Chinese President in Kazakhstan

Xi Jinping Calls for ‘New Silk Road’

by William Jones

Sept. 9—Chinese President Xi Jinping, speaking on Sept. 7 at Nazarbayev University in Astana, Kazakhstan, called for the rapid development of a New Silk Road stretching “from the Pacific Ocean to the Baltic Sea.” President Xi arrived in Kazakhstan after attending the G-20 meeting in St. Petersburg, Russia, where the insistence of U.S. President Barak Obama on a military venture against Syria, rendered discussion of the economic crisis all but impossible. This made all the more important the declaration by the Chinese President in the Kazakstan capital. “We must expand the development of Eurasia,” Xi said, “creating an economic belt along the Silk Road.”

“China and the Central Asian countries are at a crucial stage,” Xi warned. “We need a broader vision for cooperation.” He hearkened back to the development of the ancient Silk Road following the visit of Zhang Qian, an envoy of the Han Dynasty to Central Asia, which led to the establishment of trade among the nations of the region, and noted that his own family’s village was situated at the beginning of that Silk Road. “Looking back on that epoch,” Xi said, “I can hear the camel bells echoing in the mountains and see the wisps of smoke rising from the desert…. Now, 2,000 years later, the peoples of this ancient Silk Road together can compose a wonderful new chapter in the much-told story. Now is a golden opportunity for development.”

Xi noted the increased trade between China and these nations since the break-up of the Soviet Union. “More than 20 years ago, relations between China and Central Asia began to take off. The old Silk Road began to radiate with a new vitality. Developing friendly relations with the countries of Central Asia has now become a priority for China’s foreign policy,” he said. But “we should have wider aspirations, broaden our field of vision of regional cooperation, and together create new brilliance in the region.”

President Xi elaborated five measures to push the project forward: 1) Step up communications and consultation among the nations of the region; 2) improve transportation connectivity; 3) eliminate trade barriers; 4) increase monetary circulation, settling accounts in regional currencies, rather than international currencies; and 5) increase mutual understanding. China has committed to offering 30,000 scholarships to students from the Central Asian nations to study in China.

The Eurasian Land-Bridge

The proposal for a “New Silk Road” is not a new one. Already in 1996, the Chinese Ministry of Science and Technology held a conference on the topic in Beijing, where Helga Zepp-LaRouche—who became known as “the Silk Road Lady”—delivering a speech on the LaRouche movement’s conception of a Eurasian Land-Bridge. This would involve high-speed rail connections from the Atlantic to the Pacific, with trunk lines traversing Russia, Central Asia, and South Asia. These would be “corridors of development,” which could transform the lives of the peoples of this land-locked region.

The presentations of that 1996 conference were then published in book form by EIR to rally support for the idea. As President Xi pointed out, along the Silk Road lies a market of 3 billion people. Developing it would require massive investment in infrastructure; much of
this would have to come from Western Europe and the United States.

The “New Silk Road” label was indeed taken up in the West at the time, but with a much different content than LaRouche—or Beijing—envisioned. In the U.S. Senate, Sam Brownback (R-Kan.) touted it, not as a system of railroads and development corridors, but rather of pipelines transporting oil and gas to the West from this mineral-rich region. Some members of the administrations of Bill Clinton and George W. Bush, started to play the “Silk Road” card. In their hands, it became a tool for increasing U.S. influence in what Zbigniew Brzezinski labeled the “New Great Game” in Central Asia, aimed specifically at undermining the influence of Russia and China.

The original Land-Bridge proposal, however, has proceeded sporadically. Over the 17 years since the Beijing conference, the nations in the region have built an extensive grid of highways and railroads. Trade between China and Central Asia has increased (19% of Kazakhstan’s exports are to China, and 14% of its imports are from China). But the difficulties posed by different train-track gauges, customs disputes, and lack of coordination have significantly slowed the pace of development. But Xi’s speech in Astana now indicates that this project has become a high priority for China.

Xi also broadened the perspective, proposing that the Shanghai Cooperation Organization, which includes Russia, China, and the countries of Central Asia, build closer ties with the East Asia Economic Community, which includes the countries of Southeast Asia, as well as China, South Korea, and Japan, in order to create “a great economic space.”

In a subtle jab at the geopolitics of the Bush and Obama administrations in the region, Xi remarked that “a near neighbor is better than a distant relative.” He also made clear that the Chinese policy of non-interference in the internal politics of other nations would apply in the “New Silk Road” policy.

**Defensive Measures Won’t Do the Job**

The new emphasis on the “New Silk Road” is also a somewhat defensive attempt to secure the economies of the region from the ongoing collapse of the worldwide London-New York financial system. The call by President Xi to use the regional currencies, and particularly the RMB, for settling regional trade is also an attempt to shield the region from the effects of a global financial blowout. But given the nature of present financial struc-

---

**THE EURASIAN LAND-BRIDGE**

‘The New Silk Road’—Locomotive For Worldwide Economic Development

An EIR Special Report

(1997) 260 pages $100
(EIR 96-007)

Available from
EIR News Service
P.O. Box 17390 Washington, D.C. 20041-0390
Phone: 1-800-278-3135 or www.larouchepub.com