NEXTIRS

DAILY EDITORIAL ANALYSIS

TOPIC

BIMSTEC SUMMIT AND INDIA'S UNILATERAL ROLE IN BAY OF BENGAL

www.nextias.com

BIMSTEC SUMMIT AND INDIA'S UNILATERAL ROLE IN BAY OF BENGAL

Context

As India prepares for the 6th Summit of Bay of Bengal Initiative for Multi-Sectoral Technical and Economic Cooperation (BIMSTEC), its role in fostering connectivity and addressing shared challenges in the Bay of Bengal region is under scrutiny.

About the BIMSTEC

- It is a regional organization that fosters economic and technical collaboration among countries in the Bay of Bengal region.
- The Bangkok Declaration (1997) formally laid the foundation for the organization, as BIST-EC (Bangladesh, India, Sri Lanka, and Thailand Economic Cooperation).
 - Myanmar joined later that year, transforming it into BIMST-EC, and Nepal and Bhutan became members in 2004, finalizing the present-day BIMSTEC.
- Since then, BIMSTEC has expanded its focus to include connectivity, counterterrorism, technology, trade, security, and people-to-people ties.

6th BIMSTEC Summit, 2025 (Bangkok, Thailand):

- Theme: 'Prosperous, Resilient, and Open BIMSTEC'
- Possible Outcomes:
 - Adoption the Bangkok Vision 2030
 - Agreement on Maritime Transport Cooperation

Earlier BIMSTEC Summits

countries.

- 1st BIMSTEC Summit, 2004 (Bangkok, Thailand): Strengthening economic cooperation among member
- Adoption of the Bangkok Declaration, formalizing BIMSTEC as a regional group.
- 2nd BIMSTEC Summit, 2008 (New Delhi, India): Energy, transport, and trade connectivity.
 - Agreement to establish the BIMSTEC Free Trade Area (FTA).
 - India proposed a regional energy grid for better power-sharing.
- 3rd BIMSTEC Summit, 2014 (Nay Pyi Taw, Myanmar): Strengthening security and regional connectivity.
 - Endorsement of the BIMSTEC Convention on Counter-Terrorism.
 - Formation of an expert group on energy cooperation.
- 4th BIMSTEC Summit, 2018 (Kathmandu, Nepal): Strengthening institutional mechanisms and transport linkages.
 - Adoption of the BIMSTEC Charter (to institutionalize the organization).
 - Proposal for a BIMSTEC Development Fund.
- 5th BIMSTEC Summit, 2022 (Colombo, Sri Lanka): Post-pandemic economic recovery and security cooperation.
 - Adoption of the **BIMSTEC Charter** (formalizing the structure of BIMSTEC).
 - Establishment of 7 key sectors of cooperation like:
 - Trade and Investment (Bangladesh): Strengthening economic integration and trade facilitation.
 - Transport & Communication (India): Improving regional connectivity via highways, railways, and shipping.



- Energy Cooperation (Myanmar): Enhancing energy security, cross-border power trade, and renewable energy projects.
- Counterterrorism & Security; Climate Change & Disaster Management (India): Coordinating
 efforts against terrorism, human trafficking, and cyber threats; Addressing environmental challenges
 and disaster resilience.
- Technology & Innovation (Sri Lanka): Promoting research and innovation.
- Public Health (Thailand): Enhancing healthcare cooperation and pandemic preparedness.

Significance of BIMSTEC

- Boost Trade and Investment: Facilitate intra-regional trade and economic collaboration.
- **Enhance Connectivity:** Develop infrastructure, transport, and digital connectivity.
- Strengthen Regional Security: Cooperate on counterterrorism, cyber-security, and transnational crime.
- Sustainable Development: Address climate change, disaster management, and sustainable energy.
- People-to-People Exchanges: Promote cultural ties, tourism, and educational collaboration.

Importance of BIMSTEC for India

- Strategic Connectivity: Enhances Northeast India's linkages with Southeast Asia.
 - 'Act East' Policy: India plays a leading role in BIMSTEC as the largest economy in the bloc. BIMSTEC aligns with India's 'Act East' policy, strengthening ties with Southeast Asian nations.
 - India is actively involved in BIMSTEC-led projects such as the **BBIN** (**Bangladesh**, **Bhutan**, **India**, **Nepal**) **Motor Vehicle Agreement**, trilateral highways, and port connectivity programs.
- Economic Growth: Expands markets for Indian businesses.
- Energy Security: Facilitates regional power trade and renewable energy projects.
- **Geopolitical Influence:** Strengthens India's presence in the Indo-Pacific region.
- Alternative to SAARC: Overcomes challenges posed by Pakistan in South Asian Association for Regional Cooperation (SAARC) by focusing on like-minded nations.

Major Initiatives

- **BIMSTEC Free Trade Agreement (FTA):** The long-pending BIMSTEC FTA aims to boost intra-regional trade.
 - Negotiations focus on tariff reduction, trade facilitation, and investment flows.
- **BIMSTEC Transport Connectivity Master Plan:** India has proposed multi-modal transport networks linking ports, roads, railways, and air routes.
 - The Kaladan Multi-Modal Transit Transport Project (India-Myanmar) and the Trilateral Highway (India-Myanmar-Thailand) are part of this initiative.
- BIMSTEC Energy Grid: Plans for a regional electricity grid to facilitate cross-border energy trade.
 - India and Myanmar are leading efforts in renewable energy and power sharing.
- **BIMSTEC Security Cooperation:** The BIMSTEC Convention on Counter-Terrorism and Transnational Crime aims to strengthen security collaboration.
 - India and Thailand are leading cybersecurity and maritime security initiatives.
- **BIMSTEC Disaster Management Mechanism:** Regional response frameworks for natural disasters, climate change adaptation, and humanitarian assistance.

Challenges Facing BIMSTEC

- Slow Progress on Agreements: The FTA and key connectivity projects have seen delays.
- Institutional Weaknesses: BIMSTEC lacks a permanent secretariat with sufficient funding and staffing.



- **Unequal Member Commitments:** Some member nations prioritize ASEAN or SAARC over BIMSTEC.
- **China's Growing Influence:** Chinese investments in Myanmar, Bangladesh, and Thailand pose strategic challenges for India.
- **Geopolitical Issues:** Border tensions (e.g., India-Myanmar) and internal instability (Myanmar's political crisis) affect cooperation.

Way Forward

- Accelerating FTA negotiations to enhance regional trade.
- Boosting connectivity projects for better economic integration.
- Institutional Strengthening Establishing a fully operational BIMSTEC Secretariat.
- Enhancing security cooperation on terrorism, cyber threats, and transnational crimes.
- Increasing investment in infrastructure and digital trade.
- India, as the regional leader, must prioritize BIMSTEC in its foreign policy by investing in capacity-building, trade facilitation, and technological collaboration.

Conclusion

- BIMSTEC holds immense potential as a regional economic and strategic bloc, bridging South Asia and Southeast Asia.
- With India's leadership and enhanced cooperation among members, BIMSTEC can emerge as a key driver of regional growth, connectivity, and security.
- However, it requires stronger political will, infrastructure development, and institutional reforms to achieve its full potential.
- If implemented effectively, BIMSTEC could redefine regional diplomacy and economic partnerships in the Bay of Bengal region.

Source: IE

Mains Practice Question

[Q] How does India's proactive role in the BIMSTEC framework reflect its strategic vision for regional integration and its response to geopolitical challenges in the Bay of Bengal region?