By Vijay Prashad

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On September 15, 1970, U.S. President Richard Nixon and National Security Adviser Henry Kissinger authorized the U.S. government to do everything possible to undermine the incoming government of the socialist president of Chile, Salvador Allende. Nixon and Kissinger, according to the notes kept by CIA Director Richard Helms, wanted to "make the economy scream" in Chile; they were "not concerned [about the] risks involved." War was acceptable to them as long as Allende's government was removed from power. The CIA started Project FUBELT, with \$10 million as a first installment to begin the covert destabilization of the country.

U.S. business firms, such as the telecommunication giant ITT, the soft drink maker Pepsi and copper monopolies such as Anaconda and Kennecott, put pressure on the U.S. government once Allende nationalized the copper sector on July 11, 1971. Chileans celebrated this day as the Day of National Dignity (*Dia de la Dignidad Nacional*). The CIA began to make contact with sections of the military seen to be against Allende. Three years later, on September 11, 1973, these military men moved against Allende, who died in the regime change operation. The United States "created the conditions," as U.S. National Security Adviser Henry Kissinger put it, to which U.S. President Richard Nixon answered, "that is the way it is going to be played." Such is the mood of international gangsterism.

Chile entered the dark night of a military dictatorship that turned over the country to U.S. monopoly firms. U.S. advisers rushed in to strengthen the nerve of General Augusto Pinochet's cabinet.

What happened to Chile in 1973 is precisely what the United States has attempted to do in many other countries of the Global South. The most recent target for the U.S. government—and Western big business—is <a href="Venezuela">Venezuela</a>. But what is happening to Venezuela is nothing unique. It faces an onslaught from the United States and its allies that is familiar to countries as far afield as Indonesia and the Democratic Republic of Congo. The formula is clichéd. It is commonplace, a twelve-step plan to produce a coup climate, to create a world under the heel of the West and of Western big business.

Step One: Colonialism's Traps. Most of the Global South remains trapped by the structures put in place by colonialism. Colonial boundaries encircled states that had the misfortune of being single-commodity producers—either sugar for Cuba or oil for Venezuela. The inability to diversify their economies meant that these countries earned the bulk of their export revenues from their <a href="mailto:singular commodities">singular commodities</a> (98 percent of Venezuela's export revenues come from oil). As long as the prices of the commodities remained high, the export revenues were secure. When the prices fell, revenue suffered. This was a legacy of colonialism. Oil prices

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from \$160.72 per barrel (June 2008) to \$51.99 per barrel (January 2019). Venezuela's export revenues collapsed in this decade.

**Step Two: The Defeat of the New International Economic Order.** In 1974, the countries of the Global South attempted to redo the architecture of the world economy. They called for the creation of a New

## International Economic Order

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(NIEO) that would allow them to pivot away from the colonial reliance upon one commodity and diversify their economies. Cartels of raw materials—such as oil and bauxite—were to be built so that the one-commodity country could have some control over prices of the products that they relied upon. The Organization of Petroleum Exporting Countries (OPEC), founded in 1960, was a pioneer of these commodity cartels. Others were not permitted to be formed. With the defeat of OPEC over the past three decades, its members—such as Venezuela (which has the world's largest proven oil reserves)—have not been able to control oil prices. They are at the mercy of the powerful countries of the world.

**Step Three: The Death of Southern Agriculture.** In November 2001, there were about 3 billion small farmers and landless peasants in the world. That month, the World Trade Organization met in Doha, Qatar, to unleash the productivity of Northern agri-business against the billions of small farmers and landless peasants of the Global South. Mechanization and large, industrial-scale farms in North America and Europe had raised productivity to about 1 to 2 million kilograms of cereals per farmer. The small farmers and landless peasants in the rest of the world struggled to grow 1,000 kilograms of cereals per farmer. They were nowhere near as productive. The Doha decision, as Samir Amin

, presages the annihilation of the small farmer and landless peasant. What are these men and women to do? The production per hectare is higher in the West, but the corporate takeover of agriculture (as

<u>Tricontinental: Institute for Social Research Senior Fellow P. Sainath</u> shows) leads to increased hunger as it pushes peasants off their land and leaves them to starve.

Step Four: Culture of Plunder. Emboldened by Western domination, monopoly firms act with disregard for the law. As Kambale Musavuli and I write of the Democratic Republic of Congo, its annual budget of \$6 billion is routinely robbed of at least \$500 million by monopoly mining firms, mostly from Canada—the country now leading the charge against Venezuela. Mispricing and tax avoidance schemes allow these large firms (Canada's Agrium, Barrick and Suncor) to routinely steal

billions of dollars from impoverished states.

Step Five: Debt as a Way of Life. Unable to raise money from commodity sales, hemmed in by a broken world agricultural system and victim of a culture of plunder, countries of the Global South have been forced to go hat in hand to commercial lenders for finance. Over the past decade, debt held by the Global South states has increased, while debt payments have ballooned

by 60 percent. When commodity prices rose between 2000 and 2010, debt in the Global South decreased. As commodity prices began to fall from 2010, debts have risen. The IMF points

out that of the 67 impoverished countries that they follow, 30 are in debt distress, a number that has doubled since 2013. More than 55.4 percent of Angola's export revenue is paid to service its debt. And Angola, like Venezuela, is an oil exporter. Other oil exporters such as Ghana, Chad, Gabon and Venezuela suffer high debt to GDP ratios. Two out of five low-income countries are in

deep financial distress

Step Six: Public Finances Go to Hell. With little incoming revenue and low tax collection rates, public finances in the Global South have gone into crisis. As the UN Conference on Trade and Development points out, "public finances have continued to be suffocated." States simply cannot put together the funds needed to maintain basic state functions. Balanced budget rules make borrowing difficult, which is compounded by the fact that banks charge high rates for money, citing the risks of lending to indebted countries.

**Step Seven: Deep Cuts in Social Spending.** Impossible to raise funds, trapped by the fickleness of international finance, governments are forced to make deep cuts in social spending. Education and health, food sovereignty and economic diversification—all this goes by the wayside. International agencies such as the IMF force countries to conduct "reforms," a word that means the extermination of independence. Those countries that hold out face

immense international pressure to submit pain of extinction , as the Communist Manifesto (1848) put it.

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Step Eight: Social Distress Leads to Migration. The total number of migrants in the world is now at least country called

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the 21st-largest country in the world, after Thailand and ahead of the United Kingdom. Migration has become a global reaction to the collapse of countries from one end of the planet to the other. The migration out of Venezuela is not unique to that country but is now merely the normal reaction to the global crisis. Migrants from Honduras who go northward to the United States or migrants from West Africa who go toward Europe through Libya are part of this global exodus.

**Step Nine: Who Controls the Narrative?** The monopoly corporate media take their orders from the elite. There is no sympathy for the structural crisis faced by governments from Afghanistan to Venezuela. Those leaders who cave to Western pressure are given a free pass by the media. As long as they conduct "reforms," they are safe. Those countries that argue against the "reforms" are vulnerable to being attacked. Their leaders become "dictators," their people hostages. A contested election in Bangladesh or in the Democratic Republic of Congo or in the United States is not cause for regime change. That special treatment is left for Venezuela.

**Step Ten: Who's the Real President?** Regime change operations begin when the imperialists question the legitimacy of the government in power: by putting the weight of the United States behind an unelected person, calling him the new president and creating a situation where the elected leader's authority is undermined. The coup takes place when a powerful country decides—without an election—to anoint its own proxy. That person—in Venezuela's case <a href="Juan Guaidó">Juan Guaidó</a>

—rapidly has to make it clear that he will bend to the authority of the United States. His kitchen cabinet—made up of former government officials with intimate ties to the United States (such as Harvard University's Ricardo Hausmann and Carnegie's Moisés Naím)—will make it clear that they want to privatize everything and sell out the Venezuelan people in the name of the Venezuelan people

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Step Eleven: Make the Economy Scream. Venezuela has faced harsh U.S. sanctions since 2014, when the U.S. Congress started down this road. The next year, U.S. President Barack Obama declared Venezuela a "threat to national security." The economy started to scream. In recent days, the United States and the United Kingdom brazenly stole billions of dollars of Venezuelan money, placed the shackles of sanctions on its only revenue-generating sector (oil) and watched the pain flood through the country. This is what the United States did to Iran and this is what they did to Cuba. The UN says that the U.S. sanctions on Cuba have cost the small island \$130 billion. Venezuela

lost \$6 billion for the first year of Trump's sanctions, since they began in August 2017. More is to be lost as the days unfold. No wonder that the United Nations Special Rapporteur Idriss Jazairy says

that "sanctions which can lead to starvation and medical shortages are not the answer to the crisis in Venezuela." He said that sanctions are "not a foundation for the peaceful settlement of disputes." Further, Jazairy said, "I am especially concerned to hear reports that these sanctions are aimed at changing the government of Venezuela." He called for "compassion" for the people of Venezuela.

**Step Twelve: Go to War.** U.S. National Security Adviser John Bolton held a yellow pad with the words "5,000 troops in Colombia" written on it. These are U.S. troops, already deployed in Venezuela's neighbor. The U.S. Southern Command is ready. They are egging on Colombia and Brazil to do their bit. As the coup climate is created, a nudge will be necessary. They will go to war.

None of this is inevitable. It was not inevitable to Titina Silá, a commander of the Partido Africano para a Independència da Guiné e Cabo Verde (PAIGC) who was murdered on January 30, 1973. She fought to free her country. It is not inevitable to the people of Venezuela, who continue to fight to defend their revolution. It is not inevitable to <a href="https://doi.org/10.1001/journal.com/">Tricontinental: Institute for Social Change</a>

's friends at CodePink: Women for Peace, whose Medea Benjamin walked into a meeting

of the Organization of American States and said: No!

It is time to say "No" to regime change intervention. There is no middle ground.

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