

Thank you for your email about the situation in Palestine.

The UK's longstanding position on the Middle East Peace Process is clear: we support a two state solution – a negotiated settlement leading to a safe and secure Israel living alongside a viable and sovereign Palestinian state; based on 1967 borders with agreed land swaps, Jerusalem as the shared capital of both states, and a just, fair, agreed and realistic settlement for refugees.

When the Prime Minister met Prime Minister Netanyahu on 6 February 2017, she reiterated the UK's firm commitment to a two-state solution as the best way to bring about stability and peace to the region, and our continued opposition to settlement activity. But the conflict between Israelis and Palestinians is deeply complex. Settlements are not the only obstacle to peace. The people of Israel deserve to live free from the scourge of terrorism and anti-Semitic incitement, which gravely undermine the prospects for a two-state solution.

We remain firmly committed to the two-state solution and will continue to support Palestinian institutions and promote economic growth, so that any future state will be prosperous and an effective partner for peace. We will ensure that the international community redoubles its efforts to support a comprehensive peace agreement that delivers an independent Palestine alongside a safe and secure Israel.

It is vital that the civilian Palestinian population is protected but we are also clear that Israel has a right to defend itself from indiscriminate attacks. Hamas faces a fundamental decision about whether it is prepared to join efforts for peace, or whether it will continue to use violence and terror with all the terrible consequences for the people of Gaza.

Israeli settlements in the West Bank and East Jerusalem present a challenge to peace and take us further away from a two-state solution. We have strongly urged the Israeli Government to reverse recent announcements on proposed settlements, which damage Israel's standing in the international community.

The UK will continue to provide funding to the Palestinian Authority (PA) in order to maintain stability, provide vital services and build and strengthen the institutions needed for a viable two-state solution. However, certain key changes will be made to ensure this funding delivers the best value for money and maximum impact for Palestinians. The decision forms part of an ongoing examination of UK aid to the Occupied Palestinian Territories, carried out by DFID, in close collaboration with the FCO, to ensure that support is reaching those it is meant to help.

UK support will now focus solely on vital health and education services, in order to meet the immediate needs of the Palestinian people. UK support to the PA will help to pay the salaries of up to 30,000 teachers, doctors, nurses, midwives and other essential health and education public servants on a vetted list. This will enable around 25,000 young Palestinians to get an education, provide up to 3,700 immunisations for children, and around 185,000 medical consultations annually.

DFID will provide up to £25 million to the PA this financial year. Future payments will be subject to annual sign-off by UK Government ministers after reviewing the PA's commitment to the UK Partnership Principles and progress against key reform indicators.

I hope that this has clarified the current position on Palestine.