

Re: Refuting supply-side economics

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Keynes <Keynes@earthlinkspam.net> wrote in message
news:<irjkk0dblpota3oho45jpfeo28tdd0ghae@4ax.com>...

- > *Have you seen those recent ads for new lowest payment mortgages?*
- > *The deal is that you only have to pay interest on the mortgage*
- > *and not the principle (unless you feel like doing it).*

That sounds like a Hyman Minsky-esque move from a hedge position to a speculative position. Perhaps the next fad in mortgages will be to start with one of these interest-only mortgages knowing full well that the person's income can't even cover the interest and then take out a series of additional mini-mortgages just to make the interest payments on the first mortgage. I'm sure the CNBC crowd will push it big time.