

Reckless gambling types of investment by British and American investment banks after 1999 caused the Lehman shock. Based upon this experience, a new Basel rule to impose large reserve requirements on bank lending, including to hedge funds, was introduced. However, this new rule killed venture fund types of commercial loans.

As LaRouche always emphasized, we urgently needed to reinstate the Glass Steagall Act to restore healthy financial sectors throughout the world.

That Basel rule problem, just mentioned, also became a problem for other Asian countries, which had developed mainly through their manufacturing

sectors. The only exception was China, which was able to escape from the application of the Basel rule and has become the major world manufacturing center.

It can be said that the world economy has transitioned from a manufacturing dominated economy to the era of monetary gambling. This transition goes completely against LaRouche's economics, while it is supported by Anglo-American monetarists. The result of this transition has been the widening gap between the rich and the poor, which has been the cause of the voters' revolt that began in 2016.

## Carlos Gallardo Greetings

*Carlos Gallardo is the President of the Christian Democratic Party of Peru. This is an edited transcript of the English interpretation of his video greetings delivered in Spanish to the August 14, 2021 LaRouche Legacy Foundation seminar; "On the 50th Anniversary of LaRouche's Stunning Forecast of August 15, 1971: So, Are You Finally Willing To Learn Economics?"*

I'm Carlos Gallardo Neyra, the President of the Christian Democratic Party of Peru, and I greet you from this beautiful country, bathed with its coasts on the Pacific Ocean; with extremely high mountains with brilliant, radiant snow-capped peaks; and its mighty rivers with exotic climate—to which we invite all of you to come and visit.

But the purpose of this message is to greet you on this 50th anniversary of the forecasts made by



LaRouche Legacy Foundation

Carlos Gallardo

Lyndon LaRouche in favor of a Christian economy for the world.

Allow me to take this opportunity to send a big fraternal "abrazo," embrace, from Peru, from my country, to Helga Zepp-LaRouche, who is witness and a living testimony to the sacrifices of Lyndon LaRouche over the years, with his writings, including from the shadow of prison.

We wish to salute you for the immense sacrifice of Lyndon LaRouche over the 50 years of his activities; today his leaders in different countries around the world

provide proof that the flame of his efforts and concern for the development of the poor, and the improvement of the living conditions of the weak, is still a promise and a challenge to be fulfilled.

Thank you all very much, and from Peru I send you our fraternal "abrazo," as President of the Christian Democratic Party.