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ORGAN OF THEORY AND PRACTICE OF THE AUSTRALIAN
COMMUNIST PARTY

Editor . . . L. L. Sharkey

THE FEDERAL ELECTIONS AND THE UNITED FRONT

(Abridged from a report delivered to the Central Committee, 31st May, 1946).

THIS year the Federal elections will be held, and our connections with the people. We must become

struggles waged by the working class, struggles at tend to increase in number and power rather an to decrease. Taking the figures of strike

In the year 1944, a complete war year, over one million working days were lost by strikes. In the end of the war, a big change takes place. For New South Wales alone we get the fol-

owing figures for 1945:	Number	Working days lost	
March quarter	217	153,872	
June quarter	203	223,608	
September quarter	256	289,105	
December quarter	419	1,256,415	

It is in the light of the growing activities and struggles of the workers that we must consider the

In the first place, recent by-elections reveal a reakening of the position of the Labor Party. the Labor Party at the Federal elections, but is

Party discipline and organisation and strengthen rationing of gas and electricity at a time when coal

coinciding with them there will be a referendum the organisers and leaders of the growing mass

A number of the recent strikes, those that affected supplies of gas, electricity, meat and so on, the employers. By failing to do this the Labor

The fact that the employers deliberately promatter for the Union movement. The Trade Unions must avoid, so far as is possible, being provoked by the employers. They must strive to objectives, for wage increases, shorter hours and

the part of the employers, who will not hesitate to precipitate disputes and deprive the people of were anxious to see another coal dispute arising from the recent campaign of the Miners' Federation

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July, 1946

the Court will only grant the shorter working week under the strongest mass pressure.

The Queensland Shearers recently gave us a

good example of what is needed. They decided to enforce the 40-hour week so that when the

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Because the Arbitration Court is dealing with

If the Government wants an increase in pro-

was coming forward in sufficient quantity to meet nationalisation of the industry. Recent undertailed We must take into account the tendency in this ing in the direction of reorganising the coal indus

Government constantly finds itself in opposition to able outcome of this situation is a growing dis-

of the Labor Governments and rally the worke o press forward for the realisation of the

The programme of the Communist Party in the Federal elections will be based upon the decisions various national, state and local problems that have arisen in the meantime. We will fight for a foreign policy aimed at strengthening the relations

national measures sufficiently big to combat so

moval of taxation from low incomes and the lift-

The second statement came from the N.S.W.

SPEECHES TO THE CENTRAL COMMITTEE MEETING

E. J. ROWE

undoubtedly having some effect. There are already

Alongside the general bourgeois offensive where he said we must strengthen our discipline

We were faced with a position in the A.E.U. which was almost a parallel. We were forced into tion developed where there was no other alter

AM in agreement with the report delivered by carried. It is essential that we speed up in every

n the conditions of today British and American Imperialism is the main enemy of progress in every part of the world. The Anglo-American imper-ialists wish to throw over the Teheran, Yalta and

preparations against the Soviet Union as are th and eventually destroy the power of the ruling clas

In this struggle, viewing it in its historical set destruction of imperialism.

move which seeks to weaken that unity, seeks to

expose its attacks on the American labor move-

NO THIRD WORLD WAR

R. PALME DUTT

(From "Labour Monthly," April, 1946)

MUCH loose talk is being spread about a third

for preventing such a third world war. The slogan

American press, and by certain trends in foreign

At the same time we should not allow this cacophonous witches' chorus of socially decadent by armies and sustained by munitions, and that the British workers will not be so easily drawn into their facile plans to fight or make munitions against the Soviet Union. The power of the democratic forces correct policy is followed. The overwhelming mass of mankind view with horror the prospect of a ever, and subjective wish is not alone sufficient, as maintaining unity, defeating the reactionary war of world history. It is our present decisions and especially with regard to the relations of Britain. the United States and the Soviet Union, that will

preaching a fatalistic doctrine of the inevitability of

on the supposed "inevitable" coming war between first world war-with the most implicit clearness Anglo-America and the Soviet Union as the signal in the Basle Manifesto of 1912, which outlined in for a counter-revolutionary restoration. Such concrete detail the character of the impending war Fulton speech, by many utterances in the British and from it. There was not yet the necessary strength But the revolutionary consequences of the first world war were such that by the time of the approach of altered. It is universally recognised that the the Western Powers and the Soviet Union been the role of the Munichites and the assistance gives them by Western Social Democracy in opposing

But in approaching this task, it is necessary to study

in the conditions of imperialism, the intensified

Thus the second world war differed decisively Apanese fascism.

All the counteracting efforts and policies of

within nine months of the end of the war, the mantle of Goebbels is assumed by the victors, and we find a Churchill proclaiming that "the Com-

'Munich' and 'appeasement' inside out, and to Union is "Munich" and agreement with the Soviet Union is "appeasement." This is double-dealing appeasement was the policy of hostility to the these double-dealers try to utilise the popular fury against the memories of Munich and appeasement in order to repeat the same policies of hostility to the

transparent double-dealing will take in few. was leading, and his words are worth recalling, when attempts are being made to revive the same basic

It is a distinguishing feature of the new

allow them to weaken and exhaust one another; and then, when they have become weak enough

He concluded with the famous warning that the big and dangerous game started by the supdencies are revealing themselves anew in altered

When the British ruling class found themselves,

thousand propagandists like him, including on the with the consequent domination of the Continent of B.B.C., are trying to turn the shameful memories of Europe by Hitler, and their own peril, they accepted with a vengeance. The essence of Munich and Hitler. The credit for this historic decision, which people, rests with Churchill. But this did not mean clear) or the British ruling class had changed their

British imperialism pursued a double objective n the war, which was thinly concealed in official in unofficial expression, but in the practical strategy of the war and in the accompanying Anglo-American diplomatic conferences. On the one hand, the Western imperialists sought, in alliance with the Soviet Union, to ensure the defeat of Hitler. On the other hand, they were concerned that the downstrengthening of the Soviet Union. They calculated that the weight of the war would not only destroy Hitler, but either equally destroy or fatally weaken

This double strategy of Western imperialism in Labour Monthly in October, 1941, in dealing with

Seeking to hold the British forces immune cause, they openly caluculate on intervening

conditions; for this analysis throws a sharp light on present," he expressed, according to the unchal-

hope that the Russian and German armies will exterminate each other, and while this is taking place, we, the British Commonwealth of

ing power in Europe.

away the calculations of higher authorities. When

matter of weeks, or at most a few months. While action on any front. Churchill and Roosevelt met being "as to war.")

looked for, undreamt of," as Churchill said), when the first Soviet counter-offensive was launched in

Our Armoured Forces:-

Interest in the Canadian spy-ring disclosures centred today on the realisation that details of the secret Churchill-Roosevelt discussions at the mitted to Moscow, owing to the leakages at

The second conference in 1944 . . . dealt

-Daily Telegraph, 6th March, 1946.

a wrecked and prostrate Soviet Union at the end of the war had miscarried, that it was inexorably have to be maintained as the foundation of the

in the post-war world as the indispensable foundation of peace and condition of success of the mean the renewal of rivalries and antagonism, two-British, and to a certain extent American Government declarations today shamelessly repudiate the basis of Three-Power politics. Thus Noel-Baker declared on behalf of the Government in the House of Commons on February 20:-

The Government did not agree that we could get peace and co-operation between ourselves and Russia by withdrawing important

is responsible for the present difficulties.

What led to this dangerous reversion of Anglo-

of the atom bomb broke the basis of strategie by the launching of a wholesale anti-Soviet propaganda offensive. As the Observer declared on

The declaration that Britain and the United bomb until means have been found to control the bomb is reassuring. But it means a great Britain and America together as never before . It shifts the balance of power among the Big Three . . . The possession of the monopoly of the atom bomb makes American-British power preponderance for the time being a

which led to the renewal of the dreams of Anglomer of 1945, had reached extreme heights, that the Soviet Union abandoned its policy of loyal allies and began to reply in public on behalf of the democratic anti-fascist forces of the world.

relation to the operation of the Potsdam Agreement recalling that that phrase, the "iron curtain," was

render of German armies without a struggle in the West alongside desperate fighting in the East, the

"expansion" is proclaimed from new lips. The

whose original attempts to crush in blood the infant Anglo-American finance; even France, thanks to Communism, is eluding the snare of the Western bloc. The reactionary proteges are gone or going;

British official publicity, and should in his own concrete policy so closely approximate to many of

In vain Churchill speaks of "fifth columns," and seeks to conceal the fact that the Fifth Column is patriotism rises against enslavement to the American while they advance on the long overdue tasks of

THE VATICAN'S WAR ON PEACE

V. J. JEROME

(From "Political Affairs," April, 1946)

THE appointment of the 32 new cardinals and the coalition of the Soviet Union, the United States and Britain. The highly dramatised action of the Consistory must be seen in full context with this drive-whether expressed in the atomic-terror the UNO; in the speeches of a Vandenberg, a Byrnes, a Bevin, or of visiting "vacationists" with

Particularly, one must view the appointment of the new cardinals against the political background afforded by the Pope's Christmas Eve radio speech and his address of February 25 before the College of Cardinals and the diplomatic corps,

The speeches were both calls for mobilisation against the Soviet Union-first by innuendo, then blatantly. The Pope has signalised to the world that the Church Spiritual is not only the Church Militant, but also the Church Militarist,

It was in preparation for the task of mobilising a new "Holy Alliance" that the Pope put repeated stress on the "universality of the Church," on the 'supra-national" character of the Church. This alliance is directed at the Soviet Union, at the peoples' democracies that have arisen in Europe out of the struggles against fascism, and at every advancing coalition of labor-democratic forces anywhere in the capitalist world.

We should, however, be deceived if we assessed the strength of the Vatican by its bluster. The drum-roll of the Romish reveille betrays

dation and a prospect for existence in "time without state in which world capitalism as a whole came

The waning influence of the Catholic Church

The Church of Rome was greatly reduced in all the pomp and circumstance surrounding power during the Anti-Axis War, sustaining terrific it need to be evaluated in relation to the closely closses on the European continent. Pius XI's plan connected, concerted drive of American and British for a Catholic union extending from the Adriatic imperialism to undermine the basis of the peace to the Baltic is utterly shattered. Although still and to effect a complete break in the victory of fighting to regain power, the Vatican has forfeited its most prized sphere of influence in Eastern millions of Catholics in Lithuania, Yugoslavia diplomacy; in the conspiratorial manoeuvres within power in Hungary; and the grand Papal plan nurtured during the war (with British support) is now blasted-the plan for a restored Austroa purpose; or in the feverish grooming of Iran as Hungarian monarchy, under Hapsburg rule, linked with Italy and Poland in an anti-Soviet combination.

In France, despite the strategic advantage it had in the presidency of General de Gaulle, and notwithstanding the rise of the Christian "Socialist" Mouvement Republicain Populaire (M.R.P.), the Vatican's position is critical. This is attested by the wide opposition to Catholic encroachment upon the French educational system, begun under the Vichy regime, and, most manifestly, by the anti-Franco stand of popular and official France,

In Spain, the existence of the fascist regime is precarious, and with it that of the Church which is wedded to it. We must face the likelihood that the British Social-imperialist government, together after the regime of fascism is ended. It is far from likely, however, that the Spanish people of 36-39, once liberated from the Franco who was brought to power on foreign fascist bayonets, will remain subservient to his "spiritual" aides,

Alarmed at its diminishing base, the Vatican The Catholic Church is in crisis. This crisis is seizing on the post-war situation in the hope of of today is deeper than any other in its long re-establishing its power. The Church Hierarchy knows well how to exploit for reactionary ends.

In doing so, it receives every support from out of the war and by the general crisis of its Democracy, its main social buttress, now greathy system, which has been chronic since the First diminished in strength as compared with the period The wanning innuence of the Cautonic Church ingly upon the vaccions and more and more in many European countries is paralleled by the rise Catholic Church functions as an open and direct

What franker admission of this Papal "Socialist" J. Dougherty, Archbishop of Philadelphia, was (March 2, 1946) by its editor, William E. Bohn:

Whereas I found the address of Stalin Catholic people of good will we have in this

we find the Catholic Church, as officially reprelined up on our side!"

survey Europe's hunger," we shall witness the second command performance of this Santa Claus

has set up or strengthened its political parties. These are catch-all parties both for the most backwho cannot now band together in open fascist or pro-fascist formations. Sensitive to the popular hatred of fascism, the Hierarchy seeks to exploit close to their communities) served in the Under-

Today, the broad masses of the peoples are moving forward in Europe, in the colonial and semi-colonial world; and in the United States, along with the rising struggles of labor, the people are for peace and democracy. But the Vatican is striving to regain its position and to consolidate a world-wide imperialist-clerical alliance of reaction.

represent the largest single appointment of Princes of the Church in its long history. Thirty-two prelates were elevated to the College from nineteen

For the first time in six hundred years the maximum of seventy (established by Sixtus V toward the end of the sixteenth century). And

The national allocation of the new College of

	Newly Appointed	Previously Appointed
Argentine	1	1
Armenia	1	
Australia	1	
Austria		1
Belgium		1
Brazil	2	
Canada	1	1
Chile	1	
China	1	
Cuba	1	
England		
France	9 -	4
Germany		1
Hungary		
Netnerlands		23
Poland		
Portugal		1
Portuguese Moxambique		
		1
Syria		1
U.S.A	4	1
		-
	32	37

An analysis of the new appointments, at the

A closer view will reveal a direct correlation task that the Vatican has set itself in the respective

relationship with Spanish fascism, the Vatican is election outcome which gave the Communists the of the Catholic Church in France. The fact that the clerical M.R.P., holding a close third place, has leaped forward to the position of a major dinals is clearly designed to bolster the Vatican's holding back the anti-Franco tide and sharpening

The choice for England, Archbishop Bernard worthy earned his promotion by a wartime cam-

paign of calumny against Britain's Soviet ally, stage of the struggle for the national life of his General Anders' band of traitors to the Polish

The assignment of three additional cardinal to Germany is clearly a move to reinforce the profascist Catholic groups in their attempt to hold the role it played after the First World War, when Pope Benedict XV advanced his notorious peace. terms designed to save reactionary Prussianism from destruction. The Vatican sought then to preserve up a postwar Germany that would carry through as it did carry through-an assault upon th Soviet Union. That peace offensive, in which Hitler, declared in their pastoral letter of 1939;

Catholic soldiers to do their duty in obedience

The new German cardinals may be counted on reorientation. Cardinal Von Galen devoted his essence a denial of the basis for carrying through the Yalta and Potsdam agreements, which call for

s attested by the revelation in Izvestia of January 7, 1946, that he "stands behind clerical circles

Troops of the fascist Polish General Anders, hich are kept in Rome by British Government ubsidy, accorded due homage to their new cardina on the occasion of his elevation, although, as a dispatch to the Tablet reported, "he was greeted with affectionate but subdued salutes by Polish make his return to Poland more difficult by a 00-open display of fidelity."

Significant is the assignment of a cardinal to scarcely any in Soviet Armenia and only a scattering reveals itself as a move directed at Soviet Armenia. assume, includes the job of aiding to thwart Soviet Sovietism, spurred on by British imperialism, will in the appointment, too, is a possible Anglo-Vatican ment to set up a buffer State in the Armenian would be useful only as a counterweight to Soviet

In view of the existing cardinalate in Syria. Vatican's attempt to strengthen its base in the Middle East by consolidating all the Catholic congregations in that region under a tighter reactionary game of manoeuvre and intrigue in the growing

despatch of February 22 to the New York Times

"In making the assignments of Congregaother things a strengthening of the Catholic Church against Communism, for eight of the

which means that the Pontiff has enlarged in

The naming of Cardinal Spellman as a membe of the Vatican Congregation of the Oriental Church is clearly not without significance for U.S. aspira-

bow to the colonial world (although, significant)

(To be continued)

RUSSIA'S FINANCIAL STRUCTURE

NORMAN FREEHILL

RUSSIA alone of the Great Nations is giving tion. That superiority is derived from the economic More, to post-war reconstruction it is adding industrial expansion that will lift it to the foremost place among the nations of the world.

Russia is planning and doing even while World Reaction strives to rally forces for its destruction-The murder furnaces are hardly cold; the mass graves are still giving up their dead; millions still mourn for the millions murdered, masses of rubble rapid. mark what once were cities and towns, but the Fascists in every land are clamoring for another war-war against Russia.

In this unfavorable atmosphere, its efforts hampered by the necessity of maintaining expenditure on defence, Russia goes on with its plans to lift

the November Revolution to an industrial nation that could face and smash Germany, mighties:

Bogolepov opens his latest work. The Sovie'

tries. Equally evident is its superiority in opera-

adequate attention to post-war reconstruction. system which makes the financial system possible.

The latter did not come ready made, but was built up through the early years of struggle, famine, fighting, sabotage, foreign intervention. As late cent.) and capitalist remnants (6.5 per cent.) machinery. Progress from 1925, however, was

Soviet finance runs smoothly and to planproductive structure. And, in a Socialist State, profit, economic crises do not bring industry

necumulation of the Union's industrial establish ments. The Turnover Tax follows the planned prices. "For example, if it is planned to market a given commodity at 150 roubles per unit, its production cost being 100 roubles, Turnover Tax may be fixed at 30 per cent. (45 roubles) leaving 5 roubles for profit."

But before continuing consideration of revenue sources, it will be as well to examine the price system.

Cost price covers production marketing and depreciation. Wholesale price, which is fixed by the Government, consists in general, of cost price. Turnover Tax and profit. (There are exceptions. In some cases profit does not figure in wholesale price; in subters, only production cost. In some instances, wholesale price is even less than production cost, the deficiency being made good by the State.)

Prices of goods and services play an important nay, a decisive part in the Soviet financial system. Price policy aims at a favorable relation between industry and agriculture; between the allied classes, the workers and collective farmers. It aims at raising living standards. By providing production equipment at low prices it is possible to keep prices of raw materials—iron, steel, coal—and of capital goods, low, to the benefit of industry and the farms. If prices of iron, steel, coal are high the higher price will be reflected in the prices of all goods in which they are used.

Systematic reduction of production costs is a duty imposed on all production units. It is obvious that, in an economy where production, in the aggregate, is enormous, even a small reduction in costs represents hundreds of millions of roubles.

Reduction of production costs allows of reduction of prices. Reduction of prices provides funds which make possible further reductions in the same or other fields. It is a progressive, continuous process. Factory managers and workers are encouraged to decrease costs by increasing production and efficiency.

Of profit, a specified proportion goes to the Budget, the balance to the establishment responsible. The State's share of profits amounts to a substantial sum. Every establishment has the right to make a profit which it can distribute in accordance with certain rules—to its own requirements to workers welfare, to bonuse for workers.

Having examined the price structure, we can now revert to consideration of revenue sources

The Turnover Iax is paid only once. Trading establishments do not pay it. It varies widely. If economic policy makes low price advisable or necessary the tax is reduced. By means of the Turnover sthe Government regulates profits. Without it, goods such as alcohol and tobacco, marketed at high retail prices, would yield high profits and lead to unnecessary accumulation of idle funds.

Trading profit represents the difference between wholesale and retail price, the latter, like the former, being fixed by the Government. Any trading surplus in excess of the expenditure fixed by the plan goes into the Budget.

Income tax on workers provides a very small part—less than 2 per cent.—of total revenue.

Collective farins are taxed on their total meome. (They do not pay Turnover Tax). Fariners are taxed on their individual incomes. This second tax is because farmers draw income from outside sources as well as from the collective. Although tax total from collectives is relatively small, expansion from 223,000,000 roubles in 1932 to 800,000,000 in 1940 (latest available figure) indicates the rising prosperity of the peasants. Norshould it be forgotten that the State provides the collective farms with machinery at production cost, or less; supplies them with cheap credits wherewith to buy expensive equipment; is the chief purchaser of their products.

Substantial tax reductions are allowed collective farms which pioneer new areas. Those in the farnorthern areas are completely exempt. Reduction ranging to complete exemption is allowed farms damaged by flood or fige.

City populations receive income chiefly as wages. Wages are based on the Socialist principle; "From each according to his ability; to each according to his work." Soviet workers alone of all the workers of the world, have "freedom from want," in that they buy cheaply, are covered as to pleasure, medicine, health, old age, and care of their children and families.

The average wage in industry is based on average productivity in the industry. Individual workers add to their wages from improvement in quality or increased output. Because of this variation in earnings, income tax is progressive.

Lax exemptions are: Interest on State Loans (in Russia State Loans—Government Bonds—are held by workers, peasants)—on savings bank deposits, pensions, soldier's pay. Heroes of the Soviet Union and Heroes of Socialist Labor, and Stalin Prize winnings are exempt. Persons with three or more dependents get a 30 per cent reducing.

comparisons to make a wages and texation comparison which is of value because of the different significance of wages in Russia, where, as stated in the preceding paragraphs, monetary returned tion is only one part of the worker's return.

Transport services pay a special tax: the tax on non-commodity operations. The principle is the same as the Turnover Tax.

Commodities made by the co-operatives and sold within the co-operative system are not taxed. But profits of co-operatives are subject to income tax.

Loans are a useful budget item. Although loans are raised nominally to cover budgetary deficits, it is obvious that there is no true deficit.

because the financial authorities base the budget on the national economic development plan which completely controls the economic and financial resources of the Union. (Actually a true deficit is possible in circumstances such as crop failure or catastrophe of some kind.)

Then why loans? The explanation lies in the fact that savings banks (deposits, R.7,000,000,000,000 in 1940, had risen to R.10,000,000,000 April, 1946), insurance institutions and co-operative societies have surplus funds. These resources, instead of lying idle, are absorbed by loans and put to work. But, as well as being a useful, additional financial stream, loans are viewed as an encouragement to the people to save; as a medium through which they can express their faith in their Socialist State.

As Bogolepov says: The success of State loans is primarily due to the general recognition by the population that the U.S.S.R., as laid down by its Constitution, is a State of workers and pensants. And the "success" and the "recognition" declare themselves thunderously in figures: the May, 1946, loan of R.20,000,000,000 was closed in eight days, over-subscribed by R. 1,800,000,001 Previously more than R. 126,000,000,000 had been raised by way of loans, including R, 66,000,000,000 raised in war loans in 1942.44.

Soviet loans have a currency of 20 years. They are interest-bearing (4 per cent. usually), and non-interest lottery loans with a large number of prizes.

I oday income tax and mass to an extended what more important than in the past. This is understandable with so much of the industrial fabric shattered by the Nazis.

Here is a statement of revenue (1940 figures).
The table shows the division of budgetary revenue among the U.S.S.R. and Republic budgets,

	Union Budget	Republic Budgets	Combined
		n Millions of R	
Turnover Tax	95,600	10,300	105,900
From Profits	12,800	8,900	24,700
Machine and			
Tractor Stations	1,000	1,000	2,000
Income Taxes	1,900	7,500	9,400
Local Taxes		1,900	1,900
State Loans	6,200	5,300	11,500
Income Tax on			
Co-operatives	200	3,000	3,200
Social Insurance			
Funds	6,600	2,000	. 8,600
Customs	2,900		2,900
Other Revenue	8,700	4,400	13,100
	135,900	44,300	180,200

So much for income. Now for expenditure (1940 figures):—

	Union Budget	Budgeta	Combined
National Economy	49.900 In	8,400	58,300
Welfare and Cultural			
Defence	12,900 56,800	28,900	41,800
Debt 'Repayment	2,800		56,800
Other	9,800	5,700	15,500
	132,200	43,000	175,200

Expenditure—the allocation and distribution of the national income—is covered by the economic plan. Disbursement is chiefly on heavy industry, transport, tractor stations, defence, and welfare and cultural services.

Most of the means of production belong to the State, which carries on large-scale economic operations which form the basis of the Union's economic life. The collectives and co-operative

Defence still takes a huge sum. "Every time a Russian wants to buy a bookcase we remind him to buy a gun!"

It is a basic policy of the Soviet Union to develop economically and culturally the areas occupied by the 102 nationalities which comprise the Union of Socialist Soviet Republics. Much in this direction was done during the war, intensindustrialisation being brought to areas East and South-east of the Urals, either by transference or by completely new construction. Nor was cultural development of the backward areas neglected even through the darkest days, when the blood drunken Nazi hordes were sweeping to the doors of Moscow and to the foothills of the Caucasus.

Pursuance of both policies—cultural and industrial—was largely responsible for the steadfast, determined rear which was one of the decisive factors in ensuring victory over the Nazi armies.

The war was a test for the Soviet financial system. Under almost incredibly difficult conditions it proved flexible. The fact that, in peace, income staxation had been light, made it possible to enter this field with war and special taxes, although the greatest volume of revenue came from cutting economic development and outlay on cultural and welfare plans, and from loans, and untary contributions and gifts.

Peace presents the financial authorities with enormous problems. The devastated areas have to be rebuilt. Construction of homes, hospitals, theatres, institutions, farms must be financed. The problems are faced with confidence.

Analysis of the Soviet manners system used to see that production provides the basis of Russia's finances. The huge expansion now begur will result in a vast increase in the national mecome, thereby making easier the process of financing the industrialisation. Thus the recording the industrialisation of the Soviet Union will be based on, and spring out of, the process of reconstruction and expansion itself.

Out of the description of Russia's financial people. In the plans of new railways, mines, undertakings, gigantic by any measure, all aiming
Only in a Socialist economy can production at making life easier and happier for the Russian finance translate into terms of human welfare.

NATIONALISATION OF THE COAL INDUSTRY

ARTHUR L. HORNER.

(From "Labour Monthly," February, 1946.)

THE Coal Industry Nationalisation Bill has now the people's lives, housing, employment, demobilis-

been presented to Parliament. It will come up ation, social security, etc. A matter of such vital and general importance should, therefore, have

lot of those who have toiled in the industry in the past.

It must, however, be appreciated by all con

satisfaction to all the needs. It is rather the beginning of a process which will enable the progressive

stage in the march towards greater productive efficiency, made possible by the unification of industry nationally through single ownership. It will

The Mineworkers Union will not participate in necessary in the first place because they cannot function as employer and employee, and secondly,

It is important to stress this, because we are only be realised through socialism. That there will be an improvement is beyond question. Moreover, the union members will apply themselves at every level to the task of assisting the work of the Board, through joint consultative organs which must be established for the purpose at the pits, in the districts and at the centre in London.

The union members who may be appointed to

This does not mean, however, that such persons can be regarded as having "gone over to the other side." - On the contrary, they are men who are viewpoint upon the Board, and to permeate the whole organisation with a high appreciation of the workers' contribution and to cause their colleagues

This most interesting and vital experiment in the field of public ownership, brought about by a Labor Government, with the overwhelming apresult in a coal shortage so serious as to wreck the expressed in increased productivity is so vital to a country called upon to export for imports to the

try, or even of more than one industry, is to be distinguished carefully from the fundamental change into a socialist society, it is nevertheless of very great importance. The nationalisation of the coal industry, with some aspects of which I

THE FASCIST MENTALITY IN AUSTRALIAN ART AND CRITICISM

"GOYA"

as many bundy-clocks, and show as much smoke and squalor as places that cannot escape such

in Baylebridge's National Notes: "The God that

worth quoting E. Wake Cooke's contribution Russia a heaven and gave it a hell! The Modern-

nel Lindsay to the Sydney Morning Herald. Lindsay's book Addled Art confirms the anti-Semitic

Sigmund Freud is numbered among the "bad" lews, and this is accounted for largely because-

not be taught. By including art in the curriculum, the democracies level and lower all culture.

The pre-fascist mentality of Addled Art, howto be found throughout Fascist writing: "Natural they would menace the vitality and continuity of the tribe. The weak chicken is pecked to death. Like Hitler and Mussolini Lionel Lindsay is also stuffing out of the aristocrat Drawing

Gigas in The Publicist, we read. "We Kookaburras

nens of Lionel and Norman Lindsay has been

This article has endeavoured to show that there is a direct line of theoretical descent from the aestheticism which grew out of the Melbourne Bohemian circles of the nineties, and the increasing mysticism associated with the practice and criticism of landscape painting, to the development of an arrogant nationalism-all of which are outlined in Bernard Smith's Place, Taste and Tradition-and finally to an arrogant mysticism which tion camps of Dachau and Belsen.

twenties and thirties the gradual growth of the and completely defeated. Their reappearance in

THE PROFESSOR'S MELODRAMA

EMILE BURNS

(From "World News and Views")

THE Labor Party Executive's long-promised Parties of all countries are working to prevent

Act I is a short bout between "Authoritarian Socialism" and "Democratic Socialism," in which the working class parties in order to ensure the the first gets gently knocked round the ring; but triumph of democracy against the warmongers. The as both are entirely illusory visions, no bones are Professor, on the basis of his distortion of our

The melodrama ends with Act IV, in which the referee, a little punch-drunk with his own punches.

to their emotions of hate for the Villain, the Communist Party. With this aim it was not

European Socialism is inevitable, when we shall wittuous Professor goes on to say: "Under the guise make a revolution. This is one of the most of a yearning for unity, Dimitrov avers without atupid suggestions imaginable. The Communist

melodrama on the subject of affiliation has another war; and we see as one of the principal at last been produced. Its author is Professor safeguards the coming to power of democratic Harold Laski, and it is called The Secret Battalion. governments. Far from wanting another war, or

Social Democratic Parties in the back." There is isers of catastrophe" lie that Laski tries to establish not one word like this in Dimitrov's speech-

Again, the Professor puts into Dimitrov's mouth the statement that the Communist Party must disguise itself as "an ordinary democratic Party" that any Communists who are troubled by this duality of outlook "are either not Marxists or they are provocateurs." What Dimitrov really says is that people who see a contradiction between the struggle for the Fatherland Front programme and the struggle for Socialism are either not Marxists or they are provocateurs. In fact, Dimitrov's

war," and goes on to say: "This course of social development, comrades, may to some appear slower the back," and "catastrophe," but democratic whole speech was the very opposite of the "organ advance is the keynote of Dimitrov's speech,

HOW NSW TEACHERS WON NEW DEAL

H. ROSS, B.A.

THE barrister in charge of the N.S.W. Public Public Service cut was followed by the savage basic School Teachers' Federation salaries claim stated that the agreement signed on April 26th between the Federation and the Public Service Board was, in the present situation, an extraordinary one, and this for a number of reasons. First, although the results fell short of the original claim. substantial gains were made and several principles improving the pay and status of young and temporary teachers and giving much-needed opportuni ties for promotion, were won. Next, the conduc of the campaign merits comment and, lastly, attention should be drawn to the results this win is having. Already evidence is to hand of the interest of teachers in other parts of the world and of the interest of other progressive and public service

The Public Instruction Act of N.S.W. laid the basis for the development of education for the neople in this State. Certain sections continued to Associations, and local councils, etc. Thus the

days of the depression, when the 22½ per cent.

wage reduction and by the introduction of the Married Women Teachers and Lecturers Dismissal Act, a retrenchment measure which, although allegedly to give employment to young studentteachers, permitted the dismissed married women to return and to work at lower rates of pay. The Superannuation Fund, to which teachers contribute, was also at this time unscrupulously milked by the and file teachers rallied the ranks and eventually induced the organisation to take action. The President, a "personal friend of Mr. Stevens," was replaced by one known for his fighting qualities. Executive, hitherto almost entirely sacrosanct to

During this time the membership, which had heen slipping dangerously, climbed back, and under a progressive lead has been improving everpressed itself in moves for educational progress, enlisting the interest and help of unions, Parents' & Citizens' Associations, medical, dental and other

The outbreak of the war halted progressive moves, but the Federation leadership, with its eye to the future, submitted the basis for a salaries support of the rank and file. When it is considered papers and finally so impressing members of the Government with their determination that promises

out point by point, but to the united, steady and

knows, to smash a strong and progressive organisation, reared its ugly head in our ranks and, as are their supporters today. A great lesson in of the people and which draw them into activity,

tions, there have been requests from teacher bodies mental and physical development of our children, in U.S.A., Britain and New Zealand for copies of and workers, through their organisations, should

But the same reactionary element that works position to work for improvements in school build-

In fact, the time is ripe for a new deal for

TRUE FACTS ABOUT THE SOVIET UNION

TO-DAY, after the termination of the war which

up the standards of living of the Soviet people. enterprises. Workers and other employees pay

Soviet workers or office employees do not lose their earnings in payments for doctors, and illness does not mean for them impoverishment and ruin, as in some other countries. They receive medical

Every Soviet working man or woman receives two to four weeks holiday with pay every year. of their members, twice as many as last year.

scientious observers who have visited the Soviet an unbiased picture of life in the Soviet Union,

In March, 1944, the Soviet Government, while to the population of foodstuffs and consumer goods without cards, but at higher rates, at special nonration shops and restaurants opened for this

By the beginning of 1946, 130 stores in the cities and 1,000 at railway stations were selling foodstuffs at higher prices, while other consumer goods were sold at non-ration shops in 40 cities of

and other consumer goods (Plan provides for an

QUESTIONS AND ANSWERS

J.R., Queensland, asks:

Mr. Maloney, Mr. Bevin, Mr. Menzies and others have accused the Soviet Government of be ing imperialist, is there any basis for such a charge?

The classic explanation of imperialism is the parasitic decaying capitalism.

giants on a national and international scale, Imperial Chemical Industries, General Electric. General Motors, Dunlop Rubber, Shell and Stand

(2) Finance capital, i.e., the merging of banking and industrial capital, is obvious when 12

Before World War I the whole world had been Britain, Germany, France, Czarist Russia, Holland and U.S.A. As a result of the two world wars

acteristics in the Soviet Union. The agents of re-

desperately try to save. Lenin showed how the not facilitate their betrayals, but stands as a living

BOOK REVIEW

Hubbub in Java (John Thompson) JOYCE METCALE

JOHN THOMPSON, Australian poet and war upsurge is a mere Japanese-made revolt, in face correspondent in Java for the A.B.C., November-December, 1945, has written the first general survey of events, developments and leading personnel in the New Indonesia. A more serious work than the title would indicate, Hubbub in Java can do much to arouse those unacquainted with the facts, and as' yet unresponsive to the great national

The opening scene of the book, a banquet, tempo" in the palace of an Indonesian Prince, to Dining at the tables, instead of the Dutch masters of Java were the "new men of Indonesia." "It

Luat and rugh-hewn Amir from Sumatra-revolu-

gaze at the many." He describes Premier Sjahrir. organised resistance under the very noses of the Japanese. A man of great faith in his own people.

of the unanimous demand and determination to achieve independence that Thompson was able to observe and describe. How silly the claims that the Indonesians are unfit to govern themselves and they are doing with enthusiasm and competence.

It is their own crimes with which Dutch and British imperialists are charging Indonesians when they accuse them of atrocities, irresponsibility, "extremism," violence and the like. War there is in Java, varying in intensity particularly in the key cities, but Thompson proves that the precipitation and maintenance of this war is the responsibility of British and Dutch whose sole aim is to force the people of Indonesia back to slavery and savage exploitation by former Dutch masters.

In the task of perfecting our social and festo of the Government of the Republic of Indonesia," we Indonesians see no necessity for the used, it will be by the Dutch, because of their, desire to impose themselves on us. We have no opportunity to perfect our system of government.

Climax and most significant section of the book Throughout Java there are picked young the author was able to see for himself the manifestason accompanied. On this remarkable journey,

Purpose of the tour was to explain the Government's programme and policy, impress on the

To those travelling, the journey seemed one various sections of the book answer soberly and thousands along the railway tracks, grouped at irrefutably the lies and distortions from the agents level crossings, at villages and remote stations, at and mouthpieces of imperialism. How puny are towns large and small, old and young women and the claims of Dutch and press that this vast national children turned out with banners and slogans and cries of "Merdeka"—"Freedom," to welcome and wiping out of Bekassi, a town of 20,000 inhabipledge support for their leaders. "More and tants, "Lidice No. 2," as the Indonesian newspaper

time, showed increasing control of food distribution the new world emerging and to speculate as to the tion, of agricultural production and of manufacture manner in which our own comparatively indepensoap, gasoline, beer, iron, ice, petrol, coal in West Java. Food was not abundant for the masses, it never had been, but there was sufficient, and certainly no crisis. Public utilities-electricity, water as in the inland towns.

Against a background such as this, of a kindly running their own affairs, stands out most blatantly the infamous role of British Imperialism. By them the Dutch been able to increase their military

more the unanimity of Java was proving deeper "Merdeka" called it, was an atrocity perpetrated by and firmer . . . We had travelled through a land of the British Command on a scale which even the hope and resolution, and for a week we had not Dutch had previously not atternated. Recent The people of Java not only have faith in the continued unfoly unalliance between British. reports from Java are of renewed fighting and of

changes occurring, not only in China, not only in India, but right next door in the islands of

One must add to this somewhat lame and tially influential a book, that the independence of Indonesia, the defeat of Dutch Imperialism and consequently the deadly blow that such a defeat will inflict on world imperialism, is a matter not of mere academic interest but of vital concern to the Parties of the Netherlands and Britain have called vigorously and decisively that the Indonesian Republic, which is based on the will of the Indo-

The cause of peace and progress demands from peace-desiring people everywhere organised mands emulation of that splendid practical assistance given by our own waterside workers.

GEOLOGISTS AND GENESIS

PROFESSOR J. B. S. HALDANE, F.R.S.

the rocks had been gradually laid down in an

little mountain building is still going on, but we seem to be past its climax, and we may expecthat during the next hundred million years or so mountains will be worn down rather than built up.

cently interpreted the findings on this range of two Swiss geologists, Heim and Gansser, and the Indian geologist, Wadia.

Little is known of the geology of the Himalayas. minerals were found in them.

are several miles deep, the opportunities for working the structure of the mountains are of course very

It becomes fairly clear that Tibetan mesozoic way farther south. In between them there are volcanic rocks, but telling a very queer story. The

about three of these revolutions in the last five early stages there was a deep and narrow sea in

From a geological point of view the Himalayas ut Kiogar are in an almost indescribable mess. Huge blocks of rock several miles long have been torn away, perhaps by landslips, and embedded in

Dr. Bailey has not yet accepted the theory which miles over melted matter below them like slag America, India, Australia and Antarctica were once the pressure of Africa against Europe made the Alps and Pyrenees, while the northern tip of India

This theory certainly explains a lot of facts. are in South Africa, and in the part of Brazil regions were laid down by glaciers near the South

Geologists are becoming more and more ready taken place in anthropological theory. We no apple in a garden six thousand years ago.

But we can attribute many of them to the origin

We can no more accept the details of the Carden of Eden than of Noah's flood; but we can