

# **AXIS JURIS INTERNATIONAL JOURNAL**

Website: axisjuris.com

# OPEN ACCESS LAW JOURNAL – COPYRIGHT © 2023 EDITOR-IN-CHIEF: MR. AHMAR MOHD AFAQ AFAQ PUBLISHER: MR. SWAHNIK MONDAL

This is an Open Access article distributed under the terms of the Creative Commons Attribution- Non-Commercial-Share Alike 4.0 International (CC-BY-NC-SA 4.0) License, which permits unrestricted non-commercial use, distribution, and reproduction in any medium provided the original work is properly cited.

# DISCLAIMER

Without the previous written consent of the Publishing Editor of Axis Juris International Journal, no portion of this publication may be duplicated or copied in any way. All articles submitted to this publication are owned by the author and the Axis Juris International Journal editorial team. The editorial team of Axis Juris International Journal does not agree with the views contained in this publication; these are the writers' solely personal opinions. Axis Juris International Journal makes every effort to guarantee the truth and completeness of the material presented, but it disclaims all liability for any mistakes that may arise from human error or other causes.

VTERNA

#### GEOPOLITICAL IMPLICATIONS ON CHINAS BELT AND ROAD INITIATIVE

Written By- MONISH.S<sup>1</sup>

Received 16 January 2024; Accepted 18 January 2024; Published 30 January 2024

#### **ABSTRACT**

China's Belt and Road Initiative (BRI) stands as a monumental undertaking reshaping the geopolitical landscape of the 21st century. The BRI, unveiled in 2013 by Chinese President Xi Jinping, aims to revive ancient trade routes and foster global connectivity through extensive infrastructure development spanning Asia, Europe, and Africa. However, beneath the surface of economic cooperation and connectivity lie intricate geopolitical implications that reverberate across regions and redefine power dynamics. The BRI's geopolitical implications manifest in various dimensions, including regional power dynamics, economic influence, strategic encirclement, and global governance structures. As China invests billions in infrastructure projects across participating countries, it reshapes regional alliances and challenges the traditional dominance of Western powers in global affairs. The initiative has sparked debates about sovereignty, ter<mark>ritorial int</mark>egrity, and the balance of power in regions such as South Asia, Central Asia, and Southeast Asia. Furthermore, the BRI's economic influence raises concerns about debt sustainability, neocolonial tendencies, and the erosion of national sovereignty among participating countries. China's expansionist ambitions and strategic encroachment through the BRI trigger geopolitical rivalries and security dilemmas, particularly in regions where territorial disputes and strategic interests intersect. On the global stage, the BRI challenges existing global governance structures and institutions, offering an alternative model of international cooperation centered around Chinese leadership. The initiative's emphasis on bilateral agreements and lack of transparency raise questions about its compatibility with established multilateral frameworks and standards. As stakeholders navigate the complexities of the BRI, they must grapple with its geopolitical dynamics and strive for inclusive and sustainable development on a global scale.

**Keywords:** Belt and Road Initiative, Geopolitics, China, Infrastructure, Global Governance

<sup>&</sup>lt;sup>1</sup> Student Under Alliance University Bangalore

#### INTRODUCTION

China's Belt and Road Initiative (BRI)<sup>2</sup>, unveiled in 2013 by President Xi Jinping<sup>3</sup>, represents a monumental effort to revive ancient trade routes and establish new economic corridors spanning Asia, Europe, and Africa. The initiative encompasses infrastructure development, trade connectivity, and economic cooperation, aiming to foster regional integration and enhance China's global influence. However, the BRI is not merely an economic endeavor; it carries significant geopolitical implications that reverberate across the international stage. This article explores the geopolitical dimensions of the BRI, analyzing its impact on regional geopolitics, global governance, and the responses of key stakeholders.

#### **REGIONAL POWER DYNAMICS**

One of the primary geopolitical implications of the BRI is its effect on regional power dynamics. As China invests billions of dollars in infrastructure projects across Asia, Africa, and Europe, it inevitably alters the balance of power in these regions. Through the BRI, China seeks to expand its sphere of influence and project power beyond its borders, challenging the traditional dominance of Western powers in global affairs. In Asia, the BRI has sparked concerns among neighboring countries about China's growing influence and strategic intentions. In South Asia, for instance, India views the BRI with suspicion, seeing it as a means for China to encircle and contain its regional influence. Similarly, in Southeast Asia, countries like Vietnam and the Philippines are wary of China's maritime ambitions facilitated by BRI-funded projects in the South China Sea. In Africa, where China has emerged as a major investor and trading partner, the BRI has both supporters and critics. While some African governments welcome Chinese investment for its potential to spur economic growth and development, others raise concerns about debt sustainability and neocolonial tendencies associated with Chinese infrastructure projects.

# **ECONOMIC INFLUENCE**

\_

<sup>&</sup>lt;sup>2</sup> China's Massive Belt and road initiative (no date) Council on Foreign Relations. Available at: <a href="https://www.cfr.org/backgrounder/chinas-massive-belt-and-road-initiative">https://www.cfr.org/backgrounder/chinas-massive-belt-and-road-initiative</a> (Accessed: 18 January 2024).

<sup>&</sup>lt;sup>3</sup> Xi Jinping, Forbes, Available at: <a href="https://www.forbes.com/profile/xi-jinping/">https://www.forbes.com/profile/xi-jinping/</a> (Accessed: 18 January 2024).

<sup>&</sup>lt;sup>4</sup> Vanda Felbab-Brown, D.P.G. and Stelzenmüller, C. (2023) Global china: Regional influence and strategy, Brookings. Available at: <a href="https://www.brookings.edu/articles/global-china-regional-influence-and-strategy/">https://www.brookings.edu/articles/global-china-regional-influence-and-strategy/</a> (Accessed: 18 January 2024).

The BRI also exerts significant economic influence, shaping trade patterns, investment flows, and market dynamics across participating countries. By financing and constructing infrastructure projects such as ports, railways, and energy pipelines, China aims to enhance connectivity and facilitate trade along the BRI routes. However, this economic influence has raised questions about China's intentions and the long-term implications for participating countries. Critics argue that the BRI promotes a China-centric economic order, where Chinese companies benefit disproportionately from infrastructure contracts and investment opportunities. Moreover, the debt burden associated with BRI projects has raised concerns about debt trap diplomacy, wherein countries become economically dependent on China and vulnerable to its political influence.

## ECONOMIC INFLUENCE AND DEPENDENCE

One of the most significant aspects of the Belt and Road Initiative is its economic influence and the potential for dependency it engenders among participating countries. As China invests billions in infrastructure projects across the globe, including in India's neighbouring regions, questions arise about the nature of economic cooperation and the implications for India's sovereignty and self-reliance.<sup>5</sup> The legal provisions governing economic partnerships and investment frameworks become crucial in navigating the delicate balance between growth and dependence.

#### STRATEGIC ENCIRCLEMENT AND COMPETITION

In the realm of geopolitics, the Belt and Road Initiative assumes strategic significance as a tool for encirclement and competition among major powers. As China expands its footprint across South Asia, Central Asia, and Southeast Asia through BRI-funded projects, India confronts a complex web of strategic challenges, including concerns about territorial sovereignty, security alliances, and regional hegemony. Legal frameworks governing territorial disputes and strategic partnerships become paramount in shaping India's response to the BRI's strategic encroachment.

<sup>&</sup>lt;sup>5</sup> The tiger and the dragon - finance & development, September 2012. Available at: <a href="https://www.imf.org/external/pubs/ft/fandd/2012/09/syed.htm">https://www.imf.org/external/pubs/ft/fandd/2012/09/syed.htm</a> (Accessed: 18 January 2024).

#### SOFT POWER AND GLOBAL LEADERSHIP

The Belt and Road Initiative also serves as a vehicle for China's projection of soft power and aspirations for global leadership. Through infrastructure diplomacy, economic assistance, and cultural exchange, China seeks to enhance its influence and shape global norms and standards. For India, the BRI poses both opportunities and challenges, as it navigates the complexities of competing visions of global governance and leadership. Legal provisions pertaining to cultural diplomacy, intellectual property rights, and international cooperation play a pivotal role in shaping India's response to China's soft power projection.

#### **REGIONAL DYNAMICS**

Across different regions, the Belt and Road Initiative exerts varying degrees of influence, reshaping regional dynamics and altering geopolitical equations.

#### IMPACT ON CENTRAL ASIA

In Central Asia, the BRI intersects with India's historical ties and strategic interests. As China deepens its economic and political engagement in the region through infrastructure projects and investment agreements, India faces the challenge of maintaining its influence and safeguarding its interests. Legal provisions governing bilateral relations, trade agreements, and regional cooperation frameworks become instrumental in shaping India's engagement with Central Asia.

#### SOUTH ASIA AND THE INDIAN DILEMMA

In South Asia, the Belt and Road Initiative presents India with a complex dilemma, as it navigates the competing interests of economic development and strategic security. The China-Pakistan Economic Corridor (CPEC)<sup>6</sup>, a flagship project of the BRI, traverses through Pakistan-occupied Kashmir, raising concerns about territorial sovereignty and national

<sup>&</sup>lt;sup>6</sup> China-pakistan economic corridor (2024) Encyclopædia Britannica. Available at: <a href="https://www.britannica.com/topic/China-Pakistan-Economic-Corridor">https://www.britannica.com/topic/China-Pakistan-Economic-Corridor</a> (Accessed: 26 January 2024).

security. Legal frameworks governing cross-border disputes, international law, and diplomatic relations become critical in addressing India's concerns and safeguarding its interests in the region.

#### MARITIME SOUTHEAST ASIA

In Maritime Southeast Asia, the Belt and Road Initiative assumes strategic significance in the context of maritime security and geopolitical competition. As China expands its presence in the South China Sea through infrastructure development and naval capabilities, India faces the challenge of balancing its interests with those of its Southeast Asian partners. Legal provisions governing maritime boundaries, freedom of navigation, and territorial disputes become essential in shaping India's response to China's maritime assertiveness.

#### **GLOBAL POLITICS**

On the global stage, the Belt and Road Initiative disrupts established norms and institutions, challenging the existing order of global governance and cooperation.

#### IMPACTS ON GLOBAL GOVERNANCE AND INSTITUTIONS

The Belt and Road Initiative challenges the traditional structures of global governance and institutions, offering an alternative model of economic cooperation and development. As China establishes new financial institutions and promotes bilateral agreements through the BRI, questions arise about the compatibility of these initiatives with existing multilateral frameworks and international standards. Legal provisions governing global governance, multilateralism, and international law become crucial in shaping the discourse on the BRI's impact on global politics.

#### **DEBT DIPLOMACY CONCERNS**

One of the most contentious aspects of the Belt and Road Initiative is the issue of debt diplomacy, wherein participating countries risk falling into a cycle of debt dependency and economic coercion. As China extends loans for infrastructure projects with opaque terms and conditions, concerns arise about the long-term sustainability and implications for national sovereignty. Legal provisions governing debt contracts, financial transparency, and sovereign borrowing become paramount in addressing the challenges of debt diplomacy and ensuring responsible lending practices.

## GLOBAL GOVERNANCE STRUCTURES

The BRI challenges existing global governance structures and institutions, presenting an alternative model of international cooperation and development. While traditional institutions such as the World Bank<sup>7</sup> and the International Monetary Fund<sup>8</sup> have played a central role in shaping global economic governance, the BRI offers a Chinese-led alternative that emphasizes infrastructure-led development and South-South cooperation. China's growing influence in international organizations and its promotion of initiatives like the Asian Infrastructure Investment Bank (AIIB)<sup>9</sup> reflect its desire to reshape the global economic order. However, the BRI's emphasis on bilateral agreements and lack of transparency raise questions about its compatibility with existing multilateral frameworks and standards.

## **RESPONSES AND CHALLENGES**

The BRI has elicited diverse responses from the international community, ranging from enthusiasm to skepticism and outright opposition. While some countries eagerly embrace Chinese investment and participation in the BRI, others remain cautious, citing concerns about sovereignty, debt sustainability, and environmental impact. Moreover, the BRI faces numerous challenges, including geopolitical rivalries, security risks, and governance issues. In regions plagued by conflict and instability, such as the Middle East and Central Asia, the BRI's success hinges on its ability to navigate complex geopolitical dynamics and mitigate potential risks.

#### **LEGAL IMPLICATIONS**

\_

<sup>&</sup>lt;sup>7</sup> World Bank Group - International Development, Poverty, & Sustainability World Bank. Available at: https://www.worldbank.org/en/home (Accessed: 19 January 2024).

<sup>&</sup>lt;sup>8</sup> International Monetary Fund (2023) IMF. Available at: <a href="https://www.imf.org/en/Home">https://www.imf.org/en/Home</a> (Accessed: 19 January 2024).

<sup>&</sup>lt;sup>9</sup> Asian Infrastructure Investment Bank AIIB. Available at: <a href="https://www.aiib.org/">https://www.aiib.org/</a> (Accessed: 19 January 2024).

Analyzing the legal implications of China's Belt and Road Initiative (BRI) within the framework of Indian law involves considering various legal sections and real cases that pertain to international relations, investment, territorial sovereignty, and strategic security. Below, we examine some pertinent legal sections and real cases in the context of the BRI's geopolitical implications for India:

# TERRITORIAL SOVEREIGNTY AND INTERNATIONAL LAW

**Legal Section:** Article 51<sup>10</sup> of the Indian Constitution lays down the directive principles of state policy, emphasizing respect for international law and treaty obligations.

**Real Case:** The dispute over the China-Pakistan Economic Corridor (CPEC) passing through Pakistan-occupied Kashmir (PoK) raises questions about India's territorial sovereignty. India's legal stance is rooted in international law principles, asserting its claim over PoK and opposing projects that violate its territorial integrity.

## FOREIGN INVESTMENT AND ECONOMIC COOPERATION

**Legal Section:** The Foreign Exchange Management Act (FEMA) regulates foreign exchange transactions and investment in India.

**Real Case:** India's scrutiny of Chinese investments in critical sectors, such as infrastructure, telecommunications, and technology, underscores concerns about economic dependency and national security risks associated with the BRI. The case of Chinese investments in Indian startups and infrastructure projects prompts legal measures to enhance regulatory oversight and safeguard national interests.

# NATIONAL SECURITY AND STRATEGIC ALLIANCES

**Legal Section**: The Official Secrets Act, 1923<sup>11</sup>, and the National Security Act, 1980<sup>12</sup>, provide legal frameworks for protecting sensitive information and maintaining national security.

<sup>10</sup> Article 51 in constitution of India. Available at: <a href="https://indiankanoon.org/doc/854952/">https://indiankanoon.org/doc/854952/</a> (Accessed: 19 January 2024).

The official secrets act, 1923 - India Code. Available at: <a href="https://www.indiacode.nic.in/bitstream/123456789/2379/1/A1923-19.pdf">https://www.indiacode.nic.in/bitstream/123456789/2379/1/A1923-19.pdf</a> (Accessed: 19 January 2024).

Real Case: India's response to the BRI involves legal measures to counter potential security threats, intelligence gathering, and strategic partnerships with like-minded countries. The case of heightened tensions along the India-China border and India's legal authority to deploy military forces underscores the intersection of national security concerns and geopolitical implications of the BRI.

## ENVIRONMENTAL AND SOCIAL REGULATIONS

**Legal Section**: The Environmental Protection Act, 1986<sup>13</sup>, and the Forest Conservation Act, 1980<sup>14</sup>, mandate environmental impact assessments and clearance procedures for infrastructure projects.

Real Case: India's approach to BRI projects includes legal scrutiny of environmental and social implications, as exemplified by the case of the Hambantota Port in Sri Lanka. India advocates for adherence to international environmental standards and regulatory compliance to mitigate adverse effects on ecosystems and local communities.

## DISPUTE RESOLUTION MECHANISMS

**Legal Section:** The Arbitration and Conciliation Act, 1996<sup>15</sup>, governs the resolution of commercial disputes through arbitration and mediation.

Real Case: Disputes arising from BRI-related contracts and investments may be subject to arbitration proceedings. The case of India-China border disputes and legal mechanisms for peaceful resolution highlights the importance of bilateral dialogue and diplomatic channels in managing geopolitical tensions arising from the BRI. ERNATIO

## **CONCLUSION**

China's Belt and Road Initiative represents a transformative force in global geopolitics, with far-reaching implications for regional power dynamics, economic influence, and global

<sup>13</sup> The national 1980 security act, arrangement of sections. Available at: https://www.mha.gov.in/sites/default/files/2022-08/ISdivII NSAAct1980 20122018%5B1%5D.pdf (Accessed: 19 January 2024).

The forest (conservation) act. 1980 arrangement of sections. Available act%2C 1980 https://www.indiacode.nic.in/bitstream/123456789/19381/1/the forest %28conservation%29 f (Accessed: 19 January 2024).

India code: Arbitration and conciliation act, 1996. Available at. https://www.indiacode.nic.in/handle/123456789/1978?sam handle=123456789/1362 (Accessed: 19 January 2024).

governance structures. While the BRI offers opportunities for infrastructure development and economic integration, it also presents challenges and uncertainties that require careful consideration. As the BRI continues to evolve, its geopolitical implications will shape the trajectory of international relations in the 21st century. By engaging in dialogue and cooperation, stakeholders can navigate the complexities of the BRI and harness its potential to promote inclusive and sustainable development on a global scale. As India navigates the complexities of the BRI, legal provisions become indispensable tools in safeguarding its interests, asserting its sovereignty, and shaping the contours of regional and global cooperation. In the pursuit of a peaceful and prosperous future, India must harness the power of law and diplomacy to navigate the challenges and opportunities presented by China's Belt and Road

