

The BRICS New Development Bank: Corruption-riddled Development Finance

By [Prof. Patrick Bond](#)

Global Research, March 30, 2019

Region: [sub-Saharan Africa](#)

Theme: [Global Economy](#), [History](#)

*The BRICS New Development Bank is having its **Annual General Meeting on 1-2 April**, here in South Africa. There's information about the meeting [here](#), including public sessions. Critics meet to discuss the Bank on 31 March - 3 June in Cape Town and Johannesburg, especially to interrogate bank loans to South Africa.*

The more we look at this institution, the more its rhetoric on sustainability and claims to offer an alternative approach to that of the Bretton Woods Institutions grate. The World Bank has a new leader, David Malpass, following a quite disastrous run by [ex-leftist Jim Yong Kim](#) (as [predicted](#) when he took up the post in 2012). With Malpass in the lead we can predict [abundant hypocrisy](#) when it comes to South African corruption, especially in Eskom and Transnet, as described in the attached files. To his credit, Malpass was [honest](#), back in 2017:

Malpass: "They're often corrupt in their lending practices, and they don't get the benefit to the actual people in the countries. They get the benefit to the people who fly in on a first-class airplane ticket to give advice to the government officials in the country, that flow of money is large, but not so much the actual benefit to normal people within poor countries, and that's what I'd like to see change."

Rep. Maxine Waters: "Do you have an example of that?"

Malpass: "Well, for example, we have countries such as South Africa that are deteriorating rapidly as their government is unable to provide efficiency and effectiveness... South Africa is heavily indebted and not making progress and is not being well served by its relationships with international financial institutions."

Join us for a People's Audit of BRICS banking!

BRICS New Development Bank AGM

NDB 2019

March 31
9am-5pm

129 Rochester Road
Observatory, Cape Town

AIDC
Alternative Information & Development Centre

ILRIC
International Labour Research & Information Centre

from-below 2019
COUNTER SUMMIT CAPE TOWN SOUTH AFRICA

UWC SCHOOL OF GOVERNMENT AND THE AFRICAN CENTRE FOR CITIZENSHIP AND DEVELOPMENT PRESENTS A DEBATE ON: NEW DEVELOPMENT BANK

APRIL 1
12:30- 3:30 PM

UWC SCHOOL OF GOVERNMENT VENUE 1H

BRICS' most ambitious multilateral financial institution, the New Development Bank (NDB) will be hosting its annual general meeting (AGM) at the CTICC in Cape Town from 1 – 2 April, 2019.

According to BRICS state leaders, the NDB heralds a new form of sustainable development finance in the Global South. However, state-owned enterprises such as Eskom and Transnet have been pledged funds that draw into question both the sustainable development paradigm the NDB is claiming to support, as well as claims of transparency with respect to loan oversight.

Activists and researchers are meeting prior to the bank's AGM to "audit" the NDB's performance to date. International participants from BRICS states will also be exploring the sustainable development content of the BRICS bloc against the backdrop of broader global political economy trends in 2019.

Please join us for a debate on 1 April on sustainable development in BRICS and the role of the NDB. The debate will be hosted by UWC's African Centre for Citizenship and Democracy, at the School of Government. International researchers will provide stimulus for a broader debate on BRICS' development, and the Global South in the Global Political Economy of 2019.

Contact: Elaine Petersen +27 21 9593817 or epetersen@uwc.ac.za

Development or Underdevelopment Finance?

NDB 2019
April 3

12:30-3 pm

University of Johannesburg
Nadine Gordimer Room, Library, Level 5
Kingsway Campus, Auckland Park

should Eskom, Transnet and the DBSA receive BRICS Bank mega-project loans?

The BRICS New Development Bank Annual General Meeting in Cape Town in April 1-2, loans are made at its Sandton branch.

The 'brics from below' network remains concerned that BRICS leaders Bolsonaro-Putin-Modi-Xi-Ramaphosa threaten:

- economic justice
- democracy
- freedom
- human rights
- gender equity
- LGBTQ+ rights
- internet privacy
- decent jobs
- the right to strike
- social spending
- remilitarisation
- climate change
- local environments

with brics-from-below, including United Front (Johannesburg), Earthlife Africa, Soweto Action Committee, Soweto Electricity Crisis Committee, UWC African Centre for Citizenship & Democracy, ISSO.org, People's Dialogue, AIDC, South Durban Community Environmental Alliance, International Labour Research and Information Group

join the discussion, following brief presentations from:

- Ilya Matveev, European University at St Petersburg, Russia
- Brian Mier, TelesUR correspondent, São Paulo, Brazil
- Ranjita Mohanty, author of *Democratising Development*, Delhi
- Makoma Lekalaka, Earthlife Africa, Johannesburg
- Lerato Mogapi, Soweto Action Committee
- Cleopatra Shezi, Soweto Electricity Crisis Committee
- Lisa Thompson, UWC School of Government
- Patrick Bond, Wits School of Governance
- Trevor Ngwane, UJ Sociology Department
- Ashwin Desai, UJ Centre for Sociological Research and Practice

True! South Africans are pushing the Bank to write off its largest-ever loan now: Eskom's Medupi, a \$3.75bn [corruption-riddled](#) coal-fired power station, a gargantuan [white elephant](#). Last Sunday, a national tv town-hall show - [The Big Debate](#) - explored this question of lender liability.

Just as Donald Trump appointed the [idiot](#) Malpass with no BRICS opposition, Jair Bolsonaro will appoint the next BRICS Bank president.

The BRICS Bank is facing the same questions about Odious Debt in relation to the loan to Transnet, to expand the main Durban harbour. But BRICS NDB Compliance Officer Srinivas Yanamandra is in corruption-denial, as you see from correspondence which ended yesterday. He convincingly shows that the BRICS NDB cannot be reasoned with.

*

Note to readers: please click the share buttons above. Forward this article to your email lists. Crosspost on your blog site, internet forums. etc.

Professor Patrick Bond teaches political economy at the University of the Witwatersrand in Johannesburg, South Africa. He is a frequent contributor to Global Research.

The original source of this article is Global Research
Copyright © [Prof. Patrick Bond](#), Global Research, 2019

[Comment on Global Research Articles on our Facebook page](#)

[Become a Member of Global Research](#)

Articles by: [Prof. Patrick Bond](#)

Disclaimer: The contents of this article are of sole responsibility of the author(s). The Centre for Research on Globalization will

not be responsible for any inaccurate or incorrect statement in this article. The Centre of Research on Globalization grants permission to cross-post Global Research articles on community internet sites as long the source and copyright are acknowledged together with a hyperlink to the original Global Research article. For publication of Global Research articles in print or other forms including commercial internet sites, contact: publications@globalresearch.ca

www.globalresearch.ca contains copyrighted material the use of which has not always been specifically authorized by the copyright owner. We are making such material available to our readers under the provisions of "fair use" in an effort to advance a better understanding of political, economic and social issues. The material on this site is distributed without profit to those who have expressed a prior interest in receiving it for research and educational purposes. If you wish to use copyrighted material for purposes other than "fair use" you must request permission from the copyright owner.

For media inquiries: publications@globalresearch.ca