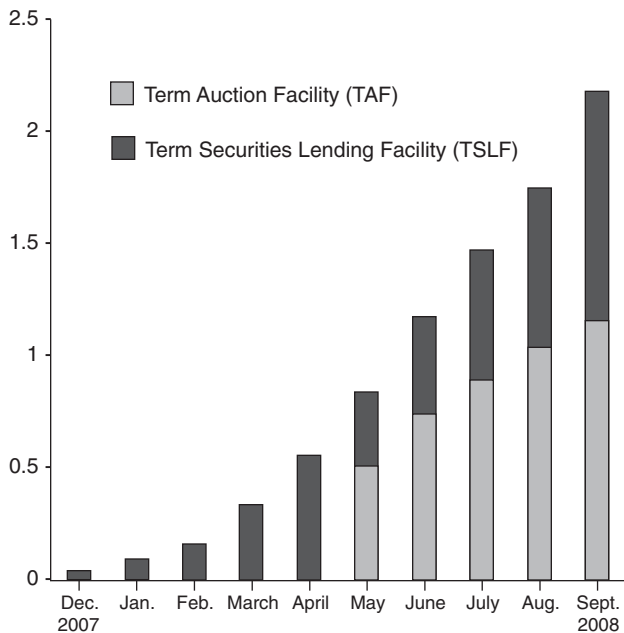


FIGURE 2
The Fed Turns Up the Money Pump
 (Cumulative TAF and TSLF Loans, by Month, \$ Trillions)



Source: Federal Reserve.

tation owners are broke, and cracking the whip on the slaves.

Since the financial system died last year, the major Western central banks have pumped more than \$5 trillion in cash loans into the banking system, and over \$3 trillion of that has come from the Federal Reserve and the Treasury. The number of emergency lending facilities has proliferated as the losses have spread through the financial institutions, as huge amounts of money were pumped into banks and thrifts, investment banks, Fannie Mae and Freddie Mac, insurance giant AIG, the asset-backed commercial paper market, and the money-mutual market funds. None of this has worked, and banks in the U.S. and Europe are failing at a growing rate, as the losses spread. They are trying to bail out a bottomless pit, and it isn't working; this bailout will not be any different.

What We Need

The Founding Fathers understood that progress of mankind depends upon human creativity; the minds of the people are humanity's most precious asset, and therefore the people must be protected and nurtured. This is the opposite of the oligarchic model, which

LaRouche: Bank Bailout Atrocity Passed by Fraud!

This statement was issued by the LaRouche Political Action Committee on Oct. 3.

In response to the shameful and immoral capitulation of the U.S. House of Representatives today, in passing the Paulson bailout bill by a vote of 263 to 171, American statesman and economist Lyndon LaRouche stressed that this vote was accomplished by *fraud*.

When the Congress, including both major Presidential candidates, told their constituents that the bailout was necessary, they didn't mention that among the major institutions lining up to be bailed out are *foreign interests*, LaRouche said. British, Dutch, and Spanish banks are all lining up to demand hundreds of

billions of dollars from the U.S. taxpayers.

"They lied," charged LaRouche. "And when the average citizen confronts his Representative on this fraud, the politician will just say, 'We lied. They told us we had to do it, and we lied.'"

As LaRouche laid out in his Oct. 1 webcast, the result of the bailout will be to bring on devastating hyperinflation, and an explosion within the American population, akin to that which characterized the French Revolution. "Don't you see the hatred you are building up against Washington, in the people of the United States?" he asked.

In the wake of the Congressional vote, motivated as it was by fear, LaRouche urged citizens to rally to his leadership. We're in this devastating crisis today because people did not rally to my Homeowners and Bank Protection Act and other positive actions back in August 2007, LaRouche said. Don't be provoked into irrational actions. Rally behind the leadership which has the remedies—and force them through now.