

## **Lessons from ASEAN for SAARC**

#### What is the issue?

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- Both SAARC and ASEAN took birth with almost similar aspirations.
- While ASEAN celebrates its 50th year, being largely successful, the SAARC has remained stagnated.

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## Why has SAARC stagnated?

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- **Cooperation** The political animosity and military conflict between India and Pakistan have disturbed the regional cooperation.
- This witnessed a new low when India boycotted the 19th SAARC summit in Pakistan, as a result of the Uri terrorist attack.
- Subsequently the summit was cancelled with Bangladesh, Afghanistan and Bhutan following India's stance.
- **Trade** Trade amongst the SAARC members stands only at 3.5% of their total volume of trade.
- Initiatives under the South Asian Free Trade Association have failed to make much headway.
- $\bullet$  Sub-regional initiatives like the BBIN Motor Vehicle Agreement also have stalled. (Click <a href="here">here</a> to know why)  $\$
- **Connectivity** The SAARC Visa Exemption Scheme allows only certain categories of dignitaries to be exempt from visas.
- Ordinary citizens are excluded from accessing unimpeded travel in the region.

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- Free movement of people between India and Pakistan is not that easy.
- It is even difficult to a get visa for citizens of other SAARC countries who have visited either India or Pakistan before and now wish to travel to the other.

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• Poor infrastructure in SAARC countries also plagues connectivity.

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### What lessons do ASEAN hold for SAARC?

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• **Mandates** - ASEAN, in its first two decades, focussed on a limited range of issues.

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• Only after securing them, it expanded its mandate over time.

- Resultantly, it now deliberates on varied issues such as climate change, disaster management, counterterrorism, drugs and human trafficking, etc.
- **Cooperation** ASEAN was able to ensure its sustainability by amicably resolving the disputes and adopting peaceful mechanisms to mitigate opposing claims.

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• **Trade** - Trade in ASEAN has grown rapidly.

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- $\bullet$  It has focussed on promoting rapid economic growth and modernisation.
- It has created the ASEAN Comprehensive Investment Agreement (ACIA) for facilitating trade.

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 This ensures liberalisation and protection of cross-border investments operations, together with best practices for the treatment of foreign investors and investments.

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- **Connectivity** ASEAN nations are planning to waive entry requirements amongst the member states.
- $\bullet$  A feasibility study has been conducted on the development of a rail link from Singapore to Kunming in southern China.  $\$

- This boosts intraregional trade and people-to-people connectivity.
- $\bullet$  Projects aimed at promoting the entire region as a tourist destination have also been undertaken. \n

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#### What lies ahead for SAARC?

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• SAARC countries should avoid building sub-regional ties at the cost of jeopardising the regional vision for unity.

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• E.g. Attempting to isolate Pakistan by forming sub-regional initiatives like the BIMSTEC.

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 $\bullet$  Bilateral power struggle and animosity should not come in the way of keeping open the channels of engagement. \n

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## **Quick Facts**

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#### **SAARC**

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• The South Asian Association for Regional Cooperation (SAARC) was established with the signing of the SAARC Charter in Dhaka on 8 December 1985.

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• SAARC comprises of eight Member States who are Afghanistan, Bangladesh, Bhutan, India, Maldives, Nepal, Pakistan and Sri Lanka.

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#### **ASEAN**

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• The Association of Southeast Asian Nations (ASEAN) was established in 1967

in Bangkok, Thailand.

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• It came in with the signing of the ASEAN Declaration (Bangkok Declaration) by the founding members namely Indonesia, Malaysia, Philippines, Singapore and Thailand.

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• Brunei Darussalam, Viet Nam, Lao PDR, Myanmar, and Cambodia joined in the course of time.

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# **ASEAN Comprehensive Investment Agreement**

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• ACIA was adopted in 2009 in the context of an integrated economic community.

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 $\bullet$  It was envisioned as ASEAN's instrument to create a free and open investment environment to increase global competition and enhance the attractiveness of ASEAN as a single investment destination  $\ensuremath{\backslash} n$ 

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**Source: The Hindu** 

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