

The European Union and the Kyrgyz Republic have been partners since the country's independence in 1991, sharing a political and economic dialogue which has continually expanded. The **Partnership and Cooperation Agreement** (PCA), signed in 1995 and having entered into force in 1999, outlines three main pillars of cooperation: political dialogue; economic relations; and cooperation in a variety of sectors, such as social, finance, science, technology and culture.

At the regional level, the Kyrgyz Republic is one of the European Union's partners within the **European Union and Central Asia: Strategy for a New Partnership**, which outlines the overall cooperation objectives, policy responses and priority fields for the EU's engagement in Central Asia.

EU-Kyrgyz political and economic relations

The political dialogue element of the EU-Kyrgyz Republic Partnership and Cooperation Agreement aims at strengthening the links between the Kyrgyz Republic, the EU and its Member States. Dialogue takes place on many levels, in different formats and on different issues, including:

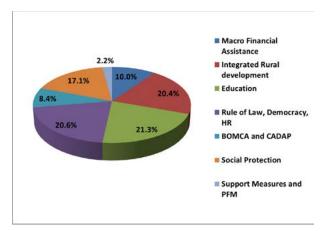
- · The Cooperation Council at ministerial level;
- · Cooperation Committee at senior official level;
- · Subcommittee on Trade and Investment; Subcommittee on Development Cooperation (to be launched);
- · Human Rights Dialogue;
- Parliamentary Cooperation Committee The European Union is one of the main donors in the Kyrgyz Republic. For the timeframe 2014–2020, the EU has allocated €184 million of bilateral aid to the Kyrgyz Republic in grants in The

Three EU-Central Asia regional platforms aim at enhancing cooperation on common issues: the Rule of Law Platform, the Education Platform and the Platform for Environment and Water Cooperation.

In 2016, total EU-Kyrgyz trade amounted to €310 million. The Kyrgyz Republic has been a member of the WTO since 1998. In 2016, the European Union granted Kyrgyzstan GSP+ status. This opened up new potential for economic relations between the two partners and offers opportunities for Kyrgyzstan to increase and diversify its exports and to strengthen its economy. The GSP+ scheme offers Kyrgyzstan zero customs duties on over 6,200 EU tariff lines. In exchange Kyrgyzstan has committed to the effective implementation of 27 core international conventions on human and labour rights, environmental protection and good governance. In 2016, Kyrgyzstan's first year under GSP+, out of EU total imports worth €72.5 million from Kyrgyzstan, 4% (€3.2 million) entered the EU using GSP+ preferences.

The EU and the Kyrgyz Republic: Partnership for Development

Chart: EU support per sector (2012-2016)



European Union is one of the main donors in the Kyrgyz Republic. For the timeframe 2014-2020, the EU has allocated €184 million of bilateral aid to the Kyrgyz Republic in grants in the framework of the Development Cooperation Instrument (DCI). This DCI aid is primarily directed at three focal sectors and support measures: Integrated rural development, education and the rule of law.

Additionally, the EU is allocating €245 million to regional cooperation projects in Central Asia in 2014-2020. Under this framework, the EU provides support in areas related to security, notably through longstanding border management, water security and drug prevention programmes. On the economic side, the Investment Facility for Central Asia adds EU grants to loans provided by Financial Institutions, for example the European Investment Bank and the European Bank for Reconstruction and Development. Over €25 million was allocated to regional priorities such as infrastructure for waste management and water supply in urban areas, or energy efficiency. The generous financial contribution is further completed by the use of the EU's thematic instruments: the Instrument contributing to Stability and Peace, the European Instrument for Democracy and Human Rights and Erasmus +. The EU also contributes to chemical biological radiological and nuclear risks mitigation. In addition, a one-off macro-financial assistance worth €30 million (50% in grants and 50% in loans) has been disbursed in 2015-16.

EU support to democratic transition in the Kyrgyz Republic

Actions supporting the **consolidation** of democracy and helping to preserve and build peace form a core part of the EU's external action. In the aftermath of the ethnic clashes of 2010, the EU quickly mobilised funds for support of





institutional reform and democracy consolidation, and has remained engaged in this area ever since. The EU supported the Constitutional Council in preparing a **new Constitution**, as well as the alignment of legal frameworks, justice sector reform and the establishment and work of the Constitutional Chamber of the Supreme Court. Support to democratic elections as the cornerstone of any democratic system has been provided since 2010, and a new programme for democratisation through electoral reform has become operational in 2016 (€13.1 million). Substantial Rule of Law programme (€13.5 million for 2014–2018) helps to enhance the quality of legislation and increase the efficiency, independence, professionalism and capacities of the judiciary. In addition, the EU provided support to people affected by the violence and financed a large number of projects aiming at **increasing human security, building trust and preventing future conflicts**. Around €20 million has been committed for stabilisation and democratisation support.

EU humanitarian operations and support to crisis response

Central Asia as a region, and Kyrgyzstan in particular, is prone to natural hazards, including earthquakes, floods and landslides. Kyrgyzstan is at risk from the impact of climate change, which has the potential to intensify the vulnerabilities and exposure to hazards in the coming years. The EU supports national institutions' and local communities' capacity to **prepare for and respond to disaster**. Through its current Disaster Preparedness Programme, the Commission is funding community-based initiatives to increase the resilience of populations to recurrent disaster (£5.4 million since 2003).

Useful links

- EU Delegation in the Kyrgyz Republic website
- <u>- Brochure: European-Union Kyrgyz Republic: Cooperation for development GSP+ in the Kyrgyz Republic</u>