



COURSE NAME:-B.A.LLB-IVTH SEM

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# INTRODUCTION

India is known as one of the most important and emerging player in the global economy. Its foreign trade policies and government reforms have made it a significant destination for foreign investments around the world. Also, technological and infrastructural developments being carried out all over the country enable efficient trade and economic practices. For the successful economic development of a country, vigorous foreign trade policy is of great importance. Therefore, India adopted a foreign trade policy known as the EXIM Policy or the Export-Import policy.

# FOREIGN TRADE POLICY

The Foreign Trade Policy (FTP) was introduced by the Government to grow the Indian export of goods and services, generating employment and increasing value addition in the country. The Government, through the implementation of the policy, seeks to develop the manufacturing and service sectors. This article is a snapshot of the various aspects of the policy.

# FOREIGN TRADE POLICY IN INDIA

The current Foreign Trade Policy is for the period 2015 – 2020 announced by the Government of India, Ministry of Commerce and Industry on 01st April 2015. Foreign trade policy needs amendments every five years and aims at developing export capability, improving export performance and structure, encouraging foreign trade, and creating a suitable balance of payments position. It is updated every year on the 31st of March, and the modifications, improvements and new schemes become effective from 1st April each year.



# OBJECTIVES OF THE FOREIGN TRADE POLICY IN INDIA

- Trade enables economic growth and national development. The main aim is not the mere earning of foreign exchange, but encouraging greater economic activity. The foreign trade policy of India is based on the following major objectives as follows:
- To enable substantial growth in exports from India and import to India to boost the economy.
- To at least double the percentage share of global merchandise trade conducted within the next five years.
- To improve the balance of payment and trade.
- To act as an effective instrument of economic growth by creating employment opportunities for the citizens; the larger the expansion of trade activities, the more the workforce required.
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## CONCLUSION

With the help of foreign trade policies, a country can lead to equality of pricing to ensure a stable demand and supply situation within the economy.

Foreign trade policy also enables a nation to import certain products at the time of a natural calamity and therefore manage scarcity when demand is high by providing better quality and quantity of goods. It also assists in raising the standard of living and making commodities available at a lower cost.

Therefore, the Foreign Trade Policy in India is a complete policy to enhance the position of India in the international market and create benefits for all.