THE TRUTH ABOUT TRADE AND JOBS

FOREIGN AFFAIRS

JULY/AUGUST 2016

The Struggle for Israel

FOREIGNAFFAIRS.COM

## FOREIGN AFFAIRS

THE STRUGGLE FOR ISRAEL



ISEN - MRYCIC - HEMEROTECA

FECHA INGRESO: 140716

Volume 95, Number 4

**Ministering Justice** 

# 16

2

A Conversation With Ayelet Shaked **Anger and Hope** 10 A Conversation With Tzipi Livni The End of the Old Israel How Netanyahu Has Transformed the Nation Aluf Benn Israel Among the Nations 28 How to Make the Most of Uncertain Times Robert M. Danin 37 Israel's Second-Class Citizens Arabs in Israel and the Struggle for Equal Rights As'ad Ghanem 43 Israel's Evolving Military The IDF Adapts to New Threats Amos Harel 51 Israel and the Post-American Middle East Why the Status Quo Is Sustainable Martin Kramer

ESSAYS	
American Political Decay or Renewal? The Meaning of the 2016 Election Francis Fukuyama	58
The Case for Offshore Balancing A Superior U.S. Grand Strategy John J. Mearsheimer and Stephen M. Walt	70
The Truth About Trade What Critics Get Wrong About the Global Economy Douglas A. Irwin	84
NATO's Next Act How to Handle Russia and Other Threats Philip M. Breedlove	96
Germany's New Global Role Berlin Steps Up Frank-Walter Steinmeier	106
The Future of U.SSaudi Relations The Kingdom and the Power F. Gregory Gause III	114
The Truth About American Unemployment How to Grow the Country's Labor Force Jason Furman	127

### ON FOREIGNAFFAIRS.COM Stathis Kalyvas on Greece's next bailout battle. Eric Li on watching American democracy in China. Marina Ottaway on the Sykes-Picot Agreement at 100.

Human Work in the Robotic Future	139
Policy for the Age of Automation	
Andrew McAfee and Erik Brynjolfsson	
Democracy in Decline	151
How Washington Can Reverse the Tide	
Larry Diamond	
The Innovative Finance Revolution	161
Private Capital for the Public Good	
Georgia Levenson Keohane and Saadia Madsbjerg	
REVIEWS & RESPONSES	
Capitalism in Crisis	172
What Went Wrong and What Comes Next	
Mark Blyth	
The Many Africas	180
Beyond Continental Caricatures	100
Ian H. Solomon	
iun 11. Solomon	
Having It All	187
A History of Global Consumption	
Victoria de Grazia	

Archibald Cary Coolidge, Founding Editor Volume 1, Number 1 • September 1922

<sup>&</sup>quot;Foreign Affairs . . . will tolerate wide differences of opinion. Its articles will not represent any consensus of beliefs. What is demanded of them is that they shall be competent and well informed, representing honest opinions seriously held and convincingly expressed. . . . It does not accept responsibility for the views in any articles, signed or unsigned, which appear in its pages. What it does accept is the responsibility for giving them a chance to appear."

### FOREIGN AFFAIRS

July/August 2016 · Volume 95, Number 4

### Published by the Council on Foreign Relations

GIDEON ROSE Editor, Peter G. Peterson Chair
JONATHAN TEPPERMAN Managing Editor
KATHRYN ALLAWALA, STUART REID, JUSTIN VOGT Deputy Managing Editors
REBECCA CHAO, BRIAN O'CONNOR Deputy Web Editors
NIKITA LALWANI Staff Editor
SIMON ENGLER, SAM WINTER-LEVY Assistant Editors
ANN TAPPERT Copy Chief
LORENZ SKEETER Production Manager
IB OHLSSON Contributing Artist
SARAH FOSTER Business Administrator
CHRISTINE CLARK Editorial Assistant

### Book Reviewers

RICHARD N. COOPER, RICHARD FEINBERG, LAWRENCE D. FREEDMAN, G. JOHN IKENBERRY, ROBERT LEGVOLD, WALTER RUSSELL MEAD, ANDREW MORAVCSIK, ANDREW J. NATHAN, NICOLAS VAN DE WALLE, JOHN WATERBURY

LYNDA HAMMES Publisher

EMILIE HARKIN Marketing Director

ANIQUE HALLIDAY Senior Product Manager

JONATHAN CHUNG Business Operations Manager

NORA MATHEWS Marketing Manager

EDWARD WALSH Advertising Director

MICHAEL PASUIT Senior Manager, Advertising Accounts and Operations

ELENA TCHAINIKOVA Senior Manager, Events and Business Development

ANDREW REISMAN Events and Marketing Associate

CLIFFORD HUNT Special Assistant to the Publisher

TOM DAVEY Director, Web Management and Development

CREE FRAPPIER Website and Mobile Operations

PROCIRC LLC Circulation Services

### LISA SHIELDS, IVA ZORIC, JAKE METH Media Relations

### Board of Advisers

JAMI MISCIK Chair

JESSE H. AUSUBEL, PETER E. BASS, JOHN B. BELLINGER, SUSAN CHIRA, JESSICA P. EINHORN, MICHÈLE FLOURNOY, FRANCIS FUKUYAMA, THOMAS H. GLOCER, ADI IGNATIUS, CHARLES R. KAYE, MICHAEL J. MEESE, RICHARD PLEPLER, COLIN POWELL, DAVID M. RUBENSTEIN, KEVIN P. RYAN, MARGARET G. WARNER, NEAL S. WOLIN, DANIEL H. YERGIN

### SUBSCRIPTION SERVICES:

ForeignAffairs.com/services
TELEPHONE:
800-829-5539 U.S./Canada
813-910-3608 All other countries
EMAIL: service@ForeignAffairs.customersvc.com
MAIL: P.O. Box 60001, Tampa, FL, 33662-0001

Foreign Affairs

58 E. 68th Street, New York, NY 10065

ADVERTISING: Call Edward Walsh at 212-434-9527 or visit www.foreignaffairs.com/advertising WEB SITE: ForeignAffairs.com
NEWSLETTER: ForeignAffairs.com/newsletters
VIDEO: ForeignAffairs.com/video
FACEBOOK: Facebook.com/ForeignAffairs

REPRODUCTION: The contents of Foreign Affairs are copyrighted. No part of the magazine may be reproduced, hosted or distributed in any form or by any means without prior written permission from Foreign Affairs. To obtain permission, visit Foreign Affairs.com/about-us

Foreign Affairs is a member of the Alliance for Audited Media and the Association of Magazine Media. GST Number 127686483RT Canada Post Customer #4015177 Publication #40035310