wages and dividends, it can never equal, in the same cycle of production, costs which are composed of salaries, wages and dividends plus interest charges, profits and depreciation. This difference has been called "The Gap."

The formula is that the rate of flow of purchasing power is always less than the generation of prices in the same period of time. This formula can be proven by higher mathematics. At present to enable the system to function, purchasing power is augmented by such means as almost constant new national loans, by drawing on future purchasing power through time-payment schemes, by manufacturing armaments non-consumable goods) and side tracking producers to non-productive occupation in huge armed forces. (Imagine, for instance, what would happen to the economy of the U.S.A. if her vast armed forces were demobilized to her civilian life in which there are already over three million unemployed and ten million on part time. But this illustration is not to be taken that Social Crediters advocate a state of unpreparedness; Social Credit would in time eliminate the need for huge armed forces).

Now, at the point of retail-purchase, costs are cancelled in that they are received by the seller when goods (and services) are bought for consumption by the purchasing power available for the purpose. However, as shown, this amount of purchasing power is not sufficient, hence a wild scramble for markets, internally and overseas. It is the confusion between cancellation of costs and cancellation of

credit that worries so many people. So now for the cancellation of credit.

In the first place, money does NOT pile up; only national debts created of necessity in order to keep a faulty financial system functioning and causing needless ever-growing and perpetual taxation, PILE up. Certainly the pool of money in circulation has to be enlarged to meet the position as it has to cover this ever-growing weight of taxation that inflates prices, but remember, money is created and destroyed daily, as even bankers now admit.

Thus we can follow the flow of money back to the banks from the point of cancellation of costs; i.e., when goods are bought for consumption and cost of production is recovered. This cancellation of money is quite simple in that when it has flowed back to the banks it repays the bank loans and overdrafts that created it, and is thus destroyed. The fact that a bank customer can still operate on his overdraft (renewed or not drawn upon to the limit) does not affect the argument as the new money flows outward in a new cycle of production, creating a new trail of costs.

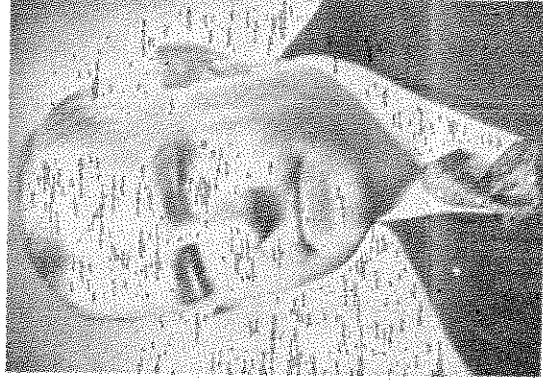
Now it is only this Gap that Social Crediters propose to fill; thus there can be no inflation, especially as part of the free money proposed to be used is conditional on a reduction of prices. It is high taxation (plus an overfull program of works) that is the chief cause of present inflation. The solution is as urged by a world-famous banker, Vincent Vickers, who laid it down that money should be spent into existence by the State and NOT loaned into existence as a debt.

It is a false principle that a People (i.e., a nation as a whole) should have to go to a section of the community for the money required to enable the nation to function and that this section should reap high profits thereby. ONLY SOCIAL CREDIT CAN PROVIDE THE REMEDY.

THE SHORTAGE OF PURCHASING POWER

The proposal to issue free money in the name of the people for the benefit of the people raises the question of the shortage of purchasing power. Is there room in our economy for an issue of free money?

This shortage of purchasing power is either a fact or not a fact. For the establishment of a fact, we seek evidence, and for evidence we go to experience. The evidence of experience is overwhelming. There is the extension of the time payment system. According to a recent news item, "on an overall basis every man, woman and child in the United States owes \$2,000.00 to a hire-purchase trader. Latest government figures show that there is owing on



HON. ERNEST G. HANSEL, M. P.
Representing Alberta Social Credit Government
OTTAWA, CANADA

OBJECTIVES OF A GOOD, "SOUND" MONEY SYSTEM

- A. Deliver to the people the goods and services equal to productive capacity.
- B. Make such goods and services available by providing sufficient purchasing power.
- C. Carry out the foregoing objectives without inflation or deflation.

No Successful Denial Here

1. **THAT**—A truly great nation cannot prosper upon a false principle.
2. **THAT**—Any Banking System which controls everything vital in the community is a false principle.
3. Money must be made the servant of man, and not his master.

—♦♦—
Scientists are men who prolong life so everybody can have more time to pay for all the gadgets they invent.

—The Late Will Rogers.

this type of buying more than \$300 billion dollars. On top of that there is an estimated debt of several billions on agreements financed by retailers of which the government would not have a record." The United States is not singular in the matter.

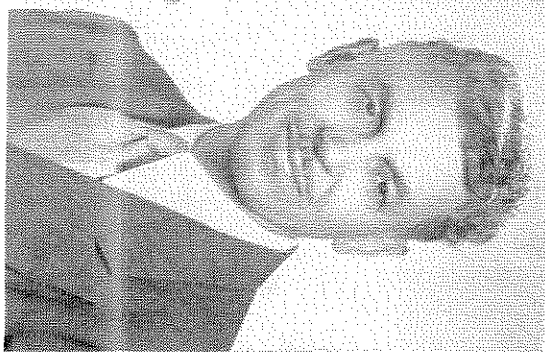
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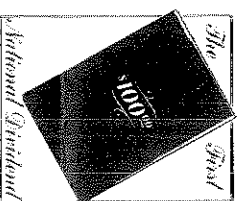
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The National Dividend

In addition to this retail discount Social Credit also proposes a National Dividend to be paid periodically from the National Credit Account. It is manifest that the retail discount would not benefit an unemployed man with no money at all. The dividend will be distributed to every member of the community whether or not employed. It is to be paid in addition to any wages or profits or dividends now received. The plan can be introduced gradually, but from the very first every individual in a community which adopts the plan will be assured of food, shelter and clothing sufficient to maintain his existence as a human being, quite regardless of what his economic contribution may be. This will eliminate the tragic absurdity of saying to a man: You shall not eat unless you work and we don't want your work.

NATIONAL DIVIDEND CLUBS FROM COAST TO COAST

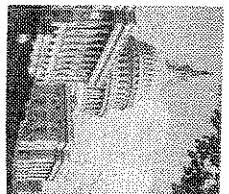
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Do You Know?

The Accomplishments of a Social Credit Government?

By

RALPH D. JORGENSEN, M. L. A.
President Alberta Social Credit League
5974 Jasper Ave., Edmonton, Alberta, Canada

Do You Know?

THAT . . .

Eleven thousand farms have been serviced with electric power, with plans for extensive expansion. Co-operatives of all kinds have been encouraged and Credit Unions have provided services to their members of approximately \$18,000,000.

Do You Know?

THESE ARE THE FACTS . . .

Since 1936 the Social Credit Government has not borrowed one penny.

That in 1935 opposition parties declared that a Social Credit Government would ruin the credit of the Province and that the flight of capital would leave people stranded.

That contrary to the political opposition predictions, capital has come into the province to develop its resources and establish new industries.

Industrial development is proceeding rapidly in Alberta. Many new manufacturing industries were established. The Government is encouraging a **BALANCED ECONOMY.**

THAT . . .

There is no sales tax in Alberta except what the Liberal Government in Ottawa imposes on all Provinces alike.

That the people of Alberta are proud of their Province and its government and that Alberta's fame has spread throughout the world.

Do You Know?

THAT . . .

The people of the other Provinces in Canada can have the same kind of Government if they will only wake up, organize themselves into action groups that will enable them to get rid of any government that refuses to implement their will and replace it by a government that takes its directive from the people.

Do You Know?

THAT . . .

If the people of other Provinces fail to take action along the right lines, they will be left holding the bag for the politicians who DID NOT or COULD NOT reflect the people's will.



HON. E. C. MANNING
Premier of Alberta
(Social Credit Government)

MEN OR MONEY?

By **HON. SOLON E. LOW, M. P.**

Leader of

Social Credit Association of Canada

AUTHORITIES

In 1790 Maier Amshel Rothchild said: "Permit me to issue and control the money of a nation and I care not who makes the laws."

William Jennings Bryan said: "The money power preys upon the nation in times of peace and conspires against it in times of adversity. It is more despotic than monarchy, more insolent than autocracy, more selfish than bureaucracy. It denounces, as public enemies, all who question its methods or throw light upon its crimes."

In 1791 Alexander Hamilton prevailed on the Congress of the United States to pass a bill granting a charter to a group of bankers for what was termed the "First Bank of the United States." This charter gave the banks the right to issue notes or paper money. When the bill was presented to President George Washington for his signature, Thomas Jefferson pleaded with the President in an effort to show that the bill was not only a violation of the Constitution, but was also inconsistent with the principles of democracy. Jefferson said:

"If the American people ever allow the private banks to control the issue of the currency, first by inflation and then by deflation, the banks and corporations that will grow up around them will deprive the people of all property until their children will wake up homeless on the continent their fathers conquered."

President Washington hesitated a long time before he signed, but Hamilton had the same kind of strange influence over him that Henry Morgenthau had over President Roosevelt. In the end the bill was made law, with trouble ever since.

BOOK REVIEWS

BEST BOOKS

(Send your order direct to Liberty Free Press, 1948 - 48th Ave., Oakland 1, California.) One year subscription or renewal for every order of \$6.00 worth of these books listed, pursuant to postal regulation.

THE FEDERAL RESERVE CORPORATION

By
Wickliffe B. Vennard
3263 Huntington Place
Houston, Texas

PUBLISHER'S FOREWORD

For almost a lifetime the author, Mr. Wickliffe B. Vennard, has studied the National Political scene in the Press and current literature. As a result of all this study he has written this book on trends as he sees them.

The outcome of granting to the Federal Reserve Corporation a monopoly in the handling of the Nation's money and credit system has resulted in a public debt amounting to more than the value of all the real estate on the entire American Continent, and promises an increasing spiral of more of the same in the future.

The "Federal Reserve" is a very poor investment for the Nation and must be discontinued.

In keeping with our policy of maintaining a "free press" open to all legitimate opinions we have released this important work.

MEADOR PUBLISHING CO.

144 pages, \$1.00 prepaid by Liberty Free Press, 1948 48th Avenue, Oakland 1, California. (6 copies for \$5.00; special discount to libraries, schools, universities and colleges).

THE FEDERAL RESERVE CONSPIRACY

By
Eustace Clarence Mullins

EXERPTS BY THE AUTHOR:

The American people have assumed the burden of hundreds of billions of dollars of unnecessary debt, simply because a handful of enemy aliens were allowed to "take over" our monetary system. The three most important architects of this devilish scheme were Paul Warburg, a German, who wrote the Federal Reserve Act; Emanuel Goldenweiser, the Russian, who supervised the details of the Federal Reserve Board operations through its first thirty years, and Harry Dexter White, son of Lithuanian parents, who set up the International Monetary Fund at Bretton Woods, New Hampshire and who was a key man in the Communist conspiracy here in America. On April 14, 1952, the Board of Governors of the Federal Reserve System addressed a

THE FEDERAL RESERVE SYSTEM

Purposes and Functions
By the
Board of Governors of the
Federal Reserve System

FUNCTION OF THE FEDERAL RESERVE SYSTEM

"The basic function of the Federal Reserve System is to make possible a flow of credit and money that will foster orderly economic growth and a stable dollar. An efficient monetary mechanism is indispensable to the steady development of the nation's resources and a rising standard of living."

Copies of this book, **THE FEDERAL RESERVE SYSTEM — PURPOSES AND FUNCTIONS**, may be secured without charge, either individually or in quantities for classroom and other use. Address: Division of Administrative Services, Board of Governors, Federal Reserve System, Washington 25, D. C.

letter to Congressman Wright Patman of Texas, Chairman of the House Banking and Currency Committee. Excerpts from the statement are as follows: **STATUS OF THE BOARD OF GOVERNORS OF THE FEDERAL SYSTEM OF THE FEDERAL RESERVE BANKS**—"The 12 Federal Reserve Banks are corporations, set up by Federal law to operate for public purposes under Government supervision . . . There is no free market that can cope with a National debt of \$272 billion, with \$85 billion of it to be refunded within one year. Free market means private manipulation of credit. The Federal Reserve Board, to my mind, is guilty of the grossest kind of misconduct in failing to support the Government of the United States at a time of its greatest economic peril in Government securities. As an instrument of the Government, it is itself failing and refusing during a time of need to come to the aid and rescue of the Government and the people."

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TAKE NOTICE!

Governments no longer levy taxes in order to wage wars. Now they wage wars in order to levy taxes.

—Tom Paine.

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