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## ARCHIVIO I.A.I.

[The Widdle East Conflict - Can it be solved?] (provisional survey, to be revised before April 25) Ground there a

There are two rivel Hing concepts about solving the ME conflict: the step for step strategy proposed by Kissinger and preferred by Sadat and his Arab friends (Scudi Arabia, other "moderate" and "copitalist" Arab countries as well) as opposed to the Geneva strategy pushed by the Soviet Union and by her friends in the Arab world, the more radical and "socialist" countries. "Geneva" would mean to discuss and hopefully "solve" the whole complex in one parcel under joint chairmenship of the USSR and USA.

The step for step solution on look back on initial successes: Kissinger managed to disengage the troops on the Egyptian Israeli front in January 1974 and on the Syrian front in May 74. But from then on the attempts at further steps stepnated. The whole summer and autumn passed in preparatory maneuvers and discussions for a further step. Jordan wanted some disengagement on the Jordan river, but this came to nothing because of Israeli difficance and later because the Areb states decided that any territory recuperated from the west bank of the Jordan should go to the PLO not to Jordan. This was a consequence of the decision reached at the Arab (Cat. 34) sommet in Mabet which designated unionimously the PLO as the sole legitimate representative of the Felestinians". Jordan had to accept this decision under pressure of all the Arab states.

A further step forward in the Golen proved improvideble becauve of the nature of the terrain. Only in the Sinci there seemed to be some hope of returning another slice of occupied <u>improvidency</u>. Arob territory. Israel seemed to be ready to do so, but wanted a counter concession from Egypt, and from the summer 1974 onverds it became clear that the principie difficulty iny in the question: what can Egypt offer as a counterconcession to Israel, if the Israelis take their troops back to the With and Giddi passes and evacuate 2

Abu Rodeis oil field? - Israel postulated a a declaration of non belligenence for "several years". Egypt declared it could not give any such assurance since the manade of a new war was the only real leverage Egypt had in order to compely the return of all the occupied territories and (the reivindidation of the rights of the Palestinians. Rurtharx Overmore Arab solidarity impeded any unilateral retreat from the war by Egypt, the state with the biggest army, and Egypt had committed itself at Rebet not to take any unilateral steps towards peace. It seemed unlikely that Egypt would break such commitments because Arab solidarity on the financial and oil level are the major hopes for extricating its its very difficult financial ONCE and economic position after a possible solution to the conflict has been found. Kissingers personal diplomecy on his 9th round in the ME in February 1975 did not reach/any results, but he declared himself willing to try sgein in Merch.

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The Geneva conference FThe a

De E The need for a raptal solution]

Mnatever the outcome of these future negociations about a step forward in Sinai, it has become clear that each step forward will become more and more difficult to accomplish. On the other hand there is some urgency to reach some progress, principally because the financial and social difficulties of Egypt are growing rapidly and can only be remedied after the state of war has been abolished. At present Egypt continues to spend one third of its budget on the 10. 1375 Theoney army, X EL 1 300 Miodenother 7co Mie went for food imports and they are expected to go up to 1. 250 Mio in 1975. The Russians insist on payments of the debt of 2 billions, services in Chiro and otherwise have run down; the cenel zone has to be rebuilt; population increase by nearly one Mio a year; prime minister Hegezi knows that the best chance to rebuild the economic structure would be to return to a market mechanism thus short circuiting the hopelessly inefficient state bureaucracy. But this sim can only be reached when the Russians will no longer be necessary. They keep being needed as long as the

state of war continues. Hoped for investments from USA, Europe and the oil states have been slow in coming, sport from some government subsidies, because the economic system being what it is rentability in Eugypt is not assured.

If there is no rapid progress towards peace there is a serious denger that Cairo will try another limited war, in the style of 1973, principally in order to speed things up. It could also be feared that Sadat's prestige continues to fall and that he would be overthrown if he engages the country into another lengthy period of "neither war nor peace". All this makes rapid progress imperative if a new war xirx, shell be avoided.

On the Israeli side similar reasons apply: the temptation to try a preventive war will grow, the longer no peace solution is found; this for xreasons of prestige of state and army; economic reasons and reasons of strategy (state blow before Egypt is fully requipped).

The urgency of finding a solution makes it very likely that the Geneve conference will be called together rather soon if the step for step strategy exhausts itself.

## Dangers of Geneva

US and Egyptian suspicions of Geneva are well founded. The principal danger would be "polarisation of the conference" as Sadat has declared publicly. This would mean the Russians giving strenuous support to the Arabs and forcing the Americans to defend the Israelis. If this should happed the US would lose its present position as intermendiary between the two sides and become the backer of one only, similar as it was/before and after 1967. Today such a position would be much more dangerous to the US and the whole Western alliance because of oil. Oil pressure from the Arab side would certainly increase if the US were clearly seen to defend Israel against the Arab-Russian demands. It seems likely to The

the author of this paper that this is the real reason for the Russian advocacy of Geneva: they hope to moneuver the US and the NATO countries into a position of backing Israel against the Araba and to take the political and economic punishment consequent to this state of affairs. Or alternatively to be seen backing down to Russo-Arabic pressure, sacrificing Israel at least partially, and to hand a prestige victory to the Russians and their Arab friends.

Sadat has been diffident towards Geneva because he has already lived through a period of "polarisation", when the US backed Israel and the Russians the Arabs, and he has seen that this led to the blocking of the ME question, a long period of "neither war nor peace" and could even lead to the freezing of the big power frontiers (Berlin style) between Israel and Arabs. But if Sadat can not achieve progress with the help of the Americans (Kissinger's step by step) he will be force willy nilly to accept the Geneva set up and to hope that oil pressure might this time make a difference and force the western countries to back down and secrifice Israel.. [Political aims in case of a step for step, and in case of Geneval]

If the negocistions continue under the suspices of Kissinger as intermediary the final dims of the Arabs remain rather well defined and comparatively limited: fturn of all territories, including Jerusahem and foundation of a Palestinain state on the West Bank. But if the negociations will be conducted at Geneva the Araba will insist on more, this is clear already today: The Palestinians will come to Genva, if they are begged to come, but they will aim at a Palestinian state in the frontiers of 1947, reasoning that this has been consecrated by the UN before the 1948-9 war. Overmore they will see this state only as a first step towards their officially proclaimed final aim of a democratic Palestine" where Jews and Arabs can live together. This clearly postulates a destruction of the present Jewish state of Israel. In Genya the more moderate

Arab states, principally Egypt, would have little foice but to back the Palestinian demands, they have granted the Palestinians the right to decide their own political aims and strategy in advence (Robat), and the belance of pover (seems to be such 60 be such that the constellation effective at Rabet will also make itself felt at Geneve. Saudi Arabia is clearly decisive in this balance. In practice the Arab demands at Geneva, via the bias of the PLO, would go as for as the Saudi wanted them to go. The Russians have xixa interest in helping to maximise Arab demands, because in this way they will be able to maximise punishment for the "est and for Israel; but they will probably be more cautious about it than the Saudis, because (will they want to evoid a new war and the risks this would bring for the Super powers. However it is quite likely that they would gradually tighten the screw at Geneva if they could see the West and Isreel ( cronomically either giving in gradually or weekening under oil pressure, Under the circumstances the only vieble way for the US at Geneva would be to reach a previous understanding with the Soviet Union and to impose this on Isreel, regardless of isreeli protests. But it is like ly that the Russian price for such an understanding would be very high indeed, possibly exceeding the present day Arab official demands of all the territories and/a Palestinian mini-state.

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## The role of the Pelestinians

In all this the Palestinians ply the role of the **xixxixity** veriable (the other demand:"all the territories"being fixed). They can be used by the Russians and by the Arab radicals in order to increase their demands whenever there seems to be scope for doing so. For this it is sufficient to give them encouragement. The inner structure of the PLO is such that the Organisation is forced to  $\frac{demand}{demand}$  always the maximum imaginable. Arafet has to count with the double opposition of the extremist groups (front du refus; PPLD, Jibril group, Tahringroup, backed by Irak, etc.) and of the rank and file of all organisations (who are motViated by the desire to return to their homes in

How they will be used depends on the judgement one conceives of Soviet sime. If one believes that they "really" wents peace in the ME one has to assume the balloon will be deflated in the critical moment; but if one assumes, with the present writer, that they want rather a prolongked wrangle with the West and the USA about the future of the Middle East, stopping short of war but forcing the US and Europe into the position of defenders and backers of Israel, while they back the Arabs and their oil, in that case one would expect them to inflatent the beloon just sufficiently to avoid a hot war but to keep the cold ME war going.

## [ Conclusion]

It seems difficult for the Americans elone to achieve a near East settlement, except if they did it by forcing Israel to give in "all the way", however much this might be. If they are unwilling to do this, they will be forced to go to Geneve rather earlier than later, and there they risk to be degraded to the role of defenders of israel and to accept the dislike of the Arabs with all the economic consequences that are inherent in this role. In Genevea a settlement seems possible only with the collaboration the USSR. For this a price will have to be paid. It is possible, in the eyes of the writer even probable, that the Russians will put this price high enough for the US to be unwilling to pay it. In that case the con-

flict will drag on indefinitely; (telk in Genv; will earlier or later make room for  $\pi$  a new and probably futile attempt to solve the conflict by an act of war. This might be contained by the Superpowers/similarity to/the war of 1973 without conceding wictory to either side; or else it might prove incontainable, because of its unavoidable petroleum ingredient, and in that case it wright prove to be the beginning of the Third Forld War.

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