

Stakes High in Putin's China Visit

By The Moscow Times

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Prime Minister Vladimir Putin visits China on Tuesday to address a challenging relationship with the giant neighbor, whose growth is both an opportunity and a potential threat for Moscow.

This is his first foreign trip since revealing plans to reclaim Russia's presidency.

For Putin, whose main focus has been domestic in nearly four years as prime minister, the trip sets in motion a return to forefront of foreign policy ahead of a March election in which he is expected to win a six-year term as president.

Beneath talk of strategic relations and shared stances on world affairs, wrangling over a gas pact worth a potential \$1 trillion points up the tough issues he will confront in dealing with Russia's far more populous, faster-growing neighbor.

China, facing its own leadership transition next year, may try to gauge Putin's plans for what could be 12 years at the helm of a country whose natural resources and nuclear arms make it

a factor in Beijing's economic and geopolitical strategies.

"The significance of this trip exceeds that of a normal prime minister-level visit," said Zhao Huasheng, director at the Center for Russia and Central Asia Studies at Shanghai's Fudan University.

Putin will bring an army of executives, including the chief executives of Gazprom, Rosneft and United Company RusAl.

His meetings with Chinese President Hu Jintao and Prime Minister Wen Jiabao will feature warm affirmations of friendship and solidarity on big global issues between two countries that often move in lockstep to counter the United States and Europe.

Their double veto last week of a European-drafted, U.S.-backed UN Security Council resolution to condemn Syria's crackdown on pro-democracy protesters was a warning against Western meddling in their own countries and others worldwide.

Putin may use the trip to show the West an emphasis on China as Russia's geopolitical partner and a customer for its energy.

He did just that in a televised meeting with Gazprom chief executive Alexei Miller on Oct. 3, pointedly ordering him to prepare proposals on expansion into Asian markets, seen as a way to diversify Russian energy exports away from stagnant Europe.

President Dmitry Medvedev has not been cool to China since Putin steered him into the Kremlin after his own 2000-08 presidency, but his emphasis has been on presenting a friendlier face to the West and improving ties with the United States.

Putin's meeting with Miller followed European Commission raids on offices of Gazprom subsidiaries in Europe that underscored persistent tensions over the continent's heavy reliance on Russian gas, which EU members want to reduce.

But China's friendly political ties with Russia, and their partnership in the loose BRIC grouping that also includes India and Brazil, do not make Beijing less of a tough customer when it comes to energy deals.

Putin will likely seek to resolve the price disagreements that have prevented Russia from nailing down a 30-year deal to supply China with up to 68 billion cubic meters of gas per year.

But Gazprom's export chief said last month that the five-year-old negotiations might not end this year, pushing back initial deliveries beyond the latest target of 2016.

Meanwhile, China is cultivating other sources of energy supplies, particularly in former Soviet Central Asia.

A report this month by the Stockholm International Peace Research Institute said China was gaining the upper hand in the relationship as it becomes less reliant on Russia for advanced weapons and looks elsewhere for some of its energy.

It said Russia's significance to China would continue to diminish in the coming years, and that

"there are strategic planners in Beijing and Moscow who view the other side as the ultimate strategic threat in the long term."

While Putin may use China as a foil against the West, the pragmatic former KGB officer is well aware of such concerns.

As he prepares for what could be two six-year terms as president, "the risks from China's growth will be watched more closely than the opportunities," said Fyodor Lukyanov, editor of Russia in Global Affairs.

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