

**GS-II Effect of Policies and Politics of Developed and Developing Countries on India's Interests**

- 1. What is Generalized System of Preferences (GSP)? Explain the impact on US-India Trade relationship due to the withdrawal of GSP status to India by US.**

**Why this Question?**

- Bilateral relations and the issues arising out of these.

**Key Demands of Question:**

- Explain the GSP and its impacts on trade relationship between US-India due to its withdrawal.

**Directive Word:**

**Explain:**

- Here the student should clearly express why something happens, or why something is the way it is. He needs to look at a subject in depth taking note of the detail and if appropriate, consider the implications, and should explain them in good simple language.

**Structure of Answer:**

**Introduction:**

- Explain GSP and its importance to India.

**Body:**

- Explain in detail about Generalised System of Preferences and explain why US withdrawn GSP status to India.
- Discuss the possible impact on trade relationship between the two countries due to its withdrawal.
- Illustrate with the examples.

**Conclusion:**

- Conclude with the way forward measures to tackle the issues.