

22 India and USA stand much to gain by enhancing mutual trust
2 and co-operation, especially on trade. Analyse.

The recent visit by the US-treasury secretary pitched for friend-shoring with India. It is unraveling the global supply chain from ~~external~~ disruptions. This can enhance the trust and translate to trade deals.

Global supply chain threats

It is threatened by proactive moves by Russia, as it stopped the natural gas supplies to Europe and China's hegemony in solar panels and semi conductors.

Counter measures The friend-shoring must result

in India joining the US led mineral

Security Partnership. to strengthen and

secure supply chain of critical minerals

China has 70% cobalt supply and

Democratic Republic of Congo has 60%

rare-earth elements supply,

Enhancing trade signals

① The joining of mineral security partnerships can vouch us supply of minerals for semiconductor minister, battery as for construction etc.

② Presumably reworked Generalised System of Preference needs to be retested. India US trade value is \$120 billion and \$54 billion is its trade surplus for ~~us~~.

India.

③ Forums such as G-20 can be used to negotiate regarding data localization, digital taxation and increase in tariffs.

Diversifying global supply chains with like minded countries help economies to become more resilient towards economic shocks. The poorer countries also need to be included in this negotiations.