## GOVERNMENT OF INDIA MINISTRY OF COMMERCE & INDUSTRY (DEPARTMENT OF COMMERCE)

# LOK SABHA UNSTARRED QUESTION NO. 5048 TO BE ANSWERED ON 26<sup>th</sup> MARCH,2018

### IMPACT ON INDO-CHINA TRADE

#### 5048. SHRI ASADUDDIN OWAISI:

Will the Minister of COMMERCE & INDUSTRY (वाणिज्य एवं उद्योग मंत्री ) be pleased to state:

- (a) the details of the extent upto which India-China trade was hampered due to Doklam standoff;
- (b) whether trade has been put on track after resolving Doklam issue; and
- (c) if so, the present position of trade between India-China and the steps taken or being taken by increasing India's share in export to China including other major items in the export list?

#### **ANSWER**

वाणिज्य एवं उद्योग मंत्रालय में राज्य मंत्री (श्री सी. आर. चौधरी)

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (SHRI C. R. CHAUDHARY)

(a) to (c): As per DGCI&S statistics, India-China bilateral merchandise trade grew by over 20% to reach US\$ 84.59 billion in the calendar year 2017 as compared to US\$ 69.61 billion during the year 2016. India's exports to China grew by over 40% to reach US\$ 12.55 billion, while India's imports from China grew by 18.79% to reach US\$ 72.04 billion, indicating normalcy in trade relations.

Details of India's bilateral trade with China on major Commodity Groups during calendar years 2016 and 2017 is at **Annex-I**.

The Government has taken various measures to extend support to exporters to increase exports to all countries including China, some of which are indicated below:

i. The New Foreign Trade Policy (2015-20) was announced on 1<sup>st</sup> April, 2015 with a focus on supporting both manufacturing and services exports and improving the 'Ease of Doing Business'. The Foreign Trade Policy (FTP) introduced two new schemes, namely,

'Merchandise Exports from India Scheme' (MEIS) for incentivising export of specified goods to specified markets and 'Service Exports from India Scheme' (SEIS) for promoting export of notified services from India, by consolidating earlier schemes.

ii. During the Mid Term Review of FTP 2015-20 in December 2017, additional annual incentives of Rs. 2,743 Cr. for Ready-made garments and made-up sector, Rs. 4,567 Cr for other labour intensive and MSME sectors have been provided under the MEIS.

iii. A new scheme called Special Advance Authorisation Scheme for export of Articles of Apparel and Clothing Accessories of chapter 61 & 62 of ITC(HS) Classification of Export and Import has been introduced with effect from 1<sup>st</sup> September 2016 wherein exporters are entitled to authorisation for duty free import of fabrics, including inter lining on pre-import basis and All Industry Rate of Duty Drawback for import of non-fabric inputs on the exports

iv. By way of trade facilitation and enhancing the ease of doing business, Government has reduced the number of mandatory documents required for exports and imports. The trade community can file applications online for various trade related schemes.

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India's bilateral trade with C (calender year)	nina on m	iajor Cor	nmodity	Group	auring	∠016 an	a 2017	Annex- I	
	Value (	in Billion	USD)						
	Value (in Billion USD) 2016			2017			Growth % in 2017 over 2016		
Commodity Group	Export	Import	Total Trade	Expor t	Impor t	Total Trade	Export	Import	Total Trade
ARTIFICIAL RESINS,	0.00	2.26	2.26	0.00	2.65	2.65		17.62	17.62
PLASTIC MATERIALS, ETC.									
CARPET	0.01	0.00					25.65		25.65
CASHEW	0.00								13.76
CERAMIC PRODUCTS AND GLASSWARE	0.05								-37.49
CEREAL PREPARATIONS AND MISCELLANEOUS PROCESSED ITEM	0.00		0.00	0.00	0.00	0.00	54.27		54.27
CHEMICAL MATERIAL AND PRODUCTS	0.00	1.59	1.59	0.00	2.06	2.06		29.12	29.12
COAL, COKE AND BRIQUETTES, ETC.	0.00							16.75	
COFFEE	0.00						95.94		95.94
COTTON RAW AND WASTE	0.00							84.73	
COTTON YARN/FABS./MADEUPS, HANDLOOM PRODUCTS ETC.	1.09	0.00	1.09	1.05	0.00	1.05	-4.01		-4.01
DRUGS AND PHARMACEUTICALS	0.13	0.00	0.13	0.21	0.00	0.21	54.40		54.40
DYEING/TANNING/COLOU RING MTRLS.	0.00	0.57	0.57	0.00	0.68	0.68		19.69	19.69
ELECTRONIC GOODS	0.44	23.45	23.90	0.51	30.91	31.43	15.22	31.82	31.51
ENGINEERING GOODS	1.66	0.00	1.66	3.10	0.00	3.10	86.68		86.68
FERTILISERS, CRUDE AND MANUFACTURED	0.00	1.54	1.54	0.00	1.11	1.11		-27.63	-27.63
FRUITS AND VEGETABLES					0.15				
GEMS AND JEWELLERY	0.12	0.00	0.12	0.22	0.00	0.22	86.15		86.15
GOLD	0.00	0.03	0.03	0.00	0.07	0.07		104.26	104.26
HANDICRAFTS EXCL. HAND MADE CARPET	0.11				0.00		-90.54		-90.54
IRON AND STEEL	0.00				3.03			6.52	
IRON ORE	0.96								42.15
JUTE MFG. INCLUDING FLOOR COVERING	0.00								14.73
LEATHER AND LEATHER MANUFACTURES	0.17	0.00			0.00		-1.69		-1.69
LEATHER AND LEATHER PRODUCTS	0.00				0.24			5.32	
MACHINE TOOLS MACHINERY, ELECTRICAL	0.00				0.88 9.60			20.24 16.41	
AND NON-ELECTRICAL MAN-MADE	0.00								33.6
YARN/FABS./MADEUPS ETC.									
MARINE PRODUCTS	0.13	0.00	0.13	0.15	0.00	0.15	10.56		10.56
MEAT, DAIRY AND POULTRY PRODUCTS	0.00	0.00	0.00	0.00	0.00	0.00	-83.83		-83.83
MEDCNL. AND PHARMACEUTICAL PRODUCTS	0.00	2.05	2.05	0.00	2.18	2.18		6.39	6.39

								Source-	DGCI&S
TOTAL	8.96	60.65	69.61	12.55	72.04	84.59	40.03		21.52
PRODUCTS									
WOOD AND WOOD	0.00	0.68	0.68	0.00		0.88		30.70	30.70
VEGETABLE OIL	0.00	0.00	0.00	0.00	0.00	0.00		-23.46	-23.46
TRANSPORT EQUIPMENT	0.00	4.06	4.06	0.00	3.25	3.25		-19.94	-19.94
TOBACCO	0.00	0.00	0.00	0.00	0.00	0.00	77.85		77.85
TEXTILE YARN FABRIC, MADEUP ARTICLES	0.00	0.76	0.76	0.00		0.92		20.24	20.24
TEA	0.02	0.00	0.02	0.02	0.00	0.02	50.77		50.77
SULPHUR AND UNROASTED IRON PYRTS	0.00	0.00	0.00	0.00	0.00	0.00		102.81	102.81
SPICES	0.19	0.00	0.19	0.29		0.29	53.93		53.93
SILVER	0.00	0.39	0.39	0.00		0.44		11.70	11.70
RMG OF ALL TEXTILES	0.09	0.00	0.09	0.08	0.00	0.08	-8.14		-8.14
RICE	0.00	0.00	0.00	0.00	0.00	0.00	-94.31		-94.31
PULSES	0.00	0.06	0.06	0.00		0.06		5.65	5.65
PULP AND WASTE PAPER	0.00	0.02	0.02	0.00	0.02	0.02		-10.81	-10.81
PROJECT GOODS	0.00	0.83	0.83	0.00	0.65	0.65		-21.58	-21.58
PROFESSIONAL INSTRUMENT, OPTICAL GOODS, ETC.	0.00	0.51	0.51	0.00		0.75		47.13	47.13
PLASTIC AND LINOLEUM	0.28	0.00	0.28	0.43		0.43	56.20		56.20
PETROLEUM, CRUDE AND PRODUCTS	0.00	0.20	0.20	0.00	0.27	0.27		36.17	36.17
PETROLEUM PRODUCTS	0.72	0.00	0.72	1.09	0.00	1.09	50.34		50.34
PEARLS, PRECIOUS AND SEMI-PRECIOUS STONES	0.00	0.04	0.04	0.00	0.09	0.09		113.56	113.56
OTHERS	1.12	3.98	5.10	1.29	4.52	5.81	14.64	13.69	13.90
INORGANIC CHEMICALS OTHER CEREALS	0.00	0.00	0.00	0.00	0.00	0.00	-47.31		-47.31
ORGANIC CHEMICALS	0.77	3.46	4.23	1.55	4.28	5.82	101.02	23.66	37.75
OIL SEEDS	0.03	0.00	0.03	0.02	0.00	0.02	-41.12		-41.12
OIL MEALS	0.01	0.00	0.01	0.02		0.02	128.94		128.94
NON-FERROUS METALS	0.00	1.29	1.29	0.00		1.58	100.04	21.86	21.86
NEWSPRINT	0.00	0.00	0.00	0.00	0.00	0.00	<u> </u>	-97.97	-97.97
MICA, COAL AND OTHER ORES, MINERALS INCLUDING PROCESS	0.79	0.00	0.79	0.87	0.00	0.87	10.72		10.72
METALIFERROUS ORES AND OTHER MINERALS	0.00	0.24	0.24	0.00		0.25	40.70	3.76	3.76

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