

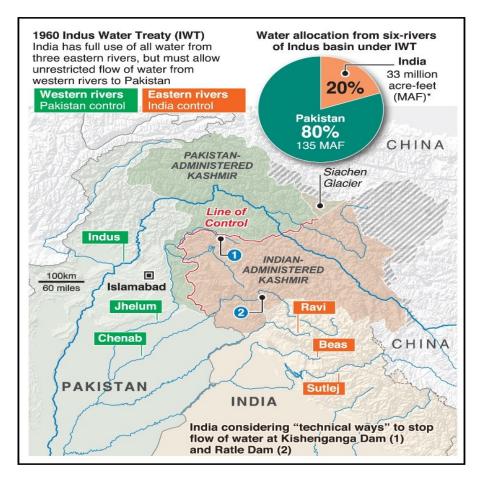
# **Revisit Indus Water Treaty**

## Why in news?

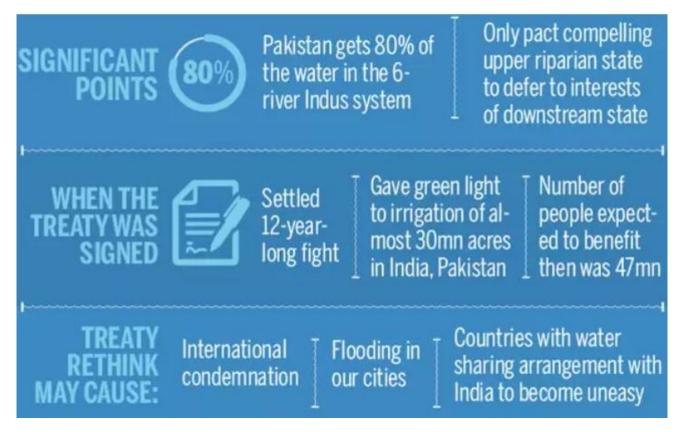
There is a need to revisit the Indus Water Treaty (IWT) rather than action of court of arbitration.

## What is Indus-Water Treaty?

- Indus Waters Treaty The Indus Waters Treaty was signed in <u>1960</u> between India and Pakistan.
- It was brokered by the *World Bank*.
- The treaty administers how river Indus and its tributaries that flow in both the countries will be utilised.
- Rights of water usage The treaty divides the Indus system into two segments:
  - Eastern Rivers Sutlej, Beas and Ravi
  - $\circ~\textbf{Western~rivers}$  Indus, Chenab and Jhelum



- India gets right of unrestricted use over the Eastern Rivers while Pakistan is entitled to unrestricted use of the Western rivers.
- India is under obligation to let flow the western rivers unrestricted.
- $\bullet$  However, since Indus flows from India, the country is allowed to use 20% of its water for
  - 1. Irrigation
  - 2. Power generation
  - 3. Transport purposes
- Both India and Pakistan have the *right to non-consumptive use* and rights of drainage issues and river conservation aspects.
- **Dispute resolution** A *Permanent Indus Commission* was set up as a bilateral commission to
  - 1. Implement and manage the Treaty
  - 2. Solve disputes arising over water sharing
- Article 8 of the treaty Both sides are expected to meet at least once a year to discuss bilateral problems.
- After the <u>Uri terror attack in 2016</u>, India had suspended routine bi-annual talks between the Indus Commissioners of the two countries stating that <u>blood and water</u> <u>could not flow together</u>.
- Withdrawal from the treaty Experts suggest that India can exercise the sovereign right of a state under <u>Article 64 of the Vienna Convention</u> to withdraw from any international treaty.



# What is the dispute redressal mechanism laid down under the Treaty?

• The dispute redressal mechanism provided under <u>Article 9</u> of the IWT is a graded, <u>three level mechanism</u> under Commissioner, Neutral Expert and the Court of

Arbitration.

- **Commissioner** Whenever India plans to start a project, under the Indus Water Treaty, it has to inform Pakistan that it is planning to build a project.
- If Pakistan oppose it and ask for more details, it has to be clarified between the two sides at the level of the Indus Commissioners.
- **Neutral Expert** If it is not resolved, then the question becomes a difference, which has to be resolved by the Neutral Expert.
- It is at this stage that the World Bank comes into picture.
- **Court of Arbitration** If it is not resolved by the Neutral Expert or that the issue needs an interpretation of the Treaty, then that difference becomes a dispute.
- It then goes to the Court of Arbitration.

# What is the issue over the hydro-electric project?

- **Construction of hydel projects** New Delhi accuses Pakistan's refusal in implementing the treaty as it repeatedly raises objections to the construction of hydel projects on the Indian side.
- <u>Kishanganga</u> (Neelam in Pakistan) hydroelectric project in river <u>Jhelum, Jammu &</u> <u>Kashmir.</u>
- **<u>Ratle</u>** hydroelectric project in river <u>**Chenab**</u>, **Jammu & Kashmir**
- **Authority to solve** India wants to solve the contention with the help of <u>neutral expert</u> but Pakistan approached the <u>Permanent Court of Arbitration</u>.
- India views that the PCA it is not competent to consider the views of Pakistan.
- Howeer, the court determined that it is competent to consider and determine the disputes set forth in Pakistan's request for arbitration.
- In July 2023, the court unanimously passed a decision which is *binding on both parties* <u>without appeal</u> rejecting each of India's objections.

## Why there is a need to revisit IWT?

- **Future water availability-** World Water Council highlights the need to incorporate mechanisms that allow flexibility to changes in the quantity of water available for allocation among the parties.
- Adopting the principles of water course-
- 1. Equitable and Reasonable Utilisation (ERU)
- 2. No Harm Rule (NHR)
- **ERU** It represents a <u>compromise between two extreme and uncompromising</u> <u>positions</u> regarding the right conferred upon States, by virtue of their territorial sovereignty, to use shared transboundary water resources found within or passing through their territory.
- **NO Harm Rule** It is a due <u>diligence obligation</u> which requires a riparian state undertaking a project on a shared watercourse having potential transboundary effect to take all appropriate measures.
- ERU and NHR are *binding on both countries* as they are customary international law rule generating the binding obligation to both parties.

# **Quick facts**

#### **Permanent Court Arbitration**

- It is an intergovernmental organization established to facilitate arbitration and other forms of <u>dispute resolution between member states</u>, <u>international organizations</u>, <u>or</u> <u>private parties</u> arising out of international agreements.
- The cases span a range of legal issues involving territorial and maritime boundaries, sovereignty, human rights, international investment, and international and regional trade.
- PCA has *no sitting judges*; instead, parties themselves select the arbitrators.
- PCA has 122 Contracting Parties including India, Pakistan, China, Russia, and the US.
- The organization is <u>not a United Nations agency</u> but has observer status in the UN General Assembly.
- The rulings of PCA are *binding* but the tribunal has *no powers for enforcement*.

PCA	
Founded in	1899
Headquarters	The Hague, Netherlands
India's membership	India is a party

#### References

- 1. The Hindu| Revisit IWT
- 2. The Hindu| Court of arbitration ruling





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