

# **China-Iran Strategic Cooperation Pact**

### Why in News

China and Iran have signed a **25-year "strategic cooperation pact"** which includes "political economic and strategic components".

The agreement comes amid a major push from China to back Iran to deal with the continuing weight of sanctions reinstated by the US after its withdrawal from the Iranian nuclear deal.

## **Key Points**

#### About the Pact:

- It will deepen relations between Iran and China and would establish a blueprint for "reciprocal investments in the fields of transport, ports, energy, industry and services."
- It forms a part of <u>China's trillion-dollar Belt and Road Initiative</u> (BRI), a plan to fund infrastructure projects and increase its influence overseas.



- Iran relies on China as its largest trading partner.
- Chinese foreign minister, in his recent visit to West Asian nations, proposed a five-point
  initiative for achieving security and stability in the Middle East, advocating "mutual
  respect, upholding equity and justice, achieving non-proliferation, jointly fostering
  collective security, and accelerating development cooperation."
- Earlier, China and Russia called for the US to unconditionally return to the <u>Joint</u>
   <u>Comprehensive Plan of Action (JCPOA)</u> as soon as possible and revoke the unilateral sanctions against Iran.
  - In this context, they proposed "the establishment of a regional security dialogue platform to converge a new consensus on resolving the security concerns of

countries in the region."

#### India's Concerns:

- **Military Partnership:** China is also concluding a security and military partnership with Iran.
  - China calls for "joint training and exercises, joint research and weapons
    development and intelligence sharing" to fight "the lopsided battle with terrorism,
    drug and human trafficking and cross-border crimes".
  - The sizable Chinese investments in Iranian ports development may eventually be turned into permanent military access arrangements with Iran.
- Strategic Stakes Around the Chabahar Port: With a growing Chinese presence in Iran, India is concerned about its strategic stakes around the <u>Chabahar port</u> project that it has been developing.
  - The port is close to Gwadar port in Pakistan, which is being developed by China as part of its China-Pakistan Economic Corridor that links it to the Indian Ocean through BRI.
- **Geopolitical Rivalry:** India finds itself caught in the geopolitical rivalry between the US & China over Iran.
  - India's dilemma also stems from the fact that robust support from the US is essential when it is locked in a border stand-off with China.
- Impact on Relationship with Other Countries: Growing Chinese footsteps in Iran will have a long-lasting impact on India's relationship with not only Iran but also on Afghanistan and Central Asian nations.

#### Joint Comprehensive Plan of Action

- In 2015, Iran with the P5+1 group of world powers the USA, UK, France, China, Russia, and Germany agreed on a long-term deal on its nuclear programme.
  - The deal was named as Joint Comprehensive Plan of Action (JCPOA) and in common parlance as Iran Nuclear Deal.
- Under the deal, Iran agreed to curb its nuclear activity in return for the lifting of sanctions and access to global trade.
- The agreement allowed Iran to accumulate small amounts of uranium for research but it banned the **enrichment of uranium**, which is used to make reactor fuel and nuclear weapons.
- Iran was also required to redesign a heavy-water reactor being built, whose spent fuel could contain plutonium suitable for a bomb and to allow international inspections.
- In 2018, the **United States declared its withdrawal from JCPOA** and imposed unilateral sanction on Iran.
- Iran has pulled away from restrictions imposed under the deal in order to put pressure on the other signatories — Germany, France, Britain, Russia and China — to provide new economic incentives to offset US sanctions.

**Source: TH**