# The Governor of the Bank is wrong on GATT and on UK money policy

I have tweeted about this today and will write a considered piece for tomorrow.

# <u>You read it here a long time ago —</u> <u>Johnson versus Hunt</u>



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As predicted the Conservative party has a clear choice to make between the two remaining leadership contenders.

I am pleased it is Mr Hunt and not Mr Gove in the final. If it had been Mr Gove the media would have had a month of re running all that Mr Gove said and did to stop Mr Johnson running the previous time, trying to make it into a bitter personal feud whatever the candidates wanted. This would have got in the way of a serious debate about the future of our country and its democracy.

The Johnson campaign made clear yesterday to supporters like me it did not want Johnson voters voting tactically to influence who was second. I continued to vote for Boris.

### A sterile debate



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The media and the Remain MPs are stuck in their own rhetorical canyon, ignoring the wider public and trying to prevent intelligent debate about the opportunities for the UK once liberated from the EU. The BBC is particularly bad. Either it does not invite someone on who wants to put a positive case for the decision of the voters on the EU, or it interrupts and hectors us around the tired and extreme language of the Remain campaign. Voters did not the idea of the cliff edge or the catacylsm, and rejected the forecasts of the economic damage Remain wrongly put out 3 years ago. Despite this the media and their chosen MPs and business interlocuters go on as if it were true and as if they did not lose the vote on his topic. The shambles of a Conservative leadership debate they created has been roundly condemned. The BBC has yet to explain its excessive puffing of Mr Stewart's candidature who came well below three of the other candidates in each round he fought and was never going to get many MP votes given his absurd position on the EU issue. Why did the BBC suggest he was the likely opponent of Boris when he ended with just 27 votes out of a maximum 313.

I have never once heard a BBC interviewer ask a Remain MP or advocate why they want to giveaway £39bn we do not owe. It is a rare interview indeed which asks anyone about how we might spend all that money if we do not send it to the EU. The topic on our borders is always threats to EU citizens living in the UK where the government has always been clear they can stay. Rarely are we asked about what a globally fair UK migration policy would look like. Interviews are conducted on trade and tariffs without any understanding that the UK will decide how big a tariff to impose on imports, and with no knowledge that the UK has already set out a low tariff schedule for exit. There are no interviews with farmers to explore how much more of our food we can grow at home if tariffs are placed on to continental produce. There are no explorations of what joining the TPP free trade area might mean for the UK. We are told that any trade deal with the US would mean compulsory eating of chlorine washed chicken, as if we had to agree to its entry and then had to buy it! There is no mention of chlorine in our domestic water or chlorine washed EU salads.

Meanwhile the Leave majority just shouts back "Get on with it." The media who seek to thwart us will lose more audience as a result of their craven servitude to the EU government. The more they shove out the Remain and EU spin lines, the more many voters think they do not speak for them. If they want to show they are better edited and disciplined than social media, they need to return to being fair and balanced, and to accept there are many sensible people saying there is a great future for the UK outside the EU, as we voted for.

## Negotiating our way out of the EU?

In the muddle of the tv debate yesterday there were three positions advanced on how to get out of the EU, and effectively three positions on when to get out.

Mr Stewart argued that Parliament had to pass the Withdrawal treaty it has thrice rejected. That looks very unlikely. In default of that he invented all sorts of new processes which would entail a long delay in exit. HIs further consultation with the public might well be designed to move towards a second referendum or some other way to stop Brexit altogether.

Messrs Hunt, Javid and Gove argued there had to be a renegotiation, with efforts at least to remove the backstop from the current Withdrawal treaty. It is difficult to believe any of this. The EU has made clear they do not intend to re open the Withdrawal Treaty issues. Changing the Political declaration would not change the backstop or any of the other bad features of the draft Treaty. There is no obvious authority to negotiate with before the new Commission is formed. It seems impossible for a new PM to engage in talks, get meaningful changes to the Treaty and put it through Parliament before October 31. Two of the three countenanced a short delay to get an agreement, with Mr Gove favouring a delay until end December 2019.

Mr Johnson insisted on exit on 31 October. He has in mind offering a free trade deal to the EU. If they will agree to talks on such a proposition then the UK need not impose any new tariffs on them as we leave, nor them on us. Under GATT 24 there would be ample time to discuss the Free Trade Agreement whilst continuing to trade without tariffs whilst doing so. If the EU refuses to discuss a Free Trade Agreement then we leave without a deal and impose the same tariffs on the EU as we impose on everyone else. They do the same to us. The EU has always said they are interested in a free trade agreement but it has to be negotiated after we have left.

#### Then there were five



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The elimination of only one contender drags out the contest a bit longer. The contest anyway has become a race for second place, to see who would be best to go up against Boris in the lengthier phase of the contest appealing to the members in the country. I think a Johnson/Hunt contest would be best.

It was unfortunate that Rory Stewart wishes to turn the contest into a re run of the referendum, in denial of the clear stance for Brexit all Conservatives put to the electorate in order to become MPs in 2017. He studiously avoided even contacting many Conservative MPs he knew to be committed to our 2017 promises, preferring to attract the support and good wishes of the media, especially the BBC, and sections of the general public wanting a second referendum. He then claims he could get the completely unacceptable Withdrawal Treaty through the Commons after its three big defeats.

The contest has had an unreal air for another reason. Several of the candidates claimed they could renegotiate the Withdrawal Agreement in time for our exit on 31 October. There has never been any glimmer of reason to suppose the EU would enter deep and serious talks about rewriting the Agreement, or that such work could be completed between the end of July and the end of September allowing time to ratify the Agreement by both sides.

The BBC debate was dreadful. It was set up and chaired badly so we learned little. There was no wish to allow or require a serious discussion of the major issues facing the country. Boris was constantly interrupted by the presenter and the BBC pursued its agenda to make sure the candidates could not discuss the great opportunities that follow if we just get on and leave.