

Contents

Chapter 1

India and the World

1

Chapter 2

Indo-Japanese Economic Relations --- Japanese Companies Seek to Catch Up

17

Chapter 3

Sino-Indian Relations --- From Hostility to Mutual Cooperation and Complementation

27

Chapter 4

US-Indian Relations --- A Multifaced Partnership Under Construction

41

Chapter 5

Relation Between India and Europe, Russia, the Middle East, and Africa

--- From Traditional Friendly Countries to the Frontiers

53

Chapter 6

Relations with Northeast Asia (South Korea and Taiwan) --- South Korean Companies Take the Lead, Taiwanese Corporations also Start Active Deployment

67

Chapter 7

India-ASEAN Relations --- The Formation of a Production Network

79

Chapter 8

Trade & Investment Relations between India and the Countries of South Asia

--- EPAs are Effective in Facilitating

91

Tables

Table 1.1 The state of India's omnidirectional diplomacy -----	2
Table 1.2 India's main export items (FY2010) -----	8
Table 1.3 India's main trade partners and export/import ratio -----	10
Table 2.1 The number of locations of Indian expansion by Japanese Corporations (As of October 2011)-----	21
Table 3.1 The state of Sino-Indian bilateral trade -----	34
Table 4.1 Breakdown of primary products in Indian trade with the US (FY2010) -----	46
Table 4.2 Breakdown by country of FDI to India -----	47
Table 5.1 Trade between the Middle East and India (FY2010) -----	59
Table 6.1 India-Korea CEPA -----	71
Table 6.2 Comparison of liberalization rate for India of the Japan-India EPA and the India-Korea CEPA -----	71
Table 6.3 Consumer electronics share in the Indian market (FY2009) -----	74
Table 7.1 India's export destinations -----	81
Table 7.2 India's import sources -----	81
Table 7.3 Direct investment in India (2010) -----	82
Table 7.4 Direct investment in ASEAN (2010, net basis) -----	82
Table 7.5 India's import of machinery from ASEAN, top ten items -----	85
Table 7.6 Export destinations from Singapore and Malaysia of "semiconductors, thermionic valves and tubes" (2010) -----	86
Table 7.7 Export destinations from Singapore and Malaysia of "parts for office machines" (2010) -----	87
Table 7.8 Export destinations from Singapore and Thailand of "electrical machinery and apparatus not elsewhere specified" (2010) -----	88
Table 7.9 Export destinations from Thailand and the Philippines of "parts for tractors and motor vehicles" (2010) -----	88
Table 7.10 Export destinations from Thailand and Singapore of "internal combustion engines" (2010) -----	89
Table 8.1 The economic situation for South Asian Countries (2010) -----	92
Table 8.2 Comparative advantage commodities in three South Asian countries -----	97
Table 8.3 Trade between India and Three South Asian countries: Commodity breakdown comparison (2007, %) -----	99
Table 8.4 South Asian nations and FTAs -----	100
Table 8.5 Trade complementarity index among South Asian countries -----	101

Figures

Figure 1.1 India's export trend -----	7
Figure 1.2 Indian inward/outward investment -----	13
Figure 2.1 The trend of Japan-India trade -----	17
Figure 3.1 The GDP share of the tertiary sector -----	33
Figure 3.2 Direct investment between India and China -----	36
Figure 4.1 India's primary trade partners -----	45
Figure 5.1 India's trade with major countries/regions -----	55
Figure 5.2 Trade between India and Africa -----	62
Figure 6.1 India's external trade -----	69
Figure 6.2 The direction of India's trade with South Korea and Taiwan -----	69
Figure 7.1 India's exports to ASEAN, fraction by item-----	83
Figure 7.2 India's import from ASEAN, fraction by item-----	83
Figure 8.1 Economic growth rates for South Asian countries -----	93
Figure 8.2 South Asian exports -----	94
Figure 8.3 Domestic direct investment (flow) for South Asian countries -----	94
Figure 8.4 Proportion of exports to India from Three South Asian countries -----	95
Figure 8.5 Export intensity for three South Asian countries relative to India -----	96
Figure 8.6 Export intensity for India in relation to three South Asian countries -----	96