Topic	Israeli Position	US Position	Fez Proposal
Settlements	Unrestricted right to continue settlement activity; no dismantling of existing settlements.	Settlement freeze; no dismantling of existing settlements; should not be extraterritorial outposts; status determined through negotiations.	Dismantling of all Israeli settlements.
Palestinian State	Reject under any circumstances.	Will not support formation of a Palestinian state.	Supports establishment of a Palestinian state.
Jerusalem	Will remain undivided capital of Israel; East Jerusalem inhabitants have no role in West Bank autonomy arrangements.	Must remain undivided; status should be decided through negotiations; inhabitants of East Jerusalem should participate in election of of West Bank self-governing authority.	To become capital of Palestinian state; freedom of worship guaranteed for all religions in holy places.
Transitional Period	As outlined in Camp David, with limited autonomy for Palestinians; no UN or other international role.	Full autonomy should give Palestinian inhabitants real authority over themselves, land, and resources, subject to fair safeguards on water.	Not to exceed several months and under supervision of the UN.
Jordanian Role	As outlined in Camp David; Jordan has no claim to sovereignty in West Bank and Gaza.	Jordan should participate in negotiations as outlined in Camp David accords; economic, commercial, social, and cultural ties between the West Bank, Gaza, and Jordan during transitional period.	No mention of a role for Jordan.
Ultimate Status	At the end of 5-year transitional period, Israel will "assert its claim to sovereignty."	Prefer eventual association of West Bank and Gaza with Jordan; will not support annexation or permanent control by Israel.	Independent Palestinian state.
Withdrawal from Occupied Territories	Resolution 242 does not require withdrawal from all occupied territories and does not preclude Israeli claim to West Bank and Gaza.	Resolution 242 applies to West Bank and Gaza; extent of withdrawal should be influenced by extent and nature of peace and security offered in return.	Complete Israeli withdrawal, including East Jerusalem.
Arab-Israeli Recognition	Arab states should negotiate directly with Israel on recognition and peace.	Arab states and Palestinian people should recognize Israel's right to secure future.	Implicit recognition of Israel, by call for UN Security Council to guarantee peace "for all the states of the region."
PLO Role	Reject under any circumstances.	No provision.	Reiterates 1974 summit recognition of PLO as sole representative of Palestinian people.