USA - China Diplomacy

Why in news?

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• Changing dynamic between the traditional hegemon, USA and its challenger, China is becoming apparent.

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 While it is clear that Washington and Beijing need each other, the terms of a new economic and political settlement is far from clear.

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What constituted Trump's Asia Tour?

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Objectives:

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- \bullet Greater reciprocity in the commercial engagement with Asia $\ensuremath{^{\backslash n}}$
- \bullet Strengthening US alliances and partnerships in the region $\ensuremath{\backslash n}$
- Solving North Korea's nuclear weapons programme \n

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Schedule:

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 \bullet Trump is participating in two major regional summits $\ensuremath{\backslash n}$

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- Forum for Asia Pacific Economic Cooperation in Vietnam
- East Asia Summit in the Philippines.

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- He also had bilateral visits to Japan & South Korea.
- This was then followed by a bilateral visit to China, which was considered the most important aspect of the trip.

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 Most Asian leaders were seen trying please the American President during the recent visit by heaping elaborate praise.

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 \bullet The China bilateral was particularly noticeable for its mutual flattery between Mr.Xi & Mr.Trump.

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 \bullet However, while flattery certainly generates the right mood music, it is not enough to resolve structural problems. \n

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What are the challenges?

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• The difficulties in advancing the objectives on all the three fronts are immense.

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• Trump's exchanges with Xi are also emblematic of the new complexities driving Asian politics.

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• USA has also been pressing for "fair" rather than "free trade" with Asia -

which highlights the USAs trade friction with china.

- Notably, USA's has a large trade deficit with China.
- Accommodating China's rise without abandoning its long-standing allies and friends in the region is another major challenge.

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How has Beijing responded?

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• **Economic** - Beijing wrapping a package of commercial deals with American companies amounting to \$250 billion.

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• But many of these deals will take a long time to materialise as they are MoUs rather than commercial contracts.

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• While this will give Mr.Trump some room to drop his hostile rhetoric against China, it does nothing to address USA's massive trade deficit.

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• Demands for more market access, technology transfer, cyber security and protecting intellectual property is expected to continue.

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• **Political** - While the need for greater cooperation was stressed, there was no significant breakthrough on North Korea.

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• Trump publicly reminded the need to stop arming, financing and trading with North Korea — most of which is from China.

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• Mr.Xi insisted that there were enough avenues for China & USA to cooperate and grow mutually.

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- The need to jointly promote peace and stability in Asia was also stressed.
- Notably, Trump had previously warned of selling advanced arms to its regional allies - an assertion of its primacy in Asia.

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What lies ahead for India?

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• The tension between USA's traditional commitment to economic globalisation and Trump's 'America First' policies is unlikely to be resolved any time soon.

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• The rise of China and the turbulence in US domestic politics have created a climate of uncertainty.

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- US and China will continue to jockey for political primacy in Asia.
- This situation has led the countries in the region to jockey for diversifying their security partnerships.

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 \bullet In this context, managing its problems with China while simultaneously deepening ties with US and other key Asian partners is crucial for India. $\$

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Source: Indian Express

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