

# **BIMSTEC**

For Prelims: Bay of Bengal Initiative for Multi-Sectoral Technical and Economic Cooperation, Indo-Pacific Region, Indian Ocean, South Asian Association for Regional Cooperation.

For Mains: Significance of BIMSTEC for Regional Cooperation.

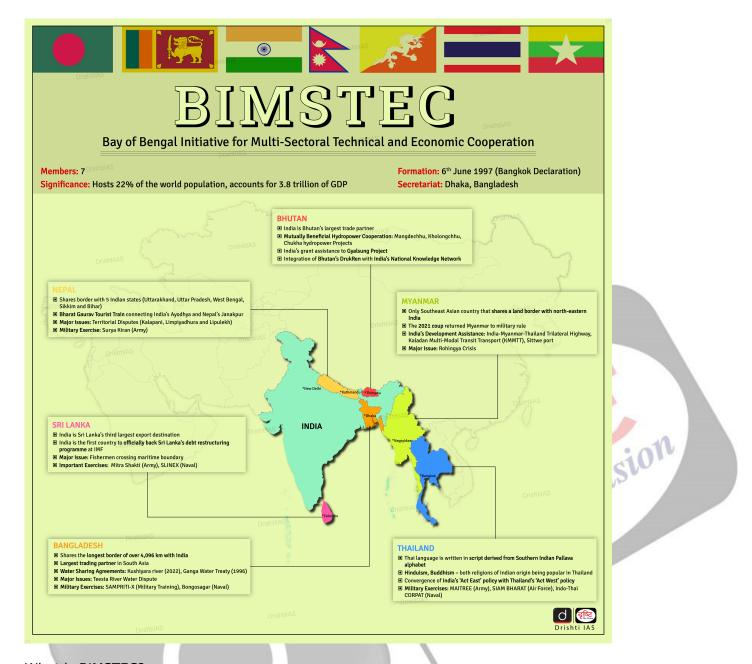
#### Source: IE

## Why in News?

Recently, the first-ever Foreign Ministers' meeting of the **Bay of Bengal Initiative for Multi-Sectoral Technical and Economic Cooperation (BIMSTEC)** began in Bangkok, Thailand.

Areas of coordination challenges were discussed, including food, health and energy security.





### What is BIMSTEC?

#### About:

- The BIMSTEC is a regional organisation comprising seven Member States: five deriving from South Asia, including Bangladesh, Bhutan, India, Nepal, Sri Lanka and two from Southeast Asia, including Myanmar and Thailand.
- This sub-regional organisation came into being on 6<sup>th</sup> June 1997 through the Bangkok
   Declaration.
- The BIMSTEC Secretariat is in Dhaka, Bangladesh.

### Institutional Mechanisms:

- BIMSTEC Summit
- Ministerial Meeting
- Senior Officials' Meeting
- BIMSTEC Working Group
- · Business Forum & Economic Forum

### Cooperation:

- Cooperation within the BIMSTEC had initially focused on six sectors in 1997 (trade, technology, energy, transport, tourism, and fisheries) and expanded in 2008 to other areas.
- In 2021, a reorganization led to each of the Member States leading certain sectors.

 India focuses on security, along with counterterrorism and transnational crime, disaster management and energy.

### What is the Significance of BIMSTEC?

#### Significant Global Weightage:

- Around 22% of the world's population live in the seven countries around the Bay of Bengal, with a combined GDP close to USD 2.7 trillion.
- All seven countries have sustained average annual rates of growth between 3.4% and 7.5% from 2012 to 2016.
- A fourth of the world's traded goods across the bay every year.

#### Regional Strategic Incentives:

- The BIMSTEC countries have strategic incentives in the growth of BIMSTEC.
- For instance, Bangladesh sees BIMSTEC as a platform to elevate its status beyond being a small state on the Bay of Bengal.
- Sri Lanka views it as an **opportunity to connect with Southeast Asia** and become a hub for the **wider** <u>Indo-Pacific Region</u>.
- Nepal and Bhutan aim to connect with the Bay of Bengal region to overcome their landlocked geographic positions.
- Myanmar and Thailand see deeper connections with India and BIMSTEC as a means to access India's rising consumer market, balance China's influence in the region, and develop alternatives to China's inroads into Southeast Asia.
- It allows for economic integration, regional security cooperation, and leveraging shared values and histories for peace and development.

### Importance for India:

- BIMSTEC not only connects South and Southeast Asia but also encompasses the
  ecologies of the Great Himalayas and the Bay of Bengal.
- India sees BIMSTEC as a natural platform to prioritize its foreign policy objectives of "Neighborhood First" and "Act East."
  - The significance of BIMSTEC was highlighted when some of its member countries supported India's call for a boycott of the South Asian Association for Regional Cooperation (SAARC) summit in Islamabad, leading to its postponement.
  - India claimed victory in isolating Pakistan through this move.

### Crucial Against Assertive China:

- The Bay of Bengal is crucial for an increasingly assertive China in maintaining its access route to the Indian Ocean.
  - As China has undertaken a massive drive to finance and build infrastructure in South and Southeast Asia through the <u>Belt and Road Initiative (BRI)</u> in almost all BIMSTEC countries, except Bhutan and India, BIMSTEC is a <u>new battleground in</u> the India-China battle for dominance.
- BIMSTEC can allow India to push a constructive agenda to counter Chinese investments, and instead follow best practices for connectivity projects based on recognised international norms.
  - The Chinese projects are widely seen as violating these norms.

### Preserve Peace and Freedom of Navigation:

- The Bay of Bengal can be showcased as open and peaceful, contrasting it with China's behavior in the South China Sea.
- It can develop codes of conduct that preserve freedom of navigation and apply existing law of the seas regionally.
- Moreover, BIMSTEC can stem the region's creeping militarisation by instituting, for instance, a Bay of Bengal Zone of Peace that seeks to limit any bellicose behavior of extraregional power.

#### **How BIMSTEC is Different from SAARC?**

SAARC	BIMSTEC
1. A regional organisation looking into South	1. Interregional organisation connecting
Asia	South Asia and South East Asia.

- 2. Established in 1985 during the cold war era.
- 3. Member countries suffer for mistrust and suspicion.
- 4. Suffers from regional politics.
- 5. Asymmetric power balance.
- 6. Intra-regional trade only 5 percent.

- 2. Established in 1997 in the post-Cold War.
- 3. Members maintain reasonably friendly relations.
- 4. Core objective is the improvement of economic cooperation among countries.
- 5. Balancing of power with the presence of Thailand and India on the bloc.
- 6. Intra-regional trade has increased around 6 precent in a decade.

### **Way Forward**

- BIMSTEC member countries should focus on deepening cooperation in various sectors such as trade, technology, energy, transport, tourism, fisheries, security, counterterrorism, disaster management, and energy.
- The organization should work towards **implementing existing agreements and exploring new avenues** for collaboration.
- BIMSTEC should work towards enhancing trade facilitation, reducing barriers, and promoting economic integration among member countries.
- The organization should explore opportunities for a <u>free trade agreement (FTA)</u> to boost regional trade and investment.

### **UPSC Civil Services Examination Previous Year Question (PYQ)**

**Q.** Do you think that BIMSTEC is a parallel organisation like the SAARC? What are the similarities and dissimilarities between the two? How are Indian foreign policy objectives realized by forming this new organisation? **(2022)** 

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