



## Ne Plus Ultra: Uniform Global Currency (UGC) & Global Monetarism

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### ABSTRACT

*Are Revolutions a thing of the past? No. Certainly not.*

*This Judgment can be given by anybody who knows that there were 654 Revolutions globally all over the World spanning right from BC 21 to 999 AD to 1900 AD to 2000 AD to 2014 AD. Among these, there were highest numbers of Revolutions, 58, during 1800-1849 AD. This is topped by the nascent 21<sup>st</sup> Century's score of 70 Revolutions, during 2000- 2014 AD, just recently ended year. Now, We are in 2015 another ca'- lender Year with gaining general experience of the risky, the non-risky, the constants, the variables, the optimal solutions , the international laurels and the global ideologies holding the skeleton keys cooperating with us as if there is nothing more work of Research & Study.*

*Revolutions are collective in nature enacted by the masses harboring a new value as common cause to achieve a feasible objective, practically which evade -- supported by the above Statistics, the instant policy makers and the rolling constitutional rulers of the day, month and year ahead. The latter are armed with the triad of Executive, Judiciary and Legislature winging with the comforts of Administration, Justice and Bill-making. Yet, two World Wars came and gone. Pat set in the Economic Globalization! A true Lesson.*

*In this Research Paper, the Author has concentrated on what is called Monetary Globalization and the lack of aims for institutionalizing a rationally agreed approach on the pending series and matches on issues of Uniform Global Currency (UGC) for an expeditious introduction globally securing the monetary globalism in this World of Yours , Ours & Hours !*

**Key Words:** *Revolutions, Non-risky, Skeleton, UGC, Bill-making, Globalization, Matches, Hours.*

### INTRODUCTION

There are ways for monetary globalization by a worldwide uniform global currency (UGC) displacing the multiple national currencies and foreign exchange management models of the international stipulations in the wake of rising volumes of integrated Commerce, Finance, Banking and Economics amongst the growth-poised task-groups of Nations honoring the incumbent Laws & Customs as per mutually agreed pacts of penalties and controls for structured reserves growth. Such growth when the UGC *per se* installs and runs as an administrator becomes secular global growth by non-ecclesiastical standards, terms and institutions for saving in short, medium and long term folders of

applications like Agriculture, Industry, Housing, Science & Technology, Engineering & Energy, Climate & Oceanography and Research & Development which then can be channelized for promotion of the economical objectives excluding all the outcast non-economical objectives like the Culture , Religion, History and the Heritages.

### FLASHBACK

Globalization remained in the background given the results of the two World-Wars (of 1914-1918 with unity of 5: Russia, France, Britain, America & Allies defeating unity of 5: Germany, Austria, Hungary, Turkey & Others and of 1939-1945 again with the same former unity of 5



>>>1<sup>st</sup> World War [Allies (orange) vs Central Powers (red)] .

vanquishing yet a new unity of 3: Germany , Italy & Japan) such as lack of liberal economic cooperation , monetary globalization vide UGC in Law & Practice and affordable scientific and technological core knowledge applications for daily inputs of Agriculture (Seed and Fertilizer) & Industry (modern Technology and Power ) in many parts of the Globe .



>>> 2<sup>nd</sup> World War [Allies(green) vs Axis Powers ( orange)]

In addition, a certain potential consequence labeled as the cold-war has been out into the open slowing down the pace of global unity of the divergence-captive Nations and international comity leading to an ugly Arms & Nuclear Weapons race. Also, the Globe was divided into two -- the New World of the North America & South America on one side and the Old World of Africa, Asia & Europe oppositely on the other side. Security concerns mattered most thereafter due to the division based on self-seeking patriotisms and misguiding one-up-man-ship propaganda patterns of cold-war hostilities. But then, there was an exception to all the above, i.e., an incessant growth in populations all-over the

Globe indicating immense human reproductive capacity as the sole available capital untouched by the two world wars and regional military conflicts.



>>>> 1<sup>st</sup> , 2<sup>nd</sup> & 3<sup>rd</sup> Worlds during the Cold War

**ADVENT OF NATIONAL GLOBALIZATION**

After the World War I, the international organization known as the League of Nations from 1920 to 1946 volunteered to promote and establish World Economic Peace in terms of National Globalization. But, it went through the World War II catastrophe and replaced by the current United Nations Organization (UNO). The new UNO has committed to promote World Economic Cooperation & Security Status of Nations and Regions. Member States fundamentally agreed to not-to-be acting like controversy –styled lay-leaders with lay plans to deliberate on World Economic System for integration of national economies.



>>>>1919



>>>1945

Because of the UNO, apprehensions on going global in all growth-spheres of economic resources mobilization downcast in short supply were put to rest and relative misconceptions were cast off by member States who also shed at the same time fallacious and illegal international status opinions and partial assessments about fellow Nations. The over-all harmony at the UNO gave way to dilution of petty discriminations like the skin colors (black & white, reddish & yellowish, and the brownish & blue-eyed), racial, ethnic, linguistic, religious, rich-poor-divisive, sub-human and the alien type which were catalyzing disunity long held over several decades within human society often assuming multi-national proportions and inter-racial dimensions in the international community hither and thither. Nations began to learn as Members of the UNO that they no longer appreciate their classical differentiation worked out based on their emergence as the mother-land and father-land Nationalities (for example, India is a mother-land while America is a father-land). On the contrary, their get-together at the UNO as Members gave them self-confidence of having come up of their respective chronological age while being mother-lands' and father-lands' representative classes matured enough to give birth to a new value called 'global entrepreneurs' heralding an ever-green economic globalization with the hope that their manufactured goods would command global brands value of reputation and quality on a psychological and economical scale internationally better and higher than their virtual domestic and national imports & exports of raw materials.

### Foreign Exchanges VS Globalization

In today's globalized world, there is probably no item of goods & services within the field of Commerce about which the consumer population has their own reservation so far as its global value is concerned.

Free global trading with liberal demand and supply has got institutionalized through the World

Trade Organization (WTO) and the General Agreements on Trade & Tariffs (GATT). The face value of global goods and services commanded more acceptability than the otherwise qualified ones. What is much more significant is the abhorrence to pay prices, costs and taxes in the age-old vernacular denominations with the accompanying arithmetical foreign exchange calculi and frenzy of feverish pitch of profitability calculus. Standardizations, Comparisons and Equivalizations in foreign exchange terms & conditions & actualizations with compounded approaches are casting aspersions on daily elemental parameterization agreements on basis-dealings of money-receipts & money-payments globally, leave alone the bold time-table follower contract-based bonds. Obligations and the state of affairs like local and international black money, tax havens, money-laundering and offshore capital flights with domestic and foreign secret agents operating serve as a pointer to the UGC as an immediate requirement to the present and future global growth vide global monetarism or monetary globalization.

According to Joseph Stiglitz, a former World Bank Economist and Noble Prize Winner, an imperfect information changed human behavior resulting into perverse choices and adverse selections associated with high prices and quality. Forex trading involves a high risk of loss.



>>Nobel Prize Winner in 2001

Not all of us wish to pay or receive at the same rates from one time to another or tolerate a raise in prices simply because there is more money in reality. Savings for want of interest are dearer while expenses on account of interest are costly.

Forced savings for fear of survival do exist. Selfishness is the tag associated with savings accumulated without donations or charity. At the level of Governments, interests are catchy and instrumental for garnering national savings whether or not public will prevails. However, now-a-days weak public mindset toward savings without self-born tendency to save and lack of educated habits of thrift is countered practically with the help of public savings programs popularized through the national and international media including the internet explaining the necessity to save by controlling wants, wishes and unneeded expenses through austerity budgets at personal, family, municipal, state and national levels.

Apart from the above, it sounds a little bit trickery to learn that a matured civilization or a Nation attracts peoples' savings anticipating they would rise up to the bait, i.e., Interest payment (simple/compound interest on the savings which is entitled value payment at a public rate monitored by application of Time factor of days/months/years as length of period of keeping with Government) and then treating the so attracted savings from own citizenry as the borrowed funds (implying Truth in Lending as an integral element) by the Government. The object here is to gain some insight into the workings of finance & financial system –to feel more comfortable with a topic none of the researchers and readers can entirely avoid given our present economic system to explaining the central problem of economics. When this is the truth globally and in all most all individualistic national governmental & sovereign mindsets, this Paper takes into its positive stride the dearth of global-for-all foresight, say the UGC, despite the Global Economic Growth achieving the 5.1 % feat with the developing and developed Countries posting 7% and 3.1% global growth respectively in the year 2006 as announced by the released Global Economic Data & Prospects Report of the World Bank. Therefore, the UGC can be deemed globally valid foresight and a safe aspiration for one and all to fulfill the

role of a go-getter of global goods and services putting an end to the imposed international obligations with loopholes / threats / weaknesses / suffocations / imbalances frequently unfavorable here and there on many occasions to a nation's specific profitability factors in and through the potential foreign markets' currency baskets , rates and exchange buckets comparable to what is called the 'Wysiwyg' ( i.e., *what you see is what you get* ) in technology and science.

### **Uniform Global Currency -- the UGC**

The World Bank says that Developing Countries are on the global stage with their integration as full global partners in multilateral solutions to global problems. They are able to accelerate and remain strong on the global stage boosted by improved policies and favorable markets to global goods. Therefore, stable global growth and the World Bank further opined that globalization would spur faster growth in incomes in the Global Economy. Globalization is the turnstile for all different Currencies fulfilling monetary globalization establishing the global monetarism .The UGC wields the key for solid economic cooperation reducing the Inequality and Poverty of the poor and underdeveloped Nations by enhancing the demand, supply and marketing of goods and services globally. The theoretical concepts, practical bias and exchange controls governing foreign exchange businesses as well as the implications of the Uniform Customs & Practice for Documentary Credits along with the Uniform Rules for collection of Foreign Bills will stand liberated from respective onus with the advent of the UGC globally stabilizing the monetary globalism. Also, responsibilities and liabilities will change qualitatively and quantitatively for all those concerned with 'who should help whom?' ---- between the developed and the developing Nations without any instant political risk whatsoever arising or even before a political risk , if any , were to come alive . Since the UNO is in its place, global economics remains the ideal without enemies to the UGC and the all-

pervading globalism placing the interests of the World above everything else such as profits and intelligence manipulations intrinsic to national currencies which deserve an apt description akin to the *noble gases* (i.e., inert gases in Chemistry meaning that they do not react with other substances).

### Professor Fisher's Equation & the UGC

Global Economists around the globe might be working out explanations on values and changes that would occur to make available a given quantity of global goods and services, a unit of the UGC is going to buy. There is the formula enunciated by the Professor of Economics & Economist, Irwing Fisher of America (1867-1947) that can be adapted for the UGC as depicted below.

$$MV + M'V' = PT \iff \text{Means of Payment} = \text{Total Payments}$$

wherein,

M = the amount of money in circulation

V = the velocity of circulation of M

M' = the amount of World Bank credit in circulation



>>>> Professor Irwing Fisher

V' = the velocity of circulation of M'

P = the general price level

T = the volume of trade

Fisher himself usually seems to feel that the means of payment is the causal effect and whether P or T is affected by increasing [  $MV + M'V'$  ], depends upon the elasticity of supply of goods globally in general. Given that Markets are not confined and production capacity continues to expand, according to the World Bank, the

convergence of living standards, people and Nations globally is progressive with the number of people living below the poverty line to fall by the year 2030. The physical volume of production with all transactions would take place in exchange for the UGC making the global monetarism fruitful exposing any singular or a group of conniving national currencies that are stealthy controllers of value of money for a slot of economically important and indispensable image-building for themselves, by themselves and of themselves without giving place to the UGC.

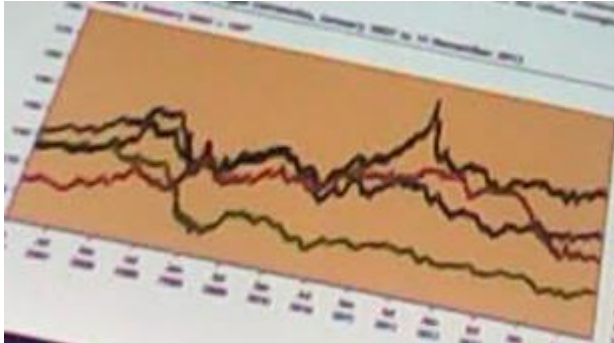
### Advantages of the UGC vs Foreign Exchange Speculations

After the twice waged world wars, the exchange rate system was broken by death-blows and unconsidered globally wiping out whatever minute needs and relationships of exchange of currencies were prevailing before. This critical juncture gave rise to a new turning point according to which it became obvious that if all Nations acting as Members of the UNO cling to the same Currency – the UGC, it leads them to the means of people's money for careful global economic appraisal and avenues without necessity any longer to exchange currencies globally. Issues such as for example, cancellations of outstanding loans, the problems surrounding public sector development and matters of complicated public expenditures commercially motivated for prompt realization of infrastructure of the global economy could be rationalized with the advent of the UGC on the line of approach to the global monetarism. Factually, the World Bank and the International Monetary Fund are the leading lights as global institutions in guiding on globalized-developmental-abilities through the reliable international Laws & Practices of the monetary-commercial-interests combine harvester.

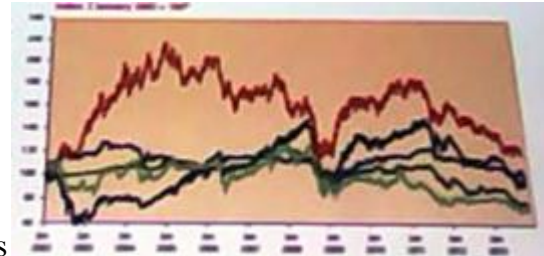
In present times, foreign currencies of the World are fluctuating value-wise. Forces of selling and supply are influencing the rates movement demand. The political factors such as destability versus stability too influence the rates trends. A

change in top political leadership versus party policy program besides any new manifesto of high promises versus new Government would cause new changes in rates. Major uncertainties and

volatility in foreign exchange markets are associated with the currencies of National economies by way of dramatic depreciations and sharp devaluation of currencies.



1.Forex rate fluctuations- foreign currencies



2. Forex rates fluctuations: National economies

The leads and lags as well as the bulls and the bears are specialized rolling speculation bulk-tactics impossible to verify and take advantage of the exchange rates. No two currencies of the exchange mechanisms can be juxtapositioned without incoming and outgoing income-gap-mismatches for want of buying power and selling power subject to the economics dynamics of the currency originators. The trends in the exchange rates of economies can be accounted for by a number of factors like much larger foreign currencies reserves.

Foreign exchanges crises vis-à-vis economic collapses are as human as development-beginning

vis-à-vis development- ending whereas the right maturity for a civilization shall be continuous development whose limit tends from zero to infinity and hence achievable only with the means of UGC bidding farewell to plural currencies rehabilitation mechanisms all over the World and heralding monetary globalization . In other words, the two sides of the same coin – UGC and monetary globalization alone can rectify in the first place the two-model or the twin-problem of developing and developed economies right now in the 21<sup>st</sup> Century A.D World (see map below)



{ Map of education environments in 21<sup>st</sup> Century of global economy by knowledge-power }

which is already sky-bound busying itself with the proposed Lunar Colony feasible with scientific foresight and technological advancements leaving behind on the ground such economic models or problems of economical deviations or divisions submerged in foreign exchanges incremental-ism involving commercial and financial speculation.

### Global Growth & Global Currency - UGC: The Last Resort

No challenge to the fact that the UNO has successfully prevented and cured the isolationism of Nations while the latter desired to come together from isolation for working and living in a united manner on the basis of cooperative coexistence globally soon after the aforementioned World Wars destructions and endangered Economy. It is a welcome step in the right direction for one and all that economic globalization became a worthy preference and a process of global integration at once. A case in point is the monetary globalization promising UGC for



Fig: Commercial currency rates disadvantaged millions

accelerating the global growth so that the economically successful pockets will start to make international economic relations equal which the foreign exchange led model economies so far could not ensure ever since the end of two world wars. The UGC cannot be thwarted with politics of mala fide intentions of not-to- uplift the global economical backwardness so identified by the UNO in certain parts of the Globe while the natural resources are treated as the global assets. International economic environment hand in hand

with the domestic economic situations require amicable tradeoffs. Different policy attitudes go beyond the reach of standard institutions.

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[www.nrb.org.np/.../Governor's\\_Speeches--SEACEN\\_Keynote\\_Addresss....](http://www.nrb.org.np/.../Governor's_Speeches--SEACEN_Keynote_Addresss....) consequence of financial globalization is the growing exposure of emerging and ... others argue that monetary policy and financial stability policy are distinct

THEORY: CLASS WORK, SEMESTER EXAMINATION & VALUATION.

### AUTHOR PROFILE



#### **Dr. ROJUKURTHI SUDHAKAR RAO**

The Author passed his Pre-Ph.D Course with Examination in the field of Graph Theory at the Andhra University, Andhra Pradesh State, in the year of 1981 at the Department of Applied Mathematics. Due to financial difficulties on the domestic front and the non-availability of an independent single room for Research Work & Study at the University Research Scholars Hostel for 3 years at the Andhra University in 1981 pending new rooms construction, the author joined the Dena Bank for pay-scale career as an Officer of Banking Statistics in Junior Management in the same year at Bombay, Maharashtra State, relinquishing the research -career-prospects in teaching line jobs. The interest in Graph Theory & Applied Research prevails. To his credit , the Author has so far published 8 Research Papers in International Journals of Science & Technology besides GRAPH THEORY RESEARCH STUDIES & THE 46<sup>TH</sup> ANNUAL CONFERENCE @ THE INDIAN MATHEMATICAL SOCIETY CERTIFICATE. RESEARCH CONTRIBUTIONS: REGULAR GRAPHS / MATCHINGS IN GRAPHS, INDEPENDENT SETS IN GRAPHS, RESEARCH SEMINARS & FINAL YEAR .FINAL SEMESTER LECTURES ON GRAPH