

Opening Statement

- Group is more in favor of leaving conversation open, leaving it vague.
- Goal is for stability and mutual economic interests
- Ambiguous “crazy man”
- Instability will be dealt with harshly, Taiwan is integral part of China and those who violate the law will face the consequences
- We want to respect the way of life of Taiwanese but offer them more economic opportunity
- Speaking to American people – China wants diplomatic solution to domestic controversy
- If you call US into Taiwan conflict it will negatively impact – America will defend Taiwan to the last citizen
- Creating division between US and Taiwan – social media campaign, newspaper ads (this is not your fight, etc.)
- Information campaigns that Taiwanese are not worth defending
- Sowing doubt in Taipei and creating political problems in US

With the objective of bringing Taiwan back under PRC control what actions are the PRC taking to:

- **Prevail in the crisis short of war?**
 - Taiwanese are on their own, aggressive carrot and stick program
- **If Taiwan resists what is the plan for subduing the rebellious province?**
 - Destroy forces – Taiwan
 - Neutralize ability to defend
 - Blame cruelty on Taiwanese government
- **If direct conflict with the U.S. occurs, what is the theory for victory?**
 - We will destroy economic underpinnings of US – economic sanctions, destabilize bond markets
 - Supply chain disruption
 - If US pushes military options, ignore PONOPS but shoot down large body air craft, convoy accident (plausible deniability)
- **What are the conflict off ramps and how can they be achieved?**
 - Economic carrots
 - Comprehensive trade agreement that solves deficit
 - Nevil Chamberlind agreement
 - You will have to shoot at us first
 - PRC would be more inclined for military buildup on US territory than Japan territory

How will the PRC react to Japanese, Australian, and regional support for U.S. forces (e.g., basing)?

- Try to preempt that – offer them carrots and encourage them not to accept US Support
- Short term Strategy: We should not react initially – try to sow division with alliances. Convince Taiwanese that Americans are not coming.
- Long March Strategy: Camouflage our action – North Korean leadership launce massive cyber attack against whatever country aligns with US and blame it on North Korea
- South Korea - Don't let American troops in your country
- Bottom line – we will fight if we have to but will play out long term strategy
- We will deal with individual attacks but will not attack base
- This is an internal affair and is not Japan's problem

What capabilities and policies are viewed as offering the greatest leverage to achieve PRC objectives?