

What is GSP? Justify our stance that GSP renewal would offer an avenue for wide ranging US-Ind trade nego.

Generalised System of Preferences

is the development support given by a developed country to a developing country. The India - USA GSP is currently suspended and it needs to be reinstated.

Impetus to trade relations

The current trade relations between both the countries is \$118 billion. The GSP can increase this further by

* unprecedented market access

and market penetration for Indian exporters.

* The duty free and reduced

import duty can increase the competitiveness of the Indian business

* It can improve the working of small and medium sized enterprises

* The import from China in both the countries have risen, which can be controlled.

* CRSP removal can bring reforms in labour, environmental and intellectual property legislations.

Challenges USA's unilateral action of sanctions and uncertainty in the Middle East are a cause of concern.

Nevertheless, India and USA have history of positive trade collaboration. The CRSP removal can open new boundaries beyond horizon.