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S7B

27 Nov 2008

The Financial Tsunami

The crisis of the financial tsunami has been widespread all over the world. It has led to the shortage of liquidity in many companies. To cope with their fiscal difficulties, they may stop some of their projectors and formulate a layoff plan. Recently, the banking giant HSBC (The Hong Kong and Shanghai Banking Corporation Limited) announced it will sack 450 people in the second round of layoffs in Hong Kong.

What are the problems of the layoffs may arouse? First, the layoff might send the wrong message to other banks that the employees were just readily disposable assets. The employers might just treat them as sacrifices under the financial tsunami. Second, the investors and the consumers will lose the confidence of the future of Hong Kong. They will be unwilling to spend money in Hong Kong. So, it deteriorates the circumstances of Hong Kong.

It is obvious that the layoff is not a wise way to address the crisis. Do we have other ways to confront the crisis?

First, the companies should not slash any jobs as many as possible. Second, the government should help the companies with financial difficulties by providing low-interest loans or putting the liquidity into the companies directly and create job opportunities by implementing the plan of the Ten Infrastructure. Moreover, the government should have a close cooperation with the Mainland China to tackle this crisis. Finally, as a citizen, we should be loyal to our position. For the reason that it helps the society maintain its productivity.

In conclusion, sacking in response to the financial tsunami cannot solve the problem. To be frank, the crisis is horrible but the loss of the confidence is much more horrible than other impacts. If all of us work together with the same goal, we can get through the crisis.