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Australian Recession 2017 - The unintentional prophecy predicts Australia will go bust in 2017 real estate declining between 40% up to 70%

# AUSTRALIAN RECESSION 2017 UNINTENTIONAL PROPHECY



Professor Steve Keen has stated to ABC news that Australia will go bust as soon as 2017 with real estate prices declining 40% up to 70%. I highly recommend reading this ABC News article, linked below.

Steve Keen has stated that Australia's debt level according to the Bank of International Settlements, private debt level, has jumped from 150% of GDP to 210% of GDP.

Professor Keen believes that the Australian Reserve Bank (RBA) it has "Unintentionally" lead the Australian economy towards a recession by facilitating and encouraging an unprecedented increase in household debt in the form of low interest property loans, which has led to asset bubbles.

Professor Keen "We have borrowed ourselves so much to the hilt that we are now dependent on that continuing to rise over time and it simply won't," he told the ABC's, The Business.

In February 2016, the Man behind big Aussie short, Jonathan Tepper founder of research house Variant Perception, also declared in a controversial report that "Australia now has one of the biggest housing bubbles in history" that sparked a fierce debate about mortgage underwriting practices.

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Published by ABC News

## AUSTRALIA HEADED FOR RECESSION NEXT YEAR, PROFESSOR STEVE KEEN SAYS

Jul 30 2016

by Elysse Morgan

**Highly Recommend Read:** <http://www.abc.net.au/news/2016-07-29/australia-headed-for-recession-next-year,-professor-keen-says/7674154>

Australia's credit binge will lead to a bust as soon as next year, with house prices to fall between 40 and 70 per cent and unemployment to rise sharply, Professor Steve Keen says. The professor famously lost a bet when he predicted a catastrophic crash in Australian house prices following the GFC and had to walk from Canberra to Mount Kosciuszko as a result. But he says, this time, he is right and does not have his hiking boots at the ready. "We have borrowed ourselves so much to the hilt that we are now dependent on that continuing to rise over time and it simply won't," he told the ABC's The Business. Many believe the Reserve Bank has been a steady guiding hand to the Australian economy in the years since the GFC, but Professor Keen believes it has guided the economy "straight toward the shoals" by encouraging households to borrow with low rates which has led to asset bubbles. "They don't know what they're doing," he said. "Our debt level according to the Bank of International Settlements, private debt level, has gone from 150 per cent of GDP to 210 per cent of GDP."