

Russia Has Lost \$1 Trillion in Capital Flight Since Fall of U.S.S.R., Says Putin's Economist

Top politician blames International Monetary Fund for promoting massive capital outflow.

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Sergei Glazyev, who until earlier this month was an economic adviser to President Vladimir Putin. **Gavril Grigorov / TASS**

Around \$1 trillion of capital has been pulled out of Russia since the fall of the U.S.S.R., a close aide to President Vladimir Putin has told world leaders at the Russia-Africa forum in Sochi.

Sergei Glazyev, who was a long-time economic adviser to Putin and is now minister in charge of integration at the Eurasian Economic Union, said the International Monetary Fund (IMF) had chosen policies which encouraged the large-scale withdrawal of capital from Russia and the rest of the former Soviet Union, Russian news agency Tass [reported](#).

Related article: [Net Capital Outflow from Russia Increases by 1.6 Times to \\$28Bln](#)

The economist assesses that a similar amount — another \$1 trillion — of capital has also flown from the other 14 post-Soviet countries over the last 30 years.

In a warning to the world leaders and representatives of all 54 African nations who are gathered in Sochi for the Russia-Africa forum this week, Glazyev said the IMF has adopted a similar approach in Africa as across the former Soviet Union.

“Of course, Africa has been exploited for much longer,” he said. “We have been living in this financial and economic environment for only 30 years, but the intensity of the exploitation of the post-Soviet economy is even more impressive than the intensity of the financial exploitation of Africa.”

Glazyev was moved out of his role as economic adviser to Putin earlier this month and appointed the Eurasian Economic Union’s minister for integration. He was associated with the more isolationist and free-spending wing of economic thinkers within the Kremlin, proposing more state involvement in the economy and higher government budgets.

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Glazyev also advised African countries to keep full control over their natural resources and infrastructure, in line with his advocacy in Moscow for greater economic self-sufficiency.

Earlier this week, Putin announced he would write-off \$163 million of [debt](#) owed to Russia by Ethiopia under a debt-for-development program, becoming the fourth African country to receive such debt relief. The Russian President said he had now wiped-out \$20 billion of debt incurred by African countries to the Soviet Union.

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