

THE NATURE OF THE PRESENT WORLD CRISIS.

Chelsea.

The world faced with an unparalleled crisis.

- a. The first world crisis.
- b. The crisis is a political, economic and philosophical one.
- c. The number of people involved surpasses 500 million of our type of civilisation:
  - 130 USA
  - 170 USSR i.e. 300 million.
  - 80 Germ 50 million Italy i.e. 130
  - 100 mill. Japan and perhaps tomorrow the 400 mill of China.
  - 30 Poland ; and 70 the small states like Spain Portugal Yugoslavia Hungary, Czechoslovakia, Rumania, Bulgaria, Estonia, Latvia Lithuania etc.

600 ( and with China a 1000 million )

Turkey Greece

d. The twenties of the 20 ieth century . The last ten years , in fact.

Since the Five year Plans, The New Deal, ~~Hitler's economic policy~~, the Third Reich, Japans military Fascism, the so-called Corporative State in Italy, the Encyclical Quadagesimo Anno , 1931. England's going off Gold in 1931 -the real starting point.

A Crisis of National & International Order

A. Current explanations.

- a. Political tension causing the economic difficulties. Autarky?  
This may well be the otherway round.  
Harrington's Oceana. Hundered years later : Benjamin Franklin another 100 "": Karl Marx
- b. Origin of the political forces themselves: Game form?
  - aa. Treaties. Quote.
  - bb. Psychology. Quote.
- c. No essential difference between Fascism and Communism ( the intelligent ) . Merely reactionary. Cf. Trevelyan: The Anglicans of the Tudor period on Calvinism and Romanism.
- d. ~~The result:~~ We are faced with an all embracing crisis ~~mm~~ which transcends both politics and economics.

B. The True explanation: ~~Such a crisis necessarily religious in its nature.~~

What has broken down is the international economic cooperation. Free trade and the Gold standard presupposes elastic national price systems . They do not exist anymore.

C. The nature of our economic system: { Liberalism and its meaning. Popular government incompatible with it,

Lord Macaulay, Lord Russell, Sir Robert Peel on the demands of the  
Chartists in 1842. They correctly gauged the nature of political democracy  
democracy.

The liberal system of government laissez-faire and free trade would have  
destroyed society unless the counter forces had been soon put into action.

But these counter forces made immobilised labour, made production rigid  
the price system inelastic. The absurdity of an adjustment of the price level  
to an uncontrolled world market became apparent only after the war, indeed  
only after the 1929 trade depression had revealed the true position.

- D. The true dilemma. Democracy or capitalism. Fascism a life saving  
operation which however does not solve the questions but only post-  
pones them.
- aa. The end of the individual in the sense of the person.  
Individualism and universalism.
  - bb. The antagonistic use of the new machinery.  
The degenerative solution. Psychologically it is based on fear.
  - cc. The end of Xty. The Fascist know what Xty actually means.  
Rosenbergs 1920 pamphlet: the Plague in Russia: The Syrian  
spirit again destroying Western Europe...
  - dd. "anti-Semitism against the Jewish contribution to Germanic  
civilisation which is Xty. The Nazi radicalism makes it sup-  
erior to the Western position
  - ee. The Marxian analysis partially accepted. The Western world  
more familiar with it. The opposite solution proposed.
  - ff. The interventionism of Fascism based on the superior analysis  
The Oriflamme. Hitler's radicalism.
  - gg. The totalitarian forms of modern existence must be assimilated  
to ~~the~~ Democracy. This is impossible unless we accept the objective  
nature of the task. Unless we ~~make~~ the crisis outlook.  
accept
  - hh. The coming emergency. Along period. The British contribution is  
to save liberty, which is impossible unless the equalitarian content  
of democracy is made much more real, in time.

m. The probability of peace & unity