

LEGAL IMPLICATIONS OF THE ECONOMICAL CRISIS NOWADAYS IN ROMANIA

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Financial crisis on international markets affects in a greater savings, which presents major imbalances.

Is the case of Romania, who faces a current account deficit, estimated at almost 14% of GDP.

If the anticipated problems that may lead to this issue and seek early legal assistance, there are legal means through which the dimensions of the damage can be reduced if the recovery of the trader is no longer possible.

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Without emotions and feelings, machine calculation gave shocking answers that have called that rather verdicts on black humanity, arguing that the human race is heading towards disaster. Considering that the population at that time was a huge growth rate in comparison with previous years, while industry recorded growth of up to 7%, modern civilization was likely to reach limits growth in most sectors, in the first decade of the 21st century.

If the evolution of industries should be increased at the same pace, mineral resources would be done, environmental pollution would have reached a record level, unknown ever and the situation would have degenerated in the acute problems that could threaten humanity.

Millions of people could die from other people, more out what's right and thirsty for sweet taste of power. No social revolution for economic reasons can not be denied. In times of food crisis is the price so low and life is not only induces blood in the population.

Although calls for a SF film screenplay, data processed by the group in Rome to pull out a possibility and confirm the accuracy of their results through the current crisis that we feel increasingly cold and deep budget in global, national, family, individual.

To prevent "economic and social apocalypse", the authors have provided a concept. It bears the name "zero growth" and aims to purchase new things just to replace the old ones.

For example a new car should be bought when the old no longer wants to work. The same concept should be applied over births, say those who wrote the report. No more than two children in a family and limiting consumption would restore the overall balance.

Undoubtedly the report was a kind of bullet that struck temple fundamentals of Western economies. The concept of zero growth comes in contradiction with elementary logic industrialized society which operates on the principle of demand and supply. At zero growth would not give the poor of the future non-capitalist.

To act in the production and puzzles to restore the economy corrupt hack problems encountered in every big state in the world, a sophisticated system of financial management would be needed as urgently as possible.

In an attempt to curb the problems of mankind, appeared in issue being the discovery of those gathered in Rome did not impress more people. More discontents aroused indignation and who report that turned into a dud.

Hope the sunny days and an earth that will not "finish" again, go through the financial crisis, global recession waiting, hoping that will happen and look how many lose their savings blast in front of the storm which plans Swallow billions.

Economists from the Ministry of Finance say that the global economic crisis will be felt in Romania, in all their, in the second quarter of next year, announces Newspapers. However, the economic scale will be lower than in the rest of the European Union.

Economic crisis will hit Romania 6-7 months after the contracts now in place, signed in good times, will be closed, said Dorin Măntescu Director assessment revenue budget of the Ministry of Finance, at a seminar organized the ministry, according to Daily.

"Usually, our economy reacts with a delay of six-seven months in what is happening in the Union. So by the second quarter we will feel the economic crisis in November. Now is relatively quiet due to contracts concluded before the outbreak of the crisis," says Măntescu.

Finance expert's opinion that the negative effects on business will be lower than in the EU. Reason: Romania has a kind of "reserve" in trade outside, which have increased by no less than 27% last year.

Another way to combat the crisis would be unusual structure of consumption, the food and goods must have a strict weight important.

"The share of food and goods of strict necessity occupy 65% of the Romanians. On the other hand, autoproducers, a part of supply and demand which is inflexible, is even higher in November than in

Bulgaria," said John Ghizdeanu, president of the National Forecast.

However, 70% of Romania's trade balance with the European Union is, in other words "import" major economic crisis.

Meanwhile, Romania is at the end of a cycle of strong economic growth, says analyst.

"We are at the end of a cycle of sustained growth which began 8-9 years ago. I will be tested by this external situation. Fiscal policy is key in this period. Prepotency the wage policy because it is unlikely to increase fees where we have a slow growth," explained Măntescu.

On the other hand, the president of the National Prognosis Commission says that the first effects of the crisis were felt in the summer, affecting in particular the production. A period, this has been an advantage for the first affected by a decrease in production was the European Union so that Romania could be out of current production.

Problems began to show in recent months, the local automobile industry, furniture industry and the production of electric appliances.

Meanwhile, ministry officials are of the opinion that we have problems in Chapter foreign investment.

The cycle of foreign investment in Romania has started only in 2004. Since 2006 they started their profits. Very large. We had a rate of profits reinvested in the business of 2-3 billion euros per year. In 2008 are 2.5 billion Euro reinvested. In 2009 at least two billion will be foreign direct investment of reinvested profit," said Ghizdeanu.

Under it, no unemployment should not scare us. "Now we have an unemployment of 6.3%. Official figure is 4%, but there are at 2.3 percent unemployment unregistered. We estimate that total unemployment will reach next year from 6.5%. We will not have problems with unemployment. Quarterly, are at least 100,000 job vacancies," the source explained.

The evolution of this situation begun to be marked gradually of insolvencies and nationalizations. On 17th of February has been nationalized Northern Rock Bank, after wich, on 16th of March JPMorgan & Co Bank had had bought Bear Stearns Investment Bank, with help from Central American Bank, on a very low price.

Meanwhile, on 11th of March, Central Banks of America have made a new injection of liquidities on credit markets.

The effects of the crisis had begun to accentuate after the first half of 2008. On 7th of September, the biggest banks of annuity mortgage of United States of America were putted under federal surveillance.

On the 15th of September Lehman Brothers Investment Bank, the fourth in the world, failed and one of the biggest American banks, Bank of America, announced the take over of Merrill Lynch, the third world bank of investments.

Ten international banks had created a liquidity fund of 70 billion dollars, so they be able to face the most urgent necessity of liquidity while central banks have relaxed the creditation. Though, those measures could not block significant breaking of international capital market.

On the 16th of September, Federal Reserve Central Bank and the American government had nationalized the biggest insurance group in the world, American International Group (AIG), threatened with the insolvency and had given him an aid of 85 billion dollars in exchange of 79,9% of its stocks, but the second day the international capital market kept going down and Central Banks began to take more and more measures in order to reduce the liquidity on financial market. The governments began also more and more rescue operations for financial markets. On the 3rd of October, American Congress approved a plan of 700 billion euro in order to save the banking system but the second day, in Paris, took place a mini summit of the four most important European states which tried to find out new solutions for the enlarging crisis.

On the 8th of October, the UK government adopted a plan for saving the banking system, and the great central banks of the world took some decisions together in order to relax the monetary policies. Despite all this, on 10th of October, the great majority of world's market were facing significant losses.

On 12th October, the Eurogroup representatives reached an agreement of action, foreseeing guarantees for interbanking loans, recapitalizations for banks, and the second day Paris, Berlin, Madrid, Vienna and other European capitals presented their own plan of saving banking system.

Number of people who believe that Romania is in recession has increased significantly, from December 2008 until January 2009, from 30% to 41%. The Romanian people seem to be more aware of the existence of a crisis compared with the mood in December. Probably, it has already started to feel repercussions from the staff, but the legal assistance can solve some of the economic crisis.

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