

Banking 2.NO!

**Why Learning From The Past Is
Important For Our Future**

Owen Sims // TEDxCQ

“What are mankind’s greatest inventions?”





Mesopotamia
(5,000 BC)



United Kingdom
(2,014 AD)

**WE ARE
THE
99%**

**OCCUPY
EVERWHERE!**

Occupy Education Global



“Those who do not
learn from history
are doomed to
repeat it.”

Edmund Burke

Subprime Crisis 2007/08



South Sea Bubble



1720

Panic of 1792



1792

Latin American Crisis



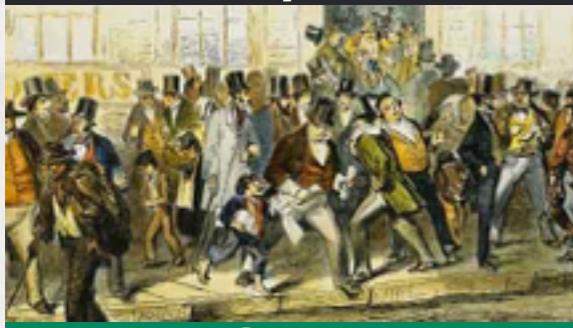
1825

The Cotton Crisis



1837

Railway Mania



1857

The Long Depression



1873

Bankers' Panic



1907

Great Depression



1929

Oil Crisis



1973/74

Black Monday



1987

Asian Crisis



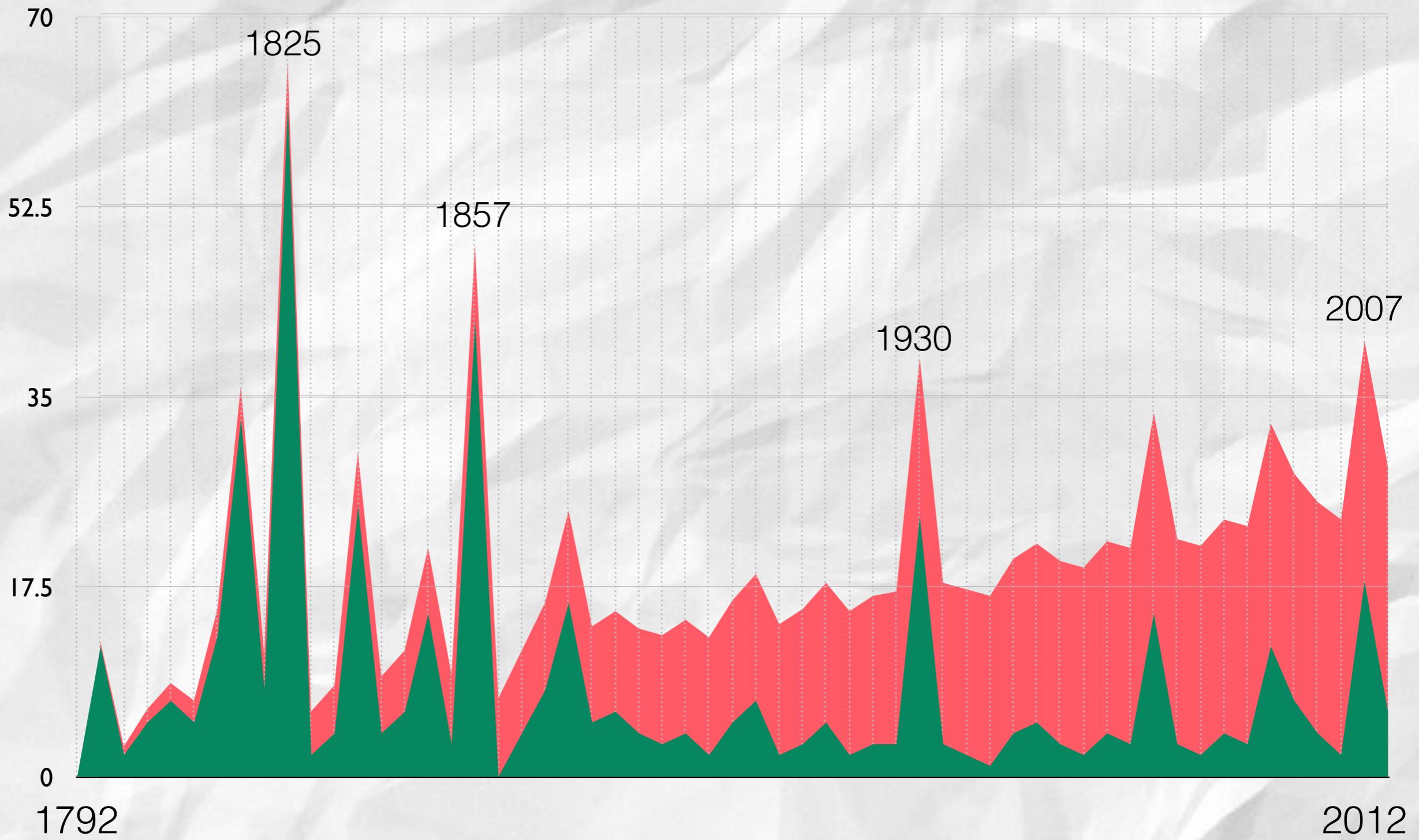
1997

Dotcom Crash

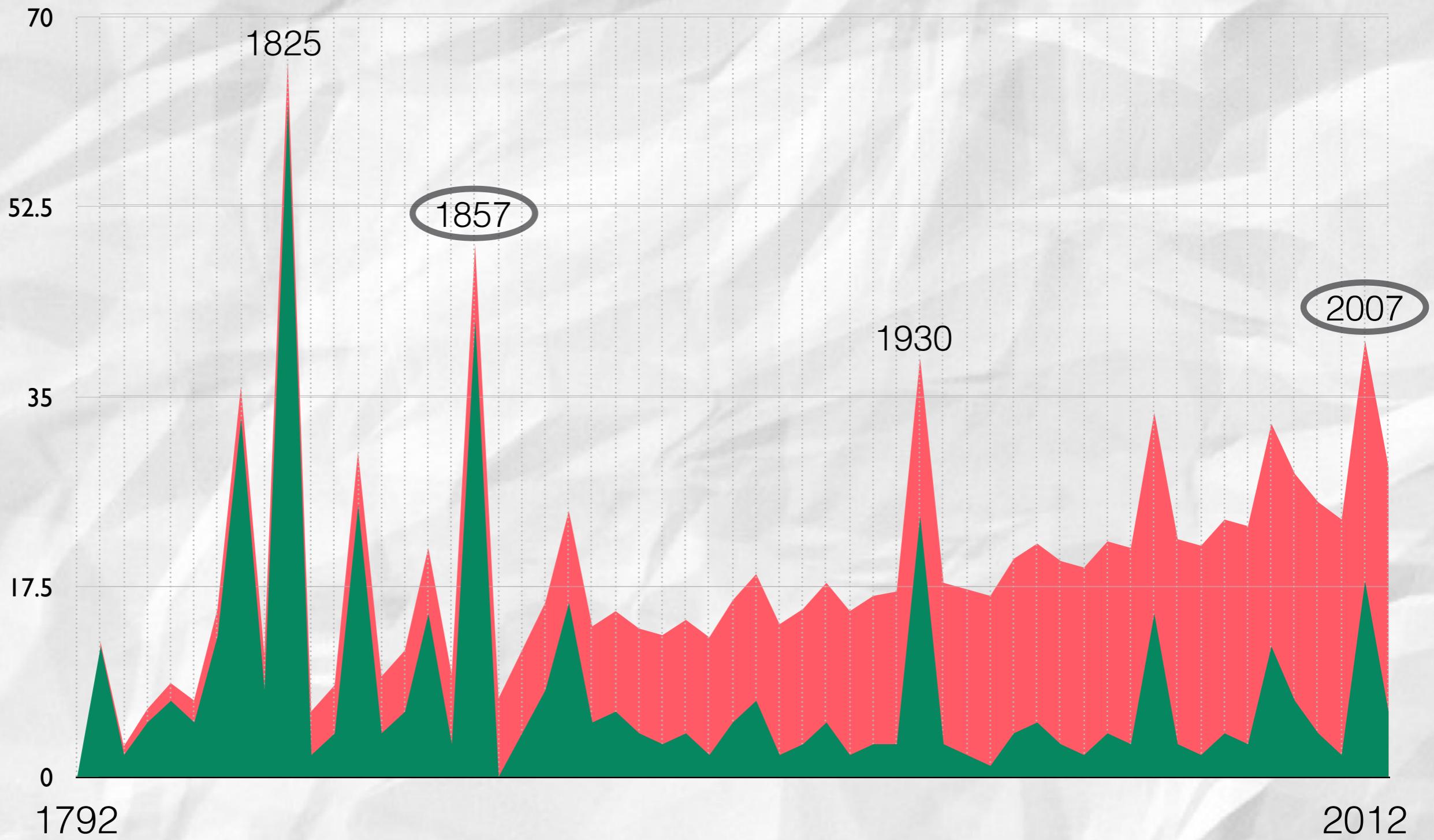


2001

#BankFailures



#BankFailures



1825

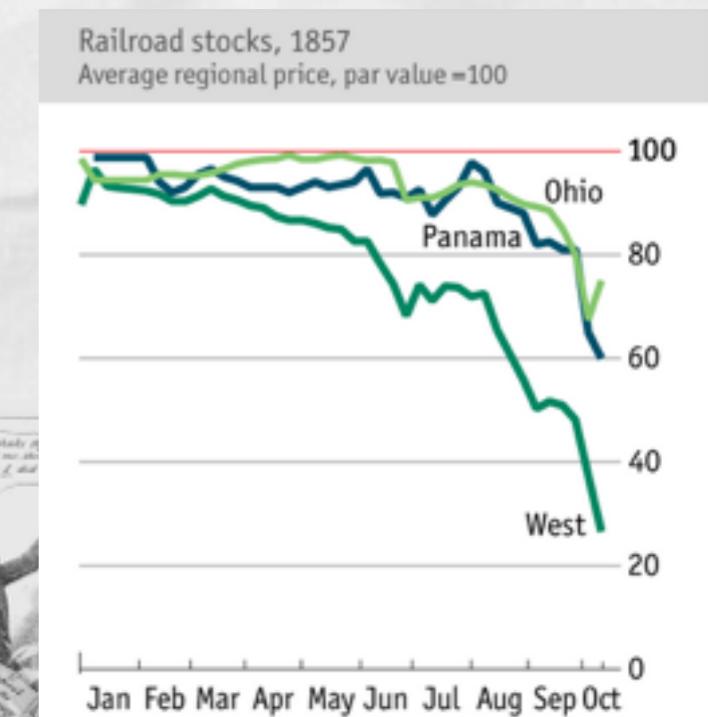
1837

1847

Latin America
Crisis

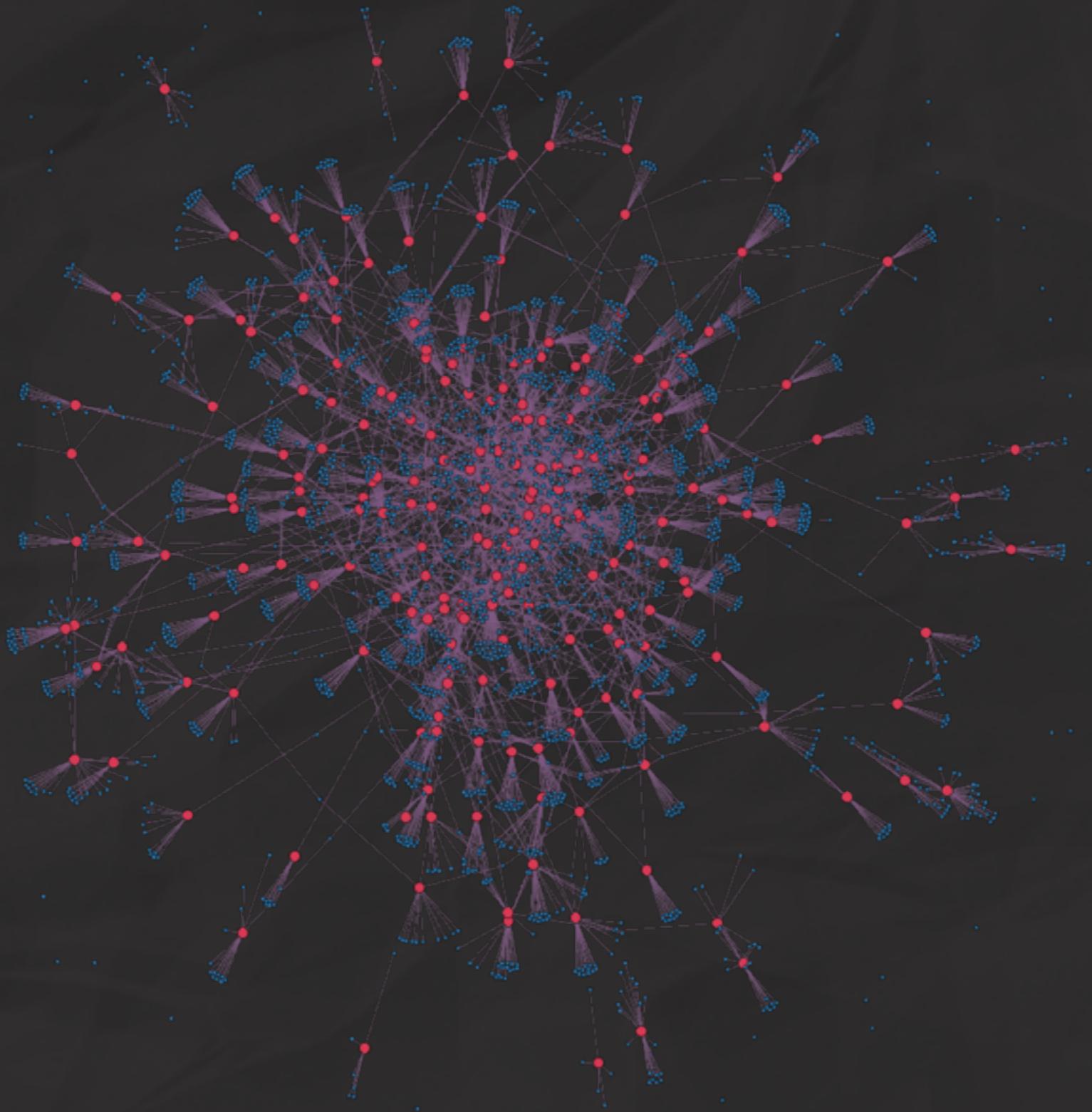
The Cotton
Crisis

Railroad
Crises



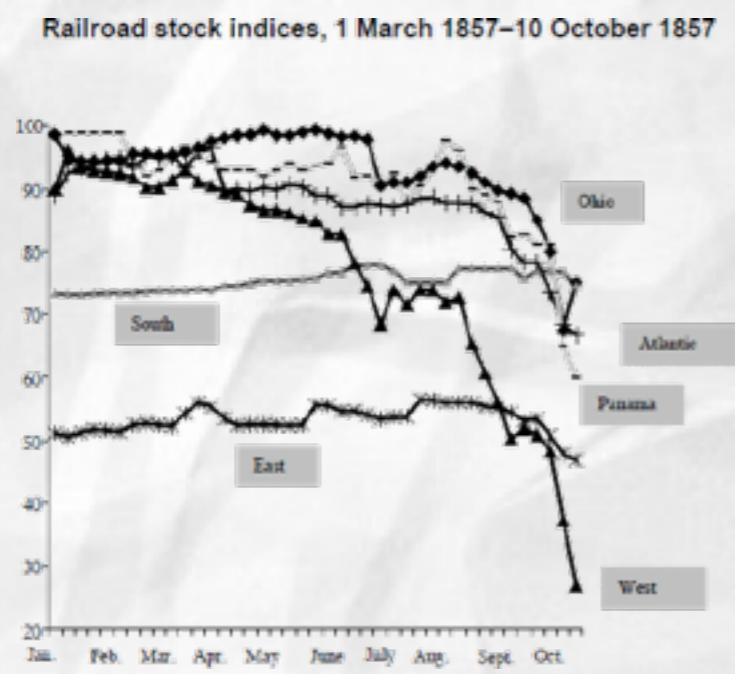
1857: HyperConnected World





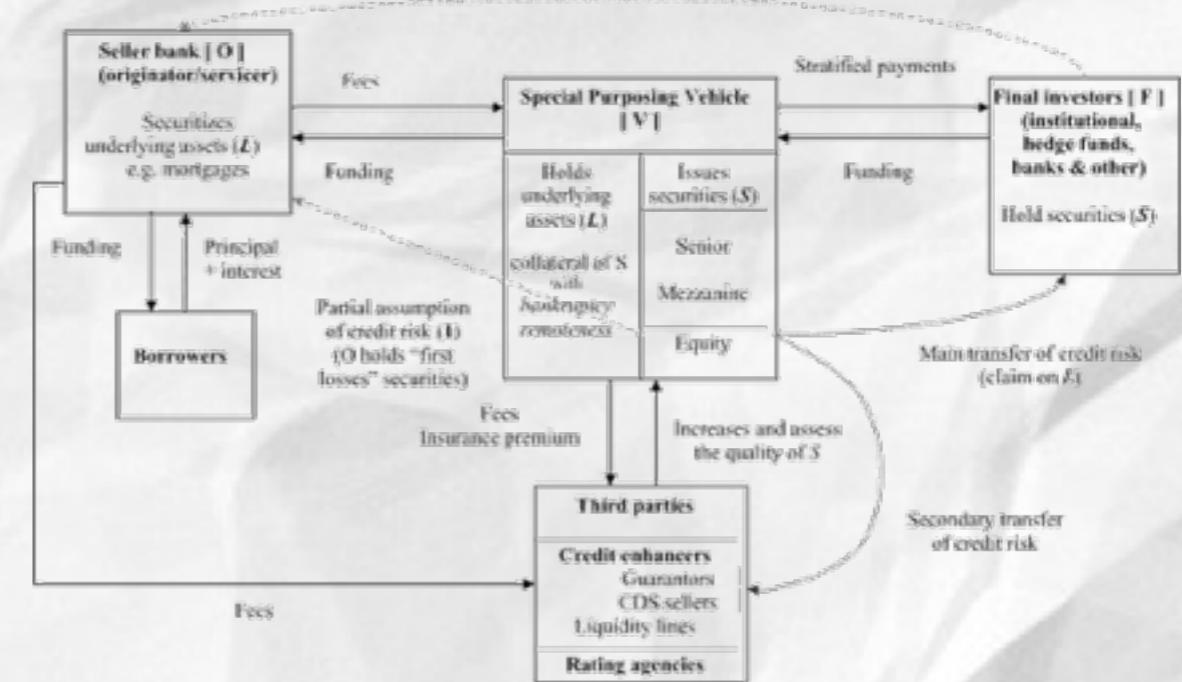
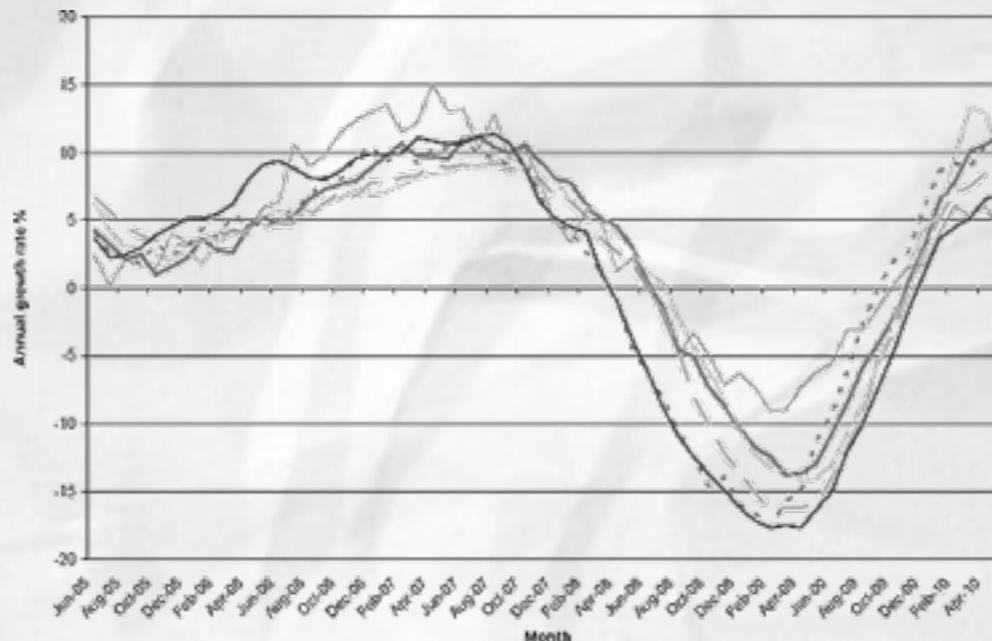
Characteristics of 1857

- (A) Bank-run
 - (B) Low interest rates
 - (C) Financial Innovation
 - (D) New technologies
 - (E) Insufficient Regulation



Characteristics of 2007

- (A) Bank-run
- (B) Low interest rates
- (C) Financial Innovation
- (D) New technologies
- (E) Insufficient Regulation



A Cause of Crises

‘Banks are prone to instability whenever shareholders do not face much risk because their liability is limited and their paid-up capital is low relative to deposits. When this is so, management will engage in risk-shifting. They will lend excessively. They will gamble in riskier ventures.’

John Turner, “Banking in Crisis”, 2014

Ideas worth sharing

Adequate
incentives.

Stringent
regulation.

Our history is our greatest resource