

**GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA**

UNSTARRED QUESTION NO:1115

ANSWERED ON:28.11.2011

INDO CHINA TRADE

Adhalrao Patil Shri Shivaji;Adsul Shri Anandrao Vithoba;Dharmshi Shri Babar Gajanan;Gavit Shri Manikrao Hodlya;Lagadapati Shri Rajagopal;Pandurang Shri Munde Gopinathrao;Reddy Shri Magunta Srinivasulu;Singh Alias Pappu Singh Shri Uday;Viswanathan Shri P.

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

- (a) whether the trade deficit between India and China has been widening continuously;
- (b) if so, the details of the trend during last three years;
- (c) whether the Government proposes to take steps for ensuring a balance in the trade between two countries including restricting the imports from China;
- (d) if so, the details thereof;
- (e) whether the Government has identified domestic vulnerable industries such as bicycle industry, which depend on Chinese intermediary goods; and
- (f) if so, the details thereof and the corrective steps taken by the Government to encourage indigenous production of such goods and also to regulate the import of Chinese products in India?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (SHRI JYOTIRADITYA M. SCINDIA)

(a) & (b) Yes, Madam. Details of import-export and trade deficit with China during the last three years is given below:-

Value in USD Million

Year	Import	Export	Trade Deficit
------	--------	--------	---------------

2008-09	32,497.02	9,353.50	23,143.52
---------	-----------	----------	-----------

2009-10	30,824.02	11,617.88	19,206.14
---------	-----------	-----------	-----------

2010-11	43,479.76	19,615.85	23,863.91
---------	-----------	-----------	-----------

(c) & (d) With a view to reducing trade deficit, efforts are being made to diversify the trade basket with emphasis on manufactured goods. We are also pursuing market access issues to tackle non-tariff barriers in the Chinese market at different fora. At the Ministerial level, we have India-China Joint Group on Economic Relations, Trade Science and Technology (JEG) where trade related issues are taken regularly. Indian exporters are encouraged to participate in major trade fairs in China to show-case Indian products in the Chinese market and increase engagement with Chinese companies. Participation of Indian exporters in trade fairs educates the Chinese importers about niche

Indian products. Business to Business relations are encouraged through schemes such as Market Access Initiative (MAI)/Market Development Assistance (MDA).

(e) & (f) No, Madam.

