

# Mother of all deals!

India (4th largest economy), and the EU (2nd largest economy), comprising 25% of Global GDP, forge a free trade agreement (FTA) after 18 years of discussions

- ▶ Tariffs on over **96.6% of EU goods exports** to India will be eliminated or reduced. Over **99% of Indian Exports** in value to Europe will now enter duty-free.
- ▶ Fully **excludes several sensitive agricultural products** from liberalisation. Products such as beef, chicken meat, rice and sugar will remain outside the scope of tariff cuts



Which Indian products will get cheaper for Europeans?	Current tariffs on India by EU	Future Tariffs
Marine sectors	26%	0%
Footwear	17%	0%
Chemicals	12.8%	0%
Apparel	12%	0%
Textiles	12%	0%
Consumer goods	10.5%	0%
Base metals	10%	0%
Rail products and ships	7%	0%
Gems and jewellery	4%	0%
Toys and sports goods	4.7%	0%

Source: CNBC TV18

Which European products will get cheaper for Indians? ▶

# DEZERV

Which European products will get cheaper for Indians?	Current tariffs on Europe by India	Future Tariffs
Machinery and electrical equipment	Up to 44%	0%
Aircraft and spacecraft	Up to 11%	0%
Optical, medical and surgical equipment	Up to 27.5%	0% for 90% of the products
Plastics	Up to 16.5%	0%
Pearls, precious stones and metals	Up to 22.5%	0% for 20% of the products and tariff reduction for another 36% of the products
Chemicals	Up to 22%	0%
Motor vehicles	110%	10% (quota of 250k)
Iron and steel	Upto 22%	0%
Pharmaceuticals	11%	0%
Wine	150%	20% (premium range); 30% (medium range)
Spirits	Up to 150%	40%
Beer	110%	50%
Olive oil, margarine and other vegetable oils	Up to 45%	0%
Kiwis and pears	33%	10% in-quota
Fruit juices and non-alcoholic beer	Up to 55%	0%
Processed food (breads, pastries, biscuits, pasta, chocolate, pet food)	Up to 50%	0%
Sheep meat	33%	0%
Sausages and other meat preparations	Up to 110%	50%

Note: The reductions of few tariffs will occur in stages over the years. Source: European Commission Press Corner.  
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► While the implementation in India could happen after the Union Cabinet approves, the pact would require ratification from the European Parliament.