

افغانستان آزاد – آزاد افغانستان

AA-AA

چو کشور نېاشد تن من مباد بدین بوم ویر زنده یک تن مباد
همه سر به سر تن به کشتن دهیم از آن به که کشور به دشمن دهیم

www.afgazad.com

afgazad@gmail.com

European Languages

زبان های اروپایی

http://www.nzherald.co.nz/wanganui-chronicle/opinion/news/article.cfm?c_id=1503423&objectid=11636531

Iraq on the brink of collapse

By Gwynne Dyer

May 10, 2016



PROPERTY prices in central Baghdad are as high as London's, even though Iraq's national income is down by 70 per cent since the collapse in the oil price.

Islamic State's bombs regularly devastate parts of the capital, and still the real estate market booms. Why?

Because there is so much "dirty money" in Iraq that needs to be laundered. If you lack the political clout to get your stolen money out of the country, then the safest course is to put it into residential property. Although that's not a very safe bet either when the entire pseudo-democratic system bequeathed to Iraq by the United States invasion is on the brink of collapse.

The recent intrusion into the Green Zone, the vast (10sq km), blast-walled government compound in Baghdad, by thousands of angry Iraqis was probably the beginning of the end of the current dispensation in Iraq.

After only two days they left on May 1, after delivering an ultimatum calling for wholesale reform of the government, but they vowed to return if it does not happen.

It will not happen, and they will be back in the streets soon.

Former prime minister Nouri al-Maliki, forced from power in 2014 after Islamic State forces conquered the western half of Iraq, has been plotting a comeback with other parties in parliament. He may not succeed, but he and his allies are certainly able to block the passage of most measures they do not like.

The cement binding Maliki and the other plotters together is their determination to retain the utterly corrupt system that has allowed them to loot the country's oil wealth for so long.

The oil wealth is a great deal less now, but it is still practically Iraq's only source of income and they have no intention of giving it up.

The man who replaced Maliki, President Haider al-Abadi, is in relative terms a reformer.

He belongs to the same Dawa Party as Maliki and cannot afford to get too far out of touch with his power base but, nevertheless, almost a year ago he promised that he would replace many of his cabinet members with "technocrats" who would (theoretically) be less likely to steal the government's money.

He could not deliver on his promise, however, because any cabinet changes have to be approved by parliament. None of the parties there were willing to give up their own cabinet ministers and, with them, their ability to divert the government's cash flow into their own pockets. Three times Abadi's proposed reforms were rejected by parliament.

It was after the last time, in April, that Moqtada al-Sadr, a populist cleric with a big following among Baghdad's multitudinous Shia poor, ordered the invasion of the fortified Green Zone. That did force parliament to approve of five of Abadi's cabinet changes, and more will probably follow.

But changing the figureheads in the government ministries will not end the looting of public funds, which permeates the system from top to bottom. Indeed, you might say that corruption is the system in Iraq.

There are 7 million government employees in Iraq - in other words, a large majority of the adult male population - and most of them do little or no work. Indeed, some of them don't even exist, like the "ghost soldiers" whose pay is collected by their officers.

Collectively, they were paid around \$4 billion a month - which was all right when monthly oil income was up around \$6 billion. The oil revenue is now down to \$2 billion a month and the Central Bank has been making up the difference from its reserves, but those are now running low.

The system is about to go bankrupt and the economic crisis is now more urgent and more dangerous than the military confrontation with Islamic State.

All this talk about the Iraqi army driving Islamic State back is just hot air. The only Iraqi military advances have happened under the cover of massive US air strikes, and the government's own attention is elsewhere as is, increasingly, that of the population.

But Islamic State is still paying attention.