# The ICAS Bulletin Institute for China America Studies A Survey of Scholarship on U.S.-China Relations

June 22, 2022

## What's Going On?

## U.S. and Chinese Officials Meet Face-to-Face in Singapore and Luxembourg



U.S. Secretary of Defense Lloyd Austin meets with Chinese Minister of Defense Wei Fenghe on June 10 in Singapore (Source: U.S. Department of Defense)

- On June 13, U.S. National Security Advisor Jake Sullivan met with China's top foreign policy official Yang Jiechi for a four-hour meeting in Luxembourg.
- Washington described the meeting as an important step towards "reducing risk" in the U.S.-China relationship, and mentioned that the officials discussed a range of topics, including escalating military activity in the Taiwan Strait, the Ukraine conflict, and China's recent veto of a UN resolution sanctioning North Korea.
- From June 10-12, the 19th Shangri-La Dialogue, an annual defense conference organized by the London-based think tank International Institute for Strategic Studies, was held in Singapore.
- U.S. Secretary of Defense Lloyd Austin met with his Chinese counterpart Wei Fenghe for the first time in advance of the summit.
- Both sides mentioned in their press releases that Taiwan featured prominently in the discussion, but they avoided mentions of hostility and welcomed the talks as a positive step toward more regular communication.

Associated News Sources:

"US national security adviser meets China's top diplomat,

## **Beijing and Washington Lock Horns over Escalating Taiwan Strait Tensions**



Chinese MFA Spokesperson Wang Wenbin asserted Beijing's sovereignty over the Taiwan Strait in a June 13 Press Conference (Source: Chinese MFA)

- From June 15-22, U.S. and Taiwanese military personnel held talks in Annapolis to discuss the sharing of weapons systems and strategies that could be used to defend against a military operation from the mainland.
- On June 13, in response to a statement by Taipei referring to the Taiwan Strait as "international waters," Chinese Ministry of Foreign Affairs spokesperson Wang Wenbin stated that "China enjoys sovereign rights and jurisdiction over the Taiwan Strait" and that "there is no such thing as 'international waters' in UNCLOS [The United Nations Convention on the Law of the Sea]."
- On June 14, in response to MFA spokesperson Wang's statement, U.S. State Department spokesperson Ned Price rebuffed Beijing and described the Taiwan Strait an "international waterway...where high seas freedoms, including freedom of navigation and overflight, are guaranteed under international law."
- On June 11, speaking at the Shangri-La Dialogue, Secretary Austin criticized China's increasing activity in the Taiwan Strait, saying"our policy hasn't changed, but unfortunately that doesn't seem to be true for the PRC."
- Defense Minister Wei Fenghe hit back at Secretary Austin's comments, demanding that the U.S. stop



paving way for potential Biden-Xi meeting", CNN, June 14 "Two top US and China officials meet for a third time this year to 'reduce risks'", South China Morning Post, June 14 [Paywall]

"Readout of National Security Advisor Jake Sullivan's Meeting with Politburo Member Yang Jiechi", The White House, June 13

"Biden official meets with China's top diplomat for four hours in Luxembourg", The Hill, June 13

"At first meeting, U.S., China defense chiefs call for more communication", The Washington Post, June 10 [Paywall] "China, US defence chiefs square off on Taiwan, Ukraine in first face-to-face talks", South China Morning Post, June 10 [Paywall]

"U.S., China Defense Chiefs Dial Down Tensions Over Taiwan", The Wall Street Journal, June 10 [Paywall]

"smearing and containing China and interfering in [its] internal affairs." Wei also promised that China will "fight to the end" if the U.S. forces a confrontation over Taiwan.

Associated News Sources:

"Taiwan-US security and military talks will discuss weapons and strategies to defend island against Beijing", South China Morning Post, June 15 [Paywall] "U.S. rebuffs China by calling Taiwan Strait an international waterway", Reuters, June 14 [Paywall] "China insists it has sovereign rights over Taiwan Strait", Yahoo!, June 13

"China Defense Minister Says Nuclear Buildup Is Justified", The Wall Street Journal, June 13 [Paywall] "China calls U.S. a 'bully,' vows to 'fight to the end' for Taiwan", The Washington Post, June 12 [Paywall] "US: China's military activity around Taiwan threatens region", AP News, June 11

# **Chinese Military Expansion As Power Bilateral Competition Intensifies**



The launching and naming ceremony of Fujian at the Jiangnan Shipyard of China Shipbuilding Industry Corporation, Shanghai (Source: Ministry of National Defense of the People's Republic of China)

- On June 19, Chinese Ministry of National Defense announced its "ground-based midcourse anti-missile intercept technology test has "achieved its expected purpose".
- On June 17, the first aircraft carrier designed and built in China, Type-003 Fujian, was launched. The U.S. Department of Defense regarded this as China extending beyond coastal and shipboard missile systems range.
- On June 12, Chinese Defence Minister Wei Fenghe reiterated China's position as a responsible power and stated it was "natural" to develop new weapons to protect the national interest.
- U.S. Defense Secretary Lloyd Austin accused China of "political intimidation, economic coercion, or harassment" towards Indo-Pacific countries and vowed to support its partners.
- Chinese Vice Foreign Minister Xie Feng defended the security agreements with the Solomon Islands and accused the U.S. of turning the South Pacific into "a

## U.S. Sanctions and Investments on China



(Source: Getty Images)

- On June 19, U.S. Treasury Secretary Janet Yellen and Energy Secretary Jennifer Granholm confirmed the possibilities to remove some tariffs on China and pause the federal gas tax to combat inflation.
- The Federal Communications Commission Chair Jessica Rosenworcel told Congress that deficiencies in two-thirds of applications to reimburse U.S. carriers for removing equipment from Chinese companies were deemed national security threats.
- Chubb CEO Evan Greenberg called for an "interest-based approach" for more U.S. business engagement with China, while holding firm in case of national security threats and unfair trade practices.
- U.S. Bipartisan supporters agreed on revised text requiring companies and investors to disclose new outbound investments that needed to be authorized on national security grounds, aiming to protect technologies and rebuild critical supply chains countering China.
- Former Treasury Secretary Larry Summers advocated for

boxing ring" for the US-China rivalry.

Associated News Sources:

"China says it tested missile-interception system", Reuters, June 19 [Paywall]

"China upgrades its naval force with its first indigenous aircraft carrier", NPR, June 17

"Don't turn South Pacific into US-China geopolitical boxing ring', Beijing says", South China Morning Post, June 13 [Paywall]

"China fires back at US claims of aggression as it admits to developing new weapons", Financial Times, June 12 [Paywall]

"US defense chief says China muscling neighbors, plundering resources in Pacific", CNN, June 11

easing tariffs on China, as inflation increases domestically and a recession would "more likely than not" occur within the next two years.

Associated News Sources:

"U.S. reviews China tariffs, possible gas tax pause to curb inflation", Nikkei Asia, June 20 [Paywall]

<u>"Chubb CEO Evan Greenberg urges US businesses to stay engaged in China market"</u>, South China Morning Post, June 15 [Paywall]

<u>"FCC says most requests for funds to replace Chinese telecom equipment are deficient"</u>, Reuters, June 15 [Paywall]

"Lawmakers Make Bipartisan Push for New Government Powers to Block U.S. Investments in China", The Wall Street Journal, June 14 [Paywall]

"Former Treasury head urges tariff cuts, warns of recession", Politico, June 12

## Global Spotlight on Chinese Human Rights Issues



An unpicked cotton field in Xinjiang, China (Source: Getty Images)

- On June 21, manufacturers and retailers braced for chaos as the U.S. Customs enforced the Uyghur Forced Labor Prevention Act, a ban on imports from China's Xinjiang region in response to reports of widespread human rights violations in the region.
- On June 15, UN Human Rights Chief Michelle Bachelet confirmed that she couldn't speak to any Uygurs currently detained or their families" during her trip last month.
- On June 14, 47 countries delivered a joint statement on alleged abuses in China's Xinjiang region, demanding the UN investigators and experts to observe the situation with "meaningful and unfettered access" provided.
- On June 9, the European Parliament adopted a position stating that China's alleged human rights abuses in Xinjiang hold a "serious risk of genocide", condemning China's treatment of Uygurs and other ethnic Muslims in the northwestern region.
- On May 20, the Biden administration's Special

### - In Other News -



Hong Kong skyline from the river at night (Source: Getty Images)

"China's 1st Horn of Africa envoy offers to mediate in region", ABC News, June 20

"New Hong Kong Cabinet Includes 4 Under US Sanctions", VOA, June 19

"TikTok says its American traffic is going through Oracle servers, but it retains backups.", The New York Times, June 17 [Paywall]

"Leaked Audio From 80 Internal TikTok Meetings Shows That US User Data Has Been Repeatedly Accessed From China", Buzzfeed News, June 17

"U.S. envoy to China expects 'zero COVID' policy to persist into 2023", Reuters, June 16 [Paywall]

"Taiwan admits paying American lobbyists to help establish closer US ties amid rising pressure from Beijing",

South China Morning Post, June 16 [Paywall] "Spy agencies' focus on China could snare Chinese"

Americans", AP News, June 15

"Pentagon bankrolls rare earths plant as US plays catch-up to China", Financial Times, June 14 [Paywall]



Coordinator for Tibetan Issues Uzra Zeya visited two Tibetan refugee camps in Kathmandu. Nepali officials feigned ignorance to avoid pressure from China.

Associated News Sources:

"Companies brace for chaos as Xinjiang import ban starts in U.S.", Nikkei Asia, June 20 [Paywall]

"Dozens of countries call out China at UN over Xinjiang abuse allegations", South China Morning Post, June 15 [Paywall]

"UN human rights chief 'not able to speak to' any detained Uygurs or their families in Xinjiang", South China Morning Post, June 15 [Paywall]

"Nepal Is Caught Between the US and China on Tibetan Refugee Issue", The Diplomat, June 9 [Paywall]

"European Parliament passes landslide vote on China's alleged rights abuses in Xinjiang", South China Morning Post, June 9 [Paywall]

"China Releases Bloomberg News Staffer Detained on National-Security Grounds", The Wall Street Journal, June 14 [Paywall]

"China and Australia break diplomatic drought with 'frank' defence ministers talks", South China Morning Post, June 13 [Paywall]

"Tesla goes ahead with China hiring event after Musk job warning", Reuters, June 9 [Paywall]

## What Are We Reading?

- The New York Times: "Red Flags for Forced Labor Found in China's Car Battery Supply Chain" by Ana Swanson and Chris Buckley (June 20) [Paywall]
- The Diplomat: "The Complex Nationalism of China's Gen-Z" by Brian Wong (June 19) [Paywall]
- The Wall Street Journal: "The Tiny Loophole That Understates the Trade Deficit With China" by Josh Zumbrun (June 17) [Paywall]
- Nikkei Asia: "The China research battle" by Toru Tsunashima (June 15) [Paywall]
- The New York Times: "Constructive Communication Between the U.S. and China Gets Harder" by Stephen Gandel (June 15) [Paywall]
- The Washington Post: "The U.S. Is Losing Its Military Edge in Asia, and China Knows It" by Ashley Townshend and James Crabtree (June 15) [Paywall]
- South China Morning Post: "How China's belt and road diplomacy could end the Ukraine conflict for good" by Agha Hussain (June 15) [Paywall]
- World Politics Review: "The U.S.-China Decoupling Is Coming for Academia" by Eduardo Jaramillo (June 13)
- Journal of Chinese Political Science: "Understanding the Challenge of China's Rise: Fixing Conceptual Confusion about Intentions" by Oriana Skylar Mastro (June 13) [Paywall]
- South China Morning Post: "China is wooing Pacific nations but can it win trust?" by David Dodwell (June 13)
- South China Morning Post: "Just how 'rock solid' is Biden's support for Taiwan?" by Gary Sands (June 13)
- Financial Times: "How Xi Jinping is reshaping China's capital markets" by Hudson Lockett (June 12) [Paywall]
- So2uth China Morning Post: "Messy Summit of the Americas highlights contrast in US, China hosting style" by Mark Magnier (June 12) [Paywall]
- Foreign Affairs: "Has China Lost Europe?" by Ian Johnson (June 10) [Paywall]
- Foreign Affairs: "China's Southern Strategy" by Nadège Rolland (June 9) [Paywall]
- South China Morning Post: "US must accept Southeast Asia wants China to play a central Indo-Pacific role" by Tom Mitchell (June 2) [Paywall]
- The German Marshall Fund of the United States: "Next-generation Perspectives on Taiwan" by Bonnie S. Glaser et al (May 31)



## What's Happening Around Town?



#### - Past Events -

- How Southeast Asians are Making China Adapt to Local Needs
  - June 13 hosted by the Carnegie Endowment for International Peace
- The Way Forward for Japan U.S. Cooperation Under the Indo-Pacific Economic Framework June 14 hosted by the Wilson Center
- <u>Business and Trade Are in Our National Interest</u>
   June 14 hosted by the Center for Strategic and
   International Studies
- A fireside conversation with US Ambassador to <u>China R. Nicholas Burns</u>
   June 16 hosted by the Brookings Institute
- <u>Distinguished Speakers Series: Evan S. Medeiros on U.S.-China Competition</u>
   June 16 hosted by the Carnegie Endowment for International Peace

## - Upcoming Events -

- Making Sense of China's Tech Crackdown
  June 22 hosted by the US-China Business Council
- The Future of Economic Order in the Asia-Pacific Region
  - June 23 hosted by the Center for Strategic and International Studies
- Global China: US-China relations through the lens of great power competition
   June 23 hosted by the Brookings Institute
- Building a Blue Pacific Agenda for the 21st
- Century
  June 23 hosted by the Center for Strategic and
  International Studies
- China's Industrial Policy Spending: A
   Conversation with CSIS Experts
   June 30 hosted by the US-China Business Council

# What ICAS Is Up To

## ---ICAS BCCC Commentary---

Marine Protected Areas in the High Seas: A Multilateral Resolution and Unilateral Quandary for Blue Carbon Conservation

By Matt Geraci June 21, 2022

Blue carbon was first acknowledged as a field of study in the 2009 United Nations Environment Programme report in recognition of the ocean's role as the earth's most significant carbon sink. "Blue Carbon" processes naturally sequester atmospheric carbon dioxide into sediments and conserve marine ecosystems over the long run when it remains undisturbed. These ecosystems typically include coral reefs, mangroves, sea grasses, salt marshes, kelp forests, and more. According to the U.S. National Oceanic and Atmospheric Administration, coastal blue carbon ecosystems, including seagrasses, salt marshes, and mangroves, "store three-to-five times more carbon per unit area than tropical forests, and [sequester] carbon at a rate ten times greater than tropical forests," making them a crucial component of a country's carbon emissions stock. Marine protected areas (MPA) are necessary for conserving blue carbon resources in coastal and deep-sea ecosystems. However, history has shown that if geopolitics is the driving force behind their declaration, sovereignty disputes will only intensify. A new, enforceable, and comprehensive international treaty covering the creation of MPAs on the high seas must be drafted and ratified for blue carbon resources to be adequately protected globally.

#### **Link to Full Commentary**

This commentary was published in <a href="China-US Focus">China-US Focus</a> on June 21, 2022.

## ---ICAS TnT Commentary---

Indo-Pacific between economic growth, technological competition and security

By Sourabh Gupta

June 6, 2022

The 21st century is going to be the Indo-Pacific century simply because it will be the foremost locus of global economic and perhaps military activity during this century. Great power primacy will be made and unmade in the broad Indo-Pacific



region. The Indo-Pacific already hosts four nuclear weapons powers, five of the largest military budgets, and six (and seven counting ASEAN as a group) of the largest dozen economies in the world – United States, China, Japan, India, Russia, and Korea. This trend will continue for as far as the eye can see. On the other hand, it merits noting that even with the rise of an assertive China, given the broader distribution of economic and military might in the Indo-Pacific, it is not clear that the broader Asian equilibrium is about to be greatly disturbed. Inferences about an unbalanced and unipolar Asia under Beijing's domination are off the mark. Washington and Beijing appear rather to be gradually exchanging spots within a rising but balanced (although admittedly in flux) Asia – a vastly different state of affairs from Imperial Japan's rise a century ago.

#### Link to Full Commentary

This commentary was an interview originally conducted and released by the magazine <u>The Science of Where</u> on June 6, 2022.

## ---ICAS In the News---





On Tuesday, June 14, 2022, Senior Fellow Sourabh Gupta discussed the discernible outcomes of the Shangri-La Dialogue on <u>CGTN America's The Heat</u>.

- "We have to step back and understand that Shangri-La is happening for the first time in three years, so there is added focus on the Dialogue. In the interim, there have been a lot of actions, particularly from the U.S. side, in hollowing out the One China Policy, particularly the aspect of strategic ambiguity. Therefore, at the first major occasion it behooved the Chinese Defense Minister to come out with a firm stance on the Taiwan issue."
- "For the U.S. side too I think it was important for them to mention Taiwan simply because of the awful actions that have been taken in Ukraine by Mr. Putin...The rules-based order is under a form of jeopardy and therefore Taiwan necessarily came to the fore even though the Taiwan and Ukraine situations are miles apart in many many respects."
- "These drivers at the back [required] the two Defense Ministers to speak up, because if both sides reinforce deterrence there's a fair chance that—if it is managed well—that a stable equilibrium could be built."

On Monday, June 13, 2022, Senior Fellow Sourabh Gupta discussed the Shangri-La Dialogue and its implications in U.S.-China competition on *CGTN's World Insight with Tian Wei*.

- "We are still trying to seek out an equilibrium in U.S.-China ties. We know there is a new normal in the post-Trump age, we just don't know what exactly that new normal is."
- "If defense takes a proactive stance in trying to shape out a framework of what that new normal could be in a stabilizing manner, so be it and I think that could be a good thing."

On Saturday, June 11, 2022, Senior Fellow Sourabh Gupta discussed the opening of the 19th Shangri-La Dialogue, and the meeting of U.S. and Chinese Defense Ministers which took place on its sidelines, on *CGTN America's The Heat*.

- "The Biden team...is trying to set a floor and trying to stabilize the relationship with China; create some guardrails, albeit in this framework of competition."
- "[The U.S.] is trying to shape the environment around China from a geopolitical and an economic perspective with...a 'China minus' strategy. Be it in IPEF...or the Quad where China could easily take up many of these responsibilities but is deliberately kept out."
- "It's a positive agenda for the region even if it is a 'China minus' strategy...[the U.S.] wants to be a platform for growth and stability of other parties in terms of 'Invest, Align, and Compete'."

