

describe the new structure of society which I have in mind. I have tried to do so in *Recovery* and other publications. I can only now suggest what I mean by an illustration. Take for example the flow of capital. Our recent experience has shown the grave dangers of unregulated individual competition in issuing loans. There must be some regulation. This involves I think collective and to some extent institutional action. I think, for example, that each country, or at least each principal financial country, should have a National Investment Board, composed partly of representative persons from the financial organization and some public officials, which would have the power (given by the State) to *veto* certain classes of public issues but no general responsibility for *positively* raising money for specific approved purposes. Outside such prohibitions the flow of capital would be free of public direction. But issuing houses should also, I think, collectively draw up a kind of code of conditions to be observed by each of them for certain classes of loans. This is especially necessary in the cases of loans to foreign governments; and for such loans the collective action of a very few houses in New York, London, and Paris, would be sufficient. For positive action I believe some classes of foreign lending would