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Guaranty Trust Opposes Bretton Woods Fund Plan

Reviewing the outlook for foreign trade after this war, the current issue of "Guaranty Survey," published today by Guaranty Trust Co., asserts that "too great reliance upon credit as a means of swelling foreign markets for American products is to be avoided."

More specifically, the bank believes "the solution of the credit problem does not lie in the establishment of an international monetary fund of the sort contemplated at Bretton Woods."

The writers assert the fund "could perform no useful function that the international bank could not perform as well or better and it would expose the world and the United States in particular to very serious dangers."

It would not prevent foreign countries, the bank says, from adopting inflationary policies, in their own homes while continuing to exchange their currencies for others at fictitious parities and would make possible "credit abuses far exceeding those that occurred after the last war."