## Second Addendum on Protocol on Inland Water Transit and Trade between India and Bangladesh, 2020

People's Republic of Bangladesh and the Republic of India have a long standing and timetested Protocol on Transit and Trade through inland waterways of both countries. This Protocol, which was first signed in 1972 (immediately after independence of Bangladesh), is a reflection of shared history and friendship between the two countries. It was last renewed in 2015 for five years with a provision for its automatic renewal for a further period of five years giving long term assurance to various stakeholders.

The Standing Committee on the Protocol and the Shipping Secretary level Talks are the institutional arrangements between the two friendly neighbors to discuss and make the Protocol more effective. During the discussions between India and Bangladesh at these meetings held in October, 2018 in New Delhi and in December, 2019 in Dhaka, key decisions were taken on the extension of protocol routes, inclusion of new routes and declaration of new Ports of Call to facilitate trade between the two countries. These decisions have been made effective with the signing of 2<sup>nd</sup> Addendum to the Protocol today

**<u>Routes</u>**: The number of Indo Bangladesh Protocol (IBP) routes are being increased from 8 to 10 and new locations are also added to the existing routes: -

- Inclusion of Sonamura- Daudkhandi stretch of Gumti river (93 Km) as IBP route No. 9 & 10 in the Protocol will improve the connectivity of Tripura and adjoining States with Indian and Bangladesh's economic centres and will help the hinterland of both the countries. This route shall be connecting all existing IBP routes from 1 to 8.
- The operationalization of Rajshahi-Dhulian-Rajshahi Routes and their extension up to Aricha (270 km) will help the augmentation of infrastructure in Bangladesh as it would reduce the transportation cost of stone chips/aggregate to northern part of Bangladesh through this route. It will also decongest the Land Custom Stations on both sides.
- In Routes (1) & (2) [Kolkata-Shilghat-Kolkata] as well as in Routes (3) & (4) [Kolkata-Karimganj-Kolkata], Kolaghat in India has been added.
- Routes (3) & (4) [Kolkata-Karimganj-Kolkata] and Routes (7) & (8) [Karimganj-Shilghat-Karimganj] have been extended up to Badarpur in India. In these routes, Ghorasal in Bangladesh has also been added.

Bangladesh		India	
Ports of Call	Extended Ports of Call	Ports of Call	Extended Ports of Call
Narayanganj	Ghorasal	Kolkata	Tribeni (Bandel)
Khulna		Haldia	
Mongla		Karimganj	Badarpur
Sirajganj		Pandu	
Ashuganj		Shilghat	
Pangaon	Muktarpur	Dhubri	
Rajshahi		Dhulian	
Sultanganj		Maia	
Chilmari		Kolaghat	
Daudkandi		Sonamura	
Bahadurabad		Jogigopha	

**Ports of Call:** Presently. There are six Ports of Call each in India and Bangladesh under the Protocol. Five more Ports of Call and two more extended Ports of Call have been added, increasing the number to eleven Ports of Call and two extended Ports of Call in each country as listed below:

• (New Ports of Call/Extended Ports of Call in bold )

Inclusion of Jogigopha in India and Bahadurabad in Bangladesh as new Port of Call will provide connectivity to Meghalaya, Assam and Bhutan. Jogigopha also becomes important, since, a Multimodal Logistics Park is proposed to be established there. The new Ports of Call would enable the loading and unloading of cargo transported on the Indo Bangladesh Protocol Route and provide a stimulus to the economic development of the new locations and their hinterland.

<u>Movement on shallow draft mechanized vessels</u>: As a path-breaking development, both sides have agreed to introduce trade between Chilmari (Bangladesh) and Dhubri (India) through the

use of shallow draft mechanized vessels, provided these are registered under Inland Shipping Ordinance 1976 of Bangladesh or Inland Vessels Act, 1917 of India as per provisions of Article 1.3 of the Protocol and conform to safety requirements. This initiative will allow export of stone chips and other Bhutanese and North East cargo to Bangladesh and easy access for the traders to the hinterland of Bangladesh, enhancing the local economy in Bangladesh and the lower Assam region of India.

<u>New opportunities on cargo movement</u>: Under this Protocol, Inland vessels of both the countries can ply on the designated protocol route and dock at Ports of Call in each country, notified for loading/unloading of cargo. There has been significant improvement in the movement of cargo vessels in an organized manner on the Protocol route carrying both the transit cargo to North East(NE) region of India and vice-versa and export-cargo to Bangladesh. The Indian transit cargo is mainly coal, fly-ash, POL and ODC for power projects in NE region. The other potential cargo for movement is fertilizers, cement, food grains, agricultural products, containerized cargo etc. The export cargo from India to Bangladesh is mainly fly-ash which is to the tune of 30 lakhs MT per annum. Around 638 inland vessels (including 600 Bangladeshi flag vessels) completed with approximately 4000 loaded voyages annually.

It is expected that the above modifications to the Protocol will further facilitate the trade between two countries with improved reliability and cost effectiveness.

The 2<sup>nd</sup> Addendum to the Protocol on Inland Water Transit and Trade was signed at Dhaka on 20<sup>th</sup> May, 2020 by the HE High Commissioner of India in Bangladesh on behalf of the Republic of India; and by Secretary (Shipping) on behalf of People's Republic of Bangladesh.

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