

A TREND ANALYSIS OF INDIA'S TRADE RELATION WITH CANADA

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ABSTRACT

Indo-Canadian relations are the long standing bilateral relations who are based on a mutual commitment to democracy and people to people links. Canada and India enjoy a prosperous trading relationship. Here the researcher has made an attempt to evaluate the India's position and performance in the overall Export and Import of Canada. The data of last six years from 2012 to 2017 of foreign trade of Canada are taken into consideration for measurement of India's Share.

KEYWORDS: *Canada's Export and Import, India's Trade Relation, Trend Analysis.*

Introduction

There were interactions between Indian people and first nation's people in the 16th century along the Atlantic coast of present day Canada. The first encounter between the first nations and other aboriginal peoples of present day Canada began in 18th century when British traders started fur trade along with the pacific coast of northwest America. In the 1940s and 1960s Canada –India relations were became stronger.

In 1990s India introduced liberalization policy as a part of economic reform which helped a lot to improve Indo-Canadian relations. The Canada India Foundation has been active since 2007 to boost up the stronger bi-lateral relations. Moreover in 2011, the Indo-Canada Chamber of Commerce Co-hosted with government of India the regional Pravasi Bharatiya Divas in which provide a platform of trade and commerce.

Trade Relation of India and Canada

India and Canada has healthy and prosperous trading relationship. In 2012 India celebrated the year was celebrated as the year of Indian in Canada to promote business, cultural and political relation. Canada and India are negotiating on the comprehensive Economic Partnership Agreement to improve the trade relations between two countries. In this regard the 9th round of negotiations was held at New Delhi.

India's proliferating manufacturing base and service sector makes it a market of enormous opportunity, with cheap and easy access to abundant raw materials and labor. Canada is well-known for its advanced technological base in agriculture, food processing, education science and technology, innovation, environment, Cleaner technologies, etc.

A priority market for Canada, India is the faster growing major economy in the world having over taken china in 2015. Canada's commercial priorities in India are targeted at India's policy objectives and sectors where Canada has comparative advantage. These include supporting India's energy security aspirations through increased exports of conventional and nuclear Energy as well as clean and renewable energy; supplying India's new and enhanced urban and transportation infrastructure needs through financing, equipment, technology and engineering services; enhanced education and skill training through greater collaboration ;and increased food and potash exports to support India's food security needs.

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In addition India has been the largest source of international students for Canada's Universities, colleges and schools in 2018.

Objective

The present study is to find out India's share in export and import of Canada's trade.

Duration of Study

The present study is focusing from 2012 to 2017 a six year duration.

Data

This study is totally based on secondary data.

India and Canada are doing trading in the following good

	Canada Imports from India	Canada Export to India
	Merchandise Classification	Merchandise Classification
1	Boilers, mechanical appliances, etc.	Edible vegetables, roots and tubers
2	Mineral fuels, oils	Pearls, precious stones or metals
3	Pearls, precious stones or metals	Fertilizers
4	Organic chemicals	Ores, slag and ash
5	Woven clothing and apparel articles	Paper and paperboard
6	Pharmaceutical products	Mineral fuels, oils
7	Iron or steel articles	Boilers, mechanical appliances, etc.
8	Other textile articles, etc.	Aircraft and spacecraft
9	Knitted or crocheted apparel	Wood pulp; paper or paperboard scraps
10	Electrical machinery and equipment	Electrical machinery and equipment

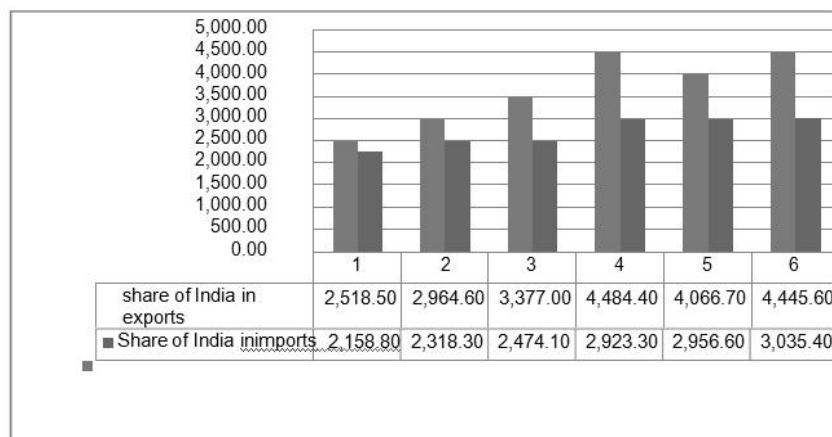
Data Presentation

The researcher has tried to understand the India's share in the export and import of Canada. Here the export and import of Canada are taken into consideration for understanding the trend and stand of India

Year figures are in \$millions	2012	2013	2014	2015	2016	2017
Exports	461,511.20	479,224.70	529,333.60	524,971.80	521,470.20	549,681.60
India	2,518.50	2,964.60	3,377.00	4,484.40	4,066.70	4,445.60
Imports	474,800.30	487,370.10	524,660.70	548,706.70	547,341.00	573,427.80
India	2,158.80	2,318.30	2,474.10	2,923.30	2,956.60	3,035.40
Balance	-13,288.90	-8,145.40	4,672.70	-23,734.60	-25,870.90	-23,746.10
India	359.5	646.2	903.2	1,561.00	1,109.90	1,410.20

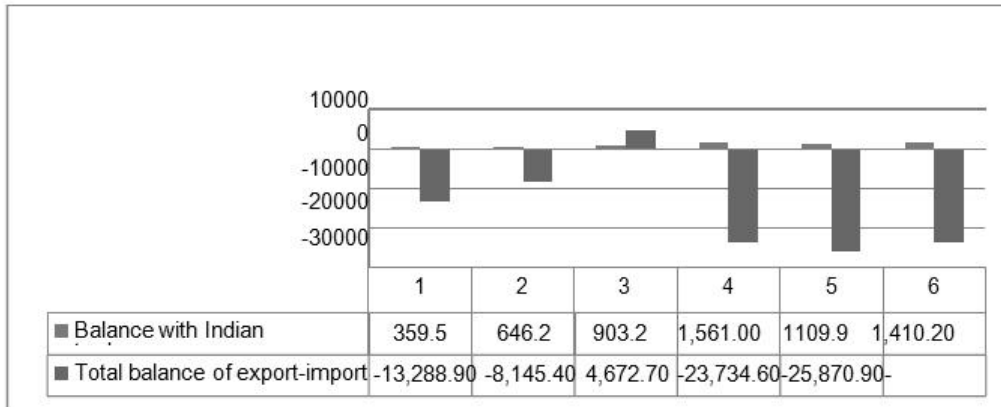
Source: Statistics Canada, CANSIM, table 228-0069.

India 'Share in Export and Import of Canada



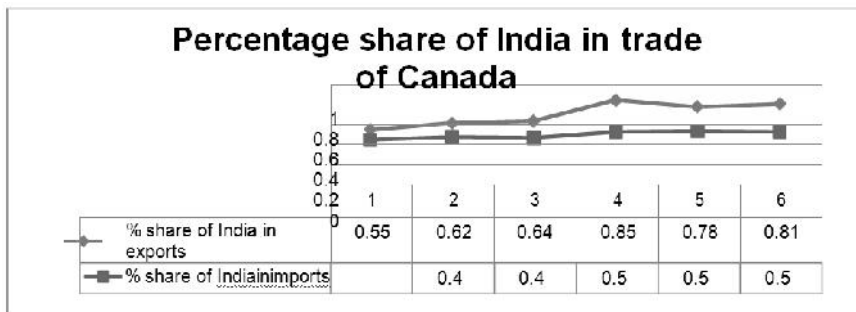
From the above graph and data it is easy to understand that the Export to India is more than Import. It means Canada is at Better position in exporting goods to India.

Balance of Export and Import



Data Interpretation

After studying the export and import data of Canada the final conclusion of trade can be that the overall balance of Canadian has shown negative trend except in 2013.while it is totally opposite when it comes to India there is always a positive balance trend during the study period.



Conclusion

In spite of having the warm relationship, trade between Canada and India is less than their potential. India accounts for less than 1% of Canada's total export and total import as indicating in the graphical presentation during the study period

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