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Summary

The State of Qatar has employed its ample financial resources to exert regional influence and avoid domination by Saudi Arabia, the de facto leader of the alliance of six Gulf monarchies called the Gulf Cooperation Council (GCC: Saudi Arabia, Kuwait, Qatar, United Arab Emirates, Bahrain, and Oman). Qatar has intervened in several regional conflicts, including in Syria and Libya, and has engaged both Sunni Islamist and Iran-backed Shiite groups in Lebanon, Sudan, the Gaza Strip, Iraq, and Afghanistan. Qatar has maintained consistent dialogue with Iran while also supporting U.S. and GCC efforts to limit Iran's regional influence.

However, Qatar's independent policies, which include supporting regional Muslim Brotherhood organizations and establishing a global media network called Al Jazeera, have caused a backlash against Qatar by Saudi Arabia and some other GCC members. The GCC has been on the verge of dissolution since June 5, 2017, when Saudi Arabia, the UAE, and Bahrain, joined by Egypt and a few other governments, severed relations with Qatar and imposed limits on the entry and transit of Qatari nationals and vessels in their territories, waters, and airspace. The Trump Administration has sought, unsuccessfully to date—and despite presidential intercession with Gulf leaders—to mediate a resolution of the dispute. The rift threatens U.S. efforts to assemble the GCC, Jordan, and Egypt into a new “Middle East Strategic Alliance” to counter Iran and regional terrorist groups. This alliance concept is reportedly to be discussed at a U.S.-GCC summit planned for October 12-13, 2018. Qatar has countered the Saudi-led pressure with new arms buys and deepening relations with Turkey and Iran.

As do the other GCC leaders, Qatar's leaders have looked to the United States to guarantee their external security since the 1980s. Since 1992, the United States and Qatar have had a formal Defense Cooperation Agreement (DCA) that reportedly addresses a U.S. troop presence in Qatar, consideration of U.S. arms sales to Qatar, U.S. training, and other defense cooperation. Under the DCA, Qatar hosts about 10,000 U.S. forces and the regional headquarters for U.S. Central Command (CENTCOM) at various military facilities, including the large Al Udeid Air Base. U.S. forces in Qatar participate in all U.S. operations in the region. Qatar is a significant buyer of U.S.-made weaponry, including combat aircraft. In late January 2018, Qatar and the United States held the inaugural “Strategic Dialogue” in Washington, DC, in which U.S. officials hailed a strong U.S.-Qatar partnership on many fronts and signaled the potential for permanent U.S. basing there. Qatar signed a broad memorandum of understanding with the United States in 2017 to cooperate against international terrorism. That MOU appeared intended to counter assertions that Qatar's ties to regional Islamist movements support terrorism.

The voluntary relinquishing of power in 2013 by Qatar's former Amir (ruler), Shaykh Hamad bin Khalifa Al Thani, departed from GCC patterns of governance in which leaders generally remain in power for life. However, Qatar is also the only one of the smaller GCC states that has not yet formed a legislative body that is at least partly elected, even though such elections have long been promised. Further, U.S. and international reports criticize Qatar for failing to adhere to international standards of human and labor rights practices, and for failing to protect expatriate workers from abuses by Qatari employers.

As are the other GCC states, Qatar is wrestling with the fluctuations in global hydrocarbons prices since 2014, now compounded by the Saudi-led embargo. Qatar is positioned to weather these headwinds because of its small population and substantial financial reserves. But, Qatar shares with virtually all the other GCC states a lack of economic diversification and reliance on revenues from sales of hydrocarbon products.

Contents

Brief History	1
Governance	3
Human Rights Issues	4
Freedom of Expression	4
Women’s Rights	6
Trafficking in Persons and Labor Issues	6
Religious Freedom	7
Foreign Policy	7
Qatar and the Intra-GCC Dispute	8
Iran	10
Egypt	11
Libya	11
Yemen	11
Syria, Iraq, and Anti-Islamic State Operations	11
Israeli-Palestinian Issues/Hamas	12
Afghanistan/Taliban Office	13
Other Qatari Relationships and Mediation Efforts	13
U.S.-Qatar Defense and Security Cooperation	14
Defense Cooperation Agreement (DCA)	14
Al Udeid Expansion/Permanent U.S. Basing in Qatar?	15
U.S. Arms Sales to Qatar	15
Other Defense Partnerships	17
Turkey	18
Russia	18
Counterterrorism Cooperation	18
Terrorism Financing Issues	19
Countering Violent Extremism	20
Economic Issues	20
U.S.-Qatar Economic Relations	22
U.S. Assistance	22

Figures

Figure 1. Qatar at-a-Glance	2
Figure 2. Map of Qatari Energy Resources and Select Infrastructure	23

Tables

Table 1. Senior Leaders of Qatar	1
--	---

Contacts

Author Contact Information	23
----------------------------------	----

Brief History

Prior to 1867, Qatar was ruled by the leaders of neighboring Bahrain, the Al Khalifa family. That year, following an uprising against the Al Khalifa, Britain, then the main Western power in the Persian Gulf region, installed the head of a leading Qatari family, Muhammad bin Thani Al Thani, as ruler of what is now Qatar. In 1916, in the aftermath of World War I and the demise of the Ottoman Empire, Qatar and Britain signed an agreement under which Qatar formally became a British protectorate.

In 1971, after Britain announced it would no longer exercise responsibility for Persian Gulf security, Qatar and Bahrain considered joining with the seven emirates (principalities) that were then called the “Trucial States” to form the United Arab Emirates. However, Qatar and Bahrain decided to become independent rather than join that union. The UAE was separately formed in late 1971. Qatar adopted its first written constitution in April 1970 and became fully independent on September 1, 1971. The United States opened an embassy in Doha in 1973. The U.S. Ambassador to Qatar, Dana Shell Smith, resigned from that post in June 2017, explaining that decision with postings on social media that appeared to criticize the Trump Administration.

The Al Thani family claims descent from the central Arabian tribe of Banu Tamim, the tribe to which Shaykh Muhammad ibn Abd Al Wahhab, the founder of Wahhabism, belonged.¹ Thus, Qatar officially subscribes to Wahhabism, a conservative Islamic tradition that it shares with Saudi Arabia.

Table I. Senior Leaders of Qatar

Position	Leader
Amir (ruler) and Minister of Defense	Tamim bin Hamad Al Thani
Deputy Amir and Crown Prince (heir apparent)	Abdullah bin Hamad Al Thani
Prime Minister and Minister of Interior	Abdullah bin Nasir bin Khalifa Al Thani
Deputy Prime Minister	Ahmad bin Abdallah al-Mahmud
Minister of State for Defense Affairs	Khalid bin Muhammad Al-Attiyah
Minister of Foreign Affairs	Muhammad bin Abd al-Rahman Al Thani
Minister of Finance	Ali Sharif al-Imadi
Ambassador to the United States	Mishal bin Hamad bin Khalifa Al Thani

Source: Central Intelligence Agency, “Chiefs of State and Cabinet Members of Foreign Governments.”

¹ Information in this section is taken from Bernard Haykel. “Qatar and Islamism.” Policy Brief: Norwegian Peacebuilding Resource Centre. February 2013.

Figure I. Qatar at-a-Glance



Area	11,586 sq km (slightly smaller than Connecticut)
People	<p><i>Population:</i> 2.3 million (July 2017 estimate), of which about 90% are expatriates</p> <p><i>Religions:</i> Muslim 68%, of which about 90% are Sunni; Christian 14%; Hindu 14%; 3% Buddhist; and 1% other. Figures include expatriates.</p> <p><i>Ethnic Groups:</i> Arab 40%; Pakistani 18%; Indian 18%; Iranian 10%; other 14%. Figures include expatriates. Virtually all citizens are Arab.</p>
Economy	<p><i>Gross Domestic Product (GDP):</i> \$341 billion (2017) on purchasing power parity (ppp) basis</p> <p><i>GDP per capita:</i> \$125,000 (2017) on ppp basis</p> <p><i>Inflation:</i> 1% (2017)</p> <p><i>GDP Growth Rate:</i> 2.5% (2017)</p> <p><i>Export Partners:</i> (In descending order) Japan, South Korea, India, China, Singapore, UAE</p> <p><i>Import Partners:</i> (In descending order) United States, China, UAE, Germany, Japan, Britain, Italy, Saudi Arabia (pre-2017 GCC rift)</p>
Oil and Gas	<p><i>Oil Exports:</i> Slightly more than 700,000 barrels per day. Negligible amounts to the United States</p> <p><i>Natural Gas Exports:</i> Almost 125 billion cubic meters in 2014</p>

Sources: Graphic created by CRS. Map borders and cities generated by (name redacted) using data from Department of State, 2013; Esri, 2013; and Google Maps, 2013. At-a-glance information from CIA, *The World Factbook*.

Governance

Qatar's governing structure approximates that of the other GCC states. The country is led by a hereditary Amir (literally "prince," but interpreted as "ruler"), Shaykh² Tamim bin Hamad Al Thani. Amir Tamim became Amir in June 2013 when his father, Amir Hamad bin Khalifa Al Thani, relinquished power voluntarily. The Amir governs through a prime minister, who is a member of the Al Thani family, and a cabinet, several of whom are members of the Al Thani family or of prominent allied families. Amir Tamim serves concurrently as Minister of Defense, although most of the defense policy functions are performed by the Minister of State for Defense, a position with less authority than that of full minister. In November 2014, Amir Tamim appointed a younger brother, Shaykh Abdullah bin Hamad, as deputy Amir and the heir apparent. The Prime Minister, Shaykh Abdullah bin Nasir bin Khalifa Al Thani, serves concurrently as Interior Minister. There are dissidents within the Al Thani family—mostly those of lineages linked to ousted or other former Qatari rulers—who question Amir Tamim's legitimacy and policies, but no significant challenge to his rule is evident. There were no significant protests in Qatar during the "Arab Spring" uprising of 2011, and there have not been any public demonstrations critical of the government in recent years. Some experts assess that the Saudi-led move to isolate Qatar, discussed in detail below, might have been intended, at least in part, to replace Amir Tamim with a royal family member who will closely follow Saudi policies.

Political parties are banned, and unlike in Kuwait and Bahrain, there are no well-defined "political societies" that act as the equivalent of parties. Disputes and disagreements within the leadership, and between leaders and citizens, tend to be aired only in private as part of a process of consensus building.³

Then-Amir Hamad put a revised constitution to a public referendum on April 29, 2003, and it achieved a 98% "yes" vote. Nevertheless, it left in place significant limitations: for example, it affirms that Qatar is a hereditary emirate. Some Western experts also criticize Qatar's constitution for specifying Islamic law as the main source of legislation.⁴ Further, the constitution's stipulation that a national legislative authority will consist of a 45-person Advisory Council (*Majlis Ash-Shura*), of which two-thirds (30 seats) will be elected, has been repeatedly delayed. In 2008, the government and the existing advisory council reached agreement on the criteria for suffrage and candidacy: naturalized Qataris who have been citizens for at least 10 years will be eligible to vote, and those whose fathers were born in Qatar will be eligible to run. In 2013, then-Amir Hamad issued a decree extending the term of the current, all-appointed Council. If and when the Council is formed, the government says it will have the ability to remove ministers (two-thirds majority vote), to approve a national budget, and to draft and vote on proposed legislation that can become law (two-thirds majority vote and concurrence by the Amir). Qatar is the only GCC state other than Saudi Arabia not to have held elections for any seats in a legislative body.

Qatari officials note that the country holds elections, for a 29-seat Central Municipal Council. Elections for the fourth Council (each serving a four-year term) were held on May 13, 2015. The Council advises the Minister of Municipality and Urban Affairs on local public services. Voter registration and turnout—21,735 voters registered out of an estimate 150,000 eligible voters, and

² Shaykh is an honorific term.

³ The Economist. "Qatar: Democracy? That's for Other Arabs." June 8, 2013. <http://www.economist.com/news/middle-east-and-africa/21579063-rumours-change-top-do-not-include-moves-democracy-democracy-thats>.

⁴ Amy Hawthorne. "Qatar's New Constitution: Limited Reform from the Top." August 26, 2008. <http://carnegeendowment.org/sada/?fa=21605>.

15,171 of those voted—were lower than observers expected.⁵ The relatively low participation rate in the latest election could suggest that Qatari citizens view the Council as lacking influence. The State Department human rights report for 2016 stated that “observers considered [the municipal council elections] free and fair.”⁶

Human Rights Issues⁷

Recent State Department reports identify the most significant human rights problems in the country as limits on the ability of citizens to choose their government in free and fair elections; restrictions on freedoms of speech, the press, assembly, and access to a fair trial for persons held under the “Protection of Society Law” and “Combating Terrorism Law”; restrictions on freedom of religion and movement; legal and institutional discrimination against women; prohibitions on political parties and labor unions; restrictions on the freedom of movement for migrant workers’ travel abroad; criminalization of male homosexual activity; and the unresolved legal status of so-called “stateless persons,” or “*bidoons*.”⁸

A nominally independent National Human Rights Committee (NHRC) investigates allegations of human rights abuses in the country, but it is administratively under the authority of the broader Qatar Foundation that was founded and is still run by the Amir’s mother, Shaykha Moza. Although the constitution provides for an independent judiciary, the Amir, based on recommended selections from the Supreme Judicial Council, appoints all judges, who hold their positions at his discretion.⁹

Freedom of Expression

As have the other GCC states, Qatar has, since the 2011 “Arab Spring” uprisings, issued new laws that restrict freedom of expression and increase penalties for criticizing the ruling establishment. In 2014, the government approved a new cybercrimes law that provides for up to three years in prison for anyone convicted of threatening Qatar’s security, and compels internet providers in Qatar to block “objectionable” content. A November 2015 law increased penalties for removing or expressing contempt at the national flag or the GCC flag. However, the country continues to host the headquarters of the Al Jazeera satellite television network, which has evolved into a global media conglomerate that features debates on controversial issues. Some Members of Congress have asserted that Al Jazeera is an arm of the Qatar government and that its U.S. bureau should be required to register under the Foreign Agents Registration Act (FARA).

The government has sometimes blocked the websites of independent media, such as the English language *Doha News*.¹⁰ In July 2017, the country held a national conference on freedom of expression at which, according to the State Department, members of international human rights organizations were able to criticize the country’s human rights record.¹¹

⁵ Department of State. Human Rights Report for 2015: Qatar. p. 13.

⁶ <https://www.state.gov/documents/organization/265728.pdf>.

⁷ Much of the information in this section is based on: Department of State. Country Reports on Human Rights for 2017: <https://www.state.gov/j/drl/rls/hrrpt/humanrightsreport/index.htm#wrapper>.

⁸ *Bidoon* is the Arabic word for “without,” and refers to persons without documentation for their residency in country.

⁹ State Dept human rights report on Qatar for 2017, op. cit.

¹⁰ <https://www.amnesty.org/en/latest/news/2016/12/qatar-blocking-of-doha-news-website-is-an-outright-attack-on-media-freedom/>.

¹¹ State Dept. human rights report on Qatar for 2017, op. cit.

Qatari Leadership



Shaykh Tamim bin Hamad Al Thani

Shaykh Tamim bin Hamad Al Thani was born on June 3, 1980. He is the fourth son of the former Amir, Hamad bin Khalifa Al Thani, and the ninth Al Thani ruler in Qatar. He was appointed heir apparent in August 2003 when his elder brother, Shaykh Jasim, renounced his claim reportedly based on his father's lack of confidence in Shaykh Jasim's ability to lead. Shaykh Tamim became Amir on June 25, 2014, when Amir Hamad stepped down voluntarily to pave the way for the accession of a new generation of leadership. Amir Tamim was educated at Great Britain's Sherbourne School and graduated from its Royal Military Academy at Sandhurst in 1998, from which his father graduated in 1971. Concurrently, Amir Tamim heads the Qatari Investment Authority, which has billions of dollars of investments in Europe, including in Harrod's department store in London, the United States, and elsewhere. He is reportedly highly popular for resisting Saudi-led pressure in the intra-GCC crisis.



Shaykh Hamad bin Khalifa Al Thani

Amir Tamim's father, *Shaykh Hamad bin Khalifa Al Thani*, took power in June 1995, when his father, Amir Khalifa bin Hamad Al Thani, was in Europe. In 1972, after finishing his education in Britain and assuming command of some Qatari military units, Hamad had helped his father depose his grandfather in a bloodless seizure of power while then Amir Ahmad bin Ali Al Thani was on a hunting trip in Iran.

While Shaykh Hamad is no longer Qatar's ruler, he, his wife, and several of their other children remain key figures in the ruling establishment. Qatari media refer to Shaykh Hamad as "The Father Amir" and acknowledge that he has some continuing role in many aspects of policy. His favored wife (of three), Shaykha Moza al-Misnad Al Thani, continues to chair the powerful Qatar Foundation for Education, Science, and Community Development (QF). The QF runs Doha's Education City, where several Western universities have established branches and which is a large investor in the United States and Europe. One daughter (and full sister of the current Amir), Shaykha Mayassa, chairs the Qatar Museums, a major buyer of global artwork. Another daughter, Shaykha Hind, is vice chairman of the QF. Both daughters graduated from Duke University. Another relative, Hamad bin Jasim Al Thani, remains active in Qatar's investment activities and international circles. During Amir Hamad's rule, Shaykh Hamad bin Jasim was Foreign Minister, Prime Minister, and architect of Qatar's relatively independent foreign policy. Shaykh Hamad's father—and the current Amir's grandfather—Khalifa bin Hamad died in October 2016.

Sources: <http://www.mofa.gov>, author conversations with Qatari and U.S. officials.

Women's Rights

According to recent State Department human rights reports on Qatar, institutional discrimination against women continues. No specific law criminalizes domestic violence, and a national housing law discriminates against women married to noncitizen men and divorced women. Testimony by women in court cases is either dismissed or carries less weight than that of a man. On the other hand, women in Qatar drive and own property, and constitute about 15% of business owners and more than a third of the overall workforce, including in professional positions. The law criminalizes rape, with the penalty being death if the perpetrator is a relative or guardian of the victim.

Women serve in various roles in public office, such as minister of public health, chair of the Qatar Foundation, head of the General Authority for Museums, permanent representative to the United Nations, and ambassadors to Croatia and the Holy See. In November 2017, the Amir appointed four women to the national consultative council for the first time in the legislative body's history. There is one female minister (the Minister of Public Health); most of the other small GCC states now have more than one female minister.

Trafficking in Persons and Labor Issues¹²

The State Department's Trafficking in Persons report for 2018 maintained Qatar's ranking at "Tier 2," which had been upgraded from Tier 2: Watch List in the report for 2017. The 2018 report assesses that the government is not fully complying with the minimum standards for the elimination of trafficking, but that has made increased efforts to do so over the past year, including by establishing a Domestic Worker Law to better protect domestic workers. In recent years, the country also established a coordinating body to oversee and facilitate anti-trafficking initiatives and enacting a law that reforms the sponsorship system to significantly reduce vulnerability to forced labor.

But Qatar remains a destination country for men and women subjected to forced labor and, to a much lesser extent, forced prostitution. Female domestic workers are particularly vulnerable to trafficking due to their isolation in private residences and lack of protection under Qatari labor laws. In the course of the January 2018 U.S.-Qatar "Strategic Dialogue," the two countries signed a memorandum of understanding to create a framework to combat trafficking in persons.

The State Department assesses Qatar's labor rights as not adequately protecting the rights of workers to form and join independent unions, conduct legal strikes, or bargain collectively. The labor code only allows for one trade union, the General Union of Workers of Qatar, which the State Department assesses as "not a functioning entity." Qatari law does not prohibit antiunion discrimination or provide for reinstatement of workers fired for union activity. In October 2015, the government enacted a reform to its labor policy—which went into effect December 13, 2016—to offer greater protections for the large population of foreign workers. The law changes the "*kafala*" system (sponsorship requirement for foreign workers) to enable employees to switch employers at the end of their labor contracts rather than having to leave Qatar when their contracts end. Nevertheless, some critics say that, in practice, the reform will likely only modestly increase freedoms for foreign workers.¹³

¹² This section is based on the State Department "Trafficking in Persons" report for 2018, <https://www.state.gov/j/tip/rls/tiprpt/2018/index.htm>.

¹³ James Dorsey. "New Qatari Labour Law: Too Little, Too Late." *Huffington Post*, October 28, 2015.

International scrutiny of Qatar's labor practices has increased as Qatar makes preparations to host the 2022 FIFA World Cup soccer tournament; additional engineers, construction workers, and other laborers have been hired to work in Qatar. Some workers report not being paid for work and a lack of dispute resolution, causing salary delays or nonpayment, such as that which was reported in May 2018 for employees of the HKH General Contracting firm.¹⁴ Some reports suggest the government is worried about being cheated by international corporations.¹⁵ Some human rights groups have criticized Qatar for allowing outdoor work (primarily construction) even when hot weather poses a significant health threat.¹⁶

Religious Freedom¹⁷

Qatar's constitution stipulates that Islam is the state religion and Islamic law is "a main source of legislation," but Qatari laws incorporate secular legal traditions as well as Islamic law. The law recognizes only Islam, Christianity, and Judaism. The overwhelming majority (possibly as much as 95%) of Qatari citizens are Sunni Muslims, possibly explaining why there have been no outward signs of sectarian schisms within the citizenry.

The government permits eight registered Christian denominations to worship publicly at the Mesaymir Religious Complex (commonly referred to as "Church City"), and it has allowed the Evangelical Churches Alliance of Qatar to build a new church.

Jews and adherents of unrecognized religions—such as Hindus, Buddhists, and Baha'is—are allowed to worship privately but do not have authorized facilities in which to practice their religions. Qatari officials state that they are open to considering the creation of dedicated worship spaces for Hindus, Jews, and Buddhists and that any organized, non-Muslim religious group could use the same process as Christians to apply for official registration. Members of at least one group reportedly filed for land in previous years to build their own complex but received no response from the government.

Foreign Policy

Qatar uses its financial resources to implement a foreign policy that engages and attempts to influence a wide range of regional actors that are often at odds with each other. For example, Qatari officials talk with Israeli officials while at the same time hosting leaders of Hamas. Qatar maintains consistent ties to Iran while at the same time welcoming U.S. forces that, in part, contain Iran's military power. Qatar has hosted an office of the Afghan Taliban movement and facilitated talks between the United States and the Taliban.

As have some of the other GCC states, Qatar has sought, in some cases using its own military forces, to shape the outcome of regional uprisings since 2011, for example in Libya. Its policies have enabled Qatar to mediate some regional conflicts and to obtain the freedom of captives held by regional armed groups. At the same time, these policies have been perceived by de facto GCC

¹⁴ Business and Human Rights Resources Center. May 23, 2018.

¹⁵ Qatar ranks 68th on the World Bank's ease of doing business rankings. *Doing Business 2016, Measuring Regulatory Quality and Efficiency*, p. 228. Available at <http://www.doingbusiness.org>. "Qatar building boom proves a challenge for foreign construction firms." *Reuters*, June 23, 2016.

¹⁶ Statement by Human Rights Watch, September 27, 2017.

¹⁷ This section is based on the State Department report on International Religious Freedom for 2017, <https://www.state.gov/j/drl/rls/irf/religiousfreedom/index.htm?year=2017&dliid=281002#wrapper>.

leader Saudi Arabia and other GCC states an attempt by Qatar to exert its own independent regional influence at the risk of GCC unity and the stability of the other GCC countries.

Qatar and the Intra-GCC Dispute

A consistent source of friction within the GCC has been Qatar's embrace of Muslim Brotherhood movements as representing a moderate political Islamist movement that can foster regional stability. Qatar hosts Islamists who adhere to the Brotherhood's traditions, including the aging, outspoken Egyptian cleric Yusuf al-Qaradawi. In 2013-2014, differences over this and other issues widened to the point where Saudi Arabia, UAE, and Bahrain withdrew their ambassadors from Doha in March 2014, accusing Qatar of supporting "terrorism."¹⁸ The Ambassadors returned in November 2014 in exchange for a reported pledge by Qatar to fully implement a November 2013 "Riyadh Agreement" that committed Qatar to noninterference in the affairs of other GCC states and to refrain from supporting any Muslim Brotherhood-linked organizations.¹⁹

These differences erupted again into a crisis following the May 20-22, 2017, visit of President Donald Trump to Saudi Arabia, during which the President met with Amir Tamim but expressed substantial support for Saudi leaders. On June 5, 2017, Saudi Arabia, UAE, and Bahrain, joined by Egypt and a few other Muslim countries, severed diplomatic relations with Qatar, expelled Qatar's diplomats, recalled their ambassadors, and imposed limits on the entry and transit of Qatari nationals and vessels in their territories, waters, and airspace. They accused Qatar of supporting terrorist groups and Iran. Some press reports indicated that a trigger for the Saudi-led move was a UAE-orchestrated hack of Qatari media that falsely quoted Qatar's Amir with making statements that challenge Saudi and UAE regional policies.²⁰ The UAE denied involvement in the hacking.

On June 22, 2017, the Saudi-led group presented Qatar with 13 demands,²¹ including closing Al Jazeera, severing relations with the Muslim Brotherhood, scaling back relations with Iran, closing a Turkish military base in Qatar, and paying reparations to the Saudi-led bloc. Qatar indicated that it is amenable to negotiations, but that it would not "surrender" its sovereignty. The Saudi-led group subsequently reframed its demands as six "principles," among which were for Qatar to "combat extremism and terrorism" and prevent their financing, suspend "all acts of provocation," fully comply with the commitments Qatar made in 2013 and 2014 (see above), and refrain "from interfering in the internal affairs of states."²²

President Trump initially responded to the crisis by echoing the Saudi-led criticism of Qatar's policies but later engaged with Amir Tamim and undertook efforts to settle the rift.²³ Secretary of State Rex Tillerson, working with Kuwait, took the lead within the Trump Administration to mediating the dispute, including by conducting "shuttle diplomacy" in the region during July 10-

¹⁸ Author conversations with GCC officials. 2013-2015.

¹⁹ Cable News Network released the text of the November 2013 agreement, which was signed between Saudi Arabia, Kuwait, and Qatar. The November 2014 agreement was among all the GCC states except Oman.

²⁰ Karen DeYoung and Ellen Nakashima. "UAE Orchestrated Hacking of Qatari Government Sites, Sparking Regional Upheaval, According to U.S. Intelligence Officials." *Washington Post*, July 16, 2017.

²¹ The list of demands can be found at https://www.washingtonpost.com/national/list-of-demands-on-qatar-by-saudi-arabia-other-arab-nations/2017/06/23/054913a6-57d0-11e7-840b-512026319da7_story.html?utm_term=.5bde2f68b6b1.

²² The text of the joint statement can be found at <http://www.bna.bh/portal/en/news/792679>.

²³ White House Office of the Press Secretary. Readout of President Donald J. Trump's Call with Amir Sheikh Tameem Bin Hamad Al Thani of Qatar. June 7, 2017.

13. After the September 7, 2017, visit of Kuwait's Amir Sabah al-Ahmad Al Sabah, the President reportedly was pivotal to arranging the first direct talks on the crisis—a phone call between Amir Tamim and Saudi Crown Prince Mohammad bin Salman on September 9, 2017.²⁴ However, the direct dialogue faltered immediately over a dispute about which leader had initiated the talks. However, neither President Trump's meeting with Amir Tamim on September 20, 2017, nor the October 2017 trip to the region by then-Secretary Tillerson produced any sustained dialogue between the parties to the dispute. The late January 2018 U.S.-Qatar inaugural "Strategic Dialogue" was accompanied by statements by senior U.S. officials including Secretary Tillerson and Defense Secretary James Mattis that Qatar is "a strong partner and longtime friend" of the United States.²⁵ Amir Tamim's April 10, 2018, meeting with President Trump at the White House, which followed a visit by Saudi Crown Prince Mohammad bin Salman, focused on the dispute but again resulted in no evident progress, despite President Trump's insistence to the Saudi leadership that it move decisively to resolve the dispute.²⁶

The rift threatens U.S. efforts to assemble the GCC, Jordan, and Egypt into a new "Middle East Strategic Alliance" to counter Iran and regional terrorist groups. This alliance concept is reportedly to be discussed at a U.S.-GCC summit planned for October 12-13, 2018.²⁷ U.S. officials had reportedly wanted the intra-GCC rift resolved before any U.S.-GCC summit is held, but the planning is apparently moving forward for the meeting despite the rift's continuation.

Some warn that the dispute could escalate into intra-GCC armed conflict. Qatar asserts that the blockading countries are seeking to change Qatar's leadership and might take military action to force Qatar to accept their demands. In December 2017, Saudi Arabia "permanently" closed its Salwa border crossing into Qatar, which had been closed temporarily since the crisis erupted in June. Some press reports said Saudi Arabia is contemplating building a canal that would physically separate its territory from that of Qatar. On the other hand, Qatari forces participated in GCC "Gulf Shield" military exercises in Saudi Arabia in March-April 2018, indicating that the GCC states might be looking to undertake confidence building measures that could produce a resolution to the dispute.

The rift has cast the future of the GCC into doubt. Amir Tamim and the host, Shaykh Sabah of Kuwait, were the only two GCC leaders that attended the December 4-5, 2017, GCC summit in Kuwait, a meeting held annually. The other GCC countries sent foreign minister-level representatives to the meeting, which adjourned on December 4 after only two hours of discussions.

Qatari officials assert that the country's ample wealth is enabling it to limit the economic effects of the Saudi-led move, but that the blockade has separated families and caused other significant social disruptions. Qataris reportedly have rallied around their leadership to resist Saudi-led demands.

Qatar's disputes with other GCC countries have come despite the resolution in 2011 of a long-standing territorial dispute between Qatar and Bahrain, dating back to the 18th century, when the ruling families of both countries controlled parts of the Arabian peninsula. Qatar and Bahrain agreed to refer the dispute to the International Court of Justice (ICJ) in 1991 after clashes in 1986

²⁴ <http://www.bbc.com/news/world-middle-east-41209610>.

²⁵ "In Charm Offensive, Qatar is Pushing for a Comeback in Washington." *New York Times*, February 10, 2018.

²⁶ White House. Readout of President Donald J. Trump's Meeting with Amir Tamim bin Hamad Al Thani, April 10, 2018; "In Call with Saudi King, Trump Demanded Quick End to Gulf Rift: U.S. Officials" Reuters, April 11, 2018.

²⁷ Yara Bayoumy, Jonathan Landay, and Warren Strobel, "Trump Seeks to Revive 'Arab NATO' to Confront Iran," Reuters, July 27, 2018, <https://www.reuters.com/article/us-usa-gulf-alliance/trump-seeks-to-revive-arab-nato-to-confront-iran-idUSKBN1KH2IK>.

in which Qatar landed military personnel on a man-made reef (Fasht al-Dibal) that was in dispute. In March 2001, the ICJ sided with Bahrain on the central dispute over the Hawar Islands, but with Qatar on ownership of the Fasht al-Dibal reef and the town of Zubara on the Qatari mainland, where some members of the ruling Al Khalifa family of Bahrain are buried. Two smaller islands, Janan and Hadd Janan, were ruled not part of the Hawar Islands and awarded to Qatar. Qatar expressed disappointment over the ruling but accepted it as binding.

Iran

Even though the Saudi-led bloc justified its blockade of Qatar in part on the assertion that Qatar had close relations with Iran, Qatar has long helped counter Iran strategically. Qatar enforced international sanctions against Iran during 2010-2016, and no Qatar-based entity has been designated by the United States as an Iran sanctions violator. Amir Tamim attended both U.S.-GCC summits (May 2015 at Camp David and April 2016 in Saudi Arabia) that addressed GCC concerns about the July 2015 U.S.-led multilateral agreement on Iran's nuclear program (Joint Comprehensive Plan of Action, JCPOA).²⁸ Qatar withdrew its Ambassador from Tehran in January 2016 in solidarity with Saudi Arabia in its dispute with Iran over the Saudi execution of a dissident Shiite cleric, and Qatar joined the February 2016 GCC declaration that Lebanese Hezbollah is a terrorist organization.

Yet Qatari leaders have always argued that dialogue with Iran is key to reducing regional tensions. Qatar and Iran have shared a large natural gas field in the Persian Gulf without incident, although some Iranian officials have occasionally accused Qatar of cheating on the arrangement.²⁹ In February 2010, Shaykh Tamim, who was at that time the Crown Prince, visited Iran for high-level talks with Iranian leaders, and as Amir, Tamim has maintained direct conversations with Iran's President Hassan Rouhani.³⁰

Apparently perceiving that the June 2017 intra-GCC rift provided an opportunity to drive a wedge within the GCC, Iran supported Qatar in the dispute and has exported additional foodstuffs to Qatar to help it compensate for the cutoff of Saudi food exports. It has permitted Qatar's flagship airline, Qatar Airways, to overfly its airspace in light of the Saudi, UAE, and Bahraini denial of their airspace to that carrier. In August 2017, Qatar formally restored full diplomatic relations with Iran. Possibly as a consequence of the intra-GCC dispute, Qatar—in contrast to the three blockading GCC states—did not support the May 8, 2018, U.S. withdrawal from the JCPOA, instead issuing a statement hoping that efforts to “denuclearize” the region will not lead to “escalation.”³¹

Saudi official statements also cited Qatar's alleged support for pro-Iranian dissidents in Bahrain as part of the justification for isolating Qatar in June 2017. Contributing to that Saudi perception was Qatar's brokering in 2008 of the “Doha Agreement” to resolve a political crisis in Lebanon

²⁸ The U.S.-GCC summits have resulted in new U.S. commitments to assist the GCC states against Iran and other regional threats, including through new arms sales, counterterrorism cooperation, countering cyberattacks, joint military exercises, and other measures. See White House Office of the Press Secretary. “Annex to U.S.-Gulf Cooperation Council Joint Statement.” May 14, 2015. <https://www.whitehouse.gov/the-press-office/2015/05/14/annex-us-gulf-cooperation-council-camp-david-joint-statement>.

²⁹ “Iran, Qatar, Face Off Over North Field, South Pars. Oil and Gas News,” June 6-12, 2016. http://www.oilandgasnewsworldwide.com/Article/35647/Iran_Qatar_face_off_over_North_Field_South_Pars.

³⁰ Al Arabiya, “Iran, Qatar Seek Improved Relations Despite Differences,” June 19, 2015, <http://english.alarabiya.net/en/News/middle-east/2015/06/19/Iran-Qatar-seek-improved-relationships-despite-differences-.html>.

³¹ <https://www.mofa.gov.qa/en/statements/statement-on-the-developments-of-the-iranian-nuclear-deal>.

that led to clashes between Lebanon government forces and Hezbollah. Qatar's role as a mediator stemmed, at least in part, from Qatar's role in helping reconstruct Lebanon after the 2006 Israel-Hezbollah war, and from then-Amir Hamad's postwar visit to Hezbollah strongholds in Lebanon. Further fueling Saudi and UAE suspicions was a 2017 Qatari payment to certain Iraqi Shiite militia factions several hundred million dollars to release Qatari citizens, including royal family members, who were kidnapped in 2016 while falcon hunting in southern Iraq.³²

Egypt

In Egypt, after the fall of Egyptian President Hosni Mubarak in 2011, a Muslim Brotherhood-linked figure, Muhammad Morsi, won presidential elections in 2012. Qatar contributed about \$5 billion in aid,³³ aggravating a split between Qatar and the other GCC states over the Muslim Brotherhood. Saudi Arabia and the UAE backed Morsi's ouster by Egypt's military in 2013. Because of its support for Morsi, Qatar's relations with former military leader and now President Abdel Fattah el-Sisi have been strained, and Egypt joined the 2017 Saudi-led move against Qatar.

Libya

In Libya, Qatar joined the United States and several GCC and other partner countries in air operations to help oust Qadhafi in 2011. Subsequently, however, Qatar has supported Muslim Brotherhood-linked factions in Libya opposed by the UAE, Egypt, and Saudi Arabia.³⁴ This difference in approaches in Libya among the GCC states contributed to the intra-GCC rift.

Yemen

In 2015, Qatar joined the Saudi-led military coalition that is battling Iran-backed Zaidi Shiite Houthi rebels in Yemen, including conducting air strikes against Houthi and allied positions. This was a departure from Qatar's 2006-2007 failed efforts to mediate between the Houthis and the government of President Ali Abdullah Saleh, who left office in 2012 following an "Arab Spring"-related uprising in Yemen. In September 2015, Qatar deployed about 1,000 military personnel, along with armor, to Yemen. Four Qatar soldiers were killed fighting there. As a result of the intra-GCC rift, in mid-2017 Qatar withdrew from the Saudi-led military effort in Yemen.

Syria, Iraq, and Anti-Islamic State Operations

In Syria, Qatar provided funds and weaponry to rebels fighting the regime of President Bashar Al Asad,³⁵ including those, such as Ahrar Al Sham, that competed with and sometimes fought anti-Asad factions supported by Saudi Arabia and the UAE. Qatar also built ties to Jabhat al Nusra (JAN), an Al Qaeda affiliate that was designated by the United States as a Foreign Terrorist Organization (FTO),³⁶ although Qatari officials assert that their intent was to induce the group to

³² <https://www.nytimes.com/2017/04/21/world/middleeast/big-ransom-and-syria-deals-win-release-of-royal-qatari-hunters.html>.

³³ <https://www.brookings.edu/wp-content/uploads/2016/06/Final-PDF-English.pdf>.

³⁴ U.N. Security Council. Final Report of the Panel of Experts on Libya Established Pursuant to Resolution 1973 (2011). March 9, 2016. http://www.un.org/ga/search/view_doc.asp?symbol=S/2016/209.

³⁵ Mark Mazzetti and Matt Apuzzo, "U.S. Relies Heavily on Saudi Money to Support Syrian Rebels," *New York Times*, January 23, 2016, http://www.nytimes.com/2016/01/24/world/middleeast/us-relies-heavily-on-saudi-money-to-support-syrian-rebels.html?_r=0.

³⁶ Al Jazeera, December 2, 2015. <http://www.aljazeera.com/news/2015/12/lebanese-hostages-released-prisoner-swap-151201072408599.html>.

sever its ties to Al Qaeda, which it formally did in July 2016. Qatari mediation also succeeded on a few occasions in obtaining the release of Lebanese and Western prisoners captured by that group. However, Assad regime gains in Syria likely render Qatar's commitment to the rebels immaterial to the outcome of the conflict.

Qatar is a member of the U.S.-led coalition combating the Islamic State. In 2014, Qatar flew some airstrikes in Syria against Islamic State positions. However, after several weeks, the coalition ceased identifying Qatar as a participant in coalition strikes inside Syria. Neither Qatar nor any other GCC state has participated in coalition air operations against the Islamic State inside Iraq. In April 2017, Qatar reportedly paid ransom to obtain the release of 26 Qatari ruling family members abducted while on a hunting trip in southern Iraq in 2015, reportedly by Iraqi Shiite militias. The Iraqi government stated in June 2017 that it, not the Shiite militias, has possession of the Qatari ransom monies.

Israeli-Palestinian Issues/Hamas

Qatar has attempted to play a role in Israeli-Palestinian peace negotiations by engaging all parties. In 1996, then-Amir Hamad hosted then-Prime Minister of Israel Shimon Peres and allowed Israel to open a formal trade office in Doha—going beyond Qatar/GCC's dropping in 1998 of the secondary Arab League boycott of Israel. In April 2008, then-Foreign Minister Tzipi Livni attended the Qatar government-sponsored Doha Forum conference and met with Hamad.³⁷ Qatar ordered the Israeli offices in Doha closed in January 2009 at the height of an Israel-Hamas conflict and the offices have not formally reopened. Amir Tamim regularly accuses Israel of abuses against the Palestinians and insincerity in seeking a political solution to the dispute.³⁸ Still, small levels of direct Israel-Qatar trade reportedly continue; Israeli exports to Qatar consist mostly of machinery and technology, and imports from Qatar are primarily plastics.³⁹

Qatar has allowed senior leaders of the Islamist group Hamas—a Muslim Brotherhood offshoot that has exercised de facto control of the Gaza Strip since 2007—to operate in Doha. Hamas supporters and leaders also regularly appear on Al Jazeera. Qatari officials assert that engagement with Hamas is part of the country's efforts to broker reconciliation between Hamas and the Fatah-led Palestinian Authority (PA), but U.S. and some other GCC officials criticize Qatar's relations with Hamas as support for a terrorist organization. Qatari officials assert that the country funds only humanitarian and civilian projects that benefit the residents of the Gaza Strip and have no military applications. Qatar's leaders express consistent support for Palestinian efforts for full United Nations membership and recognition, while at the same time backing negotiations between the Palestinians and Israel. Qatar reportedly asked former Hamas political bureau chief Khalid Meshal to leave Qatar after the intra-GCC rift erupted, apparently to accommodate the blockading states. In the 115th Congress, the Palestinian International Terrorism Support Act of 2017 (H.R. 2712), which was ordered to be reported to the full House on November 15, 2017, appears directed at Qatar by mandating sanctions on entities, including agencies of foreign governments, that the Administration determines are providing financial or other material support to Hamas or its leaders.

³⁷ "Qatar and Israel: A Strategic but Complicated Alliance." *Fanack Chronicle of the Middle East and North Africa*. April 27, 2013.

³⁸ "Israel Doesn't Want Peace: Emir." *Qatar The Peninsula*, September 29, 2015. <http://www.thepeninsulaqatar.com/news/qatar/353598/israel-doesn-t-want-peace-emir>.

³⁹ *Ibid.*

Afghanistan/Taliban Office

Qatar did not deploy forces to support U.S.-led military operations in Afghanistan, but its facilities and forces support U.S. operations there, and Qatar has brokered talks between the United States and Taliban representatives. In June 2013, the Taliban opened a representative office in Qatar, but it violated U.S.-Qatar-Taliban understandings by raising a flag of the former Taliban regime on the building and Qatar, at U.S. request, immediately closed the office. Taliban officials remained in Qatar, and revived U.S.-Taliban talks led to the May 31, 2014, exchange of captured U.S. soldier Bowe Bergdahl for five Taliban figures held by the United States at the prison facility in Guantanamo Bay, Cuba. The five were banned from traveling outside Qatar until there is an agreed solution that would ensure that they could not rejoin the Taliban insurgency. Since May 2015 various nongovernment organizations and unofficial mediators have assembled talks in Qatar between Taliban representatives and Afghan officials. As a result of these sessions, the Taliban reopened its office in Qatar in 2015.⁴⁰ A State Department official reportedly met with Taliban figures from that office in Doha in July 2018 for discussions about a future peace settlement in Afghanistan.⁴¹ Unlike Saudi Arabia and UAE, Qatar did not recognize the Taliban as the legitimate government of Kabul when the movement ruled during 1996-2001.

Qatar might also have some contacts with the Haqqani Network, a U.S.-designated Foreign Terrorist Organization (FTO) that is allied with the Taliban. In January 2016, Qatari mediation reportedly caused the Haqqani Network to release a Canadian hostage, Colin Rutherford.⁴² The mediation did not as Qatar hoped, lead to the freedom of the Coleman family, also held by that group, which was rescued from the group by a U.S. and Pakistani operation in October 2016.

In January 2018, Qatar's air force completed the first two flights of its C-17 (Globemaster) cargo aircraft to Afghanistan and back. According to Defense Secretary Mattis, the flights provided logistical support to the NATO "counterterrorism" campaign there.

Other Qatari Relationships and Mediation Efforts⁴³

Somewhat outside the traditional Middle East:

- Qatar has played an active role in mediating conflict over Sudan's Darfur region. In 2010, Qatar helped broker a series of agreements, collectively known as the Doha Agreements, between the government and various rebel factions. Qatar's grants and promises of investment reportedly were pivotal to achieving these outcomes. In March 2018, Qatar and Sudan signed an agreement to jointly invest \$4 billion to develop the Red Sea port of Suakin off Sudan's coast.
- Qatar has forged relationships with several countries in Central Asia based on shared—or potentially competing—interests in shaping energy delivery routes in the region.⁴⁴ Amir Tamim has exchanged leadership visits with the President of Turkmenistan, Gurbanguly Berdimukhamedov. Amir Tamim visited

⁴⁰ Author meeting with Pugwash representatives, June 2015.

⁴¹ Kathy Gannon, "Taliban Official Says Group Spoke with US Official," Associated Press, July 28, 2018, <https://apnews.com/b621f29320f546d0a0d6adb27ff6ac96>.

⁴² <https://www.nytimes.com/2017/10/12/us/politics/militants-free-american-woman-and-family-held-for-5-years-in-afghanistan.html>.

⁴³ For more information on Qatar's mediation efforts, see Sultan Barakat, Brookings Doha Center publication "Qatar Mediation: Between Ambition and Achievement." <https://www.brookings.edu/wp-content/uploads/2016/06/Final-PDF-English.pdf>.

⁴⁴ See Natalie Koch. Qatar and Central Asia. PONARS Eurasia Policy Memo No. 484, 2017.

Turkmenistan in March 2016 and Berdymukhamedov visited Doha in March 2017. The two countries are major world gas suppliers. The leader of Tajikistan, Imamali Rahmonov, visited Doha in February 2017 to reportedly discuss Qatari investment and other joint projects. Qatar funded a large portion of a \$100 million mosque in Dushanbe, which purports to be the largest mosque in Central Asia.

U.S.-Qatar Defense and Security Cooperation

U.S.-Qatar defense and security relations are long-standing and extensive—a characterization emphasized by senior U.S. officials in the course of the late January 2018 inaugural U.S.-Qatar “Strategic Dialogue” in Washington, DC. The U.S.-Qatar defense relationship emerged during the 1980-1988 Iran-Iraq war. The six Gulf monarchies formed the GCC in late 1981 and collectively backed Iraq against the threat posed by Iran in that war, despite their political and ideological differences with Iraq’s Saddam Hussein. In the latter stages of that war, Iran attacked international shipping in the Gulf and some Gulf state oil loading facilities, but none was in Qatar.

After Iraq invaded GCC member Kuwait in August 1990, the GCC participated in the U.S.-led military coalition that expelled Iraq from Kuwait in February 1991. In January 1991, Qatari armored forces helped coalition troops defeat an Iraqi attack on the Saudi town of Khafji. The Qatari participation in the U.S.-led coalition largely ended U.S.-Qatar strains over Qatar’s illicit procurement in the late 1980s of U.S.-made “Stinger” shoulder-held anti-aircraft missiles.⁴⁵ After the expulsion of Iraq from Kuwait, U.S.-Qatari defense relations deepened and the two countries signed a formal defense cooperation agreement (DCA), discussed below. Since then, defense cooperation has expanded and deepened, including through U.S. sales of increasingly sophisticated arms and missile defense systems. U.S. Central Command (CENTCOM) Commander General Joseph Votel testified on February 27, 2018, that U.S. regional operations have not been affected by the intra-GCC rift, and there have been no indications since that this assessment has changed..

Qatar, one of the wealthiest states in the world on a per capita gross domestic product (GDP) basis, receives virtually no U.S. military assistance of any kind. At times, small amounts of U.S. aid have been provided to help Qatar develop capabilities to prevent smuggling and the movement of terrorists or proliferation-related gear into Qatar or around its waterways.

Defense Cooperation Agreement (DCA)

The United States and Qatar signed a formal defense cooperation agreement (DCA) on June 23, 1992. The DCA was renewed for 10 years, reportedly with some modifications, in December 2013. The text of the pact is classified, but it reportedly addresses U.S. military access to Qatari military facilities, prepositioning of U.S. armor and other military equipment, and U.S. training of Qatar’s military forces.⁴⁶

⁴⁵ Elaine Sciolino. “Qatar Rejects U.S. Demand for Return of Illicit Stingers.” *New York Times*, June 28, 1988. Congress responded to the Qatari Stinger acquisition by enacting a ban on arms sales to Qatar (Section 566(d) of P.L. 100-461). The ban was repealed by Section 568 of the foreign aid appropriations act for FY1991 (P.L. 101-513).

⁴⁶ U.S. Library of Congress. Country Studies: Persian Gulf States. Some provisions of DCA’s with other GCC states are discussed in Sami Hajjar, *U.S. Military Presence in the Gulf: Challenges and Prospects* (U.S. Army War College: Strategic Studies Institute), March 2002, p. 27.

Approximately 10,000 U.S. troops are currently deployed at the various facilities in Qatar. Most are U.S. Air Force personnel based at the large Al Udeid air base southwest of Doha, working as part of the Coalition Forward Air Component Command (CFACC).⁴⁷ The U.S. personnel deployed to Qatar participate in U.S. operations such as Operation Inherent Resolve (OIR) to combat the Islamic State organization in Iraq and Syria.

The U.S. Army component of U.S. Central Command prepositions armor (enough to outfit one brigade) at Camp As Sayliyah outside Doha.⁴⁸ U.S. armor stationed in Qatar was deployed in Operation Iraqi Freedom that removed Saddam Hussein from power in Iraq in 2003.

The DCA also reportedly addresses U.S. training of Qatar's military. Qatar's force of about 11,800 is the smallest in the region except for Bahrain. Of that force, about 8,500 are ground forces, 1,800 are naval forces, and 1,500 are air forces. A 2014 law mandates four months (three months for students) of military training for males between the ages of 18 and 35, with a reserve commitment of 10 years (up to age 40). U.S. CENTCOM Commander General Joseph Votel testified before the House Armed Services Committee on February 27, 2018, that Qatar is seeking to expand its military both in size and capacity.

Al Udeid Expansion/Permanent U.S. Basing in Qatar?⁴⁹

Since 2002, Qatar has contributed over \$8 billion to support U.S. and coalition operations at Al Udeid. The air field, which also hosts the forward headquarters for CENTCOM, has been steadily expanded and enhanced not only with Qatari funding but also about \$450 million in U.S. military construction funding since 2003.⁵⁰ In March 2018, the State Department approved the sale to Qatar of equipment, with an estimated value of about \$200 million, to upgrade the Air Operation Center at Al Udeid.

The January 2018 Strategic Dialogue resulted in a number of U.S.-Qatar announcements of expanded defense and security cooperation, including Qatari offers to fund capital expenditures that offer the possibility of an “enduring” U.S. military presence in Qatar and to discuss the possibility of “permanent [U.S.] basing” there. To enable an enduring U.S. presence, Qatar is expanding and enhance Al Udeid over the next two decades—an effort that would facilitate an enduring U.S. presence there. On July 24, 2018, the U.S. and Qatari military attended a groundbreaking ceremony for the Al Udeid expansion, which will include over 200 housing units for families of officers and expansion of the base's ramps and cargo facilities. Qatar has also extended the Hamad Port to be able to accommodate U.S. Navy operations were there a U.S. decision to base such operations in Qatar.⁵¹

U.S. Arms Sales to Qatar

Qatar's forces continue to field mostly French-made equipment, such as the AMX-30 main battle tank, but Qatar is increasingly shifting its weaponry mix to U.S.-made equipment.⁵² According to General Votel's February 27, 2018, testimony, Qatar is currently the second-largest U.S. Foreign Military Sales (FMS) customer, with \$25 billion in new FMS cases. And, Qatar is “on track” to

⁴⁷ See <http://www.afcent.af.mil/>.

⁴⁸ See Global Security.org at <http://www.globalsecurity.org/military/facility/camp-as-sayliyah.htm>.

⁴⁹ Department of State. Joint Statement of the Inaugural United States-Qatar Strategic Dialogue. January 30, 2018.

⁵⁰ Figures compiled by CRS.

⁵¹ Qatar Defense Attache in Washington, DC, press release, July 24, 2018.

⁵² Information on Qatar's existing military forces and equipment is derived from The International Institute for Strategic Studies (IISS). “The Military Balance: 2016.” Chapter 7: The Middle East and North Africa.

surpass \$40 billion in the next five years with additional FMS purchases. The joint statement of the U.S.-Qatar Strategic Dialogue in January 2018 said that Qatari FMS purchases had resulted in over 110,000 American jobs and the sustainment of critical U.S. military capabilities.

- **Tanks.** Qatar’s 30 main battle tanks are French-made AMX-30s. In 2015, Germany exported several “Leopard 2” tanks to Qatar. Qatar has not purchased U.S.-made tanks, to date.
- **Combat Aircraft.** Qatar currently has a small inventory of combat aircraft—18 aircraft, of which 12 are French-made Mirage 2000s. In July 2013, Qatar submitted a letter of request to purchase 72 U.S.-made F-15s. After a long delay reportedly linked to the U.S. commitment to Israel’s “Qualitative Military Edge” (QME), on November 17, 2016, the Defense Security Cooperation Agency (DSCA) notified Congress of the potential sale which, along with support, training, and related equipment, has an estimated value of \$21 billion (Transmittal Number 16-58). The FY2016 National Defense Authorization Act (Section 1278 of P.L. 114-92) required a Department of Defense briefing for Congress on the risks and benefits of the F-15 sale, including the effect of such a sale on the U.S. commitment to maintain Israel’s QME. On June 14, 2017, Secretary of Defense Mattis and Qatar’s Minister of State for Defense Khalid al-Attiyah signed an agreement for a reported 36 of the F-15 fighters, likely an initial purchase that might later expand to the 72 that were originally planned.⁵³ The sale negotiations predated (and therefore were not covered by) Senate Foreign Relations Committee Chairman Senator Bob Corker’s June 26, 2017, letter to Secretary of State Tillerson saying he would not provide informal concurrence to sales to the GCC until a path to resolution of the intra-GCC rift becomes clear. (Senator Corker revoked that blanket hold on February 8, 2018.) In December 2017, the Defense Department announced that Qatar would buy the second group of 36 F-15s under the sale agreement. Deliveries of all aircraft are to be completed by the end of 2022. In addition to purchases of the U.S.-made aircraft, Qatar signed a \$7 billion agreement in May 2015 to purchase 24 French-made Rafale aircraft,⁵⁴ and, in September 2017, Qatar signed a “Statement of Intent” with Britain to purchase 24 Typhoon combat aircraft.
- **Helicopters.** In 2012, the United States sold Qatar AH-64 Apache attack helicopters and related equipment; UH-60 M Blackhawk helicopters; and MH-60 Seahawk helicopters. The total potential value of the sales was estimated at about \$6.6 billion, of which about half consisted of the Apache sale. On April 9, 2018, DSCA announced that the State Department had approved a sale to Qatar of 5,000 Advanced Precision Kill Weapons Systems II Guidance Sections for use on its Apache fleet, with an estimated sale value of \$300 million.
- **Missile and Rocket Systems.** Qatar is not known to have any extended range missiles, but various suppliers have provided the country with short range systems that can be used primarily in ground operations. During 2012-2013, the United States sold Qatar Hellfire air-to-ground missiles, Javelin guided missiles, the M142 High Mobility Artillery Rocket System (HIMARS), the Army Tactical

⁵³ “Qatar Says Fighter Jets Deal Shows Deep U.S. Support.” *Reuters*, June 15, 2017.

⁵⁴ Tom Hussain. “Is France Positioning Itself for Lead Role in Persian Gulf?” *McClatchy*, May 1, 2015; “Senators Begin Push for Jet Sales to Kuwait, Qatar.” *Defense News*, January 22, 2016.

Missile System (ATACMS), and the M31A1 Guided Multiple Launch Rocket System (GMLRS). The total potential value of the sales was estimated at about \$665 million. On April 22, 2016, the Defense Security Cooperation Agency notified to Congress a potential sale to Qatar of 252 RIM-116C Rolling Airframe Tactical Missiles and 2 RIM 116C-2 Rolling Airframe Telemetry Missiles, plus associated equipment and support, with an estimated sale value of \$260 million.⁵⁵ On May 26, 2016, DSCA notified to Congress an additional sale of 10 Javelin launch units and 50 Javelin missiles plus associated equipment and support. The potential sale has an estimated value of \$20 million.⁵⁶ At its national day parade in Doha in mid-December 2017, the Qatari military displayed its newly purchased SY 400-BP-12A ballistic missile, which has a 120-mile range and is considered suited to a surface attack mission. The display was widely viewed as an effort to demonstrate to the Saudi-led bloc Qatar's capabilities to resist concerted pressure.⁵⁷

- **Ballistic Missile Defense (BMD) Systems.** Qatar has purchased various U.S.-made BMD systems, consistent with U.S. efforts to promote a coordinated Gulf missile defense capability against Iran's missile arsenal. In 2012, the United States sold Qatar Patriot Configuration 3 (PAC-3, made by Raytheon) fire units and missiles at an estimated value of nearly \$10 billion. Also that year, the United States agreed to sell Qatar the Terminal High Altitude Area Air Defense (THAAD), the most sophisticated ground-based missile defense system the United States has made available for sale.⁵⁸ However, because of Qatar's budget difficulties and operational concerns, the THAAD sale has not been finalized.⁵⁹ In February 2017, Raytheon concluded an agreement to sell Qatar an early warning radar system to improve the capabilities of its existing missile defense systems, with an estimated value of \$1.1 billion. In December 2017, the Defense Department awarded Raytheon a \$150 million contract to provide Qatar with services and support for its PAC-3 system.
- **Naval Vessels.** In August 2016, DSCA transmitted a proposed sale to Qatar of an unspecified number of U.S.-made Mk-V fast patrol boats, along with other equipment, with a total estimated value of about \$124 million. In August 2017, Qatar finalized a purchase from Italy of four multirole corvette ships, two fast patrol missile ships, and an amphibious logistics ship, with an estimated value of over \$5 billion.⁶⁰

Other Defense Partnerships

Qatar has also developed relations with NATO under the "Istanbul Cooperation Initiative" (ICI). Qatar's Ambassador to Belgium serves as the interlocutor with NATO, the headquarters of which

⁵⁵ Defense Security Cooperation Agency. Transmittal Number 16-07.

⁵⁶ Defense Security Cooperation Agency. Transmittal Number 16-20.

⁵⁷ Why is Qatar Showing Off its New Short-Range Ballistic Missile Arsenal?" *Al Arabiya English*, December 20, 2017.

⁵⁸ Defense Security Cooperation Agency announcement. November 5, 2012. <http://www.dsca.mil/major-arms-sales/qatar-terminal-high-altitude-area-defense-thaad>.

⁵⁹ "Lockheed Says Qatar Budget Woes Could Delay Defense Deal." *Wall Street Journal*, April 26, 2016. <http://www.wsj.com/articles/lockheed-says-qatar-budget-woes-could-delay-defense-deal-1461692108>.

⁶⁰ "Qatar's EUR5 Billion Naval Deal with Italy Sees Three Ship Types to Be Delivered." *IHS Jane's Navy International*, June 17, 2016.

is based near Brussels. In June 2018, Qatar’s Defense Minister said that his country’s long-term strategic “ambition” is to join NATO.⁶¹

Turkey

Qatar’s defense relationship with Turkey has become an element in Qatar’s efforts to resist the Saudi-led pressure in the intra-GCC crisis. In 2014, Qatar allowed Turkey—a country that, like Qatar, often supports Muslim Brotherhood—to open a military base (Tariq bin Ziyad base) in Qatar,⁶² an initiative that might have contributed to Turkey’s support for Qatar in the June 2017 intra-GCC rift. One of the “13 demands” of the Saudi-led bloc has been that Qatar close the Turkish base in Qatar—a demand Qatari officials say will not be met. Turkey has demonstrated its support for Qatar by sending additional troops there and conducting joint exercises in August 2017 and by increasing food exports to replace those previously provided by Saudi Arabia. Turkey further added to its Qatar troop contingent in December 2017.

Russia

Qatar has broadened its relationship with Russia since early 2016 in conjunction with efforts to resolve the conflict in Syria and in recognition of Russia’s heightened role in the region. One of Qatar’s sovereign wealth funds has increased its investments in Russia, particularly in its large Rosneft energy firm. Amir Tamim has made several visits to Russia, the latest of which was in March 2018. During the visit, it was announced that Qatar Airways would buy a 25% stake in the Vnukovo International Airport, one of Moscow’s airports.

Qatar is also reportedly considering buying the S-400 sophisticated air defense system. Qatar-Russia discussions about the purchase have apparently caused a degree of alarm among the Saudi-led states, with Saudi Arabia going so far as to threaten military action against Qatar if it buys the system. Saudi officials also reportedly asked French President Emmanuel Macron to persuade Qatar not to buy the weapon.⁶³ Were Qatar to purchase the S-400, it might be subject to U.S. sanctions under Section 231 of the Countering America’s Adversaries through Sanctions Act (P.L. 115-44). That section sanctions persons or entities that conduct transactions with Russia’s defense or intelligence sector. It mandates the imposition of several sanctions that might include restrictions on certain exports to Qatar, restrictions on Qatari banking activities in the United States, restrictions on Qatari acquisition of property in the United States, and a ban on U.S. investments in any Qatari sovereign debt.

Counterterrorism Cooperation

U.S.-Qatar’s cooperation against groups that both countries agree are terrorist groups, such as the Islamic State organization, is extensive. However, some groups that the United States considers as terrorist organizations, such as Hamas, are considered by Qatar to be legitimate Arab movements pursuing goals with which Qatari officials and citizens often agree. Perhaps in part as a means to strengthen the U.S. ability to resolve the intra-GCC rift, on July 10, 2017, Qatar’s foreign minister and then-Secretary Tillerson signed in Doha a Memorandum of Understanding on broad U.S.-Qatar counterterrorism cooperation, including but going beyond just combatting terrorism

⁶¹ AFP, June 6, 2018.

⁶² Heather Murdock, “Turkey Opens First Mideast Military Base in Qatar,” *Voice of America News*, May 10, 2016, <http://www.voanews.com/content/turkey-opens-first-middle-east-military-base-in-qatar/3323653.html>.

⁶³ AFP, June 6, 2018.

financing.⁶⁴ The joint statement of the January 2018 Strategic Dialogue noted “positive progress” under the July 2017 MoU, and thanked Qatar for its action to counter terrorism and violent extremism in all forms. The statement also noted the recent conclusion of a memorandum of understanding between the U.S. Attorney General and his Qatari counterpart on the fight against terrorism and its financing and combating cyber-crime.

In an effort to implement the U.S.-Qatar MoU, and perhaps also as a gesture to the blockading states, on March 22, 2018, the Qatar Ministry of Interior issued list of 19 individuals and eight entities that it considers as “terrorists.” The list includes 10 persons who are also named as terrorists by the blockading GCC states. On April 2-5, 2018, Qatar held a conference attended by international experts and security professionals from 42 countries.

Qatar participates in the State department’s Antiterrorism Assistance (ATA) program to boost domestic security capabilities, and it has continued to participate in and host Global Counterterrorism Forum (CGTF) events. Under the ATA program, participating countries are provided with U.S. training and advice on equipment and techniques to prevent terrorists from entering or moving across their borders. However, Qatari agencies such as the State Security Bureau and the Ministry of Interior have limited manpower and are reliant on nationals from third countries to fill law enforcement positions—a limitation Qatar has tried to address by employing U.S. and other Western-supplied high technology.⁶⁵

In the past, at least one high-ranking Qatari official provided support to Al Qaeda figures residing in or transiting Qatar, including suspected September 11, 2001, attacks mastermind Khalid Shaykh Mohammad.⁶⁶ Qatari officials note that none of the September 11 hijackers was a Qatari national.

Terrorism Financing Issues

U.S. officials have stated that Qatar has taken steps in recent years to prevent terrorism financing and the movement of suspected terrorists into or through Qatar, although terrorist financiers in Qatar are able to exploit Qatar’s informal financial system. The country is a member of the Middle East North Africa Financial Action Task Force (MENAFATF), a regional financial action task force that coordinates efforts combatting money laundering and terrorism financing. In 2014, the Amir approved Law Number 14, the “Cybercrime Prevention Law,” which criminalized terrorism-linked cyber offenses, and clarified that it is illegal to use an information network to contact a terrorist organization or raise funds for terrorist groups, or to promote the ideology of terrorist organizations.

Nevertheless, according to U.S. officials, “entities and individuals within Qatar continue to serve as a source of financial support for terrorist and violent extremist groups, particularly regional Al Qaeda affiliates such as the Nusra Front.”⁶⁷ In October 2016, Daniel Glaser, then Assistant Secretary for Terrorist Financing in the Office of Terrorism and Financial Intelligence, told a Washington, DC, research institute that, over the past decade, Qatar had made less progress in countering terrorism financing than had Saudi Arabia.⁶⁸ The United States has imposed sanctions

⁶⁴ Carol Morello. “Qatar Agrees to Curb Terrorism Financing Under Deal with U.S.” *Washington Post*, July 11, 2017.

⁶⁵ Department of State. Office of the Coordinator for Counterterrorism. “Country Reports on Terrorism: 2014.”

⁶⁶ Final Report of the National Commission on Terrorist Attacks Upon the United States.

⁶⁷ State Department report on international terrorism for 2015.

⁶⁸ Barbara Slavin. “U.S. Treasury Official Praises Saudi Cooperation Against Terror Funding.” *Al Monitor*, October 14, 2016.

on several persons living in Qatar, including Qatari nationals, for allegedly raising funds or making donations to both Al Qaeda and the Islamic State.⁶⁹ In late February 2017, perhaps in an effort to demonstrate increased cooperation, Qatar hosted a meeting of the “Egmont Group” global working group consisting of 152 country Financial Intelligence Units. The State Department’s 2016 report on international terrorism says that, in 2015 and 2016, Qatar prosecuted and convicted Qatari terrorist financiers for the first time.

Countering Violent Extremism

Qatar has hosted workshops on developing plans to counter violent extremism and has participated in similar sessions hosted by the UAE’s Hedayat Center that focuses on that issue. Also in 2015, Qatar pledged funding to the U.N. Office on Drugs and Crime (UNODC) to help address violent extremism and radicalization among youth and vulnerable populations. However, some experts have noted that the government has violated a pledge to the United States not to allow Qatari preachers to conduct what some consider religious incitement in mosques in Education City, where several U.S. universities have branches.⁷⁰

Economic Issues

Even before the June 2017 intra-GCC rift, Qatar had been wrestling with the economic effects of the fall in world energy prices since mid-2014—a development that has caused GCC economic growth to slow, their budgets to fall into deficit, and the balance of their ample sovereign wealth funds to decline. Oil and gas reserves have made Qatar the country with the world’s highest per capita income. Qatar is a member of the Organization of the Petroleum Exporting Countries (OPEC), along with other GCC states Saudi Arabia, Kuwait, and UAE and other countries.

The economic impact on Qatar of the June 2017 intra-GCC rift is difficult to discern. About 40% of Qatar’s food was imported from Saudi Arabia precrisis, and there were reports of runs on stocks of food when the blockade began. However, the government’s ample financial resources enabled it to quickly arrange substitute sources of goods primarily from Turkey, Iran, and India. The effects on Qatar’s growing international air carrier, Qatar Airways, have been significant because of the prohibition on its overflying the blockading states. In November 2017, Iran and Turkey signed a deal with Qatar to facilitate the mutual transiting of goods.

Qatar’s main sovereign wealth fund, run by the Qatar Investment Authority (QIA), as well as funds held by the Central Bank, total about \$350 billion, according to Qatar’s Central Bank governor in July 2017, giving the country a substantial cushion to weather its financial demands.⁷¹ QIA’s investments consist of real estate and other relatively illiquid holdings, such as interest in London’s Canary Wharf project. In May 2016, Qatar offered \$9 billion in bonds as a means of raising funds without drawing down its investment holdings.⁷² In April 2018, the country raised \$12 billion in another, larger, bond issue. Qatar also has cut some subsidies to

⁶⁹ U.S. Treasury Department: “Treasury Designated Twelve Foreign Terrorist Fighter Facilitators,” September 24, 2014; “Treasury Designated Al-Qa’ida Supporters in Qatar and Yemen,” December 18, 2013; “Treasury Targets Key Al-Qa’ida Funding and Support Network Using Iran as a Critical Transit Point,” July 28, 2011.

⁷⁰ David Weinberg. “Hate Preachers on Qatar Campus: Obama Gives Qatar Undeserved A+ on Fighting Incitement.” *The Huffington Post*, May 2, 2016.

⁷¹ Qatar Has \$340 Billion in Reserves, Can Withstand ‘Any Kind of Shock,’ Central Bank Says. *Istanbul Sabah Online*, July 10, 2017.

⁷² <https://finance.yahoo.com/news/saudi-arabia-might-pull-qatar-174900348.html>.

address its budgetary shortfalls. In early October 2017, it was reported that QIA is considering divesting a large portion of its overseas assets and invest the funds locally—a move that is at least partly attributable to the economic pressures of the intra-GCC rift.⁷³

Qatar also remains able to earn ample funds from energy exports, despite the Saudi-led move. Proven oil reserves of about 25 billion barrels are far less than those of Saudi Arabia and Kuwait, but enough to enable Qatar to continue its current levels of oil production (about 700,000 barrels per day) for over 50 years. Its proven reserves of natural gas exceed 25 trillion cubic meters, about 13% of the world's total and third largest in the world. Along with Kuwait and UAE, in November 2016 Qatar agreed to a modest oil production cut (about 30,000 barrels per day) as part of an OPEC-wide production cut intended to raise world crude oil prices.

Oil and gas still account for 92% of Qatar's export earnings, and 56% of government revenues.⁷⁴ Qatar is the world's largest supplier of liquefied natural gas (LNG), which is exported from the large Ras Laffan processing site north of Doha. That facility has been built up with U.S.-made equipment, much of which was exported with the help of about \$1 billion in Export-Import Bank loan guarantees. Qatar is a member and hosts the headquarters of the Gas Exporting Countries Forum (GECF), which is a nascent natural gas cartel and includes Iran and Russia, among other countries. State-run Qatar Petroleum is a major investor in the emerging U.S. LNG export market, with a 70% stake (Exxon-Mobil and Conoco-Phillips are minority stakeholders) in an LNG terminal in Texas that is seeking U.S. government approval to expand the facility to the point where it can export over 15 million tons of LNG per year.⁷⁵ In June 2018, Qatar Petroleum bought a 30% stake in an Exxon-Mobil-run development of an onshore shale natural gas basin in Argentina (Vaca Muerta).⁷⁶

Qatar is the source of the gas supplies for the Dolphin Gas Project established by the UAE in 1999 and which became operational in 2007. The project involves production and processing of natural gas from Qatar's offshore North Field, which is connected to Iran's South Pars Field (see **Figure 2**), and transportation of the processed gas by subsea pipeline to the UAE and Oman.⁷⁷ Its gas industry gives Qatar some counter leverage against the Saudi-led group, but Qatar has said it will not reduce its gas supplies under existing agreements with other GCC states.

Because prices of hydrocarbon exports have fallen dramatically since mid-2014, in 2016 Qatar ran its first budget deficit (about \$13 billion). As have other GCC rulers, Qatari leaders assert publicly that the country needs to diversify its economy, that generous benefits and subsidies need to be reduced, and that government must operate more efficiently. At the same time, the leadership apparently seeks to minimize the effect of any cutbacks on Qatari citizens.⁷⁸ Still, if oil prices remain far below their 2014 levels and the intra-GCC rift continues much further, it is likely that many Qatari citizens will be required to seek employment in the private sector, which they generally have shunned in favor of less demanding jobs in the government.

The national development strategy from 2011 to 2016 focused on Qatar's housing, water, roads, airports, and shipping infrastructure in part to promote economic diversification, as well as to prepare to host the 2022 FIFA World Cup soccer tournament, investing as much as \$200 billion.

⁷³ Qatar Fund Explores Asset Sales as it Looks Homeward. Bloomberg News, October 3, 2017.

⁷⁴ CIA, *The World Factbook*. June 2016. https://www.cia.gov/library/publications/the-world-factbook/geos/print_qa.html.

⁷⁵ Adam Schreck. "AP Interview: Qatar Energy Minister Wants 'Fair' Oil Price." *Associated Press*, May 24, 2016.

⁷⁶ Qatar Taps into Giant Argentinean Shale Reserve. UPI, June 4, 2018.

⁷⁷ Dolphin Energy website. <http://www.dolphinenergy.com/en/6/about-dolphin-energy/about-us>.

⁷⁸ Giorgio Cafiero. "Qatar Cuts Spending to Cope with Low Oil Prices." Middle East Institute, March 1, 2016. <http://www.mei.edu/content/article/qatar-cuts-spending-cope-low-oil-prices>.

In Doha, the result has been a construction boom, which by some reports has outpaced the capacity of the government to manage, and perhaps fund. A metro transportation system is under construction in Doha.

U.S.-Qatar Economic Relations

In contrast to the two least wealthy GCC states (Bahrain and Oman), which have free trade agreements with the United States, Qatar and the United States have not negotiated an FTA. However, in April 2004, the United States and Qatar signed a Trade and Investment Framework Agreement (TIFA). Qatar has used the benefits of the more limited agreement to undertake large investments in the United States, including the City Center project in Washington, DC. Also, several U.S. universities and other institutions, such as Cornell University, Carnegie Mellon University, Georgetown University, Brookings Institution, and Rand Corporation, have established branches and offices at the Qatar Foundation's Education City outside Doha. In 2005, Qatar donated \$100 million to the victims of Hurricane Katrina. The joint statement of the January 2018 U.S.-Qatar Strategic Dialogue "recognized" QIA's commitment of \$45 billion in future investments in U.S. companies and real estate.

According to the U.S. Census Bureau's "Foreign Trade Statistics" compilation, the United States exported \$4.9 billion in goods to Qatar in 2016 (about \$600 million higher than 2015), and imported \$1.16 billion worth of Qatari goods in 2016, slightly less than in 2015. U.S. exports to Qatar consist mainly of aircraft, machinery, and information technology. U.S. imports from Qatar consist mainly of petroleum products, but U.S. imports of Qatar's crude oil or natural gas have declined to negligible levels in recent years, reflecting the significant increase in U.S. domestic production of those commodities. U.S. exports to Qatar for 2017 ran at about half the level of 2016, but U.S. imports from Qatar in 2017 were about the same as in 2016.

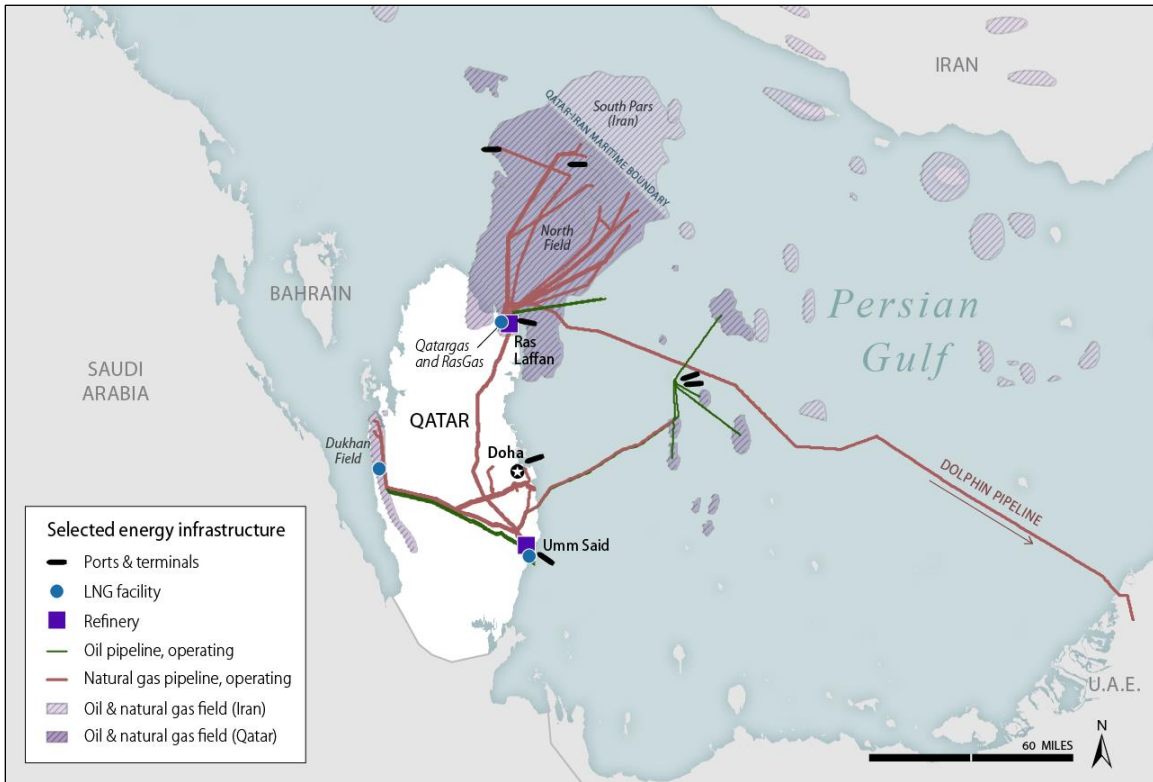
Qatar's growing airline, Qatar Airways, is a major buyer of U.S. commercial aircraft. In October 2016, the airline agreed to purchase from Boeing up to another 100 passenger jets with an estimated value of \$18 billion—likely about \$10 billion if standard industry discounts are applied. However, some U.S. airlines are challenging Qatar Airways' benefits under a U.S.-Qatar "open skies" agreement. The U.S. carriers assert that the airline's privileges under that agreement should be revoked because the airline's aircraft purchases are subsidized by Qatar's government, giving it an unfair competitive advantage.⁷⁹ The Obama Administration did not reopen that agreement in response to the complaints, and the Trump Administration, including during President Trump's February 2017 meeting with airline executives, has not indicated it would do so either. The U.S.-Qatar Strategic Dialogue joint statement said the two countries had reached a set of "understandings" on civil aviation on January 29, 2018, aimed at ensuring healthy competition on civil aviation while maintaining the Open Skies framework.

U.S. Assistance

As one of the wealthiest countries per capita in the world, Qatar gets negligible amounts of U.S. assistance. In FY2016, the United States spent about \$100,000 on programs in Qatar, about two-thirds of which was for counternarcotics programming. In FY2015, the United States spent \$35,000 on programs in Qatar, of which two-thirds was for counternarcotics.

⁷⁹ "Open Skies Dispute Between US and Gulf Airlines Escalates." *UAE the National*, January 30, 2016.

Figure 2. Map of Qatari Energy Resources and Select Infrastructure



Source: U.S. Energy Information Agency, as adapted by CRS.

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