

# **India - Pakistan Relations**

The India Pakistan relations are one of the most complex associations that India shares with any of its neighbouring countries. In spite of the many contentious issues, India and Pakistan have made major strides in reducing the "trust deficit" over the past few years.

India desires peaceful, friendly and cooperative relations with Pakistan, which requires an environment free from violence and terror. The two countries share linguistic, cultural, geographical and economic links but due to political and historical reasons, the two share a complex relation.

## India-Pakistan Relations - Latest Developments

In February 2021, India and Pakistan issued a joint statement for the first time in years, announcing that they would observe the 2003 ceasefire along the Line of Control (LoC). The countries have agreed to a strict observance of all agreements, understandings and cease firing along the Line of Control (LoC) and all other sectors with effect from the midnight of February 24-25, 2021. In the interest of achieving mutually beneficial and sustainable peace along the borders, the two Directors General of Military Operations agreed to address each other's core issues and concerns which have the propensity to disturb peace and lead to violence.

- In the latest bilateral brief between India and Pakistan (February 2020) India stands by its "Neighbourhood First Policy" and desires normal relations with Pakistan in an environment which is free of terror and violence.
- In 2019, Article 370 of India's Constitution, was scrapped off, which gave a special status to Jammu and Kashmir. Following which, the bilateral relations faced a severe blow. It was followed by Pakistan expelling the Indian Hgh Commissioner in Islamabad and suspension of air and land links, and trade and railway services.
- There was no forward movement in bilateral ties in 2020 due to the mistrust between the two
  countries, especially on the Kashmir issue.
- India, on February 15, 2019, withdrew Most Favoured Nation Status to Pakistan

#### A Brief Background of India-Pakistan Relations

Ever since India's independence and the partition of the two countries, India and Pakistan have had sour relations. Discussed below is a brief timeline of the relations between the two countries:

- The Composite Dialogue between India and Pakistan from 2004 to 2008 addressed all outstanding issues. It had completed four rounds and the fifth round was in progress when it was paused in the wake of the Mumbai terrorist attack in November 2008.
- Then again in April 2010, then Prime Minister Manmohan Singh and Pakistani PM Yousuf Raza
   Gillani on the margins of the SAARC Summit, spoke about the willingness to resolve the issue and resume the bilateral dialogue.
- In 2011, after a meeting between the Foreign Ministers of both the countries, the bilateral ties were resumed on issues including:



- Counterterrorism & Humanitarian issues
- Economic issues at Commerce
- Tulbul Navigation Project at Water Resources Secretary-level
- Siachen at Defence Secretary-level
- Peace & Security including Confidence Building Measures (CBMs)
- Jammu & Kashmir
- Promotion of Friendly Exchanges at the level of the Foreign Secretaries.
- Cross LoC travel was started in 2005 and trade across J&K was initiated in 2009
- India and Pakistan signed a visa agreement in 2012 leading to liberalization of bilateral visa regimes between the two countries

### Conflict Zones between India and Pakistan

There have been a few constant factors which have led to the complex bilateral ties between the two countries. Discussed below are these factors as per the latest developments released by the Government authorities, as of February 2020:

#### **Cross-border Terrorism**

- Terrorism emanating from territories under Pakistan's control remains a core concern in bilateral relations
- India has consistently stressed the need for Pakistan to take credible, irreversible and verifiable action to end cross border terrorism against India
- Pakistan has yet not brought the perpetrators of Mumbai terror attacks 2008 to justice in the ongoing trials, even after all the evidence have been provided to them
- India has firmly stated that it will not tolerate and comprise on issues regarding the national security
- Based on attacks in India and involvement of the neighbouring country, the Indian Army had conducted surgical strike at various terrorist launch pads across the Line of Control, as an answer to the attack at the army camp in Uri, Jammu and Kashmir
- India had again hit back over the cross border terror attack on the convey of Indian security forces in Pulwama by carrying out a successful air strike at a training camp of JeM in Balakot, Pakistan

Cross border terrorism is one of the biggest factors for the disrupted relations between India and Pakistan.

#### Trade and Commerce

The figures for India Pakistan bilateral trade in the last 6 years is as follows:

	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
Export	US\$2.2bn	US\$1.85bn	US\$2.1bn	US\$1.83bn	US\$1.92bn	US\$2.06bn
Import	US\$0.426 bn	US\$0.497bn	US\$.441bn	US\$.456bn	US\$0.488bn	US\$ 0.495 bn



Trade Balance	US\$1.8bn	US\$1.3bn	US\$1.7bn	US\$1.3bn	US\$1.435bn	US\$1.57 bn
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The trade agreement has also faced a downfall when it comes to the relations between India and Pakistan. In 2019, after the Pulwama terror attack, India hiked customs duty on exports from Pakistan to 200% and subsequently, Pakistan suspended bilateral trade with India on August 7, 2019.

There are two major routes via which trade is commenced between the two countries:

- 1. Sea Route Mumbai to Karachi
- 2. Land Route via Wagah Border through trucks

#### **Indus Waters Treaty**

The 115th meeting of Permanent Indus Commission (PIC) was held on August 29 and 30, 2018 in Lahore. The Indian delegation was led by the Indian Commissioner for Indus Water (ICIW), while the Pakistan delegation was led by Pakistan Commissioner of Indus Water (PCIW).

In the two days meeting both sides discussed Pakal Dul Hydroelectric Power Project (HEP), Lower Kalnai HEP and reciprocal tours of Inspection to both sides of the Indus basin. Subsequently, a delegation led by PCIW inspected Pakal Dul, Lower Kalnai, Ratle and other hydropower projects in the Chenab Basin between January 28 and 31, 2019.

#### People to People Relations

- Since 2014, India has been successful in the repatriation of 2133 Indians from Pakistan's custody (including fishermen), and still, about 275 Indians are believed to be in their custody
- In October 2017, the revival of Joint Judicial Committee was proposed by India and accepted by Pakistan, wherein, the humanitarian issues of custody of fishermen and prisoners, especially the ones who are mentally not sound in each other's custody need to be followed
- The Bilateral Protocol on Visits to Religious Shrines was signed between the two countries in 1974.
   The protocol provides for three Hindu pilgrimage and four Sikh pilgrimage every year to visit 15 shrines in Pakistan while five Pakistan pilgrimage visit shrines in India.

### Kartarpur Corridor

- An agreement between India and Pakistan for the facilitation of pilgrims to visit Gurdwara Darbar Sahib Kartarpur, Pakistan, was signed on 24 October 2019 in order to fulfil the long-standing demand of the pilgrims to have easy and smooth access to the holy Gurudwara
- The Kartarpur Sahib Corridor Agreement, inter alia, provides for visa-free travel of Indian pilgrims as well as Overseas Citizen of India (OCI) cardholders, from India to the holy Gurudwara in Pakistan on a daily basis, throughout the year.



 On November 9, 2019, on the occasion of the 550th birth anniversary of Guru Nanak Dev ji, Prime Minister Narendra Modi inaugurated the corridor

#### Kashmir Issue

This is one of the most sensitive issues between India and Pakistan and has been a major cause of the sour relations the two countries share. Article 370 gave Jammu and Kashmir a special right to have its own constitution, a separate flag and have their own rules, but in August 2019, the Article was scrapped off and J&K now abides by the Indian Constitution common for all. It was given the status of a Union Territory and this move of the Indian Government was highly objected by Pakistan due to their longing of owning Kashmir entirely.

### Trade Agreement between India and Pakistan

The two countries had signed a Trade agreement which was mutually beneficial for both. Discussed below are the ten Articles of the Trade Agreement:

**Article I** – exchange of products shall be done based on the mutual requirement of both the countries, ensuring common advantages

**Article II** – With regard to the commodities/goods mentioned in Schedules 'A' and 'B' attached to this Agreement, the two Governments shall facilitate imports from and exports to each other's territories to the extent permitted by their respective laws, regulations and procedures

Article III - The import/export shall take place only through commercial means approved by both side

**Article IV** – With respect to commodities/goods not included in Schedules 'A' and 'B' export or import shall also be permitted in accordance with the laws, regulations and procedures in force in either country from time to time

Article V - Each Government shall accord to the commerce of the country

**Article VI –** There are a few exceptions for Article V

Article VII - The General Agreement on Tariffs and Trade must be followed

Article VIII - Border trade shall be allowed for the day-to-day requirement of commodities

Article IX - For proper implementation of the agreement, meetings can be done every six months

Article X - The Trade Agreement between the two countries was effective from February 1, 1957

#### **List of Products India Imports from Pakistan**

Raw jute	Hides and skins	Fish including dried fish, poultry and eggs
Betel leaves & nuts	Coriander and methi seeds	Spices



Honey	Books and periodicals, and newspapers	Cinema films		
Cement	Saltpetre	Machine Tools		
Bicycles and spare parts	Surgical Instruments	Sports goods		
Wood and timber all sorts, other than hard wood				

List of Products India Exports to Pakistan

Coal	Fire bricks	Lime and Lime Stone
Mica and Bauxite	Pigments and dry colours	Dyeing and tanning substances
Drugs and medicines, including Ayurvedic and Unani Medicines	Mill board and straw board	Machinery and Millwork
Electric instruments apparatus appliances	Electric cables and wires, Fluorescent electric tubes, Electric insulation material, Accumulators and batteries	Sanitary ware
Essential oils, Tea, Coffee, Sugar	Spices	Fresh Fruits