

Resource Industry Tax

I have so far heard of no financial commentator or economist that hasn't attributed Australia's relatively good performance during the last couple of years to a large part to the good performance of the country's resource sector. Likewise, I have yet to find one that believes the confiscatory Resource Industry Tax is a wise and beneficial measure.

The Resource Industry Tax will likely have serious effects on the local producers, the foreign direct investments, both inwards and outwards, and on the overall investment climate of Australia. What's next after such an unheard of move? Investors beware!

Morality as a guide for government action was lost a long time ago, now smartness clearly also is lost, so all there seems to be left is greed and power. But what else can you expect from a power monopoly on the other side of a continent?

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