

Vox Day
History's engine and the great bear wave
World Net Daily
13 July 2009

Prechter's socio-economic views are of particular interest to me at this time because the conclusions he reaches are virtually identical to those predicted by Austrian economic theory. Whereas Prechter's identification of a larger contraction stems from the forms of the Elliott Waves in the financial markets, Austrian theory guides one to examine the extent of bank credit expansion and the vigor with which the financial and monetary authorities are attempting to fight the subsequent contraction.

*But the most fascinating aspect of Prechter's lecture was his formulation of the Socio-economic Theory of Finance, which asserts that **finance must be an entirely separate discipline from economics**. I found this idea to be intriguing since I had independently determined that none of the major economic theories, including Austrian Business Cycle theory, appear to accurately describe the observed behavior of the financial markets. **Prechter's brilliant insight is to note that the laws of supply and demand cannot be properly applied to financial markets because there are no producers to provide the supply curve required for establishing price equilibrium.***

Note: Mr. Day's claims to authority in these and other matters usually arrives with notice as to his membership in *Mensa* – a distinction to which his readership is presumably ineligible, e.g.:

One of the more onerous aspects of being a superintelligence is the way in which many critics have a tendency to erroneously assume one is operating at the same level of near ignorance that they are.

Free trade harms America
World Net Daily
13 June 2011

Mr. Joseph Farah (founder, editor and CEO of *World Net Daily*) yields to none in the fervor of his Christianity; and is therefore understandably transfixed at receiving the veritable word of God for inclusion in his publication.