ment, new jobs must be created at the rate of 1½ million per year. Real incomes and output should rise 50 percent during the next decade, and the fruits of this progress will be diffused more broadly to all our people. Levels of living throughout the world will also be rising, not only for the "miracle" economies such as Japan or Taiwan, but also for the developing nations. With the more diversified patterns of output and demand that accompany economic progress, opportunities for enlarging world trade should continue to grow more rapidly than national incomes. This is the promise we face. It can be realized if we rise to the challenge and pursue economic policies that encourage orderly economic growth and reasonably full employment at home, and a more free and intergrated economy in the world at large.

Mr. Chairman, this concludes our statement.

Chairman PATMAN. Thank you, Dr. McCracken. You have given us a very thought-provoking statement. We appreciate it. You are always constructive. I know.

You have appeared before this committee many times and you have always been helpful to the committee in your statements.

I would like to ask you first about the "Quadriad." Did the President appoint the Quadriad this year or was he just accepting the Quadriad as set up? I am talking about monetary policies, and interest rates, and things in that area.

Mr. McCRACKEN. Yes. The Quadriad, as I understand it, in recent years has been a somewhat informal institution for consultation among the Secretary of the Treasury, the Chairman of the Federal Reserve Board, the Director of the Budget, and the Chairman of the Council of Economic Advisers.

We have met once or twice. I would guess that we shall continue. I am not aware that there has been any directive or any procedure for formalizing this as an institution.

Chairman PATMAN. Now then, there is a committee appointed by the President as I understand it, a President's Committee on Economic Policy, as an overall group: is that correct?

Mr. McCRACKEN. That is correct.

Chairman PATMAN. Mr. Burns is Chairman, Mr. Arthur Burns——

Mr. McCRACKEN. The Chairman or the presiding officer of that Committee is the President.

Chairman PATMAN. The President is the presiding officer? Let me see if I have their names correctly.

Mr. McCRACKEN. Yes.

Chairman PATMAN. The President is the presiding officer and Mr. Burns is next to him, I assume?

Mr. McCRACKEN. Well, there are eight members in addition to the President. These would be the Vice President, Secretary of Treasury——

Chairman PATMAN. Secretary of Agriculture, Secretary of Commerce, Chairman of CEA; and Director of the Bureau of the Budget.

Why is it that Mr. Martin is not on that committee?

Mr. McCRACKEN. The Cabinet Committee on Economic Policy is a committee within the administration.

Chairman PATMAN. I see.

Now, it is an overall committee, that means it will have priority over the Quadriad. In other words, if there is a difference of opinion