

Global Trade & Trade Policies of China

Outline

(i) Intro

(ii) Global Trade

(iii) Trade Policies of China

a) String of Pearls

b) Belt & Road Initiative

c) Regional Connectivity

d) Dedollarization

INTRO:- Due to globalization, trade among states are become more complex and comprehensive. Global trade refers to bilateral trade, multilateral trade, and Digital marketing. Here are many examples of multinational companies which are working in all core and periphery countries like: KFC, ITC, Nestle, and other companies.

(ii) Global Trade:

Global trade refers to marketing in the context of globally. movement of goods and services from one state to another. ~~state~~.

Oceans are prime sources of global trading.

New transport ships were introduced, through which tonnes of goods would easily be delivered from one corner of world to another. Global trade is

enhancing domestic industries, creating marketing competition, introducing new innovations, and changing people's life standards.

Global trade is increasing due to national interests. Countries gaining economic interest through various uses of global trade. Several

tactics are being used by nation state for protecting their national interests. flaunting dominance, achieving core values; states are using Tariffs, custom duties, and other trade barriers upon another states.

States are using global trade restrictions to achieve their goals like: Suez Canal, Egypt government controlling Suez Canal and using it for political interests, the Bab-el-Mandeb (Yemen countering Israeli ships).

The Bab-el-Mandeb also known as gate of Tears. Yemen using this platform to countering Israel, secure political interests, and indeed halt ~~war~~ conflict b/w Hamas and Israel.

Trade Policies of China:

(a) String of Pearl:

The connection among sea ports in Indo-Pacific region is commonly named as string of pearl. China connected the sea ports of Indo-Pacific region through Belt and Road (BRI) initiatives. American geographer firstly used the term "string of pearl" in 1944. String means the "connection" and pearls means "the sea ports". Gawadar port is also the part of string of pearl. To counter this project America introduce QUAD. The QUAD is a security dialogue between four countries. India, USA, Japan, and

Australia are the member of Quad.

The conflict between great rivals through trade to maintain balance of power. After the cold war ~~1991~~ 1992 America is only super power on the Earth. Now, the world is again shifting from unilateral to multilateral power.

According to some philosophers balance of power can maintain peace, maybe small wars happened, but it can prevent from big wars like WW1 & WW2.

Example: (1)

During WW1 the Germany became more powerful than Russia and Poland. UK remain neutral, so balance of power disrupted. The result aftermath of imbalance of power resulted as WW1.

Example: (2)

Crimean war 1853-1856 fought b/w Russia and Ottoman Empire. Russia was powerful than Ottoman Empire, so British army intervene into the war to prevent Russia, because after the defeating of Ottomans Russia could be powerful. In this way through alliances balance of power remained.

(2): Belt & Road Initiative (BRI):

BRI is a multi-region connectivity through sea and road. BRI starts from

DATE: 1 / 120

2013, and currently it is considered as largest connectivity. BRI initiated by Chinese government to change the phase of world from geostrategic to geoeconomic.

There are many many sub projects like CPEC, String of pearls, and Central Asian corridors.

BRI is mainly focusing on Asia, Europe and Latin America. BRI connects China into South-Asia, Central Asia, African countries, and Gulf nations.

In 2021 America with G-7 members introduced Build Back Better world (B3W) to counter BRI. B3W main focus was to connect world through Green economy measures.

America also introduced Blue network in 2013. Both projects have been failed.