

# **India-Vietnam Bilateral Relations**

### What is the issue?

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- President Ram Nath Kovind chose Vietnam as the first Southeast Asian country to visit in his capacity as the President.  $\n$ 

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• It is essential, in this context, to assess the further prospects in India-Vietnam relations.

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### How has Vietnam's progress been?

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- Since its Doi Moi policy (domestic political and economic renewal campaign) in 1986, Vietnam has made dramatic strides.
- Today it is a rapidly growing, regional economic giant, showing dynamism and pragmatism.

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• Being an importer of agricultural products earlier, today it is a major exporter.

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- Agricultural competence has furthered its entry into the Comprehensive and Progressive Agreement for Trans-Pacific Partnership (CPTPP).  $\n$
- $\bullet$  CPTPP accounts for nearly 14% of the global GDP and thus boosts Vietnam's economic growth.

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## How prospective is India-Vietnam relations?

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- One of the core areas of Mr. Kovind's visit focussed on furthering cooperation in agriculture and innovation-based sectors.  $\n$
- This is expected to further the potential for increasing bilateral trade to \$15 billion by 2020.

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- Health Vietnam has highlighted, in 2016, the importance of linking economic growth to universal health care.
- By this, 80% population would be covered by health insurance.  $\slash n$
- India too, since 2011, has been focussing on the need to deliver accessible and affordable health insurance to weaker sections.  $\n$
- Certainly, health care is an area of potential convergence for both Vietnam and India.

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• Also, with India moving closer to signing the Regional Comprehensive Economic Partnership, it can get to the forefront of the services sector globally.

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- So in this backdrop too, convergence in health care through joint public-private partnership agreements can be explored.  $\n$
- Foreign policy Internationally, Vietnam's foreign policy is characterised by 'multidirectionalism'.

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- It addresses regional asymmetries in power balance by engaging across a broad spectrum of states to achieve its interests.  $\n$
- Increasingly, this asymmetrical power structure in the region counteracts the rise of China.  $\n$
- In turn, by bringing regional and extra-regional states together to address the shifts, it offers scope for India too.  $\n$

• Within this context, Vietnam even normalised relations with the U.S., its former opponent.

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 Security - Today, there is increasing commonality of security concerns between Vietnam and its ASEAN partners.

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- This applies with Australia, India, Japan and the U.S. as well.  $\n$
- This is particularly in the areas of maritime security and adherence to the United Nations Convention on the Law of the Sea.  $\n$
- In this context, Asian leaders have endorsed the idea of Indo-Asia-Pacific.  $\n$
- So finding compatibility between the 'Indo-Asia-Pacific' and the U.S. driven 'Indo-Pacific' necessitates a nuanced approach.  $\n$
- Regional concerns of ASEAN centrality can be addressed, as well as the diverse approaches to maintaining regional stability.  $\n$
- In pursuance of this, India and Vietnam have planned a bilateral level maritime security dialogue in early 2019.
- Sub-regionalism Vietnam has focussed on both sub-regionalism and regionalism as the core of its priorities.  $\n$
- This has helped mitigate fears of smaller members of ASEAN on centrifugal forces of China's rise.
- India too looks at both sub-regionalism and regionalism as priority avenues to pursue its foreign policy.  $\nlambda$
- The India-Vietnam Joint Statement of March 2018 reiterates the focus given to sub-regionalism and the Mekong Ganga Cooperation framework.  $\n$
- However, another area is emerging, in the CLV (Cambodia-Laos-Vietnam) growth triangle sub-regional cooperation.  $\n$
- So India and Vietnam can jointly explore the potential for enhancing capacity building and providing technical assistance and training within this sub-regional grouping.

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### What lies ahead?

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- The major takeaway from Mr. Kovind's visit is the reference to the 'cooperation model' India offers, providing choices and opportunities.  $\n$
- This reference highlights India's willingness to address issues on which increasing synergies need to evolve.  $\n$
- One such area where convergence is likely, but has been held back due to individual preference, is the \$500 million line of credit offered to Vietnam.  $\n$
- Both India and Vietnam possess the capacity to find compatibility in areas promoting defence cooperation and infrastructure.  $\n$
- Having progressed under the Look East and Act East Policies, the ties now need to factor in pragmatism for moving further.  $\n$

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### Source: The Hindu

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