## Panel 3-2 Nuclear Cooperation with Non-NPT states

## Background and discussion points

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## Panel 3-2 Nuclear Cooperation with Non-NPT states (Background)

NPT (adopted in 1968 and entered into force in 1970) Article 3.2 is interpreted to require item-specific safeguards (INFCIRC66-type) for the transfer of nuclear equipment and material to any non-nuclear-weapon State.

#### Revision of NSG Guidelines (1992)

Paragraph 4(a) requires the acceptance of full-scope safeguards (INFCIRC153-type) for the transfer of nuclear equipment, material and technology to a non-nuclear-weapon State =Non-NPT states (which do not accept full-scope safeguards) are denied access to nuclear equipment, material and technology unless the transfer corresponds to two exceptional cases.

## Panel 3-2 Nuclear Cooperation with Non-NPT states (Background)

## Final Document of 2010 NPT Review Conference Paragraph 117

"The Conference reaffirms that <u>new supply</u> <u>arrangements</u> for the transfer of source and special fissile material or equipment or material especially designed or prepared for the processing, use or production of special fissionable material should require, as a necessary precondition, <u>acceptance of IAEA full-</u> <u>scope safeguards and internationally legally binding</u> <u>commitments not to acquire nuclear weapons or other</u> <u>nuclear explosive devices</u>".

## Panel 3-2 Nuclear Cooperation with India (Brief History)

### • <u>July 2005</u>

Joint Statement by President Bush and Prime Minister Singh

- U.S. commitments
- ✓ To adjust U.S. laws and policies as well as to adjust international regimes to enable nuclear cooperation with India

India's Commitment (Seven commitments)

- $\checkmark$  To identify and separate civilian and military nuclear facilities and
- To taking a decision to place voluntarily its civilian nuclear facilities under IAEA safeguards;
- $\checkmark$  To sign and adhere to an Additional Protocol
- $\checkmark$  To continuing India's unilateral moratorium on nuclear testing, etc

• <u>March 2006</u>

Identification of civilian nuclear facilities subject to safeguards(Separation plan)

## Panel 3-2 Nuclear Cooperation with India (Brief History)

#### • <u>August 2008</u>

Approval of IAEA safeguards agreement with India by IAEA Board of Governors

#### <u>September 2008</u>

NSG Decision by consensus on the exemption of supply of nuclear equipment and material from the full-scope safeguards requirement of guidelines

#### • <u>October 2008</u>

Approval of U.S.-India nuclear cooperation agreement in the U.S. Congress Signature of the Agreement

#### • <u>December 2008</u>

Entry into force of U.S.-India nuclear cooperation agreement

#### Panel 3-2 Status of nuclear cooperation between India and major supplier states

	Status
U.S.	<ul> <li>✓ Bilateral nuclear cooperation agreement was signed on October 10, 2008 and entered into force on December 6, 2008</li> <li>✓ GE Hitachi and Westinghouse signed MOU for the construction of reactors in India with Nuclear Power Corporation of India Limited (NPCIL) on March 20, 2009 and on May 28, 2009, respectively</li> <li>✓ Reprocessing arrangement was signed on July 30, 2010</li> </ul>
France	<ul> <li>✓ Bilateral nuclear cooperation agreement was signed on September 30, 2008 and entered into force on January 14, 2010</li> <li>✓ AREVA and NPCIL signed the agreement on the sale of two EPRs and the fuel for these reactors on December 6, 2010</li> </ul>
Russia	<ul> <li>✓ Bilateral nuclear cooperation agreement was signed on December 7, 2009</li> <li>✓ Department of Atomic Energy and TVEL signed a contract for the long-term supply of fuel</li> </ul>
Canada	<ul> <li>Bilateral nuclear cooperation agreement was signed on June 28, 2010</li> </ul>
Japan	<ul> <li>Negotiation of bilateral nuclear cooperation agreement started on June 28, 2010</li> </ul>

Current status : Framework for the cooperation has been established and the cooperation has entered into the implementation phase Major Remaining issue: Nuclear liability

# Uniqueness of India in the peaceful use of nuclear energy and nuclear non-proliferation

- 1. Non-NPT Member States
- 2. Exploded nuclear explosive devices
- 3. Expansion of nuclear power generation is necessary from the increased energy demand and environmental concern
- 4. Has been isolated from international nuclear commerce

Cooperation with India from nuclear non-proliferation perspective

Major argument of the U.S. Government
 ✓ The deal bring India into nuclear non-proliferation mainstream
 ✓ Net gain for nuclear non-proliferation

## Major argument from the nuclear nonproliferation community

 Granting of exception from norms damages nuclear non-proliferation regime with NPT as a cornerstone
 Free up indigenous natural uranium for the weapon purposes One possible Implication of U.S.-India Nuclear Cooperation China-Pakistan nuclear deal

- It is reported that China is interested in the construction of additional reactors in Pakistan
- ✓ Three options for China (Mark Hibbs)
  - to request an exemption from the NSG guidelines for its trade with Pakistan
  - to claim that the export of the reactors is "grandfathered" by a pre-2004 China-Pakistan nuclear cooperation agreement
  - to exercise its sovereign right and ignore the guidelines,
- Possibility of criteria-based approach for nuclear cooperation with non-NPT states

## Issues to be discussed in

## Panel 3-2

- 1. Significance of nuclear cooperation with India
- 2. Additional commitments which India is expected to make on nuclear non-proliferation and nuclear disarmament
- 3. View on the participation of India in Nuclear Suppliers Group
- View on China-Pakistan Nuclear Cooperation as an implication of nuclear cooperation with India Possibility of criteria based approach for the cooperation with NPT non-member states
- 5. Future possibility of R&D cooperation with India
- 6. Others (nuclear liability, etc)