

Federal Reserve Intentionally “Front-Loaded An Enormous [Stock] Market Rally in Order to Create a Wealth Effect”: Former Fed Official

By [Washington's Blog](#)

Global Research, January 06, 2016

[Washington's Blog](#) 5 January 2015

Central banks – including the [Bank of Japan](#), [Bank of Israel](#), [Bank of Switzerland](#) and the [Czech Republic](#)– have been buying stocks to prop up their nations’ stock markets.

We’ve noted for years that Fed policy is [aimed](#) at [boosting stocks](#), as well.

Today, the decade-long former president of the Federal Reserve Bank of Dallas – a voting member of the the Fed’s principal monetary policymaking group (the Federal Open Market Committee) – [admitted](#) (**CLICK [full interview](#)**):



What The Fed did, and I was part of it, was front-loaded an enormous rally starting in 2009 ... in order to create a wealth effect...

I wouldn't blame [the declining stock market] on China.

An uncomfortable digestive period is likely now.

Indeed, only higher income brackets ever [liked the Fed's "wealth effect" policies](#).

The original source of this article is [Washington's Blog](#)

Copyright © [Washington's Blog](#), [Washington's Blog](#), 2016

[Comment on Global Research Articles on our Facebook page](#)

[Become a Member of Global Research](#)

Articles by: [Washington's
Blog](#)

Disclaimer: The contents of this article are of sole responsibility of the author(s). The Centre for Research on Globalization will not be responsible for any inaccurate or incorrect statement in this article. The Centre of Research on Globalization grants permission to cross-post Global Research articles on community internet sites as long the source and copyright are acknowledged together with a hyperlink to the original Global Research article. For publication of Global Research articles in print or other forms including commercial internet sites, contact: publications@globalresearch.ca

www.globalresearch.ca contains copyrighted material the use of which has not always been specifically authorized by the copyright owner. We are making such material available to our readers under the provisions of "fair use" in an effort to advance a better understanding of political, economic and social issues. The material on this site is distributed without profit to those who have expressed a prior interest in receiving it for research and educational purposes. If you wish to use copyrighted material for purposes other than "fair use" you must request permission from the copyright owner.

For media inquiries: publications@globalresearch.ca