

# China-Pakistan Economic Corridor: Potential for Social Transformation

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#### Abstract

CPEC offers Pakistan an prospect to address frequent of the economic and political issues troubling the country. If Islamabad and Beijing do not guarantee Balochi companies and workers play a famous role, it could jeopardize China's premeditated gains and Pakistan's most significant development project ever. Pakistan's government cannot afford to fuel further the anger and estrangement in this province. Baluchis must have a wager in CPEC's accomplishment. If CPEC is an implemented in a way that includes Baluchis in its rewards, (through obligation of funds for development and hiring Balochi companies and workers) CPEC has the impending to pull the province out of deficiency and calm the antigovernment anger. CPEC can be a game changer for Pakistan and China, but only if it is first a game changer for Baluchistan. For a state like Pakistan, which faces severe economic and political challenges, CPEC can establish to be a wildcard which will provide a big opportunity to soothe its economy while refining associations with its neighbors and by making Gwadar a trade and economic hub of the region. For an unbalanced economy of Pakistan, the passageway will offer a solution to its troubles and will open new horizons of development by improving socioeconomic conditions of the people and by elevating their quality of life. Many Special Economic Zones are conceived to be established in Punjab, Gilgit-Baltistan, KPK, Baluchistan, and Sindh. This will eventually bring prosperity with the speculation from the budding international investors and will help Pakistan drive its economic expansion. In ultimate remarks it is said that the project of this passageway is the "game change" in this region, it would be accomplished for the affluence of this region.

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#### Introduction

Islamic Republic of Pakistan is a centralized parliamentary egalitarianism in South Asia. Pakistan play an essential role and build up into the seventh most plentiful country in the world, its inhabitants is approximately 220 million people according to the hottest censes, 2017, just following Indonesia and vaguely further on of Brazil. Like many other challenges appearance by this nation distinctiveness is also a route cause of so many other social and economic issues in this part of the world. China-Pakistan Economic Corridor (CPEC) 2015 eventually added the missing subdivision in their long-established military and ambassadorial relatives (*Morris, 2015*).

CPEC project will not only sanction China and Pakistan but all the regions of South Asia, Central Asia, South East Asia, Middle East and Africa.

China Pak Economic passageway (CPEC) could be a game changer: Chinese President signed MoUs and agreements for projects worth initially priced at approximately USD 54 billion, upgrade from USD 46 billion, though lately the figure has increased to USD 54 billion after China dedicated to fund the Karachi-Lahore rail line throughout his visit to Pakistan in April 2015.

## Baluchistan and China Pakistan Economic Corridor (CPEC) and UN

On March 13, Balochistan House hosted a conference titled collision of CPEC on Balochistan' on the sidelines of the 34th assembly of the United Nations Human Rights Commission. Those who spoke included Ryszard Czarnecki, Vice President, European Parliament, Siegfried Wolf, Senior Consultant, South Asia Democratic Forum, Mehran Baluch, Baloch Representative to EU and UN and Tarek Fatah, Executive Director, Baluchistan House.

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In his presentation, Siegfried Wolf largely paying concentration on the situation in Baluchistan. Informing the spectators that Baluchistan was the largest but least colonized district in Pakistan, he also highlighted that although being affluent in natural reserve, it was the poorest region of the country with an heightened require of education and health infrastructure. Apart from these troubles, he added that the locals were being theme to human rights abuses counting hazard to life, in the form of cultural discrimination and religious fanaticism. Siegfried Wolf was of the judgment that the Pakistani government was not enthralled in ameliorating the living circumstances of the Baloch or professionally tackling the issues related to rights violations, because it was more keen to have a sustained access to the natural possessions of Baluchistan, that could only be potential by repressing the constitutional rights of the people and scheming the region all the way through the might of the Army. Baloch representative to the EU and the UN, Mehran Baluch called the CPEC a 'mega disaster' forthe people of Pakistan. He opined that the Pakistani institution was looking at using the accomplishment of the CPEC project as a alleged reason to dominate the people and smother their rights. He articulated apprehension that it would also consequence in the racial cleansing of the Baloch people, who were seen to be standing in the way of the conclusion of the CPEC. He appealed to the UN and the European Union to also distinguish the hazard from the project to the western world. All the speakers established that it was indispensable for the international community to take note of human rights violations that were stirring as a result of the erection of the CPEC alongside the desires of the restricted population. (SOURCE Baluchistan House, March, 2017).

# CPEC and Job opportunities in Baluchistan

The aspire of the project is to connect China's north-western expanse of Xinjiang province to Gwadar port of Baluchistan. If this project becomes genuineness, Pakistan will be massivenetwork of roads, highways, railways, and pipelines. The road will be approximately 2700 from Gwadar to Kashgar. The motorway is also fraction of this project, which will be concerning 1100 kilometres long stretching from Lahore to Karachi.

A train track surrounded by Peshawar and Karachi will also be built; the Karakorum highways between Rawalpindi and Chinese border shall also be comprehensive and constructed. The network of pipelines shall also be constructed which will be used to transport liquefied natural gas and oil from Iran. The CPEC is not only about the infrastructure of (trains roads, and pipeline) it will also connect Europe and Central Asian countries with the expanse providing higher level of development, as well as enlightening interactions between China and Pakistan.

The work on the project has previously begun, but some struggle associated with the direct has caused to stop the project for a while which are interrelated to small provinces in Pakistan (KPK). The Chinese Premier Xi Jin-Pingemphasised the assembly on an urgent basis, as Nawaz Sharif (ex-Prime Minister of Pakistan) has furthermore shown a keen significance in the project to start work on the urgent basis. This Corridor will also improve the good kindred with India and Pakistan. A sequence of work is going on to expand a agreement between Delhi and Islamabad, Beijing and Washington DC on how to seek concord and settlement in Pakistan for the horizontal management of the project and take assistance reciprocally. Federal Minister Mr. Ahsan Iqbal has also emphasised that CPEC will produce the equal opportunities for all region of Pakistan; he supplementary mentioned that the CPEC is not only the road project but multi-sectoral projectssuch as energy, infrastructure, Gawadar and industrial sector in the country. For the downy implementation of the project, Pakistan Army is playing its part in the configuration of a separate division that will surround 70,000 personal security which will endow with full peace and safety to people's and this project. The CPEC will reinstate Pakistan's economic growth of the early 1960s which led economists at the time to forecast that the country would be one of the future most important economic powers in Asia (Chen Ziying, 2015).

# **CPEC** and its Prominence

CPEC has a elevated value for in cooperation countries China and Pakistan, due to CPEC the connectivity will open up west China to the south and donate to "One Belt One Road" inventiveness policy. The institution of communication from Kashgar (China) to Gawadar —Balochistan (Pakistan) has been decided to be completed till 2030. Chinese Government is trying to exploit the entire essential supporting role to enabling the surroundings for the open economic system and logistic system in the provincial vision of CPEC. CPEC is not only for the China and Pakistan but will also promote the neighbouring countries. Pakistan will augment its economic intensification through this project, and it is the right enterprise for both countries China and Pakistan. The CPEC has great

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significance for the together countries. CPEC is envisioned as a passageway of peace, affluence, and development. even though the CPEC will face a lot of challenges has significant potentials of promising future. The peoples of Pakistan were unfavourably affected in the past due to insufficient and lack of right pronouncement. The CPEC will have a transformational collision on the state and the affluence of the peoples of Pakistan. CPEC, sketched the world concentration to the new expansion and augmentation of the economy, and this will be the real opulence for the both countries and will undertake future for the region/world. The Prime Minister of Pakistan whispered a meeting of the opinionated leadership, all parties of symposium supported the CPEC project as well as they warmly welcome to the Chinese speculation (*Shah 2015*).

The China-Pakistan Economic Corridor (CPEC) will progress Pakistan's current economy as well as the lives of practically three billion people transversely the province (*Umar*, 2016).

It is seemed to be burst through for Pakistan's enlargement and triumphant conclusion of the CPEC may engender three to four times more earnings than their speculation. The corridor will enhance up economic development and fashion new business and job opportunities which will help in the deficiency mitigation. The project will help in Pakistan rebalancing flanked by the geopolitical and geo-economic will develop the communications, the energy necessities, personnel development and economic growth. CPEC is viewed as a amusement changer for both China-Pakistan and the intact region; economic development and regional incorporation will be enhanced during connectivity and partnership (*Cheema, 2015*).

It will have an optimistic collision on the living standard of the ordinary people in the region by providing the abundant opportunities of teamwork and development. It will address the grievances, sense of deprivation, discrimination and poor management of possessions of a different segment of the society of Pakistan. It will boost the trade and speculation, exploration of mineral wealth and increase the strategic and economic position of Pakistan (*Ijaz*, 2016).

## Aims and Goals

Gwadar Port and Economic Corridor Project is the most significant not only in the stipulations of monetary investment, social, commercial and economic opportunities but also political and deliberate impacts in the province. The perceptions of the provincial and international actors present in the constituency watch-dogging their multiple wellbeing are of much consequence. For them, the project is a confront in the circumstance of their strategic, political, economic and commercial welfare connected with the South and Central Asian region. These perceptions are momentous in terms of their policy formulation, political and strategic rejoinder to interface and/or counter the Gwadar Port and Economic Corridor project. Since the Gwadar harbor has been launched a decade ago, conspiracies, suspicions and increased insurgency within Baluchistan are regular features and Pakistan is countering these rudiments strongly on dissimilar fronts. But since the visit of President Xi and official commencement of the corridor project in April, 2015 the mal-intention of the Indian government, other provincial and international actors is understandable.

## Specific Objectives are as Follows

The possessions adopt an academic advance towards the improvement and opportunities, and the aims also highlightingtheir productive results:

- What is the role of Gwadar Port in the development of Baluchistan within the context of theeconomy of Pakistan? How the China-Pakistan Economic Corridor will be noteworthy for their reciprocated relations particularly in projects like railways, roads, and energy pipelines in the 21st century?
- The Govt of KPK and Baloch has some grievances upon CPEC, how Pakistan Government sought after out the struggle and addresses the solutions. CPEC will eradicate the shortage of the disadvantaged and less urbanized areas (KPK, Baloch) of Pakistan.
- CPEC will bring contentment and prosperity and generate job opportunities in all provinces equally.

## Literature Review

 Leaders and peoples of Pakistan describe the Corridor project as a game changer not only for Pakistan but for the region as well. Nevertheless, the fruits of corridor will be acquiescing in the coming decades.

- So it needs a continuous grit on part of both countries to stay constant on the progression. (*Hasan-Askari-Rizvi, 2015*).
- 2. A large support and services setup will also develop along the whole path of trade stream, generating income opportunities for a massive population. In countries like Pakistan, a single job is the means of living of complete families of average 4-5 family members, which would interpret into income for millions of Pakistanis. Another facade of this development is the demographic modify that would transpire at Gwadar (Baluchistan) KPK and its neighboring areas. (Jeffrey Sachs, 2000).
- 3. According to CPEC projects, the Baluchistan Industrial zones will be set up. New universities are being conventional, that will also spotlight on Chinese language and ethnicity. The new universities will be the hub for world and regional educational connectivity will be part of the knowledge corridor (Mir Sher Baz Khetran.2016).
- 4. This opportunity can promote and inflate the Pakistani infrastructure swiftly as well as the infrastructure of People's Republic of China (*Aneja*, *Atul 2015*).
- 5. The China-Pakistan Economic Corridor is a focal point of our joint efforts to accomplish ordinary development, and we should use this economic corridor to confine our convenient collaboration with focus on Gwadar Port, energy, infrastructure development, and industrial cooperation (*President XI speech, 2015*).
- 6. China and Pakistan is promoting tranquility, steadiness and economic affluence in Asia (*Kayani, 2013: 454*).

### The Role of Gwadar in the Development of Baluchistan

This part is less developed area of Pakistan through Gwadar port it will get red from scarcity and will live a flourishing life

The role of Gwadar in the development of Baluchistan is very huge as discussed beneath:

# Seaport Utilities

- 1. The first is correlated to the functions of the port such as the management of load and passengers, the storage and transport-related activities both within the port and the neighboring centers. It would also be used as a amalgam for ship revamp capability. (*Daily Times*, 19 April 2004.)
- 2. The port would furthermore have a set of dispensation industries. The functions of trans-shipments and the modification of imported material prior to their supplementary consignment would be integrated in theparticular
- 3. The industrial complex of the port would cater for heavy merchandises interconnected to the oil and chemical industries, Iron, steel and sugar refineries may also be incorporated in this group.
- 4. The fourth purpose of the port could accommodate the recreational and tourism industry. With the extension of the industrial pedestal at Gwadar, and the economic movement generated, this would supply employment opportunities to the people, accordingly contributing to the development of the province. It is predictable to generate concerning 2 million new jobs in about 8-10years.
- 5. (Daily Times, 15 September 2003).

The above opportunities can be, and must be commence throughout the mega project of CPEC.

#### CPEC and Baluchistan

Baluchistan is full natural possessions but the exploration is still scheduled due to inattention, unsteadiness and internal challenges of the local government to the federal government etcbut the CPEC mega project is a way frontward to boost their large scale of Gas reservoirs, Oil reserves and mineral resources etc.

Through CPEC, a business and traffic route would link the Gwadar port with Kahgar in China. Baluchistan has remained a borderline territory since beginning due to Baloch insurgents, political monetary attitudes of leaders and traditions. Local insurgents were always insecure concerning the development of this province. As it is quite clear that not only China and Pakistan but the intact region would assistance from CPEC, the awareness of Baloch would positively increase. Since sovereignty, Baloch insurgents have taken the development actions as irritation and hazard to their self-government (*The Daily Times, 2015*).

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moreover, there is much political domination regarding CPEC. In fact the Chair of BalochRepublicanParty (BRP), Brahamdagh Bugti has demanded a UN sponsored referendum inBaluchistan to decide the CPEC construction and completion. These militants are creating frightening atmosphere for foreign investors (*The Express Tribune, 2016*).

The confront of unfriendly performance of Baloch neighborhood must not be entertained at the stake of a biginvestment occasion as CPEC.

The corridor will attach Kashgar, Chin's Northwestern autonomous region of Xinjiang, to Pakistan's Southern port of Gwadar in Baluchistan by a crisscrossed arrangement of railways, highways, airports, and energy pipelines for operate and tourism purposes. This will be the fastest land corridor, which will run approximately 2,500/3,000 km from Kashgar to Gwadar, predictable to be accomplished by 2030. Ambassador Masood Khalid described CPEC as a vehicle of provincial economic incorporation and a vital bridge at the convergence of the Road and the Belt, being positioned at the intersection of Central Asia, the Middle East, and South Asia. (Amb Masood Khalid, 2015).

This extremely significant mega project links two projects, a land direction in Eurasia and a maritime direction in South East Asia; and thus, it is a central plank of China's "One Belt, One Road" (OBOR) perception that aims to connect sixty countries to augment economic integration involving Asia, Europe and Africa, which would absolutely bring extraordinary economic abundant results. (CPEC, India's Dual Dilema, 2015).

Hence, CPEC is the "crown jewel" project to commence a new economic paradigm in the region, which has the impending to not purely further the strong bond between the two countries but the whole region in the years to approach. The terms of CPEC between the interlinked regions can increase trade and boost economic locomotive in geo-strategic regions by attracting investment from regional and additional regional states.

#### CPEC and KPK

KPK is also considered in the less developed areas of Pakistan, through this mega project the life styles will be high and more attractive.

KPK and Federal government approved on CPEC Projects: Chief Minister Khyber Pakhtunkhwa Pervez Khattak says the province is fetching a hub of business behavior due to China Pakistan Economic Corridor. Conversation to a delegation in Peshawar on Saturday, he said the provincial government is working for the welfare of laborers on precedence basis. (*Timesofislamabad.com/11-Mar-2018*).

Federal Minster Ahsan Iqbal confident that no province including KP would not be discriminated in CPEC in any way. "We consider KPK as key collaborator in CPEC like the other federating units, which rendered mammoth sacrifices for the sake of dominion and cohesion of the country. The Minister piercing out that some key particulars should be borne in mind to understand CPEC to eradicate the suspicions on it. He said China didn't put \$56 billion on watchfulness of Pakistan to distribute it surrounded by federating units. It is selection speculation with major chunk of \$35 billion in energy sector. Ahsan Iqbal said that Karokarum Highway is central in CPEC, who's full up progression would construct CPEC operational. He guaranteed that economic zones would be residential under CPEC construction in session with all provinces.

However, the operational collection on economic zones is motionless to be constituted, he piercing out and added that throughout the recent visit of China to examine Chinese economic zones, the provincial legislature include KP were part of designation. Ahsan Iqbal said Pakistan is in antagonism with the other countries and CPEC provided the country an prospect to burnish in the world. "Now, we necessitate security and steadiness in the country to foil the designs alongside it."

He said that KPK representation should go as business-friendly across the sphere to magnetize the foreign speculation in the province.

Chief Minister KP, Pervez Khattak, articulated satisfaction on the gathering and guaranteed full collaboration of KP government in making CPEC a accomplishment. (Timesofislamabad.com/11-May-2016).

Pakistan premeditated location gives an gigantic consequence in the region and behind conclusion of the CPEC, the significance will be improved various in the field of the economic, commercial and geostrategic. It will help in plummeting the shortage, unemployment, and grievances of inequities of the under residential province.

It is viewed as the game changer and a win-win circumstances in the whole district by generating immense trade and economic bustle and will open new vistas of progress and prosperity for the peoples of both countries (*Syed BS (2013*)

#### **Economic Growth**

CPEC will help Pakistan in all aspects as well as in economic enlargement; it will enlarge the Pakistan's foreign associations with the adjoining countries. Finance Minister of Pakistan, Ishaq Dar said war phobia could also be conquered through the economic corridor and development. The Corridor is the affluence for the peoples of Pakistan(*Kiani K (2015*).

## **CPEC and Poverty**

CPEC is the game changer project which eliminates and removes the deficiency in the intact region, the project is based on construction of textile garment, industrial part project, dams and installation of nuclear reactors and creating a network of roads, railway line which will automatically generate employment and people's will also take possession of these projects, the projects will also facilitate the education side, technological side, vocational training institutes, water supply and distribution in undeveloped areas of Pakistan and will progress the quality life of peoples (*Hali SM (2015*).

# CPEC, Peace, and Opulence in Provinces

CPEC is a mega project of billion dollars casing a multi portion of the economy and will have a positive collision and bring the stability and prosperity in all region of Pakistan. The Chairman of Gwadar port Dostain Khan Jamaldini said that the CPEC would not only progress the economic situation of Balochistan, but this project is for all provinces of Pakistan, Also Dr. Shahid Hassan said about the CPEC project it would bring more opulence to the whole country and will decrease the joblessness ratio of Pakistan (*Hussain T (2015*)

#### Conclusion

CPEC offers Pakistan an prospect to address frequent of the economic and political issues troubling the country. If Islamabad and Beijing do not guarantee Balochi companies and workers play a famous role, it could jeopardize China's premeditated gains and Pakistan's most significantdevelopment project ever. Pakistan's government cannot afford to fuel further the anger and estrangement in this province. Baluchis must have a wager in CPEC's accomplishment. If CPEC is an implemented in a way that includes Baluchis in its rewards, (through obligation of funds for development and hiring Balochi companies and workers) CPEC has the impending to pull the province out of deficiency and calm the antigovernment anger. CPEC can be a game changer for Pakistan and China, but only if it is first a game changer for Baluchistan. For a state like Pakistan, which faces severe economic and political challenges, CPEC can establish to be a wildcard which will provide a big opportunity to soothe its economy while refining associations with its neighbor's and by making Gwadar a trade and economic hub of the region. For an unbalanced economy of Pakistan, the passageway will offer a solution to its troubles and will open new horizons of development by improving socio-economic conditions of the people and by elevating their quality of life. Many Special Economic Zones are conceived to be established in Punjab, Gilgit-Baltistan, KPK, Baluchistan, and Sindh. This will eventually bring prosperity with the speculation from the budding international investors and will help Pakistan drive its economic expansion. In ultimate remarks it is said that the project of this passageway is the "game change" in this region, it would must be accomplished for the affluence of this region.

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