

The Parasite's (Federal Reserve) Challenge: "How to Feed on the Host Without Destroying It" – and "the Institution of Fabian Socialism" – The Greek People Asked for a Piece of Bread Last Week and the European Central Bank (ECB) Threw Them a Snake.

Why It Doesn't Matter if Obama is Re-elected or Romney Is Elected President

The biggest doomsday mechanism of all is the Federal Reserve System. Every red cent of our money supply came into being for the purpose of being loaned to someone. Those dollars will disappear when the loans are being paid back, as has happened in the United States during the last four years. If we tried to pay off the national debt, our money supply would be undermined. Under the Federal Reserve System, therefore, Congress would be fearful to eliminate the National debt even if it wanted to.

Political environmentalism has caused millions of acres of timber and agricultural land to be taken out of production. Heavy industry has been chased from our shores by our own US Government. High taxes, rules beyond reason and safety devices in the work place, so-called fair employment practices, and mandatory health insurance are rapidly destroying what is left of the ever shrinking private sector. The result is unemployment and dislocation of millions of American workers. Government moves in to fill the void that it created, and bureaucracy grows by the hour.

Federal taxes now take more than 40.0% of our private incomes. State income tax, county tax, municipal real estate tax, excise tax, sales tax, gas tax, and local taxes are on top of that. Inflation steals what is left; there is no longer any discretionary income left. Between taxes and interest expense the American middle class is between a rock and a hard place; a virtual vice of confiscatory extraction. In a sense, we spend one half of each year working for the US Government by virtue of the taxes we pay, and we receive absolutely nothing for it except never ending wars (Iran is now in our gun sights), high taxes, and having our freedoms, liberties and Constitution trampled in the dirt.

On the other hand real wages in America have declined. Young couples with a single income have a lower standard of living than their parents did. The average net worth of the average household in America is falling. The amount of leisure time is shrinking. The percentage of Americans who own their own homes is dropping. Bye, bye to the American dream. The age at which a family acquires a first home is rising. The number of American families counted among the middle class is falling like a lead balloon. The number of people living below the officially defined poverty level is rising. More and more Americans are broke at age 65.

None of this is accidental, and all of this was planned. It is the fulfillment of a plan by members of the **Council on Foreign Relations (CFR)** – see attached organizational chart, which comprise the “shadow” or “hidden government” of the United States. **Their goal is the deliberate weakening of the industrialized nations as a prerequisite to bringing them into a world government (the “New World Order”) built upon the principles of Fabian Socialism, with the CFR in control.**

The Great Recession of 2008 has exacted a terrible cost on the American people and our Country, one measured by Americans’ feelings of confidence and hope. This is the “New Normal.” Vast amounts of wealth were lost, including homes and retirement accounts. Unemployment, and underemployment remain high, and the recession lingers on. Many Americans have simply given up, dropping out of the workforce completely.

The decline of American prosperity has been planned and implemented by the Fabian Socialists; the increase in the size of the U.S. Government; the decrease in personal freedom, the trampling of our personal freedoms & liberties, the slow destruction of our Constitution and Bill of Rights, the growth of taxes, evidence that this is according to plan and orchestrated by an elite ruling group which their sole goal is to merge the United States into a World Government (the “New World Order”) on the basis of “equality” with the less developed nations; the environmentalists and green movements shown to be an outgrowth of the plan.

Many say that warfare, terrorism, and natural disasters on an unprecedented scale are being used to justify massive Federal Government borrowing (i.e. - continuing- never ending wars in Iraq and Afghanistan, etc.), while diverting our attention from the fact that our economy is drowning in a sea of US Government and consumer debt, and high unemployment. And that may be true; but policy makers are only doing what they have to do under the current monetary scheme. In an upside-down world in which debt is money and money is debt, somebody has to go into debt just to keep money in the system so the economy won’t collapse. The old productive virtues – hard work, productivity and creativity – have gone out the window. The new producers of economic “growth” are the borrowers and the traders, and asset speculators. Banks don’t lend to the middle-market businesses any longer, they prefer to make their fees and revenues from charging checking account holders outrageous fees, monthly charges and maintenance fees, etc., and trading derivative contracts.

Eighty (80%) of private businesses in the USA are middle-market businesses. **No wonder American businesses aren’t hiring workers, and investing in plant & equipment. This is classic Fabian Socialism at work.** Stop lending and the American economy struggles. **See how this is planned and orchestrated.**

The Federal Reserve utilizes a variety of tools for pumping liquidity into the economic system, which have been approved by the powers at be in Washington DC; since most of their campaign

contributions to Washington politicians come for the Federal Reserve and their minions (including Goldman Sachs, Morgan Stanley, JP Morgan Chase, Citi-Group, Bank of America, Wells Fargo, GMAC and General Electric and the whole military-industrial complex – see attached organization chart Council for Foreign Relations – (CFR)), have been resorted to by governments and the Federal Reserve, and the European Central Bank.

The Federal Reserve's tools and mechanisms include the following:

1. Drastically lowering interest rates, encouraging borrowers to expand the money supply by going further and further into debt (for example the American consumer, and now witness what is happening to Greece, Italy and Spain; soon to happen to France, England, Germany & the United States).

Spain is getting hosed royally – Valued Added Tax rate is going from 16% to 21.0%, individual citizen stockholders in Spain's banks are literally being wiped out as new conditions and terms of a European Central Bank orchestrated bail-out, while the European bank secured bond holders get paid 100% on the Euro on their Spanish bank investments. Significant cuts to municipal workers salaries and benefits will be implemented. Fabian Socialism is in full bloom in Spain via “**shock therapy**.”

What exactly is shock therapy - “**Shock Therapy**” consists of so called “**austerity measures**,” imposed on a country or state in return for financial assistance from the Federal Reserve, the European Central Bank (ECB), International Monetary Fund (IMF) and its sister agency the World Bank. Also called “**structural re-adjustment**,” these austerity belt tightening measures, include:

- a.) eliminating food program subsidies,
- b.) reducing workers wages across the board,
- c.) increasing corporate profits, and above all else
- d.) the ultimate true objective is privatizing public industry.**

Witness what is currently happening to Greece, Spain and Italy. Democratically elected leaders are being removed from office and replaced with banking representatives. Mario Monti in Italy replacing Prime Minister Silvio Berlusconi. According to Canadian writer Wayne Ellwood, “**structural adjustment** is a “**code word**” for economic globalization and privatization – a formula which aims both to shrink the role of the country and states and to soften the market for private investors to steal public assets at bargain basement prices.” Witness what happen in Russia after the fall of the Soviet Union.

“**Shock therapy**” tested in third world countries was the next logical step planned for the United States. The towering National debt coupled with staggering trade deficits have

scheme has been carried out repeatedly by the IMF and the World Bank throughout the world.... Bankruptcy is a fairly straight forward way of delivering valuable public assets and resources to collaborative industries, and annihilating national sovereignty. After a nation is successfully driven to destitution, public policy decisions are made by creditors and not the representatives of the people. Democracy is thereby destroyed. The catastrophe that middle class Americans face is what these CFR elites breezily refer to as “shock therapy”; a sudden jolt, followed by fundamental changes to the whole system for the worse. In the very near future, we can expect tax reform, fiscal discipline, deregulation, free capital flows, lowered tariffs, reduced public services, and above all privatization of municipal and public assets. What is happening to the American economy is “a criminal leveraged buy-out of America,” something defined as “buying a company for cheap” with its own money, and then jacking up the rents and fees to steal the rest also known as the “American Tapeworm” model:

1. The American Tapeworm model is simply finance the Federal deficit through warfare currency exports, Treasury and Federal credit borrowing and cutbacks in domestic “discretionary” spending This will place local municipalities and local leadership in a highly vulnerable position – one that will allow them to be persuaded with bogus but high-minded sounding arguments to further cut resources. Then in order to “preserve bond ratings and the rights of bank creditors and lenders”, our leaders can be persuaded to sell our water, natural resources, and other infrastructure assets at significant discounts of their true economic value to global investors. **This will all be described as a plan to “save America” by recapitalizing it on a sound financial footing. In fact, this process will simply shift more capital continuously from America to other continents and from lower and middle classes to the banking elites.**
 2. Witness what is happening currently to Stockton, California, San Bernardino, California and Central Falls, Rhode Island and their related bankruptcies. These cities and towns are about to have their municipal assets foreclosed on and sold for \$0.10 on the dollar.
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2. Instituting limited tax cuts, and rebates that put a tiny bit of money into people’s pockets temporarily, and the resulting budget shortfall is made up later with new issues of U.S. Bonds (more US Government debt - \$17.0 trillion and still counting), which are bought by the Federal Reserve with dollars printed “out of thin air” for the occasion (most educated people would label this activity of “quantitative easing” (Fed speak) as what it truly is counterfeiting, pure and simple). No self respecting investor would touch this

toxic debt as it is much too risky. The Federal Reserve Chairmen including Paul Volker, Alan Greenspan, and Ben Bernanke are masters of obfuscation & deceit, and outright lies. Believe me this is all intentional. **“The man who pours out many words to make men think he speaks the truth, is simply making smoke to hide a lie.”**

The breath of what will hit the United States in January 2013 is extraordinary. The top Federal rate on personal income will increase from 35% to 39.6% (a 13.2% increase), and with an additional 0.9% increase from 1.45% to 2.34% (a 61.4% increase in the rate) in the payroll tax for Medicare. The highest Federal rate on dividends will increase from 15.0% to 43.4% (a 189% increase), and the tax rate on capital gains will increase from 15.0% to 23.8% (a 58.7% increase).

The rates on capital income are rising because of the expiration of the bush tax cuts, and a 3.8% tax on investment income for the highest earners enacted as part of ObamaCare. As happens almost every year, there is a large scheduled expansion of the alternative Minimum Tax (AMT) to ever lower levels of income.

The highest Estate Tax rate is scheduled to rise to 55.0% from 35.0% (a 57.1% increase) with a lifetime individual exemption dropping from \$5.0 million to 1.0 million. In addition, tax rates will increase in many states across the Country.

Reading the Wall St. Journal today, Monday, July 16, 2012, many states are considering charging sales tax on internet sales. The blunt reality is that we cannot have a prosperous economy when the US Government is overspending, raising tax rates, printing enormous amounts of fiat money, and over regulating and restricting the free flow of goods and services across national boundaries.

ObamaCare will (according to the Congressional Budget Office estimate in March 2012) add more than \$1.0 trillion to Government spending over a ten (10) year period over and above, revenue raised by the higher taxes and penalties embedded in that legislation. As Milton Friedman taught:

“Government spending is taxation – and therefore, increases in Government spending are increases in taxes.”

3. Encouraging the U.S. Government to engage in endless wars (Iraq & Afghanistan, etc.) as a pretext for additional borrowing, preferably a war that will drag on indefinitely; therefore, more borrowing and interest income to the creditors (the Federal Reserve – whose voting shares are owned outright by the Rothschild Family Bank Holding Company – London England, who by the way owns the Bank of England; the Warburg

Family Bank Holding Company – Hamburg, Germany, the Lazard Family Bank Holding Company – Paris, France; and the Jacob Schiff Family Bank Holding Company of Rome Italy. Paradoxically, most Americans are of the belief that the Federal Reserve is an agency or department of the U.S. Federal Government, which it clearly is not. The Federal Reserve is a private for-profit corporation, and has no public disclosure nor audit.

The human and financial toll of war is debilitating for the United States, if only we would stop to hear it. Last weekend we lost six (6) more young Americans. Every single day we pay out \$328 million for Afghanistan, much of it to ship fuel to remote locations. On average, one active duty soldier commits suicide each day. Half of all U.S. veterans from this war are claiming disability benefits, racking up trillions of dollars in long-term support costs and expenses. Women veterans are suffering a disproportionately, with higher rates of unemployment, depression, homelessness, suicide and divorce. Congress, which hasn't managed to enact a budget in three years, has already appropriated another \$200.0 billion to be disbursed in Afghanistan during 2012-2013 (in addition to the \$500.0 billion previously spent). This is an incredible amount of money to have been spent with so few controls, so few plans, so little auditing, and almost no credible measures of effectiveness.

Are we starting to get the picture here?

4. Lending to Third world countries. If necessary, some of these impossible-to-repay loans can be quietly forgiven later without repayment. Or more frequently, bank loans guaranteed by the American taxpayer, if the third world country defaults on the loans to US banks. The banks win, the US taxpayer loses.
5. Authorizing public works, space exploration, military research and adventures, and other projects that will justify more massive US government borrowing that never gets paid back, \$17.0 trillion in debt and counting, plus interest. Approximately 47.0% of tax receipts collected annually by the US Government are utilized to pay interest on the \$17.0 trillion in US Government debt. By the way, the \$17.0 trillion was printed “out of thin air” and was not backed by gold; just the cost of the ink and paper that the dollars were printed on.
6. Periodic mortgage foreclosures on loan collateral, transferring the property collateral back to the banks, which then could be resold to new borrowers, creating new debt-money. The result in the “business cycle” – periodic waves of depression that flush away the debt with massive defaults and foreclosures, causing a progressive transfer of wealth from the middle class debtors to the elite banks. Over 7-8,000,000 Americans were

foreclosed on during the last four years, thrown from their homes through foreclosure, and no one in Washington D. C. uttered a peep. Why could that be?

Nobody from the banks went to jail when the foreclosure proceedings (robot signings, etc.) were clearly fraudulent and criminal. The American Justice System is clearly blind and silent when it comes to the 1.0% Wall Street/banking elite. So much for American justice.

Do we yet see what is going on here?

7. Manipulation (or “rigging”) of the financial markets, including the stock market, and gold market, in order to keep investor confidence high and encourage further speculation and borrowing, until savings are heavily invested and real estate is heavily mortgaged, when the default phase of the business cycle can begin again. Evidence of this being so was printed in Saturday, July 14, 2012 Wall Street Journal – page B-1 headline was “Whale Tab Hits \$5.8 Billion.” Barclay’s Bank Accused of LIBOR rigging. Apparently JP Morgan’s hedge and derivative bets on US Treasuries and Gold to keep interest rates down and gold prices down, have hit the “proverbial brick wall”. More to come – JP Morgan Chase will announce further catastrophic losses in the next several weeks, more bets gone wrong to prop up US Treasuries and shorting of gold contracts, in order to keep the price of gold down. My personal prediction is that gold will shoot up to \$4,500 per ounce, and interest rates will shoot up after the November 2012 presidential election.

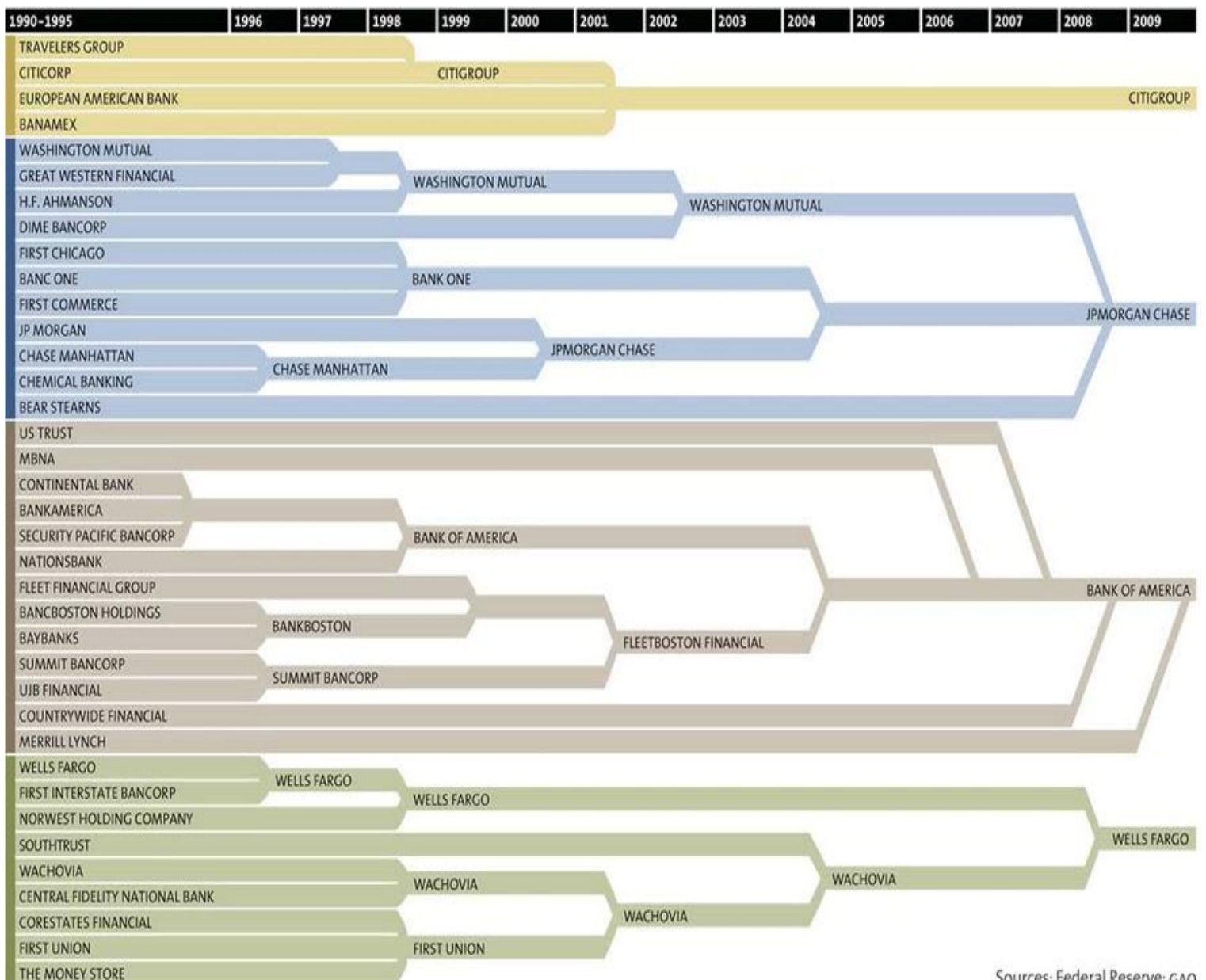
More to come – The Council on Foreign Relations (CFR) was established in 1921 by John D. Rockefeller to insure appointment to the Boards of Directors of the Military-Industrial Complex, see **organization chart attached**; as well as the cabinets members surrounding the US President. This CFR organization along with the Federal Reserve and the European Bank Holding Company Families is the “shadow government” in the United States. John D. Rockefeller founded Standard Oil of New Jersey, Standard Oil of Pennsylvania, Standard Oil of Ohio, Standard Oil of Indiana, and Standard Oil of California. These organizations are now jointly known as Exxon/Mobil Corporation. This Cabal of banks and corporations calls all the shots. The seed money from the Standard Oil empire funded the establishment of Chase Manhattan Bank – now JP Morgan Chase Bank, Wells Fargo Bank, the predecessor banks which eventually became Bank of America, and Citi-corp. Over the last decade these monster zombie banks have been on a consolidation tear, eliminating the competition. – **See attached file of bank consolidations above.**

Conclusion:

America is going to get shocked, soaked, and socked by a triple whammy on output, unemployment & lower income, as well as an overall lower standard of living, all due to the

implementation of Fabian Socialism. No matter what happens from now on, 2013 will be a very tough year.

We are witnessing the total destruction of the American middle class. This fact is rapidly materializing, as the gap between rich and poor grows ever wider. Note that Forbes Magazine's list of the wealthiest 1,000 people does not include members of the Rothschilds, the Warburgs, the Lazards or the Schiffs, or any other member of the Banking royal families. Whether they consider it to be in bad taste or because they fear retribution from the bottom of the wealth pyramid, the super-elite do not make their fortunes public.



Sources: Federal Reserve; GAO

Fabian Socialism :

Barack Obama is a Fabian socialist. Fabians believed in gradual nationalization of the economy through manipulation of the democratic process. Breaking away from the violent revolutionary socialists of their day, they thought that the only real way to effect "fundamental change" and "social justice" was through a mass movement of the working classes presided over by intellectual and cultural elite. Before TV it was stage plays, written by George Bernard Shaw and thousands of inferior "realists" playwrights dedicated to social change. John Cusack's character Arnold in Woody Allen's "Bullets Over Broadway" captures the movement rather well. Arnold taught people to question everyone--your president, your priest and your parents. Well, almost everyone. However, you weren't supposed to question the Fabian intellectuals themselves. That's the Fabian modus operandi (MO), relentless cultural and journalistic attacks on everything that is, and then a hard pitch for the hope of what might be. That's Obama's world.

He's telling the truth when he says that he doesn't agree with Bill Ayers' violent bombing tactics, but it's a tactical disagreement. Why use dynamite when mass media and community organizing work so much better? Who needs Molotov when you've got Saul Alinski?

So here is the playbook: The left will identify, freeze, personalize and polarize an industry, probably health care. It will attempt to nationalize one-fifth of the U.S. economy through legislative action. They will focus, as Lenin did, on the "commanding heights" of the economy, not the little guy.

As Obama said, "the smallest" businesses will be exempt from fines for not "doing the right thing" in offering employer-based health care coverage. Health will not be nationalized in one fell swoop; they have been studying the failures of Hillary Care. Instead, a parallel system will be created, funded by surcharges on business payroll, which will be superior to many private plans. The old system will be forced to subsidize the new system and there will be a gradual shift from the former to the latter. The only coercion will be the fines, not the participation. A middle-class entitlement will have been created.

It may not be health care first; it might be energy, though I suspect that energy will be nationalized much more gradually. The offshore drilling ban that was allowed to lapse legislatively will be reinstated through executive means. It may be an executive order, but might just as well be a permit reviewing system that theoretically allows drilling but with endless levels of objection and appeal from anti-growth groups. Wind and solar, on the other hand, will have no permitting problems at all, and a heavy taxpayer subsidy at their backs.

The banking system has already been partially nationalized. Bush and Paulson intend for their share purchases to be only **non-voting preferred shares**, but the law does not specify that. How hard will it be for Obama, new holder of \$700 billion in bank equity, to demand "accountability" and a "voice" for the taxpayers?

The capital markets are not freezing up now, mostly because of what has happened, although community organizers' multi-decade push for affirmative-action mortgages has done enormous harm to the credit system. Markets are forward looking.

A quick review of the socialist takeovers in Venezuela in 1999, Spain in 2004 and Italy in 2006 show the same pattern--equity markets do most of their plummeting before the Chavez's of the world take power. Investors anticipate the policy shift in advance; because that's their job.

It's not just equity markets, though; debt markets do the same thing. Everywhere you turn you hear complaints about bankers "hoarding" capital. "Hoarding" is a word we've heard often from violent socialists like Lenin and Mao. We also hear it from the democratic left as we did during the 1930s in America. The bankers, we're told, you are greedy and miserly, holding onto capital that should be deployed into the marketplace. Well, which is it, miserly or greedy? They're not the same thing. Banks make money borrowing low and lending high. In fact, they can borrow very, very low right now, as they could during the Great Depression.

So why don't the banks lend?

Because socialism is a very unkind environment for lenders. Some of the most powerful members of Congress are speaking openly about repudiating mortgage covenants. Local officials have already done so by simply refusing to foreclose on highly delinquent borrowers. Then, there's the oldest form of debt repudiation, inflation. Even if you get your money back, it will not be worth anything.

What banker would want to lend in an environment like this?

Will Obama's be the strong-man socialism of a Chavez, or the soft socialism that Clement Atlee used to defeat Churchill after WWII? I don't know, but I suspect something kind of in between. Despite right-wing predictions that we won't see Rush Limbaugh shut down by Fairness Doctrine fascists. We won't see Baptist ministers hauled off in handcuffs for anti-sodomy sermons. **It will more likely be a matter of paperwork. Strong worded letters from powerful lawyers in and out of government to program directors and general managers of radio stations. Ominous references to license renewal.**

The psychic propaganda assault will be powerful. The cyber-brown-shirts will spew hate, the union guys will flood talk shows with switchboard-collapsing swarms of complaint calls aimed at those hosts who "go beyond the pale" in their criticisms of Obama. In concert with pop culture outlets like *The Daily Show* and *SNL*, Obama will use his podium to humiliate and demonize those of us who don't want to come together and heal the planet.

You've heard of the bully pulpit, right? Well, then get ready, because you're about to see the bully part.

Wikipedia's Definition of Fabian Socialism

As the anarcho-communists argued for a form of socialism so decentralized that it required the abolition of the state, a milder and markedly centralist version of socialism, Fabianism, emerged in Britain. Fabian Socialism was so called because the members of the Fabian Society admired the tactics of the Roman general Fabius Cunctator (Fabius the Delayer), who avoided pitched battles and gradually wore down Hannibal's forces. Instead of revolution, the Fabians favoured "gradualism" as the way to bring about socialism. Their notion of socialism, like Saint-Simon's, entailed social control of property through an effectively and impartially administered state—a government. The **Fabian Society** is a [British socialist](#) organization whose purpose is to advance the principles of [democratic socialism](#) via [gradualist](#) and [reformist](#), rather than revolutionary, means.^{[1][2]} It is best known for its initial ground-breaking work beginning late in the 19th century and continuing up to World War I. The society laid many of the foundations of the [Labour Party](#) and subsequently affected the policies of states emerging from the [decolonisation](#) of the [British Empire](#), especially India.

Today, the society functions primarily as a [think tank](#) and is one of 15 [socialist societies](#) affiliated with the Labour Party. Similar societies exist in Australia (the [Australian Fabian Society](#)), Canada (the [Douglas-Coldwell Foundation](#) and the now disbanded [League for Social Reconstruction](#)) and in New Zealand.

Establishment



Fabian Society was named after "Fabius the Delayer" at the suggestion of [Frank Podmore](#), above.



Tortoise is the symbol of Fabian Society, representing its goal of gradual expansion of socialism.^[1]

The Fabian Society was founded on 4 January 1884 in London as an offshoot of a society founded in 1883 called [The Fellowship of the New Life](#).^[3] Fellowship members included poets [Edward Carpenter](#) and [John Davidson](#), sexologist [Havelock Ellis](#) and the future Fabian secretary [Edward R. Pease](#). They wanted to transform society by setting an example of clean simplified living for others to follow, but when some members also wanted to become politically involved to aid society's transformation, it was decided that a separate society, the Fabian Society, also be set up. All members were free to attend both societies. The Fabian Society additionally advocated renewal of Western European [Renaissance](#) ideas and their promulgation throughout the rest of the world.

The Fellowship of the New Life was dissolved in 1899,^[4] but the Fabian Society grew to become the pre-eminent academic society in the United Kingdom in the [Edwardian era](#), typified by the members of its vanguard [Coefficients club](#). Public meetings of the Society were for many years held at [Essex Hall](#), a popular location just off [the Strand](#) in central London.^[5]

The Fabian Society, which favoured gradual change rather than revolutionary change, was named – at the suggestion of [Frank Podmore](#) – in honour of the [Roman](#) general [Fabius Maximus](#) (nicknamed "Cunctator", meaning "the Delayer"). His [Fabian strategy](#) advocated tactics of harassment and [attrition](#) rather than head-on battles against the [Carthaginian](#) army under the renowned general [Hannibal](#).

An explanatory note appearing on the title page of the group's first pamphlet declared:

"For the right moment you must wait, as Fabius did most patiently, when warring against Hannibal, though many censured his delays; but when the time comes you must strike hard, as Fabius did, or your waiting will be in vain, and fruitless."^[6]

Immediately upon its inception, the Fabian Society began attracting many prominent contemporary figures drawn to its socialist cause, including [George Bernard Shaw](#), [H. G. Wells](#), [Annie Besant](#), [Graham Wallas](#), [Hubert Bland](#), [Edith Nesbit](#), [Sydney Olivier](#), [Oliver Lodge](#), [Leonard Woolf](#) and [Virginia Woolf](#), [Ramsay MacDonald](#) and [Emmeline Pankhurst](#). Even [Bertrand Russell](#) briefly became a member, but resigned after he expressed his belief that the Society's principle of [entente](#) (in this case, between countries allying themselves against Germany) could lead to war.

At the core of the Fabian Society were [Sidney](#) and [Beatrice Webb](#). Together, they wrote numerous studies^[7] of industrial Britain, including alternative [co-operative economics](#) that applied to ownership of [capital](#) as well as land.

The first Fabian Society pamphlets^[8] advocating tenets of [social justice](#) coincided with the [zeitgeist](#) of [Liberal reforms](#) during the early 1900s. The Fabian proposals however were considerably more progressive than those that were enacted in the Liberal reform legislation. The Fabians lobbied for the introduction of a [minimum wage](#) in 1906, for the creation of a [universal health care](#) system in 1911 and for the abolition of [hereditary peerages](#) in 1917.^[9]

Early Fabian Views

Fabian socialists were in favor of reforming [Britain's imperialist](#) foreign policy as a conduit for [internationalist reform](#) and a welfare state modeled on the [Bismarckian](#) German model; they criticized [Gladstonian liberalism](#) both for its individualism at home and its internationalism abroad. They favored a national [minimum wage](#) in order to stop British industries compensating for their inefficiency by lowering wages instead of investing in capital equipment; slum clearances and a health service in order for "the breeding of even a moderately Imperial race" which would be more productive and better militarily than the "stunted, anemic, demoralized denizens...of our great cities"; and a national education system because "it is in the classrooms...that the future battles of the Empire for commercial prosperity are already being lost".^[10]

In 1900 the Society produced *Fabianism and the Empire*, the first statement of its views on foreign affairs, drafted by Bernard Shaw and incorporating the suggestions of 150 Fabian members. It was directed against the liberal individualism of those such as [John Morley](#) and Sir [William Harcourt](#).^[11] It claimed that the classical liberal political economy was outdated, and that imperialism was the new stage of the international polity. The question was whether Britain would be the centre of a world empire or whether it would lose its colonies and end up as just two islands in the North Atlantic. It expressed support for Britain in the [Boer War](#) because small nations, such as the [Boers](#), were anachronisms in the age of empires.^[11] In order to hold onto the Empire, the British needed to fully exploit the trade opportunities secured by war; maintain the British armed forces in a high state of readiness to defend the Empire; the creation of a citizen army to replace the professional army; the [Factory Acts](#) would be amended to extend to 21 the age for half-time employment, so that the thirty hours gained would be used in "a combination of physical exercises, technical education, education in civil citizenship...and field training in the use of modern weapons".^[12]

The Fabians also favored the nationalization of land rent, believing that rents collected by landowners were unearned, an idea which drew heavily from the work of American economist [Henry George](#).

Many Fabians participated in the formation of the [Labour Party](#) in 1900 and the group's constitution, written by Sidney Webb, borrowed heavily from the founding documents of the Fabian Society. At the [Labour Party Foundation Conference](#) in 1900, the Fabian Society claimed 861 members and sent one delegate.

Second generation

In the period between the two World Wars, the "Second Generation" Fabians, including the writers [R. H. Tawney](#), [G. D. H. Cole](#) and [Harold Laski](#), continued to be a major influence on [social-democratic](#) thought.

“ But the general idea is that each man should have power according to his knowledge and capacity. [...] And the keynote is that of my fairy State: From every man according to his capacity; to every man according to his needs. A democratic Socialism, controlled by majority votes, guided by numbers, can never succeed; a truly aristocratic Socialism, controlled by duty, guided by wisdom, is the next step upwards in civilization. ”

—Annie Besant, a Fabian Society member and later president of Indian National Congress, ^[13]

It was at this time that many of the future leaders of the [Third World](#) were exposed to Fabian thought, most notably India's [Jawaharlal Nehru](#), who subsequently framed economic policy for India on Fabian socialism lines. After independence from Britain, Nehru's Fabian ideas committed India to an economy in which the state owned, operated and controlled means of production, in particular key heavy industrial sectors such as steel, telecommunications, transportation, electricity generation, mining and real estate development. Private activity, property rights and entrepreneurship were discouraged or regulated through permits, nationalization of economic activity and high taxes were encouraged, rationing, control of individual choices and [Mahalanobis model](#) considered by Nehru as a means to implement the Fabian Society version of socialism.^{[14][15][16]} In addition to Nehru, several pre-independence leaders in colonial India such as [Annie Besant](#) - Nehru's mentor and later a president of [Indian National Congress](#) - were members of the Fabian Society.^[17]

[Obafemi Awolowo](#), who later became the premier of Nigeria's defunct Western Region was also a Fabian member in the late 1940s. It was the Fabian ideology that Awolowo used to run the Western Region but was prevented from using it on a national level in Nigeria. It is less known that the founder of [Pakistan](#), Muhammad Ali [Jinnah](#), was an avid member of the Fabian Society in the early 1930s. [Lee Kuan Yew](#), the first [Prime Minister](#) of [Singapore](#), stated in his memoirs that his initial political philosophy was strongly influenced by the Fabian Society. However, he later altered his views, considering the Fabian ideal of socialism as impractical.^[18] In 1993, Lee said:

"They (Fabian Socialists) were going to create a just society for the British workers - the beginning of a welfare state, cheap council housing, free medicine and dental treatment, free spectacles, generous unemployment benefits. Of course, for students from the colonies, like Singapore and Malaya, it was a great attraction as the alternative to communism. We did not see until the 1970s that that was the beginning of big problems contributing to the inevitable decline of the British economy."

—Lee Kuan Yew interview with Lianhe Zaobao^[18]

In the Middle East, the theories of Fabian Society intellectual movement of early-20th-century Britain inspired the [Ba'athist](#) vision. The Middle East adaptation of Fabian socialism led the state to control big industry, transport, banks, internal and external trade. The state would direct the course of economic development, with the **ultimate aim to provide a guaranteed minimum standard of living for all**.^[19] [Michel Aflaq](#), widely considered as the founder of the Ba'athist movement, was a Fabian socialist. Aflaq's ideas, with those of Salah al-Din al-Bitar and Zaki al-Arsuzi, came to fruition in the Arab world in the form of dictatorial regimes in [Iraq](#) and [Syria](#).^[20] [Salāmah Mūsā](#) of Egypt, another prominent champion of Arab Socialism, was a keen adherent of Fabian Society, and a member since 1909.^[21]

Among many current and former Fabian academics are the late political scientist [Bernard Crick](#), the late economists [Thomas Balogh](#) and [Nicholas Kaldor](#) and the sociologist [Peter Townsend](#).

Contemporary Fabianism

Through the course of the 20th century the group has always been influential in Labour Party circles, with members including [Ramsay MacDonald](#), [Clement Attlee](#), [Anthony Crosland](#), [Richard Crossman](#), [Tony Benn](#), [Harold Wilson](#) and more recently [Tony Blair](#) and [Gordon Brown](#). The late [Ben Pimlott](#) served as its Chairman in the 1990s. (A Pimlott Prize for Political Writing was organised in his memory by the Fabian Society and [The Guardian](#) in 2005 and continues annually). The Society is affiliated to the Party as a [socialist society](#). In recent years the [Young Fabian group](#), founded in 1960, has become an important networking and discussion organisation for younger (under 31) [Labour Party](#) activists and played a role in the 1994 election of [Tony Blair](#) as Labour Leader. Following a period of inactivity, the Scottish Young Fabians were reformed in 2005.

The society's 2004 annual report showed that there were 5,810 individual members (down 70 from the previous year), of whom 1,010 were [Young Fabians](#) and 294 institutional subscribers,

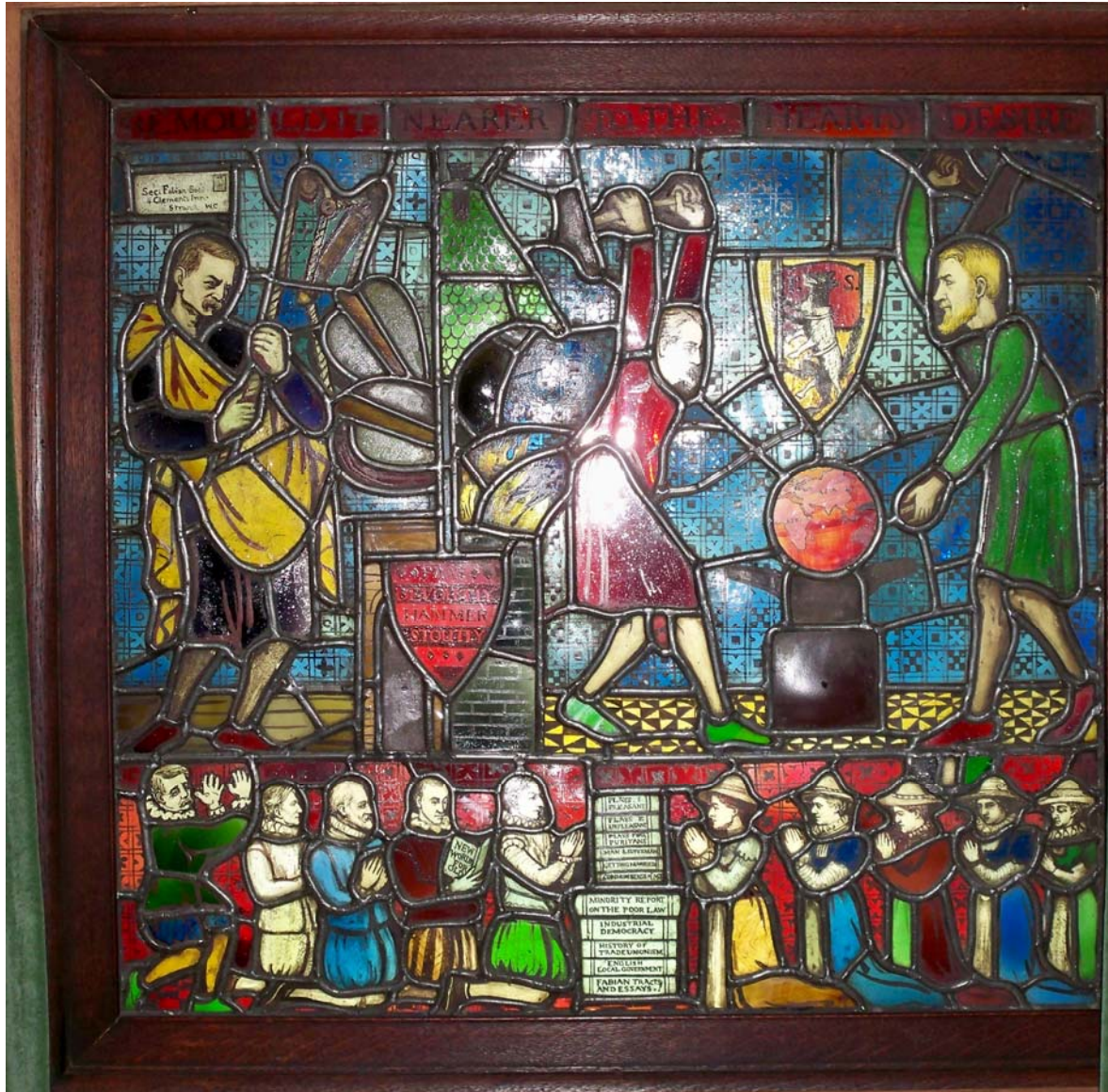
of which 31 were [Constituency Labour Parties](#), [co-operative](#) societies, or trade unions, 190 were [libraries](#), 58 corporate and 15 other—making 6,104 members in total. The society's net assets were £86,057, its total income £486,456 and its total expenditure £475,425. There was an overall [surplus](#) for the year of £1,031.

On 21 April 2009 the Society's website stated that it had 6,286 members: "Fabian national membership now stands at a 35 year high: it is over 20% higher than when the Labour Party came to office in May 1997. It is now double what it was when Clement Attlee left office in 1951."

The latest edition of the [Dictionary of National Biography](#) (a reference work listing details of famous or significant [Britons](#) throughout history) includes 174 Fabians. Four Fabians, [Beatrice](#) and [Sidney Webb](#), [Graham Wallas](#) and [George Bernard Shaw](#) founded the [London School of Economics](#) with the money left to the Fabian Society by Henry Hutchinson. Supposedly the decision was made at a breakfast party on 4 August 1894.

The founders are depicted in the [Fabian Window](#)^[22] designed by [George Bernard Shaw](#). The window was stolen in 1978 and reappeared at Sotheby's in 200

It was restored to display in the Shaw Library at the [London School of Economics](#) in 2006 at a ceremony over which [Tony Blair](#) presided.^[23]



WHO STOLE AMERICA?

William E. Dannemeyer
U.S. Congressman, 1979-1992

If you want to take over a country, one of the first things you do is to seize control of the money supply. Jacob Schiff was the son of a Jewish rabbi, born in Frankfurt, Germany. He was sent to America in the late nineteenth century by the European Rothschild financial dynasty. One of his assigned tasks was to seize control of the money supply of the U.S. Government. At that time it was under the control of the U.S. Congress pursuant to Article 1, Section 8 of the U.S. Constitution which states:

“The Congress shall have Power to coin Money, regulate the Value thereof.”

Baron MA Rothschild had stated this truism in the nineteenth century:

“Give me control over a nation’s currency and I care not who makes the laws.”

Jacob Schiff began his quest to take over the money supply of America by purchasing an interest in a banking concern in Indiana called Kuhn and Loeb. He married the daughter of Loeb, bought out the interest of Kuhn and as sole owner of Kuhn and Loeb, moved the business to New York in the late 19th century.

Jacob Schiff was not exactly welcomed with open arms by the financial potentates led by the House of Morgan then controlling the financial markets in New York. Schiff, as the Rothschild’s agent in America, gradually was able to build a working relationship with the other banking houses in New York by sharing some Rothschild bonds and stock business with them.

Schiff was so successful in being accepted as a player in the N.Y. Banking scene that in 1908 he was among a handful of NY bankers who gathered at Jekyll Island, one of the House of Morgan’s homes located in Georgia. These financial wizards plotted to take over the money supply of America. They had no small task before them. Read “The Creature from Jekyll Island” by Edward Griffin.

They needed to get America to pass their hatched plan called the Federal Reserve System which was nothing more than a private group of bankers. It was not then nor has it ever been a part of the U.S. government. Some of the voting and controlling stockholders included: Rothschild’s of London and Berlin; Lazard Brothers of Paris; Israel Moses Schiff of Italy; Warburg of Hamburg, Germany; and the Lehman Brothers, Goldman Sachs and the Rockefeller families of New York.

The congressional stooge present at the meeting in 1908 at Jekyll Island was Senator Nelson Aldrich of Rhode Island (also the father-in-law of John D. Rockefeller). He was assigned the task of shepherding the outright theft of the U.S. money supply system called the Federal Reserve Act of 1913 through Congress.

On December 23, 1913, he delivered in spades. Two days before Christmas is a good time to have Congress debate and vote on a major piece of legislation if your desire is to minimize the desire of members of Congress to really understand what they are voting on. The reason is not hard to find. Members of Congress have families and want to get home for Christmas like anyone else.

The Federal Reserve Act of 1913 was passed by a vote of 298 to 60 in the House of Representatives and in the Senate by a majority and was sent to the White House for the signature of President Woodrow Wilson.

How President Wilson was elected in 1912 was all a part of the conspiracy organized by Jacob Schiff and his New York banking fraternity at the meeting at Jekyll Island in Georgia in 1908.

President Robert Taft, a well respected Republican, was running for re-election in the Presidential election scheduled for 1912. He was on to the theft of our money supply organized by Jacob Schiff and his New York City banking friends. If President Taft was re-elected in 1912, it was clear that he would veto any bill passed by Congress to create the privately owned Federal Reserve Act of 1913.

The conspirators led by Jacob Schiff enlisted the help of former President Theodore Roosevelt, a Republican and convinced him to run on the third party Bull Moose ticket and split the Republican vote. The scheme worked and Woodrow Wilson was elected President in the 1912 election and when the Federal Reserve Act came to his desk in 1913, he rewarded his bankers and signed the act into law. Incidentally, the institution of the Federal income tax system was implemented simultaneously with the Federal Reserve Act in 1913 in order to provide a tax revenue stream for the U.S. Government in order to enable it to pay interest expense on debt incurred from the Federal Reserve System.

In 1913, the principle means of communicating to the people of America what Congress was doing were through newspapers. The newspapers did not report this biggest theft in the 20th Century at all.

Almost a century later, 2007, we Americans are still experiencing the consequences of this theft of our money supply in 1913 by transferring control of it to private elitist banking families residing mostly in Europe and some in America.

It is not an exaggeration to say that these are the consequences of this historic event:

- (1) The American people lost control of how and to what extent Congress spends our money: Example, Congressional deficits are financed by irresponsibly expanding the money supply by the privately owned Federal Reserve System which results over time in an inflationary spiral which will lead to a total collapse of the dollar and the destruction of the middle class.
- (2) America disavowed the advice of George Washington to avoid entangling alliances with other countries and focus our energies on protecting the interests of the American people.

(3) The creation of Imperial America which seeks to control the world and results in perpetual war to achieve perpetual peace. It goes by the name of the New World Order, led by the Council on Foreign Relations (CFR). The CFR has over 3,000 members, over 70% of whom are Zionist Jews.

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