

Taiwan's Geopolitical Significance

Source: IE

The US revised its Taiwan factsheet, omitting "we do not support Taiwan independence" and backing Taiwan's global participation, drawing Taiwan's support but China's opposition.

- **Taiwan Relations Act (1979):** Promotes US-Taiwan ties, ensuring trade, cultural exchange, and defensive arms sales despite Beijing's objections.
- **Significance of Taiwan:** Taiwan located in the **East China Sea**, is crucial for regional trade, with the **Taiwan Strait** being a key global shipping route.
 - Additionally, Taiwan manufactures over 60% of the world's <u>semiconductors</u> and around 90% of the most advanced chips, making it a critical player in the global tech supply chain.
- China and Taiwan: China follows the One China Policy, asserting that Taiwan is an inseparable part of China and must eventually reunite.
 - However, Taiwan sees itself as a self-governing democracy with its own constitution and elected leaders.
- India's Stand One China Policy: India follows the One China Policy, in 2003 India signed a joint declaration with China recognizing Tibet Autonomous Region as part of the territory of China.



Read more: China-Taiwan Conflict

PDF Refernece URL: https://www.drishtiias.com/printpdf/taiwan-s-geopolitical-significance