International Relations · GS - II

Indian diaspora has scaled new heights in the West.

Describe its economic and political benefits for India.

EXAM YEAR	PAPER	SUBJECT
2023	GS - II	International Relations

MARKS	WORD LIMIT
10	~150 words

Answer Hint

The Indian diaspora functions as a bridge between India and advanced economies by contributing capital, skills, technology, networks and political influence; India can convert this social capital into stronger development and diplomacy.

Model Answer

Introduction

The Indian diaspora, particularly in countries such as the United States, United Kingdom, Canada and Australia, has acquired considerable economic, professional and political influence. It has consequently become an important asset of India's global engagement.

Body

Economic Benefits

Remittances: The diaspora contributes significantly to India's foreign-exchange earnings and supports household consumption, education and investment.

Investment: Successful diaspora communities can facilitate FDI, venture capital, entrepreneurship and technology transfer.

Knowledge and skills: Professionals in technology, medicine, finance and research create avenues for knowledge exchange and innovation.

Trade networks: Diaspora networks can strengthen India's commercial links with Western economies.

Philanthropy: Diaspora contributions support education, healthcare, social development and community projects in India.

Political and Diplomatic Benefits

Diplomatic bridge: Diaspora communities can improve mutual understanding between India and host countries.

Political representation: Successful Indian-origin leaders and professionals can increase India's visibility and influence in Western political systems.

Public diplomacy: Cultural achievements and professional success strengthen India's soft power.

Policy advocacy: Diaspora organisations can articulate India's perspectives on bilateral issues and facilitate stronger people-to-people relations.

Conclusion

The diaspora represents India's **economic capital, human capital and soft-power resource abroad**. India should deepen engagement through investment facilitation, knowledge partnerships and diaspora diplomacy while ensuring that diaspora relations remain mutually beneficial and non-partisan.

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