

India-Indonesia

Posted at: 25/01/2025

India-Indonesia: Uniting Through History, Security, and Trade

Context:

Indonesian President **Prabowo Subianto** has arrived in **India** ahead of the **76th Republic Day celebrations** in **New Delhi**, where he will be the **chief guest**. This visit marks a significant moment in the evolving bilateral relationship between **India** and **Indonesia**, which has been built on a foundation of historical, cultural, economic, and strategic ties.

India - Indonesia Bilateral Relationship

Historical and Cultural Bonds:

- India and Indonesia share a relationship that spans over two millennia, deeply rooted in cultural and historical ties.
- Hinduism, Buddhism, and later Islam traveled to Indonesia from India, shaping its religious and cultural landscape.
- The **epics Ramayana** and **Mahabharata** have significantly influenced Indonesian art, folklore, and culture, creating a unique connection between the two nations.
- Post-independence, both nations aspired for political sovereignty, economic self-sufficiency, and independent foreign policies, which led them to become strong advocates in the Non-Aligned Movement.

Strategic and Diplomatic Engagements:

High-Level Visits and Agreements:

- 2018: Prime Minister Narendra Modi's visit to Jakarta led to the signing of the Comprehensive Strategic Partnership, highlighting a shared vision for Indo-Pacific maritime cooperation.
- 2024: Prime Minister Modi and President Prabowo Subianto held discussions during the G20 Summit, emphasizing economic and security cooperation, strengthening mutual commitments to regional stability and economic growth.

Key takeaways:

• **India** and **Indonesia** are committed to strengthening their partnership through regular high-level engagements and agreements.

• Their discussions underscore the importance of a stable and cooperative relationship in the Indo-Pacific region.

Defense and Security Cooperation:

India and Indonesia have a long-standing defense relationship that was formalized in **1951** and has been strengthened through further agreements in **2001** and **2018**. Key initiatives include:

- Joint Military Exercises: Exercises such as Garuda Shakti (Army), Samudra Shakti (Navy), and coordinated patrols like IND-INDO CORPAT.
- Defense Industry Collaboration: The India-Indonesia Defense Industry Exhibition held in 2024 highlighted opportunities for cooperation in defense technology and manufacturing.
- These efforts demonstrate the shared **concerns** over regional security, **particularly** in the **Indo-Pacific**.

Economic and Trade Relations:

Bilateral Trade:

- Indonesia is India's second-largest trading partner in the ASEAN region, with trade valued at \$29.4 billion in 2023-24. Major trade includes:
 - Indian Imports: Coal, crude palm oil, and rubber from Indonesia.
 - Indian Exports: Refined petroleum, telecommunication equipment, and agricultural products to Indonesia.

Investment and Connectivity:

- Indian Investments: Indian businesses have invested over \$1.56 billion in sectors such as mining, textiles, and infrastructure in Indonesia.
- Connectivity Boost: The establishment of direct flights between major cities like Mumbai-Jakarta and Delhi-Bali has enhanced tourism and people-to-people ties.

Key takeaway:

• Economic and trade relations continue to grow, with both nations benefiting from enhanced investment and connectivity.

Cultural and Educational Collaboration:

- Cultural Engagement: India operates two cultural centers in Jakarta and Bali, promoting Indian cultural practices such as yoga, classical dance, and music, which foster mutual understanding.
- Educational Cooperation: Indonesia is a major recipient of Indian scholarships through programs like ITEC and ICCR, with discussions ongoing for higher education MoUs to strengthen knowledge-sharing and academic cooperation.

Multilateral Cooperation:

- India and Indonesia actively collaborate in multilateral forums such as G20, ASEAN, and IORA (Indian Ocean Rim Association).
- Their partnership extends to issues like maritime security, sustainable development, and regional stability.

Future Prospects:

In **2024**, **India** and **Indonesia** commemorate **75 years** of diplomatic relations, which reflects both nations' shared history and a forward-looking partnership.

Key Focus Areas:

- Strengthening trade, defense, and cultural cooperation.
- Continuing efforts to enhance regional stability and economic growth in the Indo-Pacific.

Conclusion:

The India-Indonesia bilateral relationship exemplifies a unique blend of historical camaraderie and strategic collaboration. As two vibrant democracies and emerging economies, their partnership plays a key role in shaping both regional and global affairs. With shared values and mutual respect, India and Indonesia continue to deepen their ties, ensuring a prosperous and peaceful future together. Their evolving relationship stands as a model for global cooperation and mutual growth.

