

Pros And Cons – Malaysia Planted The Pros But, Forgot That We Will Have To Reap The Cons Later. No Free Lunches. A Price Must Be Paid!

By Matthias Chang – Future Fast-Forward

Caveat

There are no free lunches in economics. Zilch!

While we planted the seeds of the Pros of a policy, we must be prepared to reap the Cons and pay the price of that policy or else Malaysia will be fractured and screwed big time!

We were very successful in planting the seeds of the Pros but subsequent political leaders failed to prepare the people that they will have to reap the Cons in twenty (20) years or less with a Plan B to overcome the Cons.

Malaysia never had a Plan B to overcome the Cons.

Why should anyone in Malaysia be surprised that the country is fractured beyond recognition and an inch from the precipice of the:



Stop dreaming, we are at the tail end of the Logarithmic Decay – an inch away!

One Factor That Tells The Story

We have no time to examine each and every factor that leads to the Logarithmic Decay. I have chosen one factor because we cannot in the long term (say 20 years) reverse the negative consequences of the decay to the political economy of Malaysia. We should have started in 2004, but we are now in 2024!

It is about priority of choices, not the morality of the choice!

There was **no parallel Plan B to avoid the Cons**, while we were **sowing the seeds of the Pros in Plan A**. There was only one track, when we should be having two tracks, laying a second track to **avoid the CONS pitfalls**.

The Time line:

- 1981 to 2003 - 22 years **minus** the **two years** of the **devastating Asian Financial Crisis** = 20 years. **Planting the seeds for the “Pros”**.
- **Vision 2020** launched in 1991 (6th Malaysia Plan) and was running parallel but, **did not address the Cons** because the **“Pros” was still being implemented**.
- The Asian crisis was orchestrated by the global financial elites to cover up the fiasco of the collapse of US banking system when the Long Term Credit Management (**LTCM**) went bust in 1997/1998 that could have caused a global banking crisis. But, fortunately it was bailed out by US banks and the FED (1)
- Forget the BS that the Asian crisis caused the collapse of LTCM. The LTCM model as a **Ponzi scheme** and contributed to the Asian Crisis!
- 2004 to 2018 – 14 years, the two succeeding prime ministers did not even thought about Plan B or Vision 2020. They were concerned about their ego trips to dismantle Plan A / Vision 2020 and to implement their selfish political agenda. **Prime Minister Badawi** had a “Kitchen Cabinet” of green horns, while **Najib** was more concerned with 1MDB!
- 2018 to 2020 was more about removing Tun Mahathir and installing Anwar Ibrahim as the prime minister. A messy political interlude!
- 2020 to Now. There was still no Plan B to overcome the consequences of the **CONS**. Even the absence of the Covid19, Phase 1 of the Global Hegemon’s agenda for the 21st century, would not have mattered!

The Immigration Policy

The challenges, inter alia, the urgent need to develop a viable Bumiputera Middle Class, to plant the seeds and nurture the PROS within 20 years, were faced head-on by the Mahathir administration in the following areas:

- The Civil Service (Federal and State) was critical in the establishment of a Bumiputera Middle Class.
- How to survive and compete with China with cheap labour as we were not competitive.
- How to maintain the existing demographic majority and political power.
- How to transform the agriculture-based economy to an export / trading Asian Tiger.
- How to overcome the outflow of skilled and semi-skilled labour etc.

Immigration was the indispensable factor in addressing all the above Bullet-Point issues.

- Why the Civil Service (State and Federal and govt. agencies) the **fastest** way to establish a middle-class?

- Why is the government (in the broadest definition, inclusive of GLCs etc.) the **biggest** employer?
- What industries are now **predominantly dominated** by skilled and semi-skilled immigrants and why?
- What industries can **dispense** with the skilled or semi-skilled immigrant labour, after two decades of dependency? If not, why?
- What is the **time frame** for the immigration time-bomb to explode?
- The current US “**Open Borders**” policy is mainly to secure votes for the Democratic Party and the Presidential elections. But, there are not enough industries to provide employment thereafter. What **lessons** can US learn from the Malaysian experience in the dwindling “fixed-deposits” of voters in the “**Immigration Vote Bank**”?
- How much are we **under-quantifying** or **under-estimating** the monetary outflows by immigrants (legal or otherwise)?
- What is the **differential rate** between “Shadow-Bankers” – govt. approved Board and Agency Lenders (lower rate) and that of private commercial banks and financial institution (higher rate) for the credit extended?
- **Immigrant human resource** from Malaysia, specifically Johor contributes substantially to the **economy of Singapore**, inter-alia because of the huge differential in the **forex** rate.
- What are the **foreseeable trends** not only for Singapore but also for China, Vietnam, Indonesia and Thailand?

If the politicians in USA conclude that the immigration policy of the criminal Biden regime is unsustainable, what makes you think that Malaysia’s immigration policy can be sustained?

There are three major competitors – China, India and Indonesia which Malaysia must contend with. Japan is not in the equation, as once the Zionist Anglo-American Hegemon dominance is curtailed, Japan will also fade as a competitor, along with Germany.

Immigration – massive importation of labour, as what the US and Europe are doing is not and cannot be the solution. This is common sense, as once the Middle Class collapses, the mad scramble for the remaining jobs will give rise to the ugly and bloody social unrest and the inevitable civil war.

There is now an Existential War between the West, led by the Zionist Anglo-American elites and the Multi-Polar “South” led by Russia and China. There will be no compromises as the West cannot accept the fact that they were the top dogs for over two centuries via the dominance of Imperialism and Settler Colonialism.

Food For Thought

Without any consultations of all the stakeholders of Malaysia, our foreign policy option is to align with Singapore to compete with Indonesia and India. The establishment of a “Shenzhen” clone in Johor with Singapore is mind-boggling

and will push Sarawak and Sabah to the open arms of the “New” Indonesia in Kalimantan. Too far fetch??? Just you wait!

This is the only option left for the Anglo-American war party in Asia to control the South China Seas and to push back the “Nine Dash-Line” - the contested area includes the Paracel Islands, the Spratly Islands, the Pratas Island and the Vereker Banks, the Macclesfield Bank, and the Scarborough Shoal.

Singapore, the Island aircraft carrier leads the way!

There is so much more to discuss and debate. But surely, the above Bullet Points and trends ought to stir you to wake up from your slumber!

Need I say more?

End Notes

(1) Long-Term Capital Management L.P. (LTCM) was a highly leveraged hedge fund. In 1998, it received a \$3.6 billion bailout from a group of 14 banks, in a deal brokered and put together by the Federal Reserve Bank of New York. LTCM was founded in 1994 by John Meriwether, the former vice-chairman and head of bond trading at Salomon Brothers. Members of LTCM's board of directors included Myron Scholes and Robert C. Merton, who three years later in 1997 shared the Nobel Prize in Economics for having developed the Black–Scholes model of financial dynamics.