











have indicated, "the biggest risk to New South Wales' rating is its operating performance".

3.

the two scenarios. In 1991 when NSW was placed on credit watch, the











But the overwhelming impression created by the Government's policies on risk and capital is one of a lack of ambition. The State's unreflective conservatism (it cannot be called prudence) has already cost the state dear but as exporters and the city of Sydney groan under the economic