OF “CASCADE” EFFECTS IN THE MIDDLE EAST

The Iranian nuclear program has led to renewed fears of a “cascade” of proliferation in the Middle East: a rapid and almost mechanical process through which a country crossing the threshold would lead to others following suit.

Some claim these fears are overblown. They note that they are a recurring feature of Western strategic analysis, which have not been proven by subsequent developments.² So

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¹ Initial factual research for this paper was conducted in 2007 as a contribution to the International Institute for Strategic Studies (IISS) dossier on nuclear programs in the Middle East. Mark Fitzpatrick (ed.), Nuclear Programmes in the Middle East. In the shadow of Iran (London: IISS, 2008).

why would a nuclear Iran trigger a cascade of proliferation in the Middle East, the argument goes, whereas a nuclear Israel did not have produce that effect for more than forty years?

The answer is fourfold.

- Iran’s in-your-face nuclear policy poses a real political challenge to Arab states in terms of prestige and legitimacy. Israel never publicly acknowledged its nuclear capability; and it is much more an adversary than a competitor vying for influence in the region.

- Iran is seen as a potential security threat by the Gulf States, but also by many in Egypt given its increasing influence in the Gaza strip. By contrast, a stable “cold peace” continues to prevail with Israel.

- In the context of an ongoing worldwide nuclear “renaissance” – which is likely to continue, albeit at a slower pace, after the Fukushima catastrophe – ambitious ostensibly civilian nuclear programs justified by the need to preserve hydrocarbon resources could provide an excellent cover for dual-use or military-related activities.

- Some of the actors in the region are losing confidence in the United States as a security guarantor. Washington’s longstanding motto is that a nuclear Iran is “unacceptable”. Thus if Iran became nuclear, this will be seen throughout the Middle East as a failure of US policy. This logic may be applicable in particular to Saudi Arabia, which relations with the United States have degraded significantly in 2011.
This paper will assess the probability of “tertiary” proliferation, that is, the scenario whereby an Arab country – in this case, Algeria – would be reacting to an Egyptian nuclear option which itself would be largely a reaction to Iran’s program. Cairo and Algiers, whose political regimes are dominated by the armed forces, are rivals on the Arab scene, and have always had difficult relations. Their respective nuclear programs resemble each other, and Algeria – which enjoys good relations with Iran – seems to be watching very closely what Egypt is doing to make sure that it does not appear to fall behind the coming Middle Eastern nuclear “race”.

Of all Middle East countries, Egypt may be the most likely to go nuclear if the Iranian program continues unabated. It has significant nuclear expertise and is likely to be attracted by both the political and strategic advantages of a nuclear option. The fact that other Middle East countries – Saudi Arabia, Turkey – are also reported to be tempted to go in that direction will be an added incentive. Egypt may not seek at all costs to be the first Arab nuclear State. But it is almost certain to do what it must to avoiding being the second one.

THE EGYPTIAN OPTION

As the most populated Arab state, with a long tradition of intellectual supremacy in the region, Egypt considers that it has a particular status in the Middle East and in the Muslim world. At the domestic level, Egypt has entered a phase of transition which outcome is

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3 It could be argued that Pakistan’s nuclear program was also a case of “tertiary” proliferation since it was a reaction to India’s program, which itself was largely a response to China’s own program. However, in the case of Asia the trauma of military defeats (1962 for India, 1971 for Pakistan) was arguably as important as the existence of neighboring nuclear programs. By contrast, in the Middle East, the 1967 defeat against Israel did not lead to a rush to go nuclear in Arab countries.
uncertain. Two things were apparent in the fall of 2011: first, the military do not intend to completely relinquish their grip on power; second, the Muslim Brotherhood increasingly appears to be the most well-organized political force in the country.

The Egyptian announcement of the revival of its nuclear program in 2006 raised concerns in the non-proliferation community. Egypt – the “usual suspect” – has regularly aroused suspicions dealing with its nuclear intentions. While Libya has demonstrably renounced the nuclear option, Egypt has never really come to terms with Israel’s possession of nuclear weapons. But most important, the emergence of Iran as a potential nuclear power leads to wonder if the nuclear military option could be reconsidered by Mubarak’s successors.

Egypt’s longstanding ambitions in the field of nuclear energy have been stymied for decades due to lack of funds and political will, poor management and little enthusiasm unwillingness by potential Western nuclear providers. However, under Mubarak the country’s nuclear research activities had significantly increased. As a result, Egypt today has probably the most mature nuclear research program in the Arab world (along with Algeria, as will be seen below).

The Egyptian Atomic Energy Authority (EAEA) has two major research centers located at Inshas, near Cairo. The first is the Nuclear Research Centre (NRC) is Egypt’s main nuclear facility. It includes a 10 MeV cyclotron provided by Russia through a 1991 agreement, a Nuclear Fuel Research Laboratory, a Fuel Manufacturing Pilot Plant, as well as two research reactors:

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4 The expression “the usual suspect” comes from Fitzpatrick (ed.), op. cit., p. 17.
ETRR-1 (EG-001), a small WWR tank reactor (2 MWth), which was built in 1958 by the Soviet Union and became critical in 1961. The fuel (10% enriched uranium) was also provided by Moscow. It is used for solid state, nuclear, and reactor physics, chemical research, isotope production, and biological irradiation. After an in-service inspection by the IAEA in 1992, the AEA started to modernize instrumentation and safety systems, fission chamber assemblies, and other equipment. ETRR-1 has been less used required after the commissioning of ETTR-2.

ETTR-2 (EG-002), an open pool-type light water reactor (22.5 MWth) built by the Argentine firm INVAP (Investigaciones Aplicadas), which was inaugurated in 1998. Its fuel elements were made by Argentina using 19.75% enriched uranium from Russia. The last shipment of fuel was delivered in 1997. It is primarily used for radioisotope production, medical and nuclear solid state research, nuclear engineering experiments, material fuel tests, and various other fields to train scientists and technical personnel. It is of the same type as one previously provided by INVAP to Algeria (see below). The ETTR-2 could produce more than 6 kilos of plutonium a year.⁵

The other key node in the Egyptian nuclear program is the Hot Laboratories and Waste Management Centre (HLWMC), also located at Inshas. It includes a Radioisotope Production Facility, a Low and Intermediate Level Liquid Waste Station, and a Radioactive Waste Disposal Site. The HHWLC aims, inter alia, at developing Egyptian expertise in the back end

⁵ Wyn Bowen & Joanna Kid, “The Nuclear Capabilities and Ambitions of Iran’s Neighbors”, in Henry Sokolski & Patrick Clawson (ed.), Getting Ready for a Nuclear-Armed Iran (Carlisle, Strategic Studies Institute, 2005), p. 64.
of the fuel cycle: the site also hosts a Nuclear Chemistry Building and a Hydrometallurgy Pilot Plant.

Egypt does not report any conventional uranium resources. There is however speculation about possible resources amounting to up to 15,000 tons. Unconventional resources of uranium are found in phosphate and monazite deposits. The Nuclear Material Agency has established a pilot scale extraction plant to exploit the Egyptian black sands at Rosetta Beach on the Mediterranean coast.

Anwar el-Sadat’s decision to ratify the NPT in February 1981 symbolized the abandonment of the military nuclear option. A Comprehensive Safeguards Agreement with the IAEA came into force in June 1982. Today all known Egyptian nuclear facilities are safeguarded.

At the turn of the century, Egyptian attempts to acquire nuclear weapons seemed to belong the past. Writing in 2002, a well-known Israeli expert said: “As far as entering the nuclear arms race itself, the consensus in Israel today is that Egypt continues to uphold its strategic decision of 1981 (when it ratified the NPT) not to pursue this option”.\(^6\) It was also widely believed that Egyptian dependency on US assistance would be a serious de facto deterrent to any violation of the NPT by Cairo.

But the Egyptian nuclear picture has significantly changed in the past five years.

On March 28, 2006, during the 18th annual Arab Summit, Amr Musa, the Secretary General of the 22-nation Arab League and former Egyptian Foreign Minister, called on all Arab countries “to respond to societal energy needs by aggressively pursuing peaceful nuclear energy programs and, in the words of one report, thereby joining the ‘nuclear club’”. A few months later, Gamal Mubarak, the then-President’s son and Assistant Secretary of the National Democratic Party (NDP) announced during a conference of the party in September 2006, that Egypt planned to restart its nuclear energy program. This was confirmed two days later by the President who underlined that nuclear energy would allow Egypt to meet its energy need in the face of a shortage in national oil and gas reserves. The higher ministerial council for energy reconvened for the first time in 20 years: it created an ad hoc committee comprised of five ministries (including electricity and energy, oil and defense) to explore the nuclear option. Electricity Minister Hassan Yunis announced a global plan that consisted in the building of three plants generating a total of 1,800 MW until 2020. He said that Egypt would build its first power plant (a 1,100 MW station) at El-Dabaa. In 2007, Yunis confirmed the government’s aim of more than doubling the country’s power generation capacity by 2027 from 23,000 MW to 52,000 MW. This plan was also intended to reduce the dependence on natural gas and petroleum for electricity generation in using alternatives energy, including renewable. Egyptian experts say its rationale is “purely economic”.

7 Sammy Salama & Gina Cabrera-Farraj, “Secretary General of Arab League urges Arab countries to exploit nuclear power, enter ‘nuclear club’” WMD Insights, May 2006.
11 “Egypt aims to double power generation capacity within 20 years”, Global Insight, 3 August 2007.
12 Professor of Nuclear and Inorganic Chemistry at Cairo’s Helwan University, Dr Abdel Hakim Kandil, quoted in “Inside Egypt’s nuclear debate”, International Security Network, 26 March 2007.
Egyptian power generation relies on oil and natural gas. It is argued that indigenous reserves are expected to be depleted in between 30-40 years, and that generating electricity through nuclear energy could allow Egypt to export more of its own natural resources. A former minister of electricity and energy (1968-1970) and current head of the Energy Committee at the National Specialized Councils, Mustafa Kamal Sabry, affirmed that: "the fact that our other energy sources are either too expensive or not everlasting means that the nuclear energy option is inevitable for Egypt".\(^\text{13}\)

There is also clearly status and domestic legitimacy dimensions in Cairo’s nuclear bid. As claimed by minister Yunis, “The people are searching for a dream, a national project that proves to us that we are strong and capable of doing something fitting of the grandeur of a country that some have begun to doubt”.\(^\text{14}\)

Egypt has a high number of nuclear cooperation agreements in force, and has signed a new one with Russia in 2008.

The political turmoil in Egypt and the Fukushima catastrophe have not diminished Cairo’s nuclear ambitions. The tender for the future Egyptian power plant was to be issued in early 2011 and was delayed for obvious political reasons. But in July, it was reported that the process would be launched after the presidential elections.\(^\text{15}\)

Amr Moussa, one of the main presidential hopefuls, insists that the program should and will go ahead.\(^\text{16}\)

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\(^{13}\) Quoted in “Dumping the nuclear option?”, Al-Ahram Weekly, n° 713, 2004.


\(^{15}\) “N-power tender after presidential polls”, The Egyptian Gazette, 3 July 2011.

\(^{16}\) See for instance « Amr Moussa : Egypt Must Turn Over New Leaf with All Countries, Including Iran », Interview with Khabar Online, MEMRI Special Dispatch n° 3994, 12 July 2011.
several elements has come to cast serious doubts upon the strictly peaceful nature of Egypt’s nuclear intentions.

Egypt’s persistently refuses to bolster its non-proliferation credentials. It does not want to subscribe to an Additional Protocol. It does not want either to exclude the option of building enrichment or reprocessing facilities, arguing “against any attempt to limit the right of state-parties to the NPT to the full fuel cycle” and refusing new commitments as long as Israel’s facilities are not put under safeguards. It has not ratified the Pelindaba treaty (signed in April 1996) establishing a Nuclear-Weapon-Free Zone in Africa. And it has failed to ratify the CTBT (signed in October 1996). While Cairo claims that matters of status and principle explain its position, the fact is that Egypt seems to behave as a typical “hedging” State.

It is now known that Egypt has conducted significant undeclared activities in the past. A February 2005 report by the IAEA Director General identified a number of failures to report to the IAEA a number of activities related with conversion, irradiation, and reprocessing. Regarding uranium conversion, Cairo had failed in 1982 to report the possession of approximately 67 kilos of imported UF4, 3 kilos of uranium metal (some of which had been imported, the rest had been produced from imported UF4), 9.5 kilos of imported thorium compounds, and small amounts of domestically produced UO2, UO3 and UF4. Between 1990 and 2003, Cairo had conducted uranium and thorium irradiation experiments, as well as preparatory activities related to reprocessing (including with undeclared imported

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17 Miles Pomper & Peter Crail, “Interview with Nabil Fahmy, Egyptian Ambassador to the United States”, Arms Control Today, 21 July 2008. A more precise official description of the Egyptian position, by Egyptian Deputy Foreign Minister Ramzy Ezzedine Ramzy, is as follows: “Egypt rejects any attempts to impose additional obligations on non-nuclear weapon states, which are already in compliance with their commitments pursuant to the Treaty, if they are not reciprocated by equal and commensurate measures by states that still lie outside the treaty and are not bound by Comprehensive Safeguards Agreements”. Statement at the NPT PrepCom 2008 General Debate, New York, 29 April 2008.
unirradiated fuel rods containing 10% enriched uranium). Egypt had also avoided providing initial design information for the Hydrometallurgy Pilot Plant and the Radioisotope Production Facility, and modified design information for the two reactors. As some experts underlined it, “the work itself was not illegal, but the failure to declare it to the IAEA raises questions about Egypt’s intentions, the true extent of their nuclear infrastructure and capabilities, and whether it carried out other, undeclared activities related to nuclear weapon development”. During IAEA investigations, Egypt claimed its innocence and reaffirmed its continued commitment to its obligations. Cairo denied allegations of a secret program and declared that the failures were not intentional. Subsequently to the IAEA Director General report, IAEA board members qualified the violations as minor. The United States even praised its cooperation, saying that Egypt's example clearly demonstrated the “appropriate means for resolving outstanding safeguards issues, specifically, full cooperation with the IAEA on steps to address all concerns”. This led experts to conclude that “Egypt’s infractions do not show a methodical build-up of a latent weapons capability”.

However, the subsequent discovery of traces of highly enriched uranium in the country has led to new questions about Egypt’s activities and imports. As stated in the IAEA Safeguards Statement for 2008, “In 2007 and 2008, some high enriched uranium (HEU) and low enriched uranium (LEU) particles were found in environmental samples taken at Inshas. Egypt stated

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21 Boureston et al., Egypt - New Revelations about Past Activities?
that, as a result of an investigation carried out to identify the source of the particles, it
believed the particles could have been brought into the country through contaminated
radioisotope transport containers.\footnote{International Atomic Energy Agency, The Safeguards Implementation Report for 2008, GOV/2009/24, 21 April 2009, p. 11.} According to AEA\AE\ officials, such containers had been imported for research in areas of medicine and agriculture.\footnote{Gamal Essam El-Din, “An old story made new”, Al-Ahram Weekly, n° 947, 2009.}

This record and the absence of an Additional Protocol into force naturally raise questions about whether the full range of Cairo’s nuclear activities is publicly known. For instance, given the longstanding involvement of Egyptian scientists and technicians in the small Libyan nuclear research program, one would like to be certain that none had been involved in Kaddafi’s secret effort to acquire a uranium enrichment capability.\footnote{Some Israeli experts claim that there is a high number of Egyptian publications related with uranium enrichment (interviews in Tel-Aviv, January 2007). It is widely suspected that Egyptian officials met with representatives of the A. Q. Khan network in the past.}

As in the case of Gulf States, the timeline of Egypt’s rejuvenation of its nuclear energy program suspiciously coincided with Iran’s acceleration of its nuclear effort (in particular the start of uranium enrichment at Natanz in early 2006). The two countries have had difficult relations since the assassination of President Anwar El-Sadat. A Tehran street has been named in honor of his murderer. Iran’s growing prestige and influence in Iraq, Lebanon and most importantly in the Gaza Strip is seen with increasing discomfort in Cairo. In February 2006, Egypt voted in favor of the IAEA Board or Governors resolution that transferred the Iranian file to the UN Security Council. As noted by some observers: “\textit{Egypt’s announcement [in September 2006] that it will revive its dormant nuclear program – coupled with similar}
statements from Morocco, Saudi Arabia, and other Arab governments – is a direct consequence of Iran’s budding nuclear program and the international community’s inability to stop it.” Dr Mohamed Kadry Said, an advisor at Cairo’s Al Ahram Center for Political and Strategic Studies stated that “for our people here to feel some sort of inferiority with regard to the Iranians or Israelis this affects their morale very much”. This simultaneous reference to Israel and Iran has become a standard in Egyptian debates – implicitly giving ground to suspicions, given that Israel’s nuclear civilian nuclear activities are quite modest. While President Mubarak alluded several times in the 1990s to the possibility of a nuclear weapons program and/or to a withdrawal from the NPT, such statements by Egyptian officials now seem to be increasingly frequent and explicit. In January 2007, Mubarak affirmed: “We don’t want nuclear arms in the area but we are obligated to defend ourselves. We will have to have the appropriate weapons”. In April 2010, Foreign Minister Ahmad Abu Al-Gheit alluded to the possibility that Iran would be “forcing the Arabs to engage in a [nuclear arms] race”. In another interview, he too referred simultaneously Iran and Israel, and refused, when asked, to say that Egypt would not build nuclear weapons. In June 2010, ambassador Maged Abdul Aziz, the Egyptian head of delegation to the NPT Review Conference, said the following: “if others will acquire nuclear weapons – and if others are going to use these nuclear weapons to acquire status in the region of the Middle East – let


26 Quoted in “Inside Egypt’s nuclear debate”.


28 “Egyptian Foreign Minister Ahmad Abu Al-Gheit Warns That a Nuclear Iran Would Force the Arabs to Join the Nuclear Race”, Special Dispatch n° 2929, The Middle East Media Research Institute, 30 April 2010.

29 Quoted in “Obama Pushes For Cuts to Nuclear Arsenals During Global Summit”, PBS NewsHour, 12 April 2010.
me tell you, we are not going to accept to be second-class citizens in the region of the Middle
East. (..) If the Iranian program proves to be a military program and [if] Israeli nuclear
capabilities [are maintained], both are going to be a threat to (..) Egypt and to all the
countries in the Arab world. That will make a lot of countries of the Arab world change their
mind”.  

In September 2011, a retired Egyptian general openly called for Cairo to follow
Tehran’s example.  

Despite such insistence on external drivers, an Egyptian nuclear military option would
doubtlessly also have an important domestic political component. As a commentator put it
shamelessly 15 years ago, nuclear weapons could be “the most cost-effective means
available to Egypt for improving her intrinsic strength and relative power”, and would
“revitalize Cairo’s political and cultural leadership role in the region. It will also help
disseminate a moderating and democratizing Arab vision. This can only serve the interests of
peace and stability in the region”.  

The Muslim Brotherhood – whose members account for
one fifth of the seats in the outgoing Egyptian National Assembly even though they are
counted as “independent” – praise a nuclear weapons option to counter Israel’s nuclear
capabilities.  

Several members of the Shura Council (the consultative upper house) have
also called for a nuclear weapons program.  

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31 « Retired Egyptian General Abd Al-Hamid Umran Calls for an Egyptian Nuclear Program : We Should Follow the Iranian Model and Deceive the International Community », MEMRI Special Dispatch n° 4142, 16 September 2011.


33 Sammy Salama & Khalid Hilal, “Egyptian Muslim Brotherhood presses government for nuclear weapons”, WMD Insights, November 2006. The Brotherhood is not overtly opposing Iran’s nuclear drive.
Baradei, the former Director General of the IAEA and a presidential hopeful, has refused to discard a nuclear weapons option for Egypt – perhaps seeking support from the Muslim Brotherhood. Finally, a nuclear weapons program could bolster the domestic and regional status of Mubarak’s successors.

Since it became a member of the NPT in 1981, Egypt has actively promoted, through national means as well as through the League of Arab States and the Non-Aligned Movement (NAM), the idea of a Nuclear-Weapon-Free Zone in the Middle East. It – rightly – assesses that consensus at the 1995 NPT Review and Extension Conference was made possible only by the adoption of a specific resolution on the Middle East. In recent years, the idea of a WMD-free zone in the Middle East has become a useful vehicle for Egyptian diplomacy to challenge the Iranian nuclear program under the disguise of a project historically aimed primarily at the denuclearization of Israel.

At the May 2010 NPT Review Conference, Cairo was a key participant as the chair of the NAM and of the New Agenda Coalition. Egypt’s diplomacy was instrumental in ensuring that the idea of a conference on the establishment of a WMD-free zone in the Middle East obtained consensus. The conference is to be held in or after 2012. Presumably, a perceived

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34 Gamal Essam El-Din, “‘No need for nukes’”, Al-Ahram Weekly, n° 977, 2009.

35 In an April 2010 interview, when asked “Can you say that your country, Egypt, will never acquire nuclear weapons even if its neighbor Israel possesses them?”, El-Baradei replied: “The solution would be that Israel gives up its arsenal. But if instability continues, if we continue to see Palestinians being killed, if the wars in Afghanistan, in Iraq or in Somalia continue, then all scenarios are possible”. Antoine Malo, “‘Nous ne pouvons pas attendre une explosion au milieu de Manhattan’”, Le Journal du Dimanche, 11 April 2010.

36 Nevertheless, the Egyptian-dominated League of Arab States has opposed the Gulf Cooperation Council’s idea of pushing first for a “Gulf WMD-free zone”, that is to give priority to Iran over Israel.
failure to make progress in this regard could be used as a pretext by those Egyptians who are pushing for a nuclear weapons option.

Finally, an official acknowledgment by Israel of its nuclear weapon capability would be an extraordinarily strong incentive for Egypt to push for its own nuclear weapons option. While nothing suggest today that Israel is ready to change its longstanding declaratory policy on the subject, an openly nuclear-armed Iran might lead it to reconsider its position if it judged that it was necessary to ensure deterrence vis-à-vis Tehran and the reassurance of its own population.

If Egypt was to visibly take steps in that direction, it is not certain that the threat cutting off Western assistance to the country would be enough of a deterrent. An Egyptian government deciding to build nuclear weapons might also be one that has decided to distantiate itself from the West. This could happen, for instance, if the Muslim Brotherhood grew in power and influence within the new regime. Moreover, as it happened in the past for Pakistan, Gulf countries could step in and assist Egypt – and perhaps even become stakeholders in a de facto multinational Arab nuclear program.

**AN ALGERIAN OPTION?**

When it comes to assessing prospects for nuclear proliferation, Algeria is usually not on the radar screen of most Western analysts. This is a mistake. Algeria has the technical means and potentially the political will to be at least a “nuclear hedging” country.
Since the late 1980s, Algeria has had a very significant nuclear programme, which includes in particular now-safeguarded nuclear facilities on two different sites.

- The Nur research reactor (DZ-0001) is located at the Draria nuclear complex, about 20 kilometres east of Algiers. It is owned and licensed by the Research and Higher Education Ministry, and operated by the Unité de Recherche en Génie Nucléaire (URGN).\(^3^7\) Its construction by the Argentine firm INVAP began in 1987, under a contract signed in May 1985. This was not a ‘turnkey’ operation: the construction involved a significant number of Algerian firms and technicians.\(^3^8\) The small pool-type, light-water reactor of 1 MWth went critical in 1989. Its fuel (20% low-enriched uranium, LEU) was provided by Argentina. Its stated goal is research and the production of isotopes.

- Algeria also has a pilot fuel fabrication plant, named UDEC, located at the Drania nuclear complex. It was built by INVAP under a 1985 agreement. Even though it was 90% completed in mid-1991, domestic security conditions hampered further work on the project. It was fully completed only in mid-2000.\(^3^9\)

- The Es Salam research reactor (DZ-0002) is located in Ain Oussera, in the Sahara desert, 140 kilometres south from Algiers. It is owned by Research and Higher Education Ministry, licensed by the Algerian Nuclear Safety Commission, and operated by the

\(^{37}\) “Nur” means “light” in Arabic. The URGN is the Draria Nuclear Centre.


Centre de Développement des Systèmes Energétiques (Centre for the Development of Energy Systems, CDSE). Its construction began in 1988, and it went critical in 1992, before being inaugurated in 1993 – after a controversy arose about the nature of Algeria’s programme (see below). It was a heavy water-type reactor reported to the IAEA to be designed to produce 15 MWth. The reactor was built following the signing of a nuclear cooperation with China in February 1983. The builder was Zhongyuan Engineering Corp. (a subsidiary of China National Nuclear Corporation), the same company that built the Pakistani Chashma nuclear power plants. Beijing stated in 1991 that under this agreement, it had also delivered to Algeria 11 metric tons of heavy water and 216 fuel modules, totalling 909 kilos of 3% LEU. (It seems that the Algerian government had envisioned a cooperation with France, but ended up turning to Beijing at the end of 1982.) Its fuel was also provided by China.

- The Ain Oussera site also hosts various facilities, including an isotope production plant, hot cell laboratories, and waste storage tanks. These are collectively mentioned in the IAEA list of safeguarded installations as AURES-1.

Algeria today has one of the best and most developed nuclear complexes of the whole Arab world, and also has vast deposits of uranium in the southeast part of the country, near

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40 “El Salam” means “peace” in Arabic. The CDSE is now commonly referred to as the Birine or El Salam Nuclear Research Centre.


Tamanrasset. In addition, it has considerable amounts of phosphate ore from which uranium could be recovered.43

Concerns about Algeria’s nuclear intentions surfaced in 1991, as US satellite observation revealed the existence and nature of the Ain Oussera project. The US State Department reportedly did not believe that Algiers was seriously considering a programme of military nature. In fact, it turned out that a senior State Department official had been informed as early as 1988 of the nature of the contract by the Chinese government.44 The story became public through an article in The Washington Times.45 (The day before, Algiers had expelled the UK military attaché for having been found with a camera on the site.)

That the Algerian nuclear complex resembled Egypt’s programme fuelled suspicions. Not unlike Egypt’s, Algeria nuclear infrastructure is significantly developed and includes a fairly large research reactor. Proliferation concerns stemmed from the combination of several factors. First, Algeria had not signed the NPT and its facilities were not safeguarded. (In 1991, many non-aligned States had yet to sign the NPT, viewing it as an instrument of domination by industrialized nations.) Algeria had signed an INFCIRC/66-type agreement in 1989, which covered only the Argentine-supplied reactor.

43 Jeffrey Fields & Jack Boureston, Algeria country profile, SIPRI, July 2004. Regarding the country’s uranium resources, official Algerian estimates vary between 29,000 and 56,000 tons.


Second, the El Salam complex, which is fairly large and well-protected for a research facility, is of a type that would potentially allow for the production of weapon-grade plutonium, and satellite observation of the site raised many questions. Several foreign experts believed that a heavy-walled building near the reactor was intended to be a full scale reprocessing plant. The size of the cooling towers was said to exceed the requirements of a 15 MW reactor and be consistent with a 40 or even 60 MWth reactor.\footnote{Mark Hibbs, “Cooling towers on key to claim Algeria is building bomb reactor”, Nucleonics Week, 18 April 1991, pp. 7-8; MacLachlan, “Algerian leader asserts good faith”, pp. 11-12. In 1991, US intelligence assessed that the reactor’s power could be increased to 50 MW. See Burr, The Algerian Nuclear Problem. Some analysts pointed out that China had a history of building research reactors with “disproportionate cooling” (Albright & Hinderstein, “Algeria: Big Deal in the Desert?”, p. 47).}

Finally, the site was well-protected, including through Soviet-made SA-5 surface-to-air missiles.\footnote{The US government noted in 1991 that the site had been defended by anti-aircraft batteries and early warning radar from mid-January to mid-March of that year – that is, during operation Desert Storm. See Burr, The Algerian Nuclear Problem.}

Estimates regarding the quantity or plutonium that could be generated by the reactor at 15 MW vary between three and five kilograms a year.\footnote{“Algeria” in Joseph Cirincione with Jon B. Wolfstahl & Miriam Rajkumar, Deadly Arsenals: Tracking Weapons of Mass Destruction (Washington, DC: Carnegie Endowment for International Peace, 2002), p. 299; and “Algeria: Nuclear Reactor Update”, Wisconsin Project on Arms Control, The Risk Report, vol. 1, n° 5, June 1995, p. 12. US intelligence estimated in 1991 that if the reactor’s power was increased to 50 MW, its plutonium production capability would be approximately 10 to 13 kilograms. See Burr, The Algerian Nuclear Problem.} However, in June 1995, it was reported – consistently, as is now known, with US intelligence estimates at the time – that the reactor was in fact fuelled with 3% LEU instead of natural uranium, thus lessening the quantity of plutonium that it was possible to produce annually with it, which was evaluated at one
kilogram assuming a power of 15 MW.\textsuperscript{49} There are, however, several options for producing weapon-grade plutonium from such a reactor. One would be to increase significantly the number of reloads of LEU; another would be to switch to natural uranium fuel; a third option would be to irradiate natural uranium targets – a process through which it would be possible to obtain about 1.5kg of plutonium a year.\textsuperscript{50} A European expert estimated in 2009 that the Ain Oussera reactor had produced 50 kilos of plutonium since its inauguration – a very high estimate, but nevertheless a not implausible one.\textsuperscript{51}

A prominent member of the then-Algerian government has stated in a 2009 conversation with this author that the project had entirely been run by the military, and that the civilian leadership had been kept in the dark.\textsuperscript{52}

Algeria faced no direct military threat at the time. A nuclear option could have been motivated by one of several of the following factors: recurring tensions with its two main neighbours, Morocco and Libya (which entertained a nuclear weapons option, as Algiers probably knew); a “prestige” dimension, which certainly would have mattered to a country which is one of the biggest in Africa, has been a leading member of the Non-Aligned Movement, and sees both Libya and Egypt as competitors in both North Africa and in the Arab world; or domestic balance-of-power considerations, if the armed forces were looking

\textsuperscript{49} “Algeria: Nuclear Reactor Update”, p. 12. US intelligence noted in 1991 that a power increase to 50 MW would imply a capability to produce three kilograms of Pu a year. See Burr, The Algerian Nuclear Problem.


\textsuperscript{51} Friedrich Steinhäusler, Infrastructure Security and Nuclear Power, paper prepared for the seminar on Extended Deterrence, Security Guarantees, an Nuclear Proliferation: Strategic Stability in the Persian Gulf, Gulf Research Center, Dubai, United Arab Emirates, 4-5 October 2009.

\textsuperscript{52} Interview in Paris, January 2009.
to bolster their grip on power. There is also the possibility that Algiers’ past military-oriented nuclear activities were conducted on behalf of, or in cooperation with, another country.

At a press conference on 29 April 1991, a spokesman for the Algerian Ministry of Scientific Research said that the El Salam reactor’s purpose was the production of isotopes and of electricity. In May, the government claimed that it was preparing for the “post-oil” era. The government gave technical details about the reactor and announced that it would be put under safeguards once completed. An official TV report included government comments to the effect that the reactor’s power could not be increased beyond 20 MW, and that the Ain Oussera site was chosen only because of its geological stability.

The role of international pressure was probably important in leading Algiers to accept NPT ratification and IAEA safeguards. At that time, the Algerian government was isolated and needed to consolidate its relations with the West. Following the aborted December 1991 elections that had given victory to the Islamic Salvation Front, a coup had taken place on 11 January 1992 and a state of emergency had been declared on 9 February.

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54 See Burr, The Algerian Nuclear Problem.


56 See Burr, The Algerian Nuclear Problem.

57 Reports in early 1992 that Iraq had transferred nuclear material and scientists to Algeria were found unsubstantiated. Albright and Hinderstein, “Algeria: Big Deal in the Desert?”, p. 49.
The first IAEA inspections to El Salam took place in January 1992, thus in the midst of the political crisis. A few days later, a temporary facility-specific safeguards agreement was signed with the IAEA, allowing for inspection of the Ain Oussera complex; it came into force in June 1992.

Algeria officially announced its decision to join the NPT on 21 December 1993, at the occasion of the inauguration of the El Salam reactor. Algiers deposited its instruments of ratification of the NPT in January 1995. A full-scope safeguards agreement with the IAEA came into force in January 1997. (Inspections reported minor discrepancies with Algeria’s initial declarations, namely small quantities of undeclared materials – three kilograms of enriched uranium, several litres of heavy water, and several pellets of natural uranium provided by China.) Algiers also signed the CTBT in October 1996 and ratified the Pelindaba treaty in February 1998.

At the same time, Algiers sought to reinforce its cooperation with China through a series of next-steps agreements in 1996 and 1997, which covered the completion of a hot cells facility (phase two), the building of facilities for the production of isotopes (phase three), as well as the construction of underground waste storage tanks. There have been reports of Algeria’s unwillingness to open the Ain Oussera hot cells facility to inspections, as well as of an

58 Ibid.
59 See Address by the Minister for Foreign Affairs of Algeria on the Occasion of the Inauguration of the ‘Es Salam’ Reactor on 21 December 1993 (INFCIRC/429, 18 February 1994).
60 Albright and Hinderstein, “Algeria: Big Deal in the Desert?”, p. 49.
undeclared removal of two fuel rods from the reactor. However, in 2002 the United States was said to be satisfied with IAEA surveillance of the Ain Oussera complex.

Concerns resurfaced in the late 1990s as an a report from the Spanish intelligence service CESID allegedly claimed that even though there was currently no evidence of a political will by Algiers to undertake nuclear military applications, “the knowledge acquired by a notable team of technicians and scientists, with the availability of the facilities that it will have at the end of the century, puts this country in a privileged position to restart the programme’s military character if the political decision is made.”

In this regard, it is noteworthy that there was a significant transfer of “nuclear know-how” by INVAP during the construction of the Nur reactor and the UDEC pilot fuel fabrication plant (which was then being built). In this regard, it is noteworthy that experts from the Institute for Science and International Security (ISIS), after extensive research, have found that there was a discrepancy between the 300 highly qualified engineers claimed to be working in the

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61 Ibid.
63 See Cirincione et al, Deadly Arsenals, p. 301.
64 Quoted in M. Gonzales & J.M. Larraya, “El Cesid warns that Algeria can have the capacity to produce military plutonium in two years”, El Pais, 23 August 1998 [English translation by ISIS].
Algerian nuclear programme – and the low number of Algerian publications in the field, furthering suspicions that some of the scientists may have been involved in classified work.66

As in many other States in the region, the idea of developing nuclear power has attracted interest. The scarcity of water resources and the benefits of reserving an increasing share of the country’s oil and gas for exports, given the rising prices of such commodities, have frequently been cited as economic incentives. There is also clearly a prestige factor at play, as in many other countries. In November 2006, the Minister of Energy and Mining announced that a significant nuclear power programme would be launched, taking advantage of the country’s abundant resources in uranium.67 In December, a security and safety institution was established. Algiers would like to have its first nuclear power plant running in 2020. Algeria seems to consider that it is a natural leader in Africa’s development of indigenous energy programmes. It hosts the African Union Energy Commission (AFREC)68 and in January 2007, hosted the first African-wide conference devoted to nuclear energy.69

During the French presidential election campaign, then-candidate Nicolas Sarkozy launched the idea of an energy partnership with Algeria, which would include investment in gas exploitation in return for nuclear cooperation.70 However, as of the fall of 2011 this proposal

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68 An “African Regional Cooperative Agreement for Research, Development and Training Related to Nuclear Science and Technology” (AFRA) was signed in 1990. See INFCIRC/377 (2 April 1990).

69 The Conference adopted on 14 January 2007 a “Final Declaration of Algiers” and a “Plan of Action”.

had not been translated into concrete action by the two countries besides a generic nuclear cooperation agreement signed in 2008. The French firm Areva is said to be uninterested in selling a reactor to Algeria.  

So Algiers seems keen to multiply and diversify its options. In May 2006, an 11-strong delegation visited South Korea to explore bilateral nuclear cooperation, with reportedly a strong interest in facilities such as hot cells. In November 2006, Algiers expressed interest at Iran’s offer of sharing its expertise. In 2007-2008, Algeria has also signed various new nuclear cooperation agreements with a number of countries including Argentina, China, France and the United States.

Algiers ratified the CTBT in July 2003. Under pressure from the United States and Europe, it negotiated with the IAEA an additional protocol to its Safeguards Agreement. The IAEA Board of Governors approved the Algerian AP in September 2004. However, as of August 2010, Algeria had yet to sign it. Whether Algeria is using the coming into force of the AP as a political tool – to advance the cause of a NWFZ in the Middle East, or to appear as the champion of non-aligned countries’ right to peaceful use of nuclear energy, or whether it is seriously hesitating before giving up a potential military option remains unclear. Algeria has been a longstanding proponent of the idea of a NWFZ in the Middle East. More recently, it has consistently supported the Iranian position as to its ‘right’ and intention to pursue a full

nuclear fuel cycle, abstaining in several votes on the Iranian issue at meetings of the IAEA Board of Governors.\textsuperscript{74} (Algerian-Iranian relations had been restored in 2002, after a decade-long freeze due to Tehran’s alleged support for Algerian extremists.) Bouteflika’s support for the Iranian position was reiterated at the occasion of Mahmood Ahmadinejad’s visit to Algiers in August 2007: he stated that it was “unacceptable that countries which are members of the Nuclear Non-Proliferation Treaty are constrained, because of selective and unilateral interpretations, to renounce their normal and legitimate right to acquire these technologies for purely peaceful purposes”.\textsuperscript{75}

In some respects, Algeria’s contemporary situation could be compared with Pakistan’s: a military-dominated Muslim-majority State with a serious terrorism problem, which enjoys good relations with the United States, but has received important nuclear assistance from China. After the aborted elections of December 1991, Washington benefited from a cold in French-Algerian relations, and the US-Algeria relationship has been made stronger in the post-September 11 environment. At the same time, cooperation with China has continued and expanded in the economic field.\textsuperscript{76} Meanwhile, the terrorist Groupe Salafiste de Prédication et de Combat (GCSP) continues to be very active in the country, threatening both national and international interests – French in particular. Since 2006, the group has been officially designated as Al-Qaeda’s affiliate in the region (“Al Qaeda in the Islamic Maghreb”, AQMI). A radicalization of the country remains a very hypothetical scenario. The current

\textsuperscript{74} Hilal, “Algeria announces plans”.

\textsuperscript{75} Reuters, “L’Algérie marque son appui à l’Iran sur le nucléaire civil”, Le Monde, 7 August 2007.

\textsuperscript{76} In addition, Russia has become a significant strategic partner of Algeria, through important conventional weapons sales, including a 2006 $8 billion deal.
system – partly democratic with a strong military influence – looks strong. However, the aborted 1991 elections showed that the population was ready to give a majority to political forces perceived as being less corrupt than the old guard that had run the country since the 1962 independence, and more in tune with their day-to-day needs.

An Algerian nuclear military option remains a real possibility. The probability of such an option being realized would dramatically increase if three conditions were met: a rebirth of nuclear weapons options or “hedging” strategies in the Arab world; a further weakening of the nuclear non-proliferation regime, in particular if Iran was to continue to proceed on the nuclear path; a growing tension between Algeria and the West, be it under the current regime or after a “regime change” leading the country to be governed, for instance, by an AKP-type Islamist-oriented political force.

Given Algeria’s membership of the NPT and the Pelindaba Treaty, any nuclear option would have to be developed either in secrecy – for instance through a uranium enrichment program, possibly with Iranian or North Korean assistance – or after a withdrawal from such treaties.

The main obstacle to a possible Algerian nuclear option is that the country does not have ballistic missiles or even a missile industry. This would not be an issue for a “hedging” option.

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77 This author wrote about Algeria’s possible nuclear intentions in a 2009 book entitled Le Marché noir de la Bombe (Paris: Buchet-Chastel, 2009). A flurry of headlines ensued in Algeria (as well as in Morocco). Many officials and journalists suggested that the author had a political agenda and was possibly acting on France’s or Israel’s behalf. More interestingly, Energy and Mining Minister Chakib Khelil was led to claim that Algeria “is currently setting up measures that will allow it to sign the Additional Protocol”. See “Les précisions de Khelil”, Le Temps d’Algérie, 25 September 2009. Nearly one year later, the AP had still not been signed by Algiers.
with primarily political goals. A more ambitious nuclear program would have to be accompanied by foreign procurement of missiles, probably in Iran or North Korea.

Algeria, whose institutions have been dominated by the National Liberation Front since its 1962 independence, has enjoyed a growing relationship with Iran since the resumption of diplomatic relations in 2000. Tehran could be a conduit for the acquisition not only of ballistic missiles, but also of nuclear-related technology. In fact, Algiers would be almost an ideal candidate if Tehran was looking for partners in its own nuclear weapons drive. Algeria could be for instance an alternative source of weapon-usable plutonium for Iran.

REGIONAL DYNAMICS AND THE RISK OF ACTION-REACTION

From a technical standpoint, Egypt and Algeria have largely similar nuclear programs, and doubts linger in both countries regarding the existence of undeclared nuclear activities (notably in the field of uranium enrichment or plutonium separation), especially given that none of the two has an Additional Protocol into force. According to a European expert, Algerian expertise and know-how are actually superior to Egypt’s.

For Algeria, an Egyptian drive for nuclear weapons would undoubtedly be a trigger to restart (or accelerate) its dual-use or military-related nuclear activities.

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78 The two countries had severed diplomatic relations in 1993, following accusations of Iranian support for the Islamic Salvation Front.

79 In 2000, two commentators noted that “the Sahara desert sites (...) might be ideal for testing an Iranian-built atom bomb”. Al J. Venter & Pat Lancaster, “A Nuclear Newcomer”, The Middle East, 1 June 2000. This remains an improbable scenario given the constant Algerian complaints about the alleged consequences of French nuclear testing on Algerian territory from 1960 to 1966.

80 Steinhäusler, Infrastructure Security and Nuclear Power.
It is not widely appreciated that the two countries have an extraordinarily bitter relation made of resentment and jealousy with deep historical roots. In particular, despite the fact that Nasser openly supported the Algerian independence movement, there is the feeling in Algiers that the self-appointed leader of the Arab world did not do its best to support the insurgency (or alternatively, that Egypt exaggerates its contribution to the independence of Algeria).\textsuperscript{81} After independence, Egypt touted itself as a model and a tutor for the young Republic, an attitude that many Algerians saw as condescending, and involving undue meddling into internal affairs. Among the grudges that Algeria holds over Egypt are also its alleged lack of recognition for the military and financial support to Cairo in its wars against Israel between 1967 and 1973, or its subsequent separate peace with Israel. In the debate over the reform of the United Nations Security Council, Algeria has made it clear that it will not accept that Egypt be conferred a permanent seat at the United Nations Security. Also, in 2004, it challenged the Cairo’s leadership over the League of Arab States.\textsuperscript{82}

At the risk of oversimplification, there is an Egyptian “superiority complex” over Algeria, and a corresponding Algerian “inferiority complex” over Egypt.

\textsuperscript{81} Nasser’s support for the Algerian insurgency was a key reason behind France’s decision to go to war against Egypt in 1956, along with the United Kingdom.

\textsuperscript{82} The Arab League has been located in Cairo since its creation in 1945, and its Secretary General has always been an Egyptian (except between 1979 and 1990, it had been moved to Tunis due to Arab challenges to the Egyptian peace with Israel, with a Tunisian Secretary General).
This rivalry was exposed to limelight in recent years at the occasion of the 1990 and 2010 Soccer World Cup playoffs. In 1989, Egypt qualified by winning over Algeria. In 2009, the reverse happened: Algeria qualified by winning over Egypt. At both occasions, passions ran high, and violence erupted after the games, with significant diplomatic and economic consequences.

The contract with INVAP to build the ETRR-2 reactor was signed in September 1992, 18 months after the revelation of the existence of the Algerian reactor. Algeria’s follower’s attitude regarding Egypt was made clear in 2006, when it announced its nuclear energy program just a few weeks after Egypt’s own announcement. Just like Cairo, Algiers would like to have its first nuclear power plant operating around 2020. These plans have not been altered by the Fukushima accident.

In the Spring of 2010, the Algerian press published a declassified US document reporting a May 1991 State Department request for Egyptian assistance in gathering information about the Ain Oussera reactor. Unsurprisingly, this created a furor in Algeria.

In sum, there is enough evidence to suggest that Algeria’s conduct in the nuclear field should be as carefully monitored as Egypt’s.

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83 Egypt refused to send a team to the 1990 Africa Cup held in Algeria.

84 Egypt is the largest foreign investor in Algeria.

85 www.invap.net.

86 See Ian Allen, “US asked for Egypt’s spy help on Algerian nuclear reactor”, intelNews.org, 5 May 2010; and “Amr Moussa dément: L’Egypte accuse d’espionnage en Algérie”, 8 May 2010. Given that the Egyptian foreign minister at the time was the current Secretary of the League of Arab States, this episode was widely seen in Cairo as an attempt to weaken Egyptian influence in the League.
And “tertiary proliferation” might not be the end of the proliferation game in the Middle East. If both Egypt and Algeria were giving signs of going nuclear, should one expect the new Libyan regime, for instance, to stand idle?