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Senior Thesis

Beyond Enemy Pipelines

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Since the independence of Pakistan from the South Asian subcontinent in 1947, the country has repeatedly looked for amiable relations with the United States. The relationship between the two countries has remained inconsistent and dependent on third countries and pending situations. Immediately after the September 11, 2001 terrorist attacks, the relationship remained strong as both countries pledged to be allies against the war on terror. Since then, the diplomatic relationship between the two countries has been declining due to no pressing need for cooperation. This strain of correspondence politically has seeped into potential economic decisions.

The biggest need for the South Asian country currently is in its energy department. Pakistan has a growing number of decisions to make regarding its natural gas sources. Soon after Independence in 1947, the Sui natural gas field was discovered in Balochistan. Production began in 1955, but the field has peaked by 1985. The Sui field has remained the nation’s most productive field until the 1990s, producing 46% of the nation’s consumption around 1993. Balochistan is also home to the second largest field, which produces about 20% of national consumption. Around 1993, there were twenty five operational fields, but that large of a number would not be enough. i

The demand for natural gas has increased by 50%, from 2003 to 2006 due to large internal consumption. Natural gas is the largest energy source for the country and depleting, leaving Pakistan in a stressful situation to find alternative energy sources for the future. ii Pakistan has discovered 32 Tcf of crude gas reserves and already produced 11 Tcf of that quantity. iii Natural gas is expected to decline over the next 25 years but the demand is scheduled to keep increasing due to population growth. iv Drastic measures need to be explored to combat the growing need internally.
Since Pakistan has realized it cannot meet its needs through domestic production, it has been seeking alignments through international natural gas pipelines. At this point, the two most discussed options are the (1) IPI - a pipeline beginning in Iran, going through Pakistan and ending in India, and the (2) TAP - starting in Turkmenistan, going through Afghanistan and ending in Pakistan. Both pipelines would ease the flow of natural gas to the country, but bring a plethora of regional conflicts into the picture. The introduction of Iran on the scene is a strong point of contention with the United States who is applying pressure to Pakistan to shift it away from the IPI pipeline and towards the TAP, due to personal concerns with the instability in Iran. Pakistan is being asked to put aside its internal needs and make a choice between two viable options. The dilemma posed by the US to Pakistan is over the choice of diplomatic security or economic security. Further, Pakistan’s internal needs need to be balanced with the United States security concerns. The US has staking interests and concerns in both pipelines discussed and any decision made by Pakistan would have large ramifications within the United States. To better the trauma-oriented diplomatic relationship with the US, Pakistan should invest in the TAP pipeline and discard the IPI; however, the historical periods of contention indicate that it would not be a policy crisis if Pakistan followed its energy interest and continued progress on both pipelines – the situation could be fixed later. The best path for the country of Pakistan, to better its energy crisis, is to invest in both the Iran-Pakistan-India and Turkmenistan-Afghanistan-Pakistan pipelines, keeping the United States opposition in mind, but not limiting internal choices by fear. For the United States, at this point the best option would be to still place pressure in the attempt to cripple the IPI but support the TAP. Suffering relations with Pakistan would be detrimental at this point because the South Asian Muslim country is a necessary ally in the current war on terror.
In usual discussions on the topic, the South Asian countries needs are placed in a submissive nature to the United States. Often, this is due to the US’s strategic position in the world as a sole hegemon. In this policy brief, the attempt it to balance Pakistan’s internal needs with those of the dominating world power.

**Section I – US/Pakistani Historical Diplomatic Relations**

Being only 60 years old, the country of Pakistan is relatively new to the global diplomatic situation. The British granted the Indian subcontinent independence in August of 1947 and created Pakistan as a home to the Muslim population. The policy tripod that Pakistan adopted early included a strong alliance with the west. Jinnah, the founder and first president of the nation stated, “America needs Pakistan more than Pakistan needs America…Pakistan is the pivot of the world, as we are placed… [on] the frontier of which the future position of the world revolves.” The next head of state, General Ayub Khan, visited Washington and stated that he was looking for a “deal whereby Pakistan could – for the right price – serve as the West’s eastern anchor in an Asian alliance structure.”

The 1950s-1970s placed Pakistan in a strategic place throughout the Cold War and the opening of China. Pakistan conceded a security relationship to the US in return for economic assistance. Yahya Khan, the new military ruler in the 1970s actually facilitated Henry Kissinger’s secret trip to China through Pakistan. In return, the US president tilted towards Pakistan during an internal conflict between the East and West portions of the country. The lack of effort for assistance led to an internal view that “Pakistan should continue to seek US assistance; it should neither depend on the United States nor trust it.” When the Soviets invaded Afghanistan, Pakistan became the emerging player, as the US and Pakistan joined forces to fund the resistance. However, their convergence can be attributed to personal agendas rather
than hopes to increase bilateral relations. The Cold war legacy that was left of the two countries going to each other at times of need has remained through the political interactions they have had especially in the past two decades.

In the 1990s, the relationship experienced fluctuation based on the changing of power that occurred in Pakistan. Benazir Bhutto, then prime minister decreased the sanctions imposed under the Pressler Amendment passed in 1990, which called for a freezing of the $564 million economic and military aid program. viii ix The US comfort with her is often attributed to three main concessions: (1) her cooperation on the dual containment of Iraq and Iran, (2) she agreed to let the CIA strengthen their presence to monitor Iran and (3) she backed the US oil company Unocal in the pushing for the TAP pipeline. x The next in line, Nawaz Sharif saw immediate decline in US relations. His ambassador to Washington, Abida Hussain observed, “American interest in Pakistan was no more than Pakistani interest in the Maldives.” xi The US had declared Pakistan a state sponsor of terrorism and decreased US economic aid forcing the foreign reserves to go from $12 billion to $900 million. xii

With the terrorist attack on the US on September 11, 2001, Pakistan was again in strategic placement to a US interest – Afghanistan. In return for an alliance, General Musharraf sought the right price for cooperation, “[believing] he was restructuring Pakistan’s priorities to retain and rebuild the relationship with the United States.” He lifted US sanctions for state sponsored terrorism and received a $3 billion five year economic and military aid package. xiii When that finished in 2006, the relationship was declining as Pakistani leaders were seen in defiance of the nuclear nonproliferation issue and negating US interests. Further, President Bush spent a few days in India signing a nuclear cooperation pact and then proceeded to Pakistan for only a day offering no similar document. He criticized Musharraf for not doing enough to stop
insurgents in Balochistan and for the lack of democracy in the country. Another point of contention was the closing of the case of Dr. Qadeer Khan, a nuclear scientist projected to have sold nuclear information to Iran. The case was closed when the US was lobbying for permission to interrogate him personally.  

As evident through bilateral relations, the friendship remains very selfish. The US ambassador to Pakistan, Ryan Crocker admitted in the past that the US allies with Pakistan on a single issue and walks away immediately afterwards. Currently, the US feels comfortable enough with Pakistan to make strong remarks about their internal choices. This historical relationship must be put into perspective when dealing with the pipeline choice newly affronted to Pakistan. Due to this US pressure, Pakistan is faced with the option of making a choice between the two lines.

**The War on Terror and the Needs of the United States**

One event drastically in recent history drastically changed the situation and methods of foreign policy and diplomacy for the United States. The September 11 terrorist attacks in 2001 consisted of four planes being hijacked and flown into US icons. Two of these planes hit the World Trade Center, one in the Pentagon and the last crashed in a small town in Pennsylvania. The estimated total carnage was around 3,000 deaths; however the blow to the American people was un-measurable. The perpetrators were nineteen Saudi men assumed to be part of an extremist Muslim terrorist organization known as Al-Qaeda. The reaction to the attacks was an institutionalized War on Terror from the Bush administration. The goal was to eradicate extremism and violent outbreak throughout the world. The immediate enemy became Afghanistan, where the leader of the Al-Qaeda movement, Osama bin Laden, was said to be hiding. After this, though it was claimed to be unrelated, the United States invaded Iraq with the
aspiration to remove their dictator Saddam Hussain. The push was to establish democracy in a majority Muslim country, but there was speculation regarding the intent for the sudden invasion. Further, there seemed to be a thread between the two invasions, as both countries were Muslim majority. Despite the Bush administration’s adamant support for the Iraq invasion, there has been speculation on their concentration, Richard Clarke, a former White House counter terrorism specialist, has stated that, “so much of the US government’s attention is on Iraq that they are really not thinking conceptually about the war on terrorism.”

With the War on Terror, the United States has external needs when dealing with Pakistan. First, since Bin Laden was not found in Afghanistan, many government analysts have deduced that he is probably hiding in the outskirts of Pakistan. While the country has pledged to assist the United States in a search for him, it has been almost seven years since the event and nothing has surfaced. US fears are still alive of his presence in Pakistan, and the diplomatic relationship has a large bearing on this contingency. If there is future hope to find bin Laden, Pakistani-US relations have to be functional and friendly. The second concern lies with the fact that the Pakistan-US alliance is important to maintain due to Pakistan’s strategic geographical location close to Central and South Asian countries. Pakistan, being a Muslim country, will be an important ally to maintain for the United States and its future interests.

**Iran-Pakistan-India Pipeline**

The Iran-Pakistan-India pipeline (IPI) or the “peace pipeline” was considered to transport natural gas through a 2600-mile distance from Iran’s South pars field to India. Approximately, 400 miles of the line would pass through the region of Balochistan in southern Pakistan. The pipeline is anticipated to transport 90 million standard cubic meters per day to India and around 60 million standard cubic meters per day to Pakistan.
Iran is the home to the world’s second largest natural gas reserves, and is especially hopeful to promote export. They contain about 812 trillion cubic feet (Tcf) and are aspiring to use this market to meet modernization demands. South Asia has become the prime market for anticipated sales. xvii

On citation from the Pakistani Oil and Gas Ministry, the construction of the Pakistani section of the IPI pipeline is determined to begin by September 2009 and will be completed by 2011. This area will be 655 km (400 mi) of the entire pipeline and will cost around $2.6 billion. xviii In March of 2007, Iran has already begun preparation for the work on the 1100 km (690 mi) section in its borders, which will be worth around $4 billion. India stated at the same time that it was ready to begin construction on its 344 km (215 mi) that would be worth around $.6 million. xix By 1995, Pakistan and Iran had signed a preliminary agreement for the construction of this pipeline but to date negotiations are still continuing. xx The entire pipeline is anticipated to be functional by 2014.

The companies involved with this particular pipeline are internal from the three countries involved. Foreign correspondence is not a large factor within the process because the countries alone do most of the negotiations. Also, there is a personal investment which will ensure responsibility throughout the construction process.

Pakistan remains in the position that it is in critical need of gas. Prime Minister, Shaukat Aziz has claimed that IPI is “a win-win proposition for Iran, India and Pakistan,” and indicated this could be a confidence boosting measure. xxi Iran is the most geographically convenient supplier of natural gas. xxii Most importantly, this pipeline can be established now. The countries have the foundations in place and this pipeline option can be an immediate energy option. Ziauddin, the editor of the Pakistan Daily Dawn, the pipeline will become a source of revenue...
for Pakistan. Without much investment, “Pakistan can start getting $500m-$600m in annual
revenue…there is nothing like it for Pakistan. It will hugely benefit the economy and resolve the
energy crisis also.” xiii

Pakistan also needs this pipeline to better relations with both India and Iran. Indian and
Pakistani relations have historically always had a hostile undertone and this pipeline would be
one of a few measures that could better the relationship. Iran has always been an ally of Pakistan
in the past, siding with them in treaties and in the 1965 war with India. However, Iran, being a
predominantly Shi’a Muslim country has been angered by Pakistan recently. This has been due
to the internal discrimination and violence that has broke against the minority Shi’a population
living in Pakistan. Being a part of this pipeline could better Pakistani relations with both India
and Iran. Also, this pipeline is very easy to implement. Each side is responsible for its own
internal construction and there is no fear of backing out.

Dropping out of this pipeline can prove to be diplomatically unsafe for Pakistan, because
it cannot allow for a growing relationship between Iran and India. Iran has recently given Indian
gas companies contracts in refining and other energy projects that will equal about $40 billion.
xxiv Economically, increased participation in sectors like energy would result in the further
building of India and Iran’s economics, while Pakistan is left behind in the region. In order to
compete or even hold a presence with India in the Subcontinent, Pakistan cannot afford these
losses. India and Iran growing close will have political and economic ramifications for Pakistan.
Politically, India and Iran’s defense cooperation could result in Indian use of Iranian bases. In
case of war with Pakistan, the use bases in both countries would allow for a surrounding strategy
and Pakistan does not have enough military forces to combat an attack from multiple borders.
Like Iran, India has also been building ties with many major Muslim countries. India has
emerged as Afghanistan’s closest ally in the region after the overthrow of the Taliban. They have earned their role through providing enormous amounts of assistance to the country. This could be very detrimental to Pakistan, because until now they were seen as the dominant Muslim country in the south Asian subcontinent. However, with India’s Muslim population being the second largest in the world and their new current affinity to building relations with Muslim nations, Pakistan could be pressed with competition for their role.

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For Pakistan this pipeline is a strong investment but brings a difficult political situation. The United States has strongly committed opposition to the construction of this pipeline due to the presence of Iran. Tom Lantos, Chairman of the US Congress Foreign Affairs Committee submitted a draft law in 2007 that would add restrictions to any country cooperating with Iran on a project exceeding $20 million. The restrictions would include bans on nuclear cooperation between the US and the third countries. Pakistan made a statement the day after the US stated opposition stating because the Asian Development Bank found it feasible, they would still continue their support. There was also discussion about the fact that if the US has such strong objections about the project, it should assist Pakistan in finding alternative ways for the country to meet its energy needs. If Pakistan continues with this pipeline, there is fear that the US/Pak
relations will reach a new critical low point. Iran has been stated a state sponsor of terrorism and historical relations show in the past that the US has continually lobbied against participation with Iran to third countries. The current administration sees very little opportunity in the pipeline. From the American point of view, Iran would be making an unprecedented big for regional power in the Gulf by pursuing this pipeline.

For the United States, the emergence of an IPI pipeline is a difficult policy implication. Because of a historical relationship of tension with Iran, the last thing the US needs is a working relationship between Iran and Pakistan, or Iran and India. Pakistan is a Muslim state of crucial importance for the United States due to its critical location to Afghanistan and its pivotal importance in the war on terror. India, being one of the emerging economies will soon embark on a new avenue of diplomatic and economic ties with America and for that reason stressing internal relationships now is not in the best US interest. The strong opposition from the United States also claims that the deal could potentially assist in funding Iran’s assumed nuclear arms program.

However, the one benefit that could result from this project is a working relationship between India and Pakistan. The United States has often gotten pulled to the center of this tension and the “pipeline would reduce the risk of conflict between India and Pakistan.” The problem remains though that, “Washington can't have it both ways.” Teresita Schaffer, the Director of the South Asia Program at the Center for Strategic and International Studies (CSIS), has stated that three factors influence India-US relations: the end of the Cold War, the economic growth of India and the Indian American community. Schaffer states that under the Iran and Libya Sanctions Act, the US is required to take action against anyone who is attempting to assist
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the economic infrastructure of Iran. Stating “it should handicap the economic development of Iran unless the latter changes its policy of terrorism.” xxxiv

As of March 2008, Iran was still ready to invest in the pipeline, but the Pakistani and Indian negotiation process was slowing the construction. The issues of contention are the price and transition fees and the three parties are working to find an amiable result. There was some concern from the Iranian prime minister over the US influence on India and he claimed he was, “sure [they would] get a result soon if the individual parties [took] their own decisions.” At current estimates, the entire gas deal is worth around $22 billion US dollars. xxxv

In April of 2008, Pakistan and Iran had fully resolved all of their issues in relation to the pipeline. Pakistan at the time proposed for allowing the pipeline to pass through its territory to China, along the Karakoram Highway and Iran’s response to this was positive. xxxvi This introduction of China could add to the parallels of the policy crisis for both Pakistan and the United States but it is still preliminary. The two ministers have been asked to agree on a date to sign the official agreement. On April 30, the oil ministers of the three countries were told to submit their final reports within forty-five days to prepare for the pipeline project. xxxvii

Balochistan’s Internal Concerns

The region of Balochistan has been considered “Pakistan’s Achilles heel” in the Iran-Pakistan-India pipeline project. Since Pakistan’s independence, this region has been considered “out of the mainstream and while [other regions] gradually assimilated in Pakistani society with the passage of time, the Balochis moved away.” xxxviii

The Balochistan province is located over 147,000 square miles (43% of the land mass) but holds only about 5% of the population. There are many natural resources in the area and most of the energy sources. The area is ruled by feudal lords and in the past has been mostly through a
confederacy. The Balochistan region in the Pakistan happens to be one of the poorest areas in the country.

Through the IPI, Pakistan is supposed to receive around $200-500 million annually in transit fees and the Baloch leaders have demanded a higher royalty out of this amount as well as ensured employment for the locals in this project. Recently, local tribe lords have began assembling private militias that would serve the interests of the province. The fear of the local Balochistani people and tribal lords is that they will be left out of the bargaining situation when this pipeline is implemented. The Balochistan’s People Party, self-claimed, as a liberal democratic party has discussed the political situation in the British Parliament. They addressed the assembly claiming “the Balochistan people have always been deprived of their cultural, social, economic and other fundamental rights.” There is fear that the federal government will take what it can out of the economic pie and leave the area with little, if any revenue. Nationalists from the local province have been a hurdle for the implementation of the pipeline. The hope of the federal government was to appease the region by investing more in regional projects, but this has only backfired.

The parliamentary leader from the National Party and the leader of the Balochistan Assembly opposition party, Kachkol Ali has formally demanded royalties for the IPI pipeline. Since the materials are being laid in that particular province there is fear that economic revenue will not benefit that specific area. The leader claimed that by international laws, the province was allowed to ask for royalties according to provincial rights. Ali also stated that “our [Balochistan] development demands were not met, but the development projects in the interest of the government were initiated immediately.”
In response, militias have attacked pipeline materials and transmission lines already and there is a fear that these occurrences will continue. The dissatisfaction between the tribesmen and federal government is turning into violent attacks. One of the most active militia groups in the region is the Baloch Liberation Front, and in January of 2003, members of this party fired rockets at the pipeline and engaged federal security forces. The result of this was the death of six individuals and the obliteration of the pipeline in the area.

The government has taken a firm stance on the violent outbreaks, continually repeating that they will not be intimidated by the rebellions in the area. Pervez Musharraf, Pakistan’s President has gone as far as warning the local war lords that, “it is not the 1970s and this time [they] won’t even know what has hit [them].” The possibility of violent outbursts is still very strong for the participating parties. India’s former foreign minister Yashwant Senha has already claimed “India must consider Balochistan’s rights in the gas pipeline project.” The internal situation within the region will have strong ramifications on the placement and speed to which this pipeline will be implemented.

**Turkmenistan-Afghanistan-Pakistan Pipeline**

The Turkmenistan-Afghanistan-Pakistan pipeline was an alternative proposal for natural gas introduced in the early 1990s by the US. The pipeline would begin in the Daulatabad fields in Turkmenistan and continue through Afghanistan, ending in Multan, Pakistan. The total length is expected to be 1500 km (900 mile) and 48 inches in diameter. The government of Turkmenistan guaranteed to deliver 25 trillion cubic feet (709 billion cubic meters) of the natural gas exclusively for this project. The natural gas will be carried at a rate of 2 billion cubic feet per day.
The project began as a bilateral investment between Afghanistan and Turkmenistan. Turkmenistan was scheduled to supply electricity free of cost to Afghanistan for about a month and for the remainder of the project would supply at a discounted rate. It was permitted in the agreement to transit to second and third countries. 

The TAP pipeline was put on hold in the late 1990s due to the internal instability in Afghanistan. Al Qaeda terrorists attacked the US embassies in Africa and hostility increased in Afghanistan due to the fact that the Taliban were harboring the organization. However with American forces currently in Afghanistan, there is talk of reviving the project. Despite their presence, most of the countries involved still hold a fear that this project will be a dead investment. The concern is to put so many funds into something that could potentially be destroyed by internal unrest. The delay in the project due to Afghan instability resulted in an escalation of cost from $2 billion to $3 billion.

At the time the proposal was being discussed, there were two major oil companies vying for dominance over the project. The companies were the US backed Unocal and the Argentine Bridas. The then president of Pakistan, Nawaz Sharif signed an agreement with Turkmenistan and the US consolidated Unocal Company. Sharif’s trend seemed to indicate bending to US pressure. By 1998, the project had been disbanded and the US Company formally withdrew. Though the project has been recently revived, there are still some shortcomings in the planning of this project. There is no indication as to who will fund this project. Unfortunately, without economic backing, there is little that can happen with the proposal.

Pakistan has strong energy interests in this particular pipeline. The natural gas provided in this pipeline would be crucial to the growing need internally in the country. It would decrease cost in transportation and power generation in Pakistan. The pipeline would create over
10,000 jobs and bring in millions of dollars of additional projects collectively in all three
countries involved. More income would be generated for social development. President Pervez
Musharraf stated in 2002 that an LNG (Liquid Natural Gas) plant would be constructed at
Gwadar (in Southern Pakistan) to convert and export the gas. Along with this, road and rail links
would be constructed to open more opportunities among the three countries.

Finally, there are diplomatic advantages to the implementation of this pipeline, which is
projected to “bring about regional security through joint project ownership.” Pakistan has been
trying to better the relationship it has with the Central Asian Republics and establish itself among
the Muslim nations in the area. By encouraging this economic relation, diplomatic and foreign
policy partnerships can also be formed. Another diplomatic advantage to this pipeline is the good
relationship it will encourage between the United States and Pakistan. There is anticipation that
good bilateral relations might encourage a nuclear cooperation pact between the countries.

Further, much of Pakistan’s yearly aid comes from the United States and this would ensure a
strong relationship for the future.

One disadvantage in pursuing this particular pipeline will be the perception that Pakistan
is following this course of action only to appease the United States. The country will be seen as
backing down from their internal needs and demands only to take the safe choice upon pressure
from the United States. The other strong Muslim countries (Iran, Saudi Arabia) have a history of
making choices independent of US pressure and Pakistan will not be taken seriously if they
chose the TAP and shelve the IPI, only because of the United States and fear of retaliation from
them.

There is also a concern that pipeline will be very unstable for Pakistan in the future. The
current situation in Afghanistan is one that could potentially worsen if the Taliban returns to
power. If this pipeline is invested in at this time, there is no guarantee for security in the future. Finally, one of the biggest concerns regarding this pipeline is the time it will take for it to be implemented. It is anticipated that this particular pipeline will take fourteen to fifteen years. The natural gas reserves in Turkmenistan still need to be nationally certified. The timeline is unrealistic for Pakistan’s energy needs. Since there is no funding solidified at this point, the investment would be done fully by the country. The risk and economic ruin of losing the given funding would be too large for Pakistan to bear without the economic benefits that the line would bring.

Various regional players have developing interests in the implementation of the TAP pipeline. Turkmenistan and Afghanistan both intend to have strong benefits from this pipeline. Like Pakistan, their energy economies will increase dramatically. Afghanistan alone expects to earn $100-200 million in transit rents of the pipeline. Besides the three already involved nations, India was officially invited to the pipeline in 2006 transforming the project into the TAPI.

Iran and Russia also have diplomatic ramifications invested as both are looking for larger regional power in various ways. Iran does not want to be left out of the strategic planning in that particular region. It would undermine their regional presence and their bid for larger power through the IPI pipeline. The construction of the TAP would be detrimental to the possibility of the IPI. If Pakistan invests in this, Iran would consider the choice based on the US. If that were the case, the IPI would automatically be shelved for the same reasons. Russia has also entered the scene by signing a 25-year natural gas agreement with Turkmenistan and buying at ½ the international price. The energy would increase internal stability in the country and diplomatically make Russia prominent again in the running of Central Asian affairs. With this
first intrusion, the possibility of Russia attempting to gain a presence in the TAP would be anticipated.

In April of 2008, India entered the scene with a formal declaration of interest in the line and at a project steering committee meeting signed a framework agreement to facilitate the construction of the line. The pipeline will now be the TAPI and 1,680 km supplying around 90 million standard cubic meters.\(^{\text{lxix}}\)

The United States has put in full support for this pipeline as an alternative to the IPI. To the current Pakistani Embassy, their interior motive seems to be to try to move Central Asian nations more toward South Asian, rather than let them deviate towards Russia.\(^{\text{lxx}}\) Russia has always had a strong hand in this region and encouraging a South Asian relationship will be beneficial for the United States. The reality remains that gas demands are scheduled to expand exponentially. The demands are scheduled to increase to the point, where there is even conversation about a third pipeline from the Middle East.\(^{\text{lxxi}}\)

**Policy Recommendation: Pakistan**

In this quagmire of pipeline options, Pakistan is being asked to make a decision – leaving behind the IPI pipeline and instead investing in the TAP project. Both pipelines will assist the internal development of Pakistan enormously and in the end, Pakistan’s safest bet is to pursue both pipelines. The IPI will provide natural gas to the Northern region of the country, while the TAP will counter gas needs in the Southern areas. Also, the IPI is immediately available, while the TAP will take many years to be implemented.

The most important reason for supporting both lines is the unmistakable energy needs in the country. The Asian Development Bank has conducted feasibility studies on both pipelines.\(^{\text{lxxii}}\) They determined the IPI project an “economically and financially viable project.”\(^{\text{lxxiii}}\) For the
TAP, the Bank was planned to act as the lead development partner.\textsuperscript{lxiv} Pakistan’s natural gas needs are immediate while diplomatic ramifications are negotiable in the future.

The proposal placed by the United States to choose does not seem fair, due to the unstable relations the two countries have had in the past. Pakistan and the United States only turn to each other at times of need. Because of this uncertainty, Pakistan needs to reassess its personal needs in the context of political ramifications. The Iran-Pakistan-India pipeline and the Turkmenistan-Afghanistan-Pakistan pipeline should both be discussed in detail. The IPI could supply energy needs to the Northern half of the country and eventually when the TAP would be ready to implement, it could supply the Southern half of the country.\textsuperscript{lxxv} Because of the uncertain situation with both energy needs and diplomatic relationship, Pakistan not putting its needs first when making a policy decision seems unsafe.

Diplomatically, Pakistan needs to be visualized as a major Muslim country and both pipelines will encourage this role. The advantages heavily outweigh the disadvantages for this particular choice. For the IPI, it is crucial for Pakistan to revive relations with Iran, especially in prevention of a future war with India. Iran has been known as a leader in the Muslim world. If Pakistan increases a working relationship with the country, it will gain further credibility as a Muslim nation. If Pakistan packs out of the IPI pipeline now, its credibility will be at stake. The country will not be taken seriously in consideration for similar efforts in the future. It will be perceived as falling quickly under pressure from the United States. Also, the relationship with India will be encouraged with this pipeline. The two countries have been rivals since their independence and the economic bilateralism will encourage conversation.

For the TAP pipeline, Pakistan will again increase its stature with the Central Asian Muslim nations. Upon inception, the country of Pakistan has prided itself on being a haven for
South Asia’s Muslims. Both of these pipelines will encourage the perception throughout the world for the country to be taken seriously throughout the Muslim ummah. Also, since funding as not been completely configured, Pakistan would have time to set its terms and needs in order before the implementation would take place.

It should not be taken lightly that US opposition to the IPI does complicate the decision making process strongly. Making enemies with a world power like the United States is a dangerous road. The region of Central and South Asia will always be a critical area of study due to the occurrences of September 11 and the obsession with terror attacks. There will never be a return to a period of disengagement in South and Central Asia and Pakistan must keep in mind the dangerous path that could unravel due to taking a strong stance against the western nation.

However, the reality remains that the United States and Pakistan have had times of tension in the past and revived their relationship every time. When there is need for policy realignment, it has always happened. A slight disobedience in this case can still be fixed in the future. There is no indication that the historical relationship between the two countries will change. Policy makers and diplomats certainly have the power to implement both pipelines and still emerge on fair terms with the United States.

The importance of Pakistan remains central to US policies, because it can serve as a counter weight to Iran in the region, having twice as large of a population and a military of 400,000. \textsuperscript{lxvi} If administrations hope to gain further information about Iran, Pakistan can be a good source if they implement the pipeline and better relations. If another tense situation should occur in that region of the world, the reality remains that Pakistan is still the most likely to work with the United States to ensure a safe world environment. There is no reason Pakistan cannot put its internal needs first, as every country does and will continue to do. The United States
always has the option to use Pakistan’s choice to further their own political agendas in the region. This one pipeline will not hinder years of US policy goals. It will just be another period of time in the changing atmosphere in the region of South Asia.

**Policy Recommendation: United States**

The United States is firmly embedded in fighting a strong war on terror internationally. Due to the nature of this conflict, the enemy knows no geographic, ethnic or religious lines. The enemy lies in various countries and administrations across the world. The search for Bin Laden took American military power into Afghanistan. Months later, the effort for democratization took the country into Iraq. The next branch of this war is unanticipated and could erupt at any part of the world. There is also no concrete policy that could not be changed a later date. Because of this realization, Central and South Asia have become primary areas of interest for United States foreign policy. This has been due to their proximity to the recent conflict zones and because of the internal stability that has been occurring in the recent decade politically, socially and economically.

Both the Iran-Pakistan-India Pipeline and the Turkmenistan-Afghanistan-Pakistan line cross borders that will be crucial to American international security in the present and near future. Condemning the IPI pipeline is part of the United State’s stated and enforced foreign policy. Any country that begins or continues an economic relationship with Iran has to be sanctioned and condemned by the US. Further, a strong alliance between Iran and Pakistan could be hurtful to the US because it would establish a strong bond between two Muslim countries that are crucial within their regions. The United States would further weaken some of its hegemonic influence if it was seen as unable to exert its influence in situations where the country has projected strong opinions. Despite the established legal constraints, there is always the chance
that the laws could change and the policies could change. Since most of this relies on the current administration, there is always a possibility that with a new administration could come a new policy agenda.

The Turkmenistan-Afghanistan-Pakistan is one that the United States should continue to actively advocate for. A strong relationship in Central Asia is crucial to US foreign policy and to counter a strong Middle East. Trust between South and Central Asian countries and the Untied States will be necessary in the future to retain stability in that region and to counter potential conflicts in other areas in the world. Making this pipeline economically feasible would help in the process to make the pipeline acceptable to its regional participants.

**Policy Combination**

Pakistan and the United States have separate and diverging interests. However, the reality remains that both must co-exist in a peaceful world and with a working relationship to protect both of their interests. The United States holds the dominance in the relationship due to its status of being a hegemon. Angering such a strong power could be dangerous for a developing country. This however is not a permanent place. Changing global values and fluctuating economic interests could change the strategic places of the two countries in the developed and developing world.

Despite this understanding, the fact remains that each country must pursue a foreign policy that will ultimately further its own diplomatic and economic goals. Pakistan cannot survive on the path it is going. It must invest in natural gas possibilities now. For this reason, pursuing both the IPI and the TAP are crucial for the country. Pakistan will have to deal with the internal issues regarding the IPI though, as dissent through the form of the provincial violence in Balochistan arises and may continue to escalate. If Pakistan chooses to invest in the IPI
anyways, the United States can use the internal knowledge to further their policy goals anyways. As far as the other line, the US must work on ways to make the TAP economically feasible for the region. In contrast, US must continually advocate shelving the IPI and pursuing the TAP at this current time due to its legal constraints. With a new administration and policy agenda, this obstruction could change with time.

Regardless of the tense and dire situation that the lines perpetuate, these two pipelines will not eternally crush the diplomatic relationship Pakistan and the US have.


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