



# India's G-20 Presidency And Its Prospects For Foreign Trade: An Update

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## Abstract

India's ascension to the presidency of the Group of Twenty (G-20) in 2023 represents a significant opportunity for the country to shape global economic policy, particularly in the realm of foreign trade. In International Trade G-20 plays an important role in shaping & strengthening global architecture & governance, promoting inclusive growth, increasing investment in infrastructure and strengthening financial regulation. India's G-20 Presidency include Green Development, Climate Finance & Life, Accelerated, Inclusive & Flexible Growth, Accelerating Progress on Sustainable Developmental Goals, Technological Transformation & Digital Public Structure, Multilateral Institutions for the Century and Women led development. This research paper explores India's G-20 presidency, its historical significance, and the prospects it holds for enhancing India's foreign trade. It examines India's trade policies, trade relations with key partners, and the potential impact of its presidency on global trade dynamics, greater access to markets, more favorable trade and investment agreements. Additionally, the paper analyzes the challenges and opportunities India faces during its tenure as G-20 president and offers recommendations for maximizing the benefits of this role.

**Key-words-** G-20, investment and trade.

**Introduction:**

The G-20, comprised of 19 individual countries and the European Union, is a premier forum for international economic cooperation, representing over 80% of the world's economic output. India's presidency of the G-20 in 2023 follows a rotational system and presents a unique opportunity for the nation to influence global economic policies, especially those related to foreign trade. The G20 presidency presents an opportunity for India to promote its economic interests, such as greater access to markets, enhanced investment flows, and more favorable trade and investment agreements. India's G20 presidency also permits to play a main position in the growing global economic system to pre-pandemic levels.

The G20 brings the sector's foremost economies accounting for more than 80 percentage of worldwide GDP and 75 percentage of world trade to a global forum. whilst the sector is still managing the nightmares of the pandemic, it is faced with geopolitical havoc. And its miles at this juncture that India has assumed the G20 presidency. For the first time in the history of G20, the troika is with the growing world—Indonesia, India, and Brazil. The troika has a possibility to build a robust and lasting organisation for the growing global. How the Indian presidency handles the financial effect of each these crises along with handling the strangled cords of relationships across borders can be pretty important. India in its presidency has the responsibility to steer the world to financial recovery that is just and equitable. To that case, this paper objective is to apprehend India's priorities as a G20 president with recognition to trade and correcting delivery chains.

Searching on the import and export trend in offerings for G20—the boom in exports and imports of offerings for the G20 countries have been at round 2 percentage and 1.1 percentage in Q1 2022, respectively. After the downward hunch of Q1 2020 and an upturn thereafter till Q1 2021, the boom inside the export and import of offerings in the G20 has been spiraling downward. This slowdown is in most cases due to a weaker shipping sector in East Asia and preferred hunch in offerings change.

**Some of the questions that can arise from this study are;**

**What is the G20 trade in India?**

The aim, under India's G20 Presidency, is to build a shared understanding of the challenges faced in accelerating global trade and investment, and leveraging existing opportunities to make growth inclusive and transparent.

**What is the role of G20 in international trade?**

The Group of Twenty (G20) is the premier forum for international economic cooperation. It plays an important role in shaping and strengthening global architecture and governance on all major international economic issues.

### **What is the importance of G20 in India?**

G20 is the premier forum for international economic cooperation representing around 85% of the global GDP, over 75% of the global trade, and about two-thirds of the world population. During the course of its G20 Presidency, India will host about 200 meetings in 32 different sectors in multiple locations across India.

### **How does G20 affect Indian economy?**

India has been active in G20 meetings and has taken a leadership role in several areas, such as promoting inclusive growth, increasing investment in infrastructure, and strengthening financial regulation.

### **What is G20 and India's role in international context?**

As a strong advocate of free trade, India can work with other G20 countries to promote a more open and inclusive trading system that benefits all countries, particularly developing economies.

### **What percentage of G20 is global trade?**

The G20 brings together the world's major and systemically important economies. Its members represent 85% of global GDP, 75% of international trade and two-thirds of the world's population.

### **How does India plan to use G20 as a platform to boost rupee trade?**

"The aim under India's G20 presidency is to build a shared understanding of the challenges being faced in accelerating global trade and investment, and how existing opportunities can be harnessed to formulate human-centric concrete outcomes and deliverables," the Ministry of Commerce and Industry said in a statement

### **G20 and India's Foreign Trade**

Many sanctions had been imposed at the export and import of services at some point of the pandemic. The sanctions had been eliminated from exports but the same persists for imports as a result causing this slump. Alongside that 36-services alternate sanctions have been imposed by means of nine G20 economies on the Russian Federation on offerings such as transport (air, avenue or maritime), expert, visa regulations, and financial offerings. In response to these sanctions, Russia imposed numerous countermeasures affecting exchange in offerings.

Moreover, following extreme downturns and upturns in alternate in merchandise, Q1 2022 recorded three.6 percentage and five.8 percentage growth in exports and imports, respectively. This boom is essentially owed to a rate hike in commodities due to the Russia-Ukraine conflict and COVID-19 containment measures in East Asia creating similarly pressure on costs and on already careworn deliver chains. Similarly, 53 exchange-restrictive measures were installed region by using G20 economies. As a consequence, it's miles vital that India in its G20 presidency have to put attempt into rolling returned the restrictive measures to accurate supply chains regulations because of the pandemic and the struggle.

## G-20-Tour and Tourism

One of the oldest civilisations in the world, India is a mosaic of multilateral gests. With a rich heritage and myriad lodestones, the country is among the most popular sightseer destinations in the world. It covers an area of 32, 87,263sq. km, extending from the snow-covered Himalayan heights to the tropical rain timbers of the south. As the 7th largest country in the world, India stands piecemeal from the rest of Asia, marked off as it's by mountains and the ocean, which give the country a distinct geographical reality.

Fringed by the Great Himalayas in the north, it stretches southwards and at the Tropic of Cancer, tapers off into the Indian Ocean between the Bay of Bengal on the east and the Arabian Sea on the west. As you travel the breadth of the country, you're saluted by different nuances of cookerries, faiths, trades, crafts, music, nature, lands, lines, history and adventure sports. India has a mesmeric emulsion of the old and the new.

As the bustling old stores rub shoulders with gaudy shopping promenades, and majestic Monuments accompany luxurious heritage hospices, the definitive rubberneck can get the stylish of both worlds. Head to the mountains, enjoy a sand retreat or voyage through the golden Thar, India has options galore for all.

## G-20 exchange in items

However, G20 countries account for majority of cutting-edge nearby exchange Agreements (RTA). Out of the 8 RTAs notified in the six months main up to 15 may additionally 2022, seven included at the least one G20 economy, even as simplest one includes India—India Australia unfastened alternate settlement. India's experience with trade agreements inside the past has been underwhelming, which changed into one of the reasons why it changed into cautious to join RCEP. But India has been trying to interact with international locations in my opinion. It currently concluded its FTA with the United Arab Emirates (UAE) and Australia. On the sidelines, on the G20 trade Ministers meeting in 2021, Naples, Italy-India negotiated trade agreements with US, UK, Brazil, European Union (EU), Canada, South Korea, Australia, South Africa, Indonesia, and Mexico.

Furthermore, the beneath graph is pretty telling of the nature of RTAs, especially for the developing international locations of the grouping. For most developing countries alternate in items formed the primary part exchange agreements. Offerings region appears specifically reserved for the developed economies. However, services area is a major contributor for rising economies like India. Hence, India has to maintain its efforts for fast monitoring the conclusion of a great deal awaited FTAs with EU, and United Kingdom. It should additionally push to include offerings sector, its location of competitiveness in trade agreements.

## What are India's G20 Precedence's?

### Green Development, Climate Finance & Life

The occasion to lead G20 comes at a time of compounding empirical trouble, with the COVID-19 epidemic having exposed the fragilities of our systems under the cascading impacts of climate change. In this regard, climate change is a crucial precedence for India's presidential Presidency, with a particular focus towards not only climate finance and technology, but also icing just energy transitions for developing nations across the world.

Understanding that the issue of climate change cuts across assiduity, society, and sectors, India offers the world LiFE (life for Environment)- a geste - grounded movement that draws from our nation's rich, ancient sustainable traditions to nudge consumers, and in- turn requests, to borrow environmentally-conscious practices. This ties nearly with India's G20 theme' Vasudha Iva Kutumbakam' or' One Earth. One Family. One Future.

### Accelerated, Inclusive & flexible Growth

An accelerated, flexible and inclusive growth is a foundation for sustainable development. During its G20 Presidency, India aims to concentrate on areas that have the eventuality to bring structural metamorphosis. This includes an ambition to accelerate integration of MSMEs in global trade, bring in the spirit of trade for growth, promote labour rights and secure labour weal, address global chops gap, and make inclusive agrarian value chains and food systemic.

### Accelerating progress on Sustainable Development Goals

India's G20 Presidency collides with the pivotal midpoint of the 2030 docket. As similar, India acknowledges the mischievous impact of COVID- 19, which changed the current decade of action into a decade of recovery. In line with this perspective, India wants to concentrate on recommitting G20's sweats to achieving the targets laid out in the 2030 docket for Sustainable Development

### Technological Transformation & Digital Public structure

As G20 Presidency, India can focus its belief in a mortal- centric approach to technology, and grease lesser knowledge- sharing in precedence areas like digital public structure, fiscal addition, and tech enabled development in sectors ranging from husbandry to education.

### Multilateral Institutions for the 21st century

India's G20 precedence will be to continue pressing for reformed multilateralism that creates further responsible, inclusive just, indifferent and representative multi-polar transnational system that's fit for addressing the challenges in the 21st century.

## Women- led development

India hopes to use the G20 forum to punctuate inclusive growth and development, with women commission and representation being at the core of India's G20 reflections. This includes a focus on bringing women to the fore, and in leading positions, in order to boost socio-profitable development and achievement of SDGs.

## Review-Literatures

1. Ms. Grishma Goyal in their Research Paper titled '**Analyzing India's Export Potential with G-20 Countries**' have used the 'Gravity Model' for Economic Cooperation with member countries of G-20. Through this Model they have examined the Nature of Trade Relations. Apart from this later they have also been used Panel Data Survey for time period from year 1999 to 2019 with 42 Trade Partners. The followings are findings of this Survey like Export Potential, Trade Freedom and Positive Impact of Export. In last after doing this study they have suggested that India has an untapped Export Potential with 24 countries out of the 42 trade partners in G-20 Group.

2. Ms. Kashika Goyal in their Research Paper titled '**Developing Linkages between Technology-Intensive Export and GVC Participation: A Perspective from India and G-20 Countries**' have discussed that India with G-20 member countries can tie for some reasons like Technology, Export and Global Value Chains. Further Researcher has been done the study from 1995-2018. The findings of this Research Paper are different Export Capabilities; High Technology Export, Medium Technology Export & Low Technology Export and GVC (Gross Value Chain) from India to G-20 member countries.

## Need Of Study

Researchers have paid focus on India's Export Potential for G-20 Countries and Developed Linkages between Technology-Intensive Export and GVC Participation but here the researcher tries to discuss about advantages of G-20 Presidency to Indian Economy & India's Foreign Trade in this Research Paper.

## Research Methodology

### Nature Of Data

Primary Data

### Objectives

1. To know the Importance of G-20 Presidency to Indian Economy and Foreign Trade.
2. To know the India's G20 Precedence's.

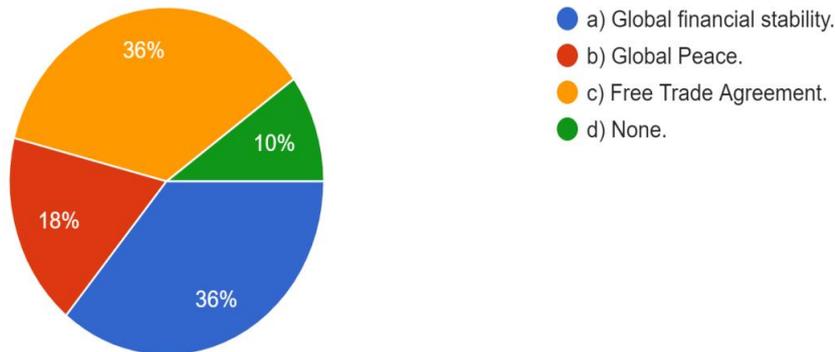
## Statistical Tool

Ranking Method (Weighted Average Method).

## Analysis and Interpretation

1.What is aim of G20?

100 responses



S.No.	Options	Responses (%) (X)	Weight (W)	WX	Rank
1	Global Financial Stability.	36	1	36	4
2	Global Piece.	18	2	54	2
3	Free Trade Agreement.	36	3	72	1
4	None.	10	4	40	3
			$\Sigma W=10$	$\Sigma WX=202$	

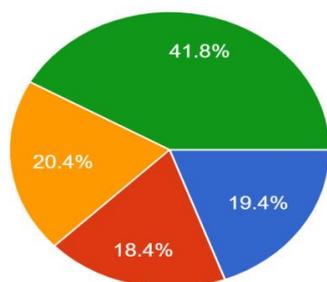
## Interpretation

$$= \frac{\Sigma WX}{\Sigma W} = \frac{202}{10} = 20.2$$

The Calculated Value from Ranking Method is 20.2. In this the first rank is scored by Option 'Free Trade Agreement' with Responses % of 36 and while fourth rank is scored by Option 'Global Financial Stability' with Same % of Responses.

2. Which of the following is a key theme for the G-20 Summit in 2023?

98 responses



- A-Empowering women and youth.
- B-Promoting sustainable agriculture.
- C-Addressing climate change.
- D-Improving public health.

S.No.	Options	Responses (%) (X)	Weight (W)	WX	Rank
1	Empowering Women and Youth.	19.4	1	19.4	4
2	Promoting Sustainable Agriculture.	18.4	2	36.8	3
3	Addressing Climate Change.	20.4	3	61.2	2
4	Improving Public Health.	41.8	4	167.2	1
			$\Sigma W=10$	$\Sigma WX=284.6$	

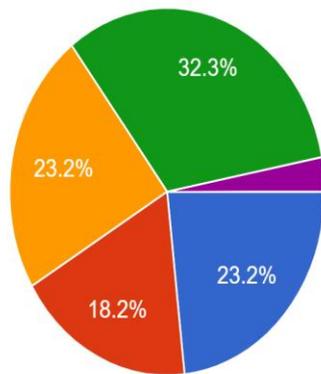
### Interpretation

$$= \frac{\Sigma WX}{\Sigma W} = \frac{284.6}{10} = 28.46$$

The Calculated Value from Ranking Method is 28.46. In this the first rank is scored by Option 'Improving Public Health' with Responses % of 41.8 and while fourth rank is scored by Option 'Empowering Women and Youth' with Responses % of 19.4.

### 3. What is the G-20's stance on protectionism?

99 responses



- A- It promotes protectionist policies.
- B- It opposes protectionist policies.
- C- It is neutral on protectionism.
- D- It has no official stance on protectionism.
- Option 5

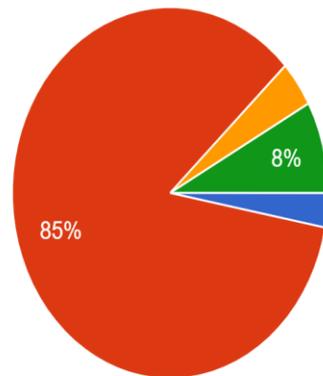
S.No.	Options	Responses (%)	Weight (W)	WX	Rank
1	It Promotes Protectionist Policies.	23.3	1	23.3	4
2	It Opposes Protectionist Policies.	18.2	2	36.4	3
3	It is neutral on Protectionism.	23.2	3	69.6	2
4	It has no Official Stance on Protectionism.	32.3	4	129.2	1
5	Other.	3	5	15	5
			$\Sigma W=15$	$\Sigma WX=273.5$	

**Interpretation**  $=\Sigma WX / \Sigma W=273.5/15=18.23$

The Calculated Value from Ranking Method is 18.23. In this the first rank is scored by Option 'It has no Official Stance on Protectionism' with Responses % of 32.3 and while fifth rank is scored by Option 'Other' with Responses % of 3.

## 4. What is theme of India's G20 Presidency 2023?

100 responses



- a) One Earth, One Nature.
- b) One Earth, One Family, One Future.
- c) One Earth, One Future.
- d) One Earth, One Family, One Nature.

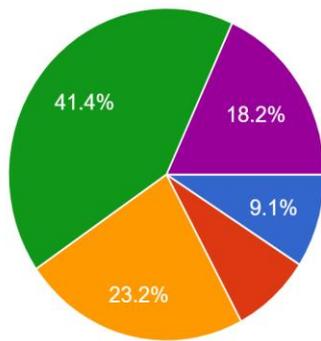
S	Options	Responses (%) (X)	Weight (W)	WX	R
1	One Earth, One Nature.	3	1	3	4
2	One Earth, One Family, One Future.	85	2	170	3
3	One Earth, One Future.	4	3	12	2
4	One Earth, One Family, One Nature.	8	4	32	1
			$\sum W=10$	$\sum WX=217$	

**Interpret Equation**  $=\frac{\sum WX}{\sum W}=\frac{217}{10}=21.7$

The Calculated Value from Ranking Method is 21.7. In this the first rank is scored by Option 'One Earth, One Family, One Nature' with Responses % of 8 and while fourth rank is scored by Option 'One Earth, One Nature' with Responses % of 3.

5. What is the G-20's main objective in the area of climate change?

99 responses

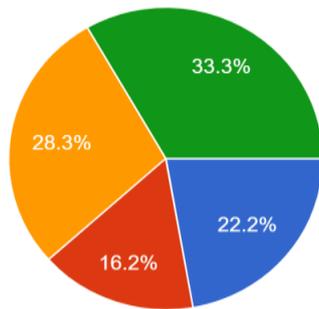


- A-To reduce carbon emissions to zero.
- B- To promote renewable energy.
- C- To promote sustainable economic growth.
- D- To protect biodiversity.
- A-To reduce carbon emissions to zero.
- B- To promote renewable energy. C- To promote sustainable economic growth.
- D- To protect biodiversit.

S.No.	Options	Responses (%)	Weight (W)	WX	Rank
1	To Reduce Carbon Emission to Zero.	9.2	1	9.2	5
2	To Promote Renewable Energy.	8	2	16	4
3	To Promote Sustainable Economic Growth.	23.2	3	69.6	3
4	To Protect Biodiversity.	41.4	4	165.6	1
5	Other.	18.2	5	91	2
<b>Interpretation</b> $=\sum WX / \sum W = 315.4 / 15 = 23.45$ The Calculated Value from Ranking Method is 23.45. In this the first rank is scored by Option 'To Protect Biodiversity' with Responses % of 41.4 and while fifth rank is scored by Option 'To Reduce Carbon Emission to Zero' with Responses % of 18.2.			$\sum W = 15$	$\sum WX = 351.4$	

6. Which of the following statements is true about the G20 summit?

99 responses



- A- It is attended only by the member countries and representative from European Central Bank.
- B- Besides member countries, other international organizations are invited to participate.
- C- All the summits are conducted by World Bank and International Monetary...
- D- Only select member countries meet every year and it is decided by lottery.

S.No.	Options	Responses (%) (X)	Weight (W)	WX	Rank
1	It is attended only by the member countries and representative from European Central Bank.	22.2	1	22.2	4
2	Besides member countries, other international organizations are invited to participate.	16.2	2	32.4	3
3	All the summits are conducted by World Bank and International Monetary.	28.3	3	84.9	2
4	Only select member countries meet every year and it is decided by Lottery.	33.3	4	133.2	1
			$\Sigma W=10$	$\Sigma WX=272.7$	

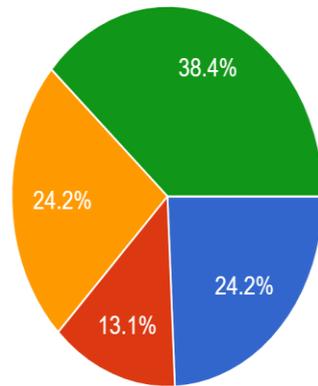
### Interpretation

$$= \Sigma WX / \Sigma W = 272.7 / 10 = 27.27$$

The Calculated Value from Ranking Method is 27.27. In this the first rank is scored by Option 'Only select member countries meet every year and it is decided by Lottery' with Responses % of 33.33 and while fourth rank is scored by Option 'It is attended only by the member countries and representative from European Central Bank.' with Responses % of 22.2.

## 7. What is agenda of India's G20 Presidency 2023?

99 responses



- a) Inclusive, ambitious, action-oriented.
- b) Inclusive & action-oriented.
- c) Inclusive and Sustainable Development.
- d) Inclusive, ambitious, development-oriented.

S.No.	Options	Responses (%) (X)	Weight (W)	WX	Rank
1	Inclusive, Ambitious, Action-Oriented.	24.3	1	24.3	4
2	Inclusive & Action-Oriented.	13.1	2	26.2	3
3	Inclusive and Sustainable Development.	24.2	3	72.6	2
4	Inclusive, Ambitious, Development-Oriented.	38.4	4	153.6	1
			$\Sigma W=10$	$\Sigma WX=276.7$	

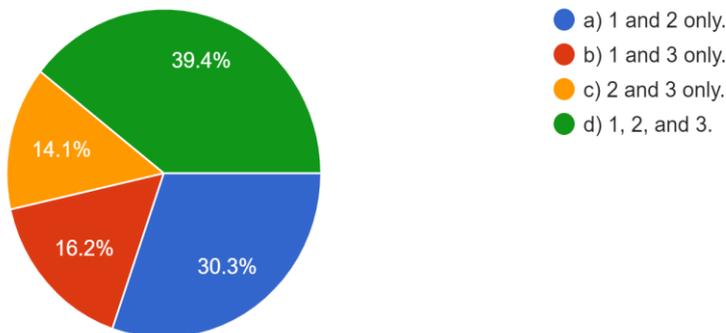
**Interpretation**

$$= \Sigma WX / \Sigma W = 276.7 / 10 = 27.67$$

The Calculated Value from Ranking Method is 27.67. In this the first rank is scored by Option 'Inclusive, Ambitious, Development-Oriented' with Responses % of 38.4 and while fourth rank is scored by Option 'Inclusive, Ambitious, Action-Oriented' with Responses % of 24.3.

8. Consider the following statements regarding India's G20 Priorities: 1. To accelerate integration of MSMEs in global trade. 2. India offers the world...s. Which of the above given statements are correct?

99 responses



S.No.	Options	Responses (%) (X)	Weight (W)	WX	Rank
1	1 and 2 Only.	30.3	1	30.3	4
2	1 and 3 Only.	16.2	2	32.4	3
3	2 and 3 Only.	14.1	3	42.3	2
4	1, 2 and 3.	39.4	4	157.6	1
			$\Sigma W=10$	$\Sigma WX=262.6$	

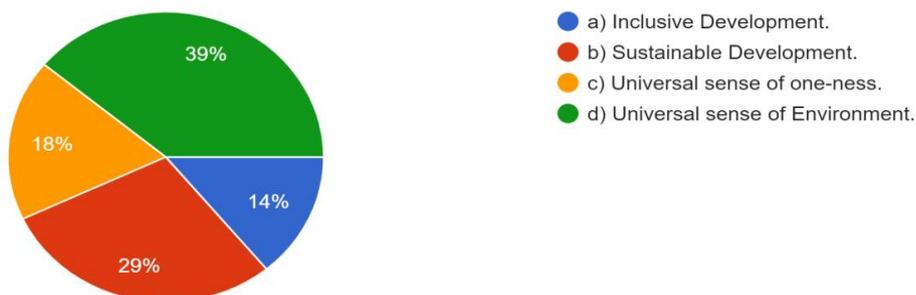
**Interpretation**

$$= \frac{\Sigma WX}{\Sigma W} = \frac{262.6}{10} = 26.26$$

The Calculated Value from Ranking Method is 27.26. In this the first rank is scored by Option ‘1, 2 and 3.’ with Responses % of 39.4 and while fourth rank is scored by Option ‘1 and 2 Only’ with Responses % of 30.3.

9. What is aim of India's G20 Presidency?

100 responses



S.No.	Options	Responses (%) (X)	Weight (W)	WX	Rank
1	Inclusive Development.	14	1	14	4
2	Sustainable Development.	29	2	58	2
3	Universal Sense of One-ness.	18	3	54	3
4	Universal Sense of Environment.	39	4	156	1
			$\sum W=10$	$\sum WX=282$	

### Interpretation

$$= \sum WX / \sum W = 282 / 10 = 28.20.$$

The Calculated Value from Ranking Method is 28.20. In this the first rank is scored by Option 'Universal Sense of Environment' with Responses % of 39 and while fourth rank is scored by Option 'Inclusive Development' with Responses % of 14.

### Conclusion

India's presidency of the G-20 in 2023 offers a unique opportunity for the nation to exert its influence on global trade policies. By advocating for open and sustainable trade practices, addressing geopolitical tensions, and implementing domestic reforms, India can enhance its foreign trade prospects and contribute to global economic stability.

This research paper underscores the importance of India's role as a global economic player and highlights the potential benefits of its G-20 presidency for the country's foreign trade. While challenges exist, India has the potential to shape a more equitable and sustainable global trade landscape during its tenure as G-20 president.

This Concludes followings.

1. G-20 aims to secure global financial stability by involving middle-income countries.
2. The Key theme is Addressing Climate Change.
3. It opposes Protectionist Policies.
4. G-20 Promotes sustainable economic growth.
5. G-20 is Inclusive, ambitious, and action-oriented.
6. G-20 Priorities include to accelerate integration of MSMEs in global trade India offers the world Life and Focus on bringing women in leading positions.
7. G-20 promotes universal sense of one-ness. Hence our theme - 'One Earth, One Family, One Future'.

**BIBLIOGRAPHY:****Academic Journals:**

Articles from academic journals specializing in international trade, economics, and global governance.

Examples include:

"International Trade Journal"

"Journal of International Economics"

"The World Economy"

**Books:**

Books authored by experts on international trade and India's economic policies. For example:

"Has Globalization Gone Too Far?" by Dani Rodrik.

"India's Turn: Understanding the Economic Transformation" by Arvind Subramanian.

Ms. Grishma Goyal, 2023, 'Analyzing India's Export Potential with G-20 Countries', Institute of Economic Growth, New Delhi.

Ms. Kashika Goyal, 2023, 'Developing Linkages between Technology-Intensive Export and GVC Participation: A Perspective from India and G-20 Countries', DOI:[10.2139/ssrn.4394915](https://doi.org/10.2139/ssrn.4394915).

**Government Reports and Publications:**

Ministry of Commerce and Industry, Government of India: Official documents, reports, and publications related to India's trade policies and strategies.

**Government and Non-Governmental Organizations (NGOs):**

Reports and publications from organizations that focus on trade, economic development, and policy advocacy

**International Organizations:**

International Monetary Fund (IMF): Research papers and reports on the global economic outlook and trade-related issues.

World Bank: Research on international trade, development, and economic growth.

World Trade Organization (WTO): Reports and publications on global trade trends, negotiations, and agreements.

**News Outlets:**

Articles from reputable news outlets such as The Economist, Financial Times, and The Wall Street Journal for recent developments and analysis related to India's G-20 presidency and foreign trade prospects

**Official G-20 Statements:**

Statements, communiqués, and reports released by the G-20 during India's presidency to understand the official stance and outcomes of G-20 meetings.

**Research Papers and Reports:**

Relevant research papers and reports from universities and research institutions around the world. Google Scholar can be a valuable resource for finding academic papers.

**Think Tanks and Research Institutions:**

The Brookings Institution: Research papers on global economic governance and trade.

The Center for Strategic and International Studies (CSIS): Research on global trade issues and geopolitics.

The Peterson Institute for International Economics: Reports and publications on international trade policy

**Websites**

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4. <https://g20.mygov.in/>
5. [https://moes.gov.in/g20-india-2023/moes-g20?language\\_content\\_entity=en](https://moes.gov.in/g20-india-2023/moes-g20?language_content_entity=en)

