<u>India</u> is considering to bring together a group of 8-10 member countries of the <u>WTO</u> to prepare an agenda for creation of a conducive atmosphere in <u>Geneva</u> to ensure smooth functioning of the global trade body, a top government <u>official</u> said.

It would be an informal group within the <u>World Trade Organisation (WTO)</u>, which may also include countries like Brazil, China, South Africa, China, <u>Indonesia</u> and <u>Columbia</u>.

"We are thinking about taking 8-10 countries together to look at a way <u>forward for the global trading system.</u> Nobody is suggesting anything, only attacking each other. We will take the initiative within the <u>WTO</u>. We will prepare an agenda," the <u>official</u> said.

- The <u>official</u> added that the main idea would be to create a proper structured agenda forward which will be acceptable to all countries to reduce the tension today.
- The commerce ministry would be discussing the issue internally and work on the structure.
- "The main objective is to create a conducive atmosphere so that global trading system works well," the official said.
- The initiative assumes significance as trade tensions have escalated after the US imposed high customs duties on certain <u>steel</u> and <u>aluminium products</u>. Other <u>WTO</u> members too have retaliated, which is leading to trade war-like situation.
- In trade wars, countries try to restrict imports by resorting to tariff and non-tax related barriers.
- Increase in customs duties on a product makes that item less competitive in the importing nation.
- Following collapse of talks in <u>Argentina</u> in December 2017, <u>India</u> had organised a minimisterial meeting of about 45 WTO members here on March 19-20 to revitalise the multilateral trade body.
- The objective of the meeting was to initiate a free and frank discussion on various key issues and challenges facing the Geneva-based organisation.
- The talks at the WTO's 11th Ministerial Conference collapsed after the US went back on its commitment to find a permanent solution to the <u>public food</u> stockholding issue, a key matter for <u>India</u>.