

NEWS

International Webcast

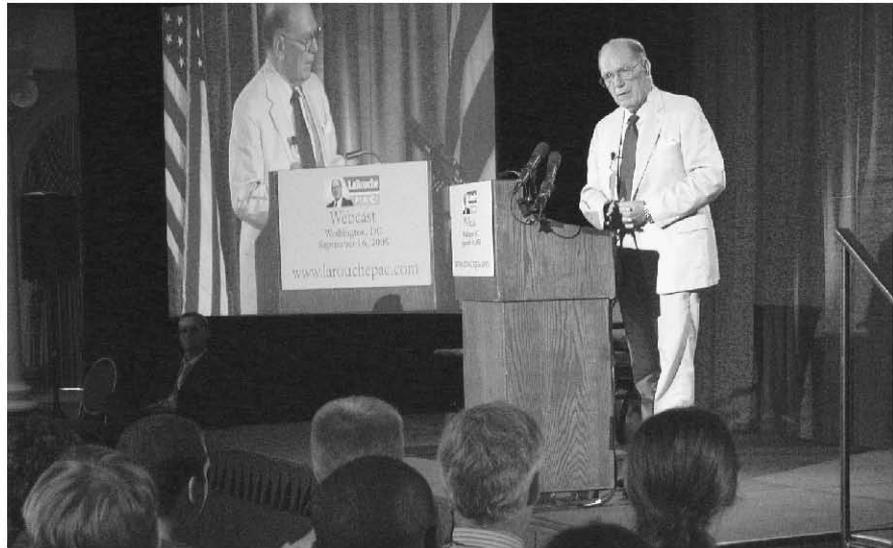
LaRouche: Restore Our Republic! Defeat Cheney's 'Permanent War'!

In an international webcast address entitled "The Great Change of 2005" given in Washington, D.C. on September 16, Lyndon LaRouche defined the next steps that must be taken in the battle to save civilization from a looming collapse into a New Dark Age defined by permanent war and depression.

In his opening remarks, LaRouche began by expressing his confidence that, in our historical memory as a people, and in our Constitutional institutions, the United States has the keys to restore itself as the premier republic it was founded to become.

LaRouche then launched into a discussion of the problem of Dick Cheney. Cheney represents a policy of "war as a

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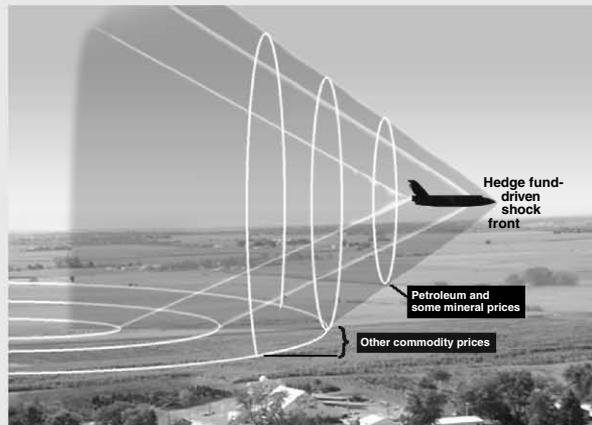


Lyndon LaRouche addresses Washington, D.C. audience at international webcast Sept. 16.

LaRouche Warns of Hyperinflationary Blowout

Lyndon LaRouche commissioned this graphic to depict the imminent implosion of the world financial system. As LaRouche put it, "The world is presently gripped by a hyperinflationary wavefront of a Riemannian type. The situation is already comparable, at its primary-commodities 'spear point,' to Germany during the second half of 1923, with the other categories, such as consumer prices generally, on the way to being driven to overtake the effects seen currently in the domain of primary commodities being led, as a pack, by wild-eyed petroleum-price speculation."

As the graphic illustrates, the present hedge-fund-driven hyperinflation



EIRNS/Laurence Hecht and Alan Yue

is comparable to a sonic boom moving across the landscape. At the tip of the cone, where the shock front forms, is the speculative bubble in hedge funds and related derivatives, orders of magnitude larger in monetary value than the physical economy. The commodity

price inflation, led by petroleum and certain minerals, is dragged along in the opening conical tail. Prices of other commodities and consumer goods lag behind in time, and are diffused as they spread out in the conical opening. As in the Gauss-Riemann representation of the complex domain, visible or empirically determinable measures (in this case, prices) are actually being determined in the non-visible, complex domain. A Riemann-type shock front forms at the cone-shaped boundary layer where the rate of increase of out-of-control speculation confronts the declining rate of real physical-economic growth.

This is not a crisis which can be dealt with by half-way measures, and LaRouche has called upon the U.S. Congress to support his call for the creation of a New Bretton Woods System.