

MONETARY POLICY – THE GLOBAL SCENARIO

PREAMBLE

As it is felt everywhere to bring in universal currency system, I feel it would be right at this point of time to talk on monetary policy as every government says they are shooting against dark, they don't find any formulae or strategy by which currency is minted. Money, is derived from Old French moneie, from Latin moneta 'mint, money,' originally a title of the goddess Juno, whose temple in Rome money was minted. It was during the transformation from Barter system, when materials are exchanged for materials. At that point of time, surplus, reserves were taken in the form of word of assurance, written code of ethics, by metal pieces which eventuated to minting coins and printing paper currencies called fiat money system. China created the world's first paper money. Nearly 700 years before Sweden issued the first European banknotes in 1661, China released the first generally circulating currency. In fact, usage of paper notes dates backs even earlier, to the 7th century Tang Dynasty. These histories and time lines have no values, they are just the clinches to hold on as something is better than nothing to form a base on which the strategies, policies could be formed and reformed as and when warranted.



INTRODUCTION

We say the Central bank, RBI prints currencies to the values assessed for the assets, bonds, a nation has within and abroad as exchange against the value of which the notes, currencies are printed. It was earlier the mineral wealth as depicted by Stone Age, ice age and metal age. It was then to minting the coins embedded with the image to show in whose dynasty the coin is minted and so on, it is now with the leaders image on the

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currency to pay homage for the sacrifice they made in liberating the human resources from dynasty, monarchy to democracy and republic.

As against the general view of minting paper currency is baseless, mindless, it is actually the value equivalence of the human reserves that makes population control meaningless. A country with more population is not cursed, but blessed for the global opportunities taken willfully with competency and talents. There was a satirical quote from a common civic that when the government says every citizen owes a penny as debt, let me give mine, I may be liberated from the guilt and that is nothing but GDP contribution of a citizen, if loans are not bought, if everyone is assured of right to live, self esteem and dignity thus employment to his will.

The difficulty is in traditional hierarchy which decides who one could be, than he himself decides what he wants to be. It is there from family, to school, to college, to colleagues, meeting the relative grading of which one's competency becomes complete. Practically much less of what he really has. People say it is ultimatum beyond optimal, I say optimal is ultimatum at a given point of time, and there is no absolute ultimatum. Constitution makes it for every one with no such difficulty by providing education and a streamlined growth pattern which often is checked by the social order and relative grading creating messes and calamities.

We shall get into the present currency system with the global nations. Most of them follow fiat money system. RBI, the central bank is not associated to government, governed or administered by it too, that it is an independent agency to go in order with global developments with direct outright to President. Money it has to print, is not something which has no basic code, but has a value assigned for each man power, cumulative of which adds to the surplus that goes in excess of natural wealth.

Assigning values to natural wealth is very easy in the satellite era, satellite imagery gives the value of a nation as fixed with the hues of the imagery it makes for every nation. This goes as core for world bank. Surplus may be average, or specific for human reserves. You then need not



think of inflation, hyper inflation, exchange rates, rate cuts, repo and all, though I am at it to expand them all for natural code.

What makes the government go dilated is the political scenario dominated by party influences setting anarchy whatever may be the code of practice, supporting to execute constitution. Vote based elections makes it to worst, unethical making the defense sidelined thus administration is everywhere as authority, not authenticity. Secrets and competitive environment existing makes all corruptive to balance the emotional corruption, imbalance they experience out of improper election system. They do not know the value of a position, they make it as pride, not honour that the code of ethics is always violated without knowing that it pays more than what the anarchy gets out of influence as bribe and corruption. The mistake crept in, for the silence of the entire populace, not to give any position to honour Gandhi after independence. It was viewed then as, the strong individual gets his due, not the fair individual.

From then on the anarchy ruled the nation, ruined too, for which we lag in global stance in spite of abundance of natural wealth. People got into the clutches of masterly leaders putting them as poor, poverty laden, drought prone, uneducated and so on, we still find them all in sustainable development goals, millennium development goals and so on. Sustainability is illusion, you cannot stop natural evolution that progression is always natural.

Thus global governance is a convergence of development prospects and global government, say UN, and its monetary assistance as policy to offer sovereign status to every nation. It is not that they are free from the attack of other nations as warfare mooted for which the UN trusteeship council got dissolved. War as internal conflicts still bursts out from within for which the nation with war fare creeps in as a helping nation. UN though has armed force, almost equal and more to any other strong nation is not to action anyways. Inflation is for the aftermath scenario of war everywhere across the global nations. It is for the accidental dismay, occurring in a nation the exchange value waves, shoots up or down suddenly, swallowing the long term initiatives of ignorant common civic across the world.



Having found the reinforcing element, the base of forming the currency system, we ought to know it is the lowest, when the highest goes to the equivalence of mind wealth we derive out of peace, thus the temperament created by the ecosystem. Thus it is spatial. It is not the evaluation of assets, to be given as bond for exchange that necessitates booming, stock and more of illusions. Simply equate the currency printed till this time for exchange, at any time of exchange as value of a nation. By this you dissolve debts completely by printing just the amount that need to be paid back for debts. Distribute the quotient back again so as to create due interest on the amount printed. It includes funds assigned to the departments of government to assure repayment through initiatives meant for them. By this we not only dissolve corruption and bribe, but make every one earn what they deserve, they remain continuously upgraded through learning that dynamism is instilled in the system. Liberate norms to be individual specific as mandate thus flexible, taxes and duty to nil that you will balance the huge sum repaid for debts, bringing back all black money.

Since the promotional prospect sought is assured at ready will for which the skill is demanded and provided, one can reach to any level in any span of time, for his aspirations and determination. Everyone will then be finding human rights not as fighting, but sovereignty, solitude to create conviction.

MONETARY POLICY

Monetary policy of a nation and globe, which of an individual too decides how easily the energy flows productive, fetching benefits all along, grabbing gifts, words of appreciation all along. Money is equivalence of what you have as temperament, moral and ethical value in every stance as accepting truth, remain comfortable being lean, sharing responsibilities with all remaining open source of accessibility for anything and everything during the times of odds.

I go more philosophical and psychological in handling corporeal issues, because when we give up self, focus on self, we will get more exponential effortlessly. It is not pride of self, but



value of self, showing the significance of our presence in the progression of the system always. Find the instruments and indicators of finance too are closely associated with morale.

Monetary policy is the process by which monetary authority of a country, generally a central bank controls the supply of money in the economy by its control over interest rates in order to maintain price stability and achieve high economic growth. In India, the central monetary authority is the Reserve Bank of India (RBI). It is so designed as to maintain the price stability in the economy, controlled expansion of bank credits, Promotion of fixed investments, Restriction of inventories and stocks, Promote efficiency, reducing the rigidity.

Price stability deals with the span within which the differences could be profitably met with. It goes mostly with quality of produces that justifies the price. Knowledge on the product that justifies the price. Suppose for example, government should get into fixing the price of every commodity that floats in stock market changing every month, that makes the wave settle. Fuel price, gold price are to this category. There need to be due representation, model code to dissolve stock to the core. Inventory is of no use in this internet era with enhanced, dynamic logistics. Mobility is at its peak across the world that you can do anything you wish, if you are competent enough to move on. There is no sustenance, but stability that makes the difference. Multi level marketing strategy is the core for fixed investment, not simply the one drawing dead interest, diminishing the amount handled on behalf of a sum. This is exchange within local body, individual specific, making it accountable too. Government goes to block binami, in which case such fixed investments will serve as security. Without this even, if the Universal declaration of human rights is taken, one can take any many number of jobs, get in to business ventures while in job, he need to be transparent and accountable that is what is warranted for government. Having dealt all the measures said above as storming to set clarity, flexibility as individual specific makes most of the banking schemes redundant, mindless. When you have a solid asset, going for loan on it need not seek salary certificate, but the way in which the obtained loan be used and paid back. When truth is expected, flexibility is the way. There need not be forms, but security as surety, flawless, fool proof tasks to strengthen the banking procedures. All industrial and new



ventures could give shares to banks, not simply interests. Cash credit is given to meet the losses now, which ought to be induction on the assessment of measures taken to get back the paid loans.

Monetary policy need to check the cash flow, its widespread, creating a stable firm society. For this, government need to be strong, participatory, not just facilitator, here is where the fiat money system failed. Fiat money prints currencies not to facilitate easy living, through freebies, but to facilitate upgradation participating in their ventures to remain financially sovereign, morally stable to take on new ventures with confidence ever. It need to instill brilliance for which citizen centric governance helps. It brings back liveliness, thought process for the folly, authoritative adamancy, rigidity in executing norms however silly it is. Unquestionable stance makes it as institutionalism. Open market operations are absolutely vested on the government in its transparency and accountability. Government norms on natural reserves goes as preservation which curb the connectivity between the living beings and nature, which in turn wastes the ripeness of nature that otherwise serve livelihood of creatures of nation. Government need to be firm, willful and yielding, malleable for which the feed back of the finance sector need to be taken progressive. It is not opposition, but political as reinforcing the said facts with more of reality goods. Effortless discussion to establish self would be to ready conviction.

Cash reserve ratio is the reserve the banks need to maintain with the RBI, that it is giving the solidarity of the society, not certainly locking the liquidity. When you give more of security as truth to banks, it sets the firmness of society, government, for which the foreign exchange rates grow. This makes the barren lands be converted, planned growth for which emergence of land mass is possible, more new ventures to use ocean, forest and mountain wealth that the satellite imagery helps find the cash reserve ratio as a solid base. Statutory liquidity ratio increases with immediate response of the system as a whole, fiscal instruments, governing instruments in specific. E governance makes it feasible, that this can no longer be an indicator, but parameter of progression. When you could give freebies as all that one needs for a decent living, no need to



say the SLR goes more than 100 as assured as against the current understanding of fear that wishes a reduction in SLR.

There is every need to hold shares in the activity except personal loans which only could seek interest rate. There is every possibility that such loans be given through employer government that banks need to move on to holding shares. There is no need for credit ceiling at all if the venture for which loan is obtained pays back more than they expect. They could move then to preclosure to get back the share, or maintain the share to add to CRR. There won't be losses at all anyways. Credit authorization is not needed at all in this internet era. Credit authorization goes all these times only to prove how influential one is, not how progressive one is. Moral suasion is again to check the authority of the loan giver to follow norms, to make the loans productive. It is basic, not imposed any ways on specific issues. It has a correlation with bank credits.

Repo rates and reverse repo rates also would go void if the purpose is analysed for stable progressive profit with scope of expansion always to serve many. Marginal standing facility rate too is on average views on capitals. Banking procedure is simple if it finds solidarity is invested as liquidation taking them as security for exchange. You then need no control measures, directive measures, gearing system. It is simply give and take, exchange of values as eternal it is ever. Banking procedure will then be simple, individual specific, by which you dissolve procedures, information rich mediation, but accessibility with a guaranty to come out with a prospect if approached. Personnel structure needs a change inducting mediation as counseling.

When this decentralization occurs taking every banking unit as micro government by self we would see the different segments of policy RBI puts forth work, as sovereign units working for the common agenda of finance as public. When leaning strategy is demanded for the flaws missed out of oversight, the decentralization effected is lesser loads which were not balanced with rest of the facets of life that every decentralized unit moved to bind their own forms of governance for which we see a network now, despite hierarchy. Even then we don't feel efficacy paying effortless that we bring again the decentralization as sovereignty with transparency and



accountability. Forget about differences in policies through which public finance is met with, as fiscal, monetary, trade, revenue, optimum and reform, it is just the mass or material balance as $\text{Input} + \text{Generation} = \text{Output} + \text{Accumulation}$, losses simply dealt as losses on both sides. Input is finance, generation is revenue, output is cost, and Accumulation is reserve through profit. Technology, academia, scholarly attitude makes all the goods and service to fair trade. When you make these things indigenous, you could make the trade effortless as accomplishment. If you make an industry out of dry environment, you make it an achievement, the cost goes several times higher than it would be in the native that the imbalance reflects in exchange rates. It goes to trade policy as man and materials, in the transport, which makes man in transport less costly. We make it the other way for cultural reservations, which we pay more. Thus money equivalence is more where cultural reservations are more. Every American is the same for their corporeal official stance, not every Indian. Every English man is same for professional excellence they possess, not every Indian that matters and reflects too in the monetary system as influential. This is the reason we seek federal parliamentary system as the governance.

CONCLUSION

Monetary policy of any nation and between nations can only be exchange that goods and service need to be focused at. It is only goods, not the best that do not focus on perfection, but purpose. The ideologies of demand, pride, and giffen goods are all evading for the values felt individual specific with online , virtual media that we need to simply find the good , assume everyone is good and progress from where we are. Appreciate only good, you will find more of it, betterment and best to their self that what they present as their best is good to the society. Democracy supports no rejection that make every task progressive, every job progressive, every activity progressive for which you measure every outcome , not expect output and cook up for it. Thus accreditation is not a test, but a forum to present yourself emerging out of the masses. It appreciates whatever you say as your best that it is better than the normal examination pattern.RBI is an independent agency that makes the government firm and strong, that it is out of political stance which the routine imposes as party based. Having found a huge sum is to



foreign nations as black money through politicians and beaurocrats, the government as its secretariat need to mobilize Constitution and work for better assuming nothing worse than this explicit scenario would occur if they turn out to be mindful which is effortless too for the purpose. It is simply truth, is easy to create

conviction too.

India, is one of the largest nations of the world, though not proved itself to be strong, it makes itself to be firm and willful always. Government is always Constitution, not the leaders, party or majority of the common civic. When we realize this, we would find giving back all loans by printing more currency, to upgrade our global stance through exchange of goods and services. E forum makes it all happen. By doing so we do not lose the value of Indian currency, we make it up. Rupee equivalent of dollar is 67 now, what if, if it goes to 230. We ever say once dollar equivalent of rupee is 23 (ie 1 rupee = 23 dollars). This means we have emerged up to be able including human reserves. This is the key factor which makes you to check quality output for conviction. When 360 degrees of view on an object or happening is feasible, it is always possible all of them are fair. You enter into an orchard of fruit trees, whatever fruit you pick is of value. There is no comparison for settlement, comparison is for progression taking all good around. When such a self confidence comes in assuming all underdeveloped nations are rich in natural reserves, we find all nations are equal with equitable resources. You can then make universal currency, only then the equivalence matters. You buy a product here in India for Rs.20 take it to US, include transportation, handling charges and profit, the value would go as high as Rs. Sixty which is simply dollar sixty there. You can pay dollar twenty here too, that means there is no currency exchange, every where it bears the same value as unity. This checks extraction, self driven agreements, conflicts and war too, to focus on home country, its wealth and values by morale and ethics. As far as UN is concerned UNDP is of priority now. As far as every nation is concerned it is departments headed by secretaries, that makes judicial as part of official.



We are not shooting into dark, we are freed into infinite, bounty of opportunities. Base is always every individual contributing to GDP as their ability, capacity, skill, talents, presence and so on. If you can't be a part of a venture any time, just pray for good. Thus being good is the basic for being able. When there is a compromise between good and able, it must be good that need to be withheld, that eventually preserves ability.