

The Eurasian Corridor: Pipeline Geopolitics and the New Cold War

By Prof Michel Chossudovsky Global Research, August 07, 2015 Global Research 22 August 2008 Region: <u>Russia and FSU</u> Theme: <u>Oil and Energy</u>

This article first published in August 2008 outlines the historical origins of what is now routinely referred to as the New Cold War.

August 7, 2008, seven years ago, the US sponsored war on South Ossetia sets the stage of the "New Cold War" and the crisis in Ukraine. The 2014-2015 Ukraine war is part of a broader agenda which seeks to destabilize the Russian Federation.

Michel Chossudovsky, August 7, 2015

The ongoing crisis in the Caucasus is intimately related to the strategic control over energy pipeline and transportation corridors.

There is evidence that the Georgian attack on South Ossetia on August 7 was carefully planned. High level consultations were held with US and NATO officials in the months preceding the attacks.

The attacks on South Ossetia were carried out one week after the completion of extensive US – Georgia war games (July 15-31st, 2008). They were also preceded by high level Summit meetings held under the auspices of GUAM, a US-NATO sponsored regional military alliance.

War in Georgia Time Line

July 1-2, 2008 GUAM Summit in Batumi, Georgia.

July 1, "US-GUAM Summit" on the sideline of the official GUAM venue.

July 5 -12, Russian Defense Ministry hold War Games in the North Caucasus region under the codename "Caucasus Frontier 2008".

July 9, 2008 China and Kazakhstan announce the commencement of construction of the Kazakhstan-China natural gas pipeline (KCP)

July 15-31, The US and Georgia hold War Games under the codename Operation "Immediate Response". One thousand US servicemen participate in the military exercise.

August 7, Georgian Ground Forces and Air Force Attack South Ossetia

August 8, Russian Forces Intervene in South Ossetia.

August 14, 2008 Signing of US-Polish Agreement on the stationing of "US

Interceptor Missiles" on Polish Territory

Introduction: The GUAM Summit Venue

In early July 2008, a regional summit was held in the Georgian city of Batumi under the auspices of GUAM

GUAM is a military agreement between Georgia, Ukraine, Azerbaijan and Moldova, first established in 1997. Since 2006, following the withdrawal of Uzbekistan, GUAM was renamed: The Organization for Democracy and Economic Development – GUAM.

GUAM has little to do with "Democracy and Economic Development". It is a de facto appendage of NATO. It has been used by the US and the Atlantic Alliance to extend their zone of influence into the heartland of the former Soviet Union.

The main thrust of GUAM as a military alliance is to "protect" the energy and transportation corridors, on behalf of the Anglo-American oil giants. GUAM countries are also the recipients of US-NATO military aid and training.

The militarization of these corridors is a central feature of US-NATO planning. Georgia and Ukraine membership in NATO is part of the agenda of controlling the energy and transport corridors from the Caspian Sea basin to Western Europe.

The July 1-2, 2008 GUAM Summit Batumi meetings, under the chairmanship of President Saakashvili, focused on the central issue of pipeline and transportation corridors. The theme of the Summit was a "GUAM – Integrating Europe's East", from an economic and strategic-military standpoint, essentially with a view to isolating Russia.

The presidents of Azerbaijan, Georgia and the Ukraine (respectively Ilham Aliyev, Mikheil Saakashvili and Viktor Yushchenko) were in attendance together with the presidents of Poland, Lech Kaczynski, and Lithuania, Valdas Adamkus. Moldova's head of State flatly refused to attend this summit.



Map No 1: Georgia

The GUAM Summit agenda focused on undermining Moscow's influence in the Caucasus and Eastern Europe. The Polish President was in attendance.

US-NATO installations in Eastern Europe including the Missile Defense Shield are directly related to the evolving geopolitical situation in the Caucasus. Barely a week after the bombing of South Ossetia by Georgian forces, the US and Poland signed an agreement (August 14) which would allow the US Air Force to deploy US "interceptor missiles" on Polish soil:

"... As military strategists have pointed out, the US missiles in Poland pose a total existential threat to the future existence of the Russian nation. The Russian Government has repeatedly warned of this since US plans were first unveiled in early 2007. Now, despite repeated diplomatic attempts by Russia to come to an agreement with Washington, the Bush Administration, in the wake of a humiliating US defeat in Georgia, has pressured the Government of Poland to finally sign the pact. The consequences could be unthinkable for Europe and the planet." (William Engdahl, <u>Missile Defense: Washington and Poland just moved the World closer to War,</u> Global Research, August 15, 2008)

The "US-GUAM Summit"

Barely acknowledged by the media, a so-called "US-GUAM Summit" meeting was also held on July 1st on the sidelines of the official GUAM summit venue.

US Deputy Assistant Secretary of State David Merkel met both GUAM and non-GUAM delegations behind closed doors. Several bilateral meetings were held including a Poland GUAM meeting (during which the issue of the US missile defense shield on Polish territory was most probably addressed). Private meetings were also held on July 1st and 2nd at the residence of the Georgian President.



US-Georgia War Games

Barely two weeks following the GUAM Summit of July 1-2, 2008, US-Georgian military exercises were launched at the Vaziani military base, outside Tbilisi,

One thousand U.S and six hundred Georgian troops began a military training exercise under Operation "Immediate Response". US troops included the participation of the US Air Force, Army, Marines and National Guard. While an Iraq war scenario had been envisaged, the military exercises were a dress rehearsal for an upcoming military operation. The war games were completed on July 31st, a week before the onset of the August 7th Georgian attacks on South Ossetia.

Troops from Ukraine and Azerbaijan, which are members of GUAM also participated in Operation "Immediate Response" Unexpectedly, Armenia which is an ally of Russia and a staunch opponent of Azerbaijan also took part in these games, which also served to create and "train and work together" environment between Azeri and Armenian forces (ultimately directed against Russia).

Brig. Gen. William B. Garrett, commander of the U.S. military's Southern European Task Force, was responsible for the coordination of the US-Georgia war games.



Gen. William B. Garrett and Georgian President Mikhail Saakashvili

Russia's War Games in the North Caucasus

Russia began large-scale military exercises involving some 8,000 military personnel, some 700 armored units and over 30 aircraft (in the North Caucasus republics of the Russian Federation on July 5th. (Georgian Times, July 28, 2008)

The Russian war games were explicitly carried out in response to the evolving security situation in Abhkazia and South Ossetia. The exercise, dubbed "Caucasus Frontier 2008", involved units of the 58th Army and the 4th Air Force Army, stationed in the North Caucasus Military District.

A Russian Defense Ministry spokesman acknowledged that the military exercises conducted in the Southern Federal District were being carried out in response to "an escalation in tension in the Georgian-Abkhaz and Georgian-Ossetian conflict zones,...[and] that Russia's North Caucasian Military District was ready to provide assistance to Russian peacekeepers in Abkhazia and South Ossetia if needed." (Georgian Times, July 28, 2008, <u>RIA-Novosti, July</u>

<u>5, 2008</u>)

These units of the North Caucasian Military District (Army and Air Force) were subsequently used to lead the Russian counterattack directed against Georgian Forces in South Ossetia on August 8th.

Pipeline Geopolitics

A central issue on the GUAM-NATO drawing board at the July GUAM Summit in Batumi, was the Odessa-Brody-Plotsk (Plock on the Vistula) pipeline route (OBP) (see Maps 3 and 4), which brings Central Asian oil via Odessa, to Northern Europe, bypassing Russian territory. An extension of OBP to Poland's port of Gdansk on the Baltic sea is also envisaged.

It should be noted that the OBP also links up with Russia's Friendship Pipeline (Druzhba pipeline) in an agreement with Russia.

Washington's objective is ultimately to weaken and destabilize Russia's pipeline network –including the Friendship Pipeline and the Baltic Pipeline System (BPS)— and its various corridor links into the Western Europe energy market.

It should be noted that Russia has established as part of the Druzhba pipeline network, a pipeline corridor which transits through Belarus, thereby bypassing the Ukraine. (See Maps 2 and 3 below)

The Baltic Pipeline System (BPS) also operated by Russia's Transneft links Samara to Russia's oil tanker terminal at Primorsk in the Gulf of Finland. (See map below) It carries crude oil from Russia's Western Siberian region to both North and Western European markets.

Another strategic pipeline system, largely controlled by Russia, is the Caspian Pipeline Consortium (CPC). The CPC is a joint venture arrangement between Russia and Kazakhstan, with shareholder participation from a number of Middle East oil companies.

The Baltic Pipeline System (BPS) is tied into the Atyrau-Samara (AS) pipeline, which is a joint venture between Russia's Transneft and Kazakhstan's national pipeline operator, KazTransOil. The AS pipeline in turn links up with the Russia-Kazakhstan Caspian Petroleum Consortium (CPC), which pumps Tengiz crude oil from Atyrau (Western Kazakhstan) to the CPC's Russian tanker terminal near Novorossiysk on the Black Sea.

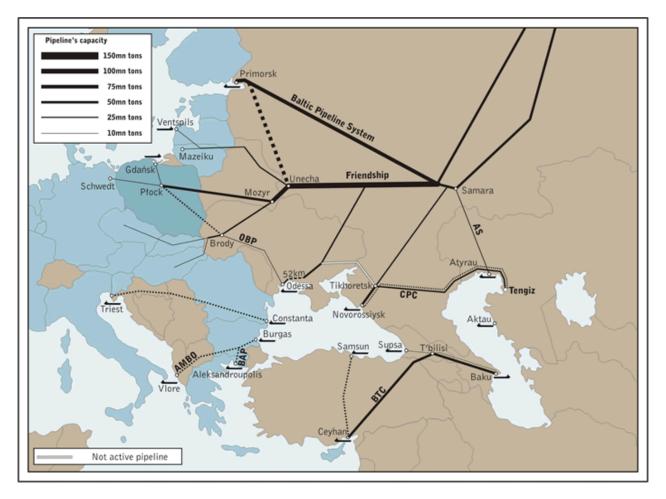
On July 10, 2008, barely a week following the GUAM Summit, Transneft and KazTransOil announced that they were in talks to expand the capacity of the Atyrau-Samara pipeline from 16 to 26 million tons of oil per year. (<u>RBC Daily, July 10, 2008</u>).

The GUAM Transportation Corridor

The GUAM governments represented at the Batumi GUAM Summit also approved the further development of The GUAM Transportation Corridor (GTC), which complements the controversial Baku Tblisi Ceyhan (BTC) pipeline. The latter links the Caspian Sea basin to the Eastern Mediterranean, via Georgia and Turkey, totally bypassing Russian territory. The BTC pipeline is controlled by a oil consortium led by British Petroleum.

Both the GTC and the BTC corridors are protected militarily by GUAM and NATO.

The GTC corridor would connect the Azeri capital of Baku on the Caspian sea to the Georgian ports of Poti/ Batumi on the Black Sea, which would then link up with the Ukrainian Black sea port of Odessa. (And From Odessa, through maritime and land routes to Western and Northern Europe).



Map No 2: Strategic Pipeline Routes. BTC, Friendship Pipeline, Baltic Pipeline System (BPS), CPC, AS



DRUZHBA PIPELINE



Map No 4 Eastern Europe. Plock on the Vistula

The Baku Tblisi Ceyan (BTC) Pipeline

The BTC pipeline dominated by British Petroleum and inaugurated in 2006 at the height of the war on Lebanon, has dramatically changed the geopolitics of the Eastern Mediterranean, which is now linked, through an energy corridor, to the Caspian sea basin:

"[The BTC pipeline] considerably changes the status of the region's countries and cements a new pro-West alliance. Having taken the pipeline to the Mediterranean, Washington has practically set up a new bloc with Azerbaijan, Georgia, Turkey and Israel, " (Komerzant, Moscow, 14 July 2006)



SOURCE: Energy Information Administration AP

Map No 5. The Baku, Tblisi Ceyan pipeline (BTC)

Pipeline Geopolitics and the Role of Israel

Israel is now part of the Anglo-American military axis, which serves the interests of the Western oil giants in the Middle East and Central Asia. Not surprisingly, Israel has military cooperation agreements with Georgia and Azerbaijan.

While the official reports state that the BTC pipeline will "channel oil to Western markets", what is rarely acknowledged is that part of the oil from the Caspian sea would be directly channeled towards Israel. In this regard, an underwater Israeli-Turkish pipeline project has been envisaged which would link Ceyhan to the Israeli port of Ashkelon and from there through Israel's main pipeline system, to the Red Sea.

The objective of Israel is not only to acquire Caspian sea oil for its own consumption needs but also to play a key role in re-exporting Caspian sea oil back to the Asian markets through the Red Sea port of Eilat. The strategic implications of this re-routing of Caspian sea oil are farreaching.

What is envisaged is to link the BTC pipeline to the <u>Trans-Israel Eilat-Ashkelon pipeline</u>, also known as Israel's Tipline, from Ceyhan to the Israeli port of Ashkelon. (For further details, see Michel Chossudovsky, <u>The War on Lebanon and the Battle for Oil</u>, Global Research, 26 July 2006)



Map No 6. Trans-Israel Eilat-Ashkelon pipeline

America's Silk Road Strategy: The Trans-Eurasian Security System

The Silk Road Strategy (SRS) constitutes an essential building block of US foreign policy in the post-Cold War era.

The SRS was formulated as a bill presented to the US Congress in 1999. It called for the creation of an energy and transport corridor network linking Western Europe to Central Asia and eventually to the Far East.

The Silk Road Strategy is defined as a "trans-Eurasian security system". The SRS calls for the "militarization of the Eurasian corridor" as an integral part of the "Great Game". The stated objective, as formulated under the proposed March 1999 Silk Road Strategy Act, is to develop America's business empire along an extensive geographical corridor.

While the 1999 SRS legislation (HR 3196) was adopted by the House of Representatives, it never became law. Despite this legislative setback, the Silk Road Strategy became, under the Bush Administration, the de facto basis of US-NATO interventionism, largely with a view to integrating the former Soviet republics of the South Caucasus and Central Asia into the US sphere of influence.

The successful implementation of the SRS required the concurrent "militarization" of the entire Eurasian corridor from the Eastern Mediterranean to China's Western frontier bordering onto Afghanistan, as a means to securing control over extensive oil and gas reserves, as well as "protecting" pipeline routes and trading corridors. The invasion of Afghanistan in October 2001 has served to support American strategic objectives in Central Asia including the control of pipeline corridors. Afghanistan border onto Chinese Western frontier. It is also a strategic landbridge linking the extensive oil wealth of the Caspian Sea basin to the Arabian Sea.

The militarization process under the SRS is largely directed against China, Russia and Iran. The SRS, called for:

"The development of strong political, economic, and security ties among countries of the South Caucasus and Central Asia and the West [which] will foster stability in this region, which is vulnerable to political and economic pressures from the south, north, and east. [meaning Russia to the North, Iraq, Iran and the Middle East to the South and China to the East] (106th Congress.

Silk Road Strategy Act of 1999)

The adoption of a neoliberal policy agenda under advice from the IMF and the World Bank is an integral part of the SRS, which seeks to foster "open market economies... [which] will provide positive incentives for international private investment, increased trade, and other forms of commercial interactions". (Ibid).

Strategic access to South Caucasus and Central Asian oil and gas is a central feature of the Silk Road Strategy:

"The region of the South Caucasus and Central Asia could produce oil and gas in sufficient quantities to reduce the dependence of the United States on energy from the volatile Persian Gulf region." (Ibid)

The SRS is also intent upon preventing the former Soviet republics from developing their own economic, political and military cooperation ties as well as establishing broad ties up with China, Russia and Iran. (See Michel Chossudovsky, <u>America's "War on Terrorism"</u>, Global Research, Montreal, 2005).

In this regard, the formation of GUAM, which was launched in 1997, was intended to integrate the former Soviet republics into military cooperation arrangements with the US and NATO, which would prevent them from reestablishing their ties with the Russian Federation.

Under the 1999 SRS Act, the term *"countries of the South Caucasus and Central Asia"* means Armenia, Azerbaijan, Georgia, Kazakhstan, Kyrgyzstan, Tajikistan, Turkmenistan, and Uzbekistan. (<u>106th Congress, Silk Road Strategy Act of 1999</u>).

The US strategy has, in this regard, not met its stated objective: Whereas Ukraine, Azerbaijan and Georgia have become de facto US protectorates, Kyrgyzstan, Kazakhstan, Tajikistan, Armenia and Belarus are, from a geopolitical standpoint, aligned with Moscow.

This extensive Eurasian network of transport and energy corridors has been defined by Washington as part of an American sphere of influence:

"In the Caspian-Black Sea Region, the European Union and the United States have concentrated on setting up a reliable logistics chain to connect Central Asia with the European Union via the Central Caucasus and Turkey/Ukraine. The routes form the centerpiece of INOGATE (an integrated communication system along the routes taking hydrocarbon resources to Europe) and TRACECA (the multi-channel Europe-Caucasus-Asia corridor) projects.

The TRACECA transportation and communication routes grew out of the idea of the Great Silk Road (the traditional Eurasian communication channel of antiquity). It included Georgian and Turkish Black Sea ports (Poti, Batumi, and Ceyhan), railways of Georgia and Azerbaijan, the Baku-Tbilisi-Ceyhan oil pipeline, ferry lines that connect Turkmenistan and Kazakhstan with Azerbaijan across the Caspian Sea/Lake (Turkmenbashi-Baku; Aktau-Baku), railways and highways now being built in Turkmenistan, Uzbekistan, Kyrgyzstan, Kazakhstan, and China, as well as Chinese Pacific terminals as strategically and systemically important parts of the mega-corridor." (See <u>GUAM and the Trans-Caspian Gas Transportation Corridor: Is it about Politics or Economics?)</u>, The Kazakhstan-China Natural Gas Pipeline (KCP)

Barely a few days following the GUAM Summit in Batumi, China and Kazakhstan announced (July 9, 2008) the commencement of construction work of a 1,300-kilometer natural gas pipeline. The inaugural ceremony was held near Kazakhstan's capital Almaty.

The pipeline which is to be constructed in several stages is expected to start pumping gas in 2010. (See <u>silkroadintelligencer.com</u>, July 9, 2008)

"The new transit route is part of a larger project to build two parallel pipelines connecting China with Central Asia's vast natural gas reserves. The pipes will stretch more than 7,000 kilometers from Turkmenistan, cross Uzbekistan and Kazakhstan, and enter China's northwestern Xinjiang region. Uzbekistan started construction of its part this month while Turkmenistan launched its segment last year." (Ibid)



Map No 7. Kazakhstan-China natural gas pipeline (KCP)

China's National Petroleum Corporation (CNPC) which is the leading operator of the consortium, "has signed deals with state oil and gas firms of Turkmenistan, Uzbekistan and Kazakhstan giving them 50 percent stakes in their respective parts of the pipeline."

The KPC pipeline project encroaches upon US strategic interests in Eurasia. It undermines the logic of America's Silk Road Strategy. The KPC is part of a competing Eurasian based transportation and energy strategy, largely dominated by Russia, Iran and China.

Competing Eurasian Strategy protected by the SCO-CSTO Military Alliance

The competing Eurasian based corridors are protected (against US-NATO encroachment) by two regional military alliances: the <u>Shanghai Cooperation Organization (SCO)</u> and the <u>Collective Security Treaty Organization (CSTO)</u>

The SCO is a military alliance between Russia and China and several Central Asian former Soviet republics including Kazakhstan, Kyrgyzstan, Tajikistan and Uzbekistan. Iran has observer status in the SCO. The <u>Collective Security Treaty Organization (CSTO)</u>, which plays a key geopolitical role in relation to transport and energy corridors, operates in close liaison with the SCO. The CSTO regroups the following member states: Armenia, Belarus, Kazakhstan, Kyrgyzstan, Russia, Tajikistan and Uzbekistan.

Of significance, since 2006, the SCO and the CSTO member countries have conducted joint war games and are actively collaborating with Iran.

In October 2007, the Collective Security Treaty Organization (CSTO) and the Shanghai Cooperation Organization (SCO) signed a Memorandum of Understanding, laying the foundations for military cooperation between the two organizations. This SCO-CSTO agreement, barely mentioned by the Western media, involves the creation of a full-fledged military alliance between China, Russia and the member states of SCO/CSTO. It is worth noting that the SCTO and the SCO held joint military exercises in 2006, which coincided with those conducted by Iran. (For further details see Michel Chossudovsky, Russia and Central Asian Allies Conduct War Games in Response to US Threats, Global Research, August 2006)

While remaining distinct from an organizational standpoint, in practice, these two regional military alliances (SCO and SSTO) constitute a single military block, which confronts US-NATO expansionism in Central Asia and the Caucasus.

Full Circle

The US-NATO protected SRS Eurasian transport and energy corridors, are slated to link Central Asia to the Far East, as outlined in the Silk Road Strategy. At present, the Eastward corridors linking Central Asia to China are protected militarily by the SCO-CSTO.

In terms of Washington's global military and strategic agenda, the Eurasian corridors contemplated under the SRS would inevitably encroach upon China's territorial sovereignty. The proposed US-NATO-GUAM pipeline and transportation corridors are intended to connect, at some future date, with the proposed transport and energy corridors in the Western hemisphere, including those envisaged under the North American Security Prosperity Partnership (SPP).

The Security Prosperity Partnership (SPP) is to North America what the Silk Road Strategy (SRS) is to the Caucasus and Central Asia. They are strategic regional constructs of America's business empire. They are the building blocks of the New World Order.

The SPP is the result of a similar process of strategic planning, militarization and free market economic integration, largely based on the control of strategic resources including energy and water, as well as the " protection" of energy and transportation corridors (land and maritime routes) from Alaska and Canada's Arctic to Central America and the Caribbean basin.

Author's Note: This article has focused selectively on key pipeline corridors with a view to analyzing broad geopolitical and strategic issues.

An examination of the overall network of Eurasian pipeline corridors would require a far more detailed and comprehensive presentation.

Related Article:

War in the Caucasus: Towards a Broader Russia-US Military Confrontation?

- by Michel Chossudovsky - 2008-08-10

Michel Chossudovsky is the author of the international bestseller <u>America's "War on</u> <u>Terrorism"</u> Global Research, 2005.

To order Chossudovsky's book America's "War on Terrorism", click here

The original source of this article is Global Research Copyright © <u>Prof Michel Chossudovsky</u>, Global Research, 2015

Comment on Global Research Articles on our Facebook page

Become a Member of Global Research

Articles by: Prof Michel Chossudovsky

About the author:

Michel Chossudovsky is an award-winning author, Professor of Economics (emeritus) at the University of Ottawa, Founder and Director of the Centre for Research on Globalization (CRG), Montreal, Editor of Global Research. He has taught as visiting professor in Western Europe, Southeast Asia, the Pacific and Latin America. He has served as economic adviser to governments of developing countries and has acted as a consultant for several international organizations. He is the author of 13 books. He is a contributor to the Encyclopaedia Britannica. His writings have been published in more than twenty languages. In 2014, he was awarded the Gold Medal for Merit of the Republic of Serbia for his writings on NATO's war of aggression against Yugoslavia. He can be reached at crgeditor@yahoo.com

Disclaimer: The contents of this article are of sole responsibility of the author(s). The Centre for Research on Globalization will not be responsible for any inaccurate or incorrect statement in this article. The Centre of Research on Globalization grants permission to cross-post Global Research articles on community internet sites as long the source and copyright are acknowledged together with a hyperlink to the original Global Research article. For publication of Global Research articles in print or other forms including commercial internet sites, contact: publications@globalresearch.ca

<u>www.globalresearch.ca</u> contains copyrighted material the use of which has not always been specifically authorized by the copyright owner. We are making such material available to our readers under the provisions of "fair use" in an effort to advance a better understanding of political, economic and social issues. The material on this site is distributed without profit to those who have expressed a prior interest in receiving it for research and educational purposes. If you wish to use copyrighted material for purposes other than "fair use" you must request permission from the copyright owner.

For media inquiries: publications@globalresearch.ca