
Analysis of Kleptocratic Financiers' Pathways and Bureaucratic Security Exchange Commissioner's Negligence in the 21st Century

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EXECUTIVE SUMMARY

The cardinal objective for writing this article is to define, analyze, and describe a profile of the popular global economical pathways of corruption, coercion, deception, compulsion, corrosion, and fraud within the boundaries of the modern financial free market economy. The second objective is related to examining the state of economy in relationship with observable truthfulness in ethical and moral mandates in the contemporary free market economy. The third objective is to identify the greedy appetite of kleptocratic financiers' operations that take advantage of the Security Exchange Commission's bureaucratic negligence by not enforcing the law in the stock market. In addition, this article is devoted to defining the notion of kleptocracy, plutocracy, kakistocracy, and bureaucracy in conjunction with the philosophies of quality of life, ethical, moral, and legal implications concerning investors in the stock market within the contextual boundaries of truthful global free market economy. As a moralist and ethicist, I need to attest that we live in a global village in which several aligned invisible societal hands have emerged through corrupted pathways of alliances to gain illegitimate profits from investors and consumers. Among different types of corruptions, the most popular harmful pathways of unethical and immoral techniques is money laundering. Among all types of unethical and immoral techniques, I have identified thirteen types of money laundering. Namely: (J) smuggling, (2) legitimate businesses, (3) foreign currency exchange brokers, (4) daisy chaining businesses, (5) brokerage houses, (6) double-invoicing, (7) reverse flip, (8) loan back, (9) underground banking, (J 0) sex industry, (J 1) havalala (popular in the Asian and Middle Eastern countries), (J 2) illegal sale of wildlife, and (J 3) oil and diamond smuggling.

Keywords: Kleptocracy, Plutocracy, Kakistocracy, Bureaucracy; Maddoffian Ponzi schemers