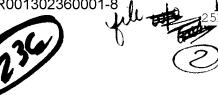
Central Intelligence Agency





27 November 1984

DIRECTORATE OF INTELLIGENCE

Saudi	Reaction	to	Growing	${\tt Moderate}$	Coalition	
-------	----------	----	---------	------------------	-----------	--

Summary

Saudi Arabia favors the strengthening and coalescing of moderate Arab forces, but its support for a moderate alliance would be low-key and tempered by Syrian intimidation. If such a coalition actively promoted a major peace initiative rejected by Syria, we believe Riyadh would serve as the link between moderate and radical players and urge both sides to compromise. Saudi Arabia would not publicly associate itself with the initiative, however, and its ability or willingness to influence events would be limited.

The Scene

The re-establishment of relations between Jordan and Egypt, the meeting of the Palestine National Council despite Syrian objections, and recent moderation in Iraqi foreign policies fuel speculation that a moderate Arab coalition is emerging. An alliance of these states and Arafat's forces could remain amorphous and cooperate only on overlapping regional interests, or could develop into an activist coalition that pushes or backs a regional peace initiative. In either case, the question of Saudi involvement and support will be crucial.

This paper was prepared by Gulf Division, Office of Near Eastern and and queries are welcome and may be directed Division, NESA,	

MF 2H	M	84-10305	

SECRET

Sanitized Copy Approved for Release 2011/04/04: CIA-RDP85T00287R001302360001-8

25X1

25X6

Riyadh's Role

Saudi Arabia would view favorably the strengthening of moderate forces in the region and the weakening of Syrian influence. Riyadh, in our view, fits in comfortably with the amorphous group of Arab moderates that already share the following goals:

- -- A commitment to support Iraq in its war with Iran.
- -- Support for the moderate camp of the PLO, currently led by Arafat.
- -- A steady reintegration of Egypt into the Arab mainstream and Arab organizations. The Saudis are not out front on this issue, however, in the absence of Arab League consensus.

If this tacit, moderate alliance continues to move quietly on these issues, we believe Riyadh will play a positive, but backstage, role. If such a coalition grows closer and takes a higher public profile, however, Riyadh probably will calculate that its security interests are better served and protected by maintaining its distance from the group, at least in public.

Syrian opposition to a cohesive, moderate coalition would be the principal impediment to Riyadh's open participation. The Saudis probably would calculate that they would be the most vulnerable member of the coalition to the heavy-handed pressure tactics of the Syrians and other radicals. Crown Prince Abdallah stated to the US ambassador in Riyadh last week that Syria must be made a part of any peace effort. The Saudis probably fear that an active moderate coalition would prompt Syria to apply direct pressure on Riyadh, cause trouble in Lebanon, and increase its cooperation with Tehran and the Soviet Union.

The Saudis also would be concerned that their financial assets might be the object of manipulation by other members of such a coalition. Already cautious about doling out aid to their Arab allies because of lower oil revenues, the Saudis would expect members of the alliance to rely on Riyadh for the financial wherewithal to achieve political objectives.

There are other aspects of an Egyptian-Jordanian-Iraqi axis that would cause apprehension in Riyadh. The Saudis do not favor the formation of formal regional alliances because the mercurial nature of Middle East

2 SECRET

			25X1
exists to any one or combina	powersEgypt, Syri rking to ensure tha tion of these state form, Riyadh might,	ia, Iraq, and Iranand at an effective counterweight	
Implications for the US			
The United States could moderates to proceed cautiou moderate case to the Syrians the link between moderate anoffer financial inducements positions but would not be wouldf of aid.	sly with a peace in, urge both sides in dradical players. to the radicals for	to compromise, and serve as Saudi Arabia might also r a moderation of their	25X1
United States for its unwill could be used destructively Riyadh. Because they pay canot feel obliged to link pol Saudis try to limit potentia	ingness to join a r by opponents of adv sh for major weapon itical issues with l negative fallout in our view, be w	ns, however, the Saudis do weapons sales. Although the from their foreign policy alter	
United States, perhaps by pupeaceful resolution of the A	blicly reiterating rab-Israeli conflic IMF or countries a	ct, providing high profile Ilied with the United States,	25X1

Sanitized Copy Approved for Release 2011/04/04 : CIA-RDP85T00287R001302360001-8

Sanitized Copy Approved for Release 20	D11/04/04 : CIA-RDP85T00287R001302360001-8	25X1
SUBJECT: Saudi Reaction to Grov NESA M 84-10305	wing Moderate Coalition	25X1
Distribution: Copy 1 - Robert Pelletreau, State 1 - James A. Placke, State 1 - Arnold L. Raphel, State 1 - DDI 1 - NIO/NESA 1 - C/NID 1 - C/PDB 1 - C/PES 4 - CPAS/IMD/CB 1 - D/NESA 2 - NESA/PPS 6 - NESA/PG	te	
DDI/NESA/PG/P	(27 Nov 84)	25X1

4 SECRET