CONFIDENTIAL

DEPARTMENT OF STATE

CMC REARCS

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INFO: SNP (B)

14/10012 AD

ACTION OES-09

INFO LOG-00 ACDA-13 AID-00 AMAD-01 CEA-01 CEQ-01 CIAE-00

COMM COME-00 CTME-00 DINT-05 DODE-00 DOE-00 EAP-00 ED-00

E-01 FRO-03 H-01 INRE-00 INR-01 IO-19 JUSE-00

L-00 ADS-00 NEA-00 NSI-02 NSAE-00 NSCE-00 NSP-00 SS-00

OMB-81 OPIC-86 PM-00 PRS-01 SNP-00 ST-00 USIE-00 EPAE-00

STR-20 TRSE-00 T-01 USIE-00 EPAE-00

TOTAL COPIES: 001

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FM AMBASSAD BEIJING

TO SECSTATE WASHDC 5694

INFO AMBASSAD NEW DELHI

AMBASSAD ISLAMABAD

UNVIE MISSION VIENNA

CONFIDENTIAL BEIJING 09/109

E.O. 12356; DECL: OADR

TAGS: KNNP, KSCA, ENRG, CH, PK

SUBJECT: CHINA'S NUCLEAR DEAL WITH PAKISTAN -
DEMARCHE DELIVERED

REF: STATE 03934

1. CONFIDENTIAL - ENTIRE TEXT.

2. WE DELIVERED 1/13 DEMARCHE ON CHINA'S
SALE OF A 300 MW NUCLEAR REACTOR TO PAKISTAN TO WU

CHENGJIANG, FIRST SECRETARY IN THE MFA INTERNATIONAL
ORGANIZATIONS DEPARTMENT AND MFA EXPERT ON NUCLEAR
NON-PROLIFERATION MATTERS. WE STRESSED TO WU DEMARCHE
THAT THE U.S. AND MOST OTHER NUCLEAR SUPPLIERS
HAVE IMPLEMENTED A FULL-SCOPE SAFEGUARDS NUCLEAR
EXPORT POLICY AND URGED THAT CHINA ADOPT SUCH A
POLICY.

3. WU SAID HE WAS FAMILIAR WITH THE ISSUE AND WITH
U.S. POLICY ADVOCATING FULL-SCOPE SAFEGUARDS FOR
NUCLEAR EXPORTS, BUT THAT CHINA HAS NOT ADOPTED SUCH
A POLICY. HE POINTED OUT THAT THE NPT, WHICH HE
STATED CHINA WILL SOON RATIFY, DID NOT REQUIRE A
FULL-SCOPE SAFEGUARDS POLICY. WE OBSERVED THAT THE
REACTOR DEAL WITH PAKISTAN WAS ONE THAT WAS OPEN,
PUBLIC AND WOULD BE SUBJECT TO IAEA SAFEGUARDS. HE
SAID THAT CHINA, AS A LONG-TIME ALLY AND FRIEND OF
PAKISTAN, WANTED TO HELP PAKISTAN'S ECONOMIC
DEVELOPMENT AND THAT THE REACTOR DEAL WOULD BENEFIT
BOTH COUNTRIES. WE CLOSED BY REITERATING THE U.S.
POSITION THAT WITHOUT FULL-SCOPE SAFEGUARDS SUCH
EXPORTS SHOULD NOT BE MADE, ESPECIALLY TO COUNTRIES
OF PROLIFERATION CONCERN LIKE PAKISTAN.

4. EMBASSY WILL MAKE SAME POINTS LATER THIS WEEK IN
A SCHEDULED MEETING WITH CHINA NATIONAL NUCLEAR
CORPORATION, THE PRC AGENCY THAT SIGNED THE REACTOR
CONTRACT WITH PAKISTAN. ROY