

# CSB IAS ACADEMY The Road Map to Mussoorie...

## MAINS Impact- 2025

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#### **INDIA-BRAZIL RELATIONS**

Balalatha's

#### SYLLABUS:

GS 2 > International Relations >> Bilateral Relations

#### **REFERENCE NEWS:**

Prime Minister Narendra Modi received a grand welcome from the Indian diaspora in Rio de Janeiro, Brazil, as he began his four-day visit to attend the 17th BRICS Summit and undertake a state visit. The welcome featured cultural dances, folk songs, and a performance themed on Operation Sindoor with the patriotic song *"Ye desh nahi mitne dunga."* A Brazilian music group also performed devotional music, reflecting India's cultural and spiritual heritage.

### India-Brazil Defence Cooperation:

#### **Bilateral Foundations**

- Diplomatic ties established in **1948**.
- Defence agreement signed in **2003**.
- Elevated to Strategic Partnership in 2006.
- Joint Defence Committee (JDC) created for regular cooperation; 7 meetings held, latest in 2021.

#### Institutional Mechanisms Established

- Joint Commission Meeting (Foreign Ministers)
- Strategic Dialogue (National Security Advisors)
- Foreign Office Consultations (FOC) 2nd held in June 2023, Brasília
- 2+2 Political-Military Dialogue launched in 2024
- Multiple high-level **defence visits from both sides** (e.g., Air Chiefs, Navy Commanders)

#### **Defence Trade & Strategic Interests**

- Brazil interested in purchasing from India:
  - Akash Air Defence System
  - Scorpene-class submarine maintenance
  - Garuda artillery guns
  - Coastal surveillance systems
  - Offshore Patrol Vessels (OPVs)
  - Tejas Light Combat Aircraft (LCA)
  - Indian helicopters and drones (with tech transfer)

• BrahMos-NG (suitable for Brazil's Gripen jets)

#### Joint Ventures & Industrial Collaboration

- Brazil supports joint R&D, co-development, and manufacturing partnerships.
- o Brazilian arms manufacturers CBC and Taurus already in joint ventures with Indian firms
- **Embraer**'s C-390 Millennium transport aircraft offered to India (deal with Mahindra signed).

#### **Defence Budgets & Strategic Capability**

- India's defence budget (2024): \$74 billion; world's 2nd-largest standing army.
- Brazil's defence budget (2024): \$25 billion; world's 11th-largest army.
- India's defence exports reached **\$2.76 billion in 2025**; aim: **\$5.84 billion by 2029**.

#### Strategic Significance

- Brazil seeks India as a partner in defence modernization and regional manufacturing hub.
- India views Brazil as a gateway to Latin American markets for joint products.
- Both countries aim to deepen trust-based defence ties through shared democrativalues.

### SIGNIFICANCE OF INDIA-BRAZIL RELATIONS:

#### Political & Strategic Cooperation

- Diplomatic Legacy: Established formal relations in 1948, elevated to Strategic Partnership in 2006.
- Institutional Engagement: Multiple strategic dialogue platforms: Joint Commission Meetings, Strategic Dialogue (NSA), Foreign Office Consultations, Trade & Economic Dialogue, Joint Defence Commission, Science & Technology Committee, IBLF, etc
- Multilateral Alignment: Partners in BRICS, IBSA, G4, G20, ISA, BASIC, UNSC reform, and Global Biofuel Alliance.

#### **Economic & Trade Relations**

- Robust Bilateral Trade: Growth from ~\$7 bn (2020) to ~\$15 bn (2022); ~US\$12 bn in 2023.
- Complementary Trade: India → Brazil: agro-chemicals, pharmaceuticals, machinery, synthetic yarns. Brazil → India: crude oil (~US\$4.7–5.4 bn), soya & vegetable oils, sugar, gold, cotton, pulses.
- Investment Ties: Indian investment in Brazil ~US\$6 bn; Brazilian investment in India ~US\$1 billion.
- Agriculture & Food Security: MOU on food standards; cattle genetics collaboration; agrochemical exports >US\$1 bn; Brazil's sugar exports ~\$1.9 billion.

#### Science, Technology & Digital Cooperation

• **Space Collaboration**: Data exchange and satellite tracking; Brazil's Amazonia-1 launched by ISRO in 2021.

- Digital & Emerging Tech: Joint initiatives in AI, 5G/6G, supercomputing, quantum tech, data protection.
- Agritech & Biofuels: Partnership under ISA; Brazil's ethanol expertise supports India's energy transition goals

### **Defence & Security**

- Defence Accord (2003) and JDC established, with seven meetings to date and the first
  2+2 political-military dialogue in 2024.
- Defence Delegations & Training: Reciprocal high-level visits, including services chiefs; ~134 officers participated in joint training; collaboration on AWACS and transport aircraft C-390.

#### Cultural & Educational Exchanges

- Cultural Affinity: Strong presence of Yoga, Ayurveda, Bharatanatyam, Kathak, Kuchipudi, and Indian spiritual organisations across Brazil.
- Academic & People-to-People Linkages: Programs under CEP (2020–24); robust cultural and educational mutual exchanges.

#### Health & Traditional Systems

Health Cooperation MoU (2020); Joint Health Working Group (2022); Ayurveda & Yoga included in Brazil's health policy.

### **CHALLENGES TO INDIA-BRAZIL RELATIONS:**

- Geographical Distance & Connectivity Barriers: The vast geographical distance leads to high transportation and logistical costs, limiting trade potential and people-to-people exchange.
  - Despite strong trade volumes (~\$12.2 billion in 2024–25), there is no direct flight connectivity or dedicated maritime shipping route between India and Brazil, affecting travel, tourism, and commercial logistics.
- **Trade Imbalance and Limited Diversification:** Although bilateral trade is growing, it remains **heavily commodity-based** and lacks sectoral depth.
  - Brazil's exports to India are primarily **crude oil, soya oil, sugar, and gold**, while India exports **agro-chemicals, pharma, and petroleum products**. High-value services, technology, and innovation exchanges remain underutilized.
- **Underutilised Investment Potential:** While Indian investment in Brazil exceeds **\$6 billion**, Brazilian investment in India is only around **\$1 billion**.
  - Indian firms (Tata, Mahindra, Infosys) are active in Brazil, but Brazilian firms like
    Vale, WEG, and Stefanini have limited presence in India. Mutual FDI flows remain below potential for two G20 economies.

- **Bureaucratic and Regulatory Barriers:** Complex regulatory environments, tax systems, and compliance procedures in both countries affect ease of doing business.
  - Despite an MoU on trade monitoring and regular meetings (e.g., 6th Trade Monitoring Mechanism in 2023), businesses still face delays in approvals, tariffs, and overlapping regulations.
- **Delayed Implementation of MoUs:** Several agreements (on bioenergy, cyber security, defence, and education) exist on paper but **progress is slow or non-uniform**.
  - MoUs signed during President Bolsonaro's 2020 visit have seen **delayed operationalisation**, including joint R&D on defence platforms, digital cooperation, and biofuel tech transfer.
- Limited Awareness and Cultural Gaps: Despite goodwill, mutual public awareness is low, particularly in youth and mainstream society.
  - The popularity of shows like Caminho *das Indias* and the success of cultural events like **Yoga Day** highlight potential, but academic exchanges and tourism remain low. Only **two ICCR scholarship slots** are offered annually to Brazil.
- **Defence Cooperation Still Evolving:** While interest in Indian defence platforms exists, no major **deal has materialised** yet.
  - Brazil has expressed intent to procure Akash missiles, Tejas LCA, and coastal systems, but no contracts signed as of mid-2025. Joint production under discussion, but progress depends on industrial compatibility and financing.
- **Limited Engagement in Multilateral Leadership:** Despite alignment in plurilateral forums (e.g., BRICS, IBSA, G-4), coordination on global issues like UNSC reform, WTO negotiations, and climate action is not always synchronised.
  - Joint statements often reaffirm shared goals, but global leadership actions are pursued independently, with limited India–Brazil co-sponsored initiatives at the UN or WTO.
- Language Barrier: Language remains a practical barrier in education, culture, and diplomacy, with Portuguese being Brazil's primary language and English/Hindi common in India.
  - Very few Indian students study in Brazil and vice versa. The lack of Portuguesespeaking officials in India and Indian language learners in Brazil slows academic cooperation.

### WAY FORWARD:

### Institutionalise Strategic Coordination for Global South Leadership

- **Establish an Annual Strategic Dialogue on South-South Cooperation**, focusing on food security, climate justice, digital inclusion, and global governance reform.
- Leverage BRICS, IBSA, and G20 to coordinate joint resolutions on WTO reform, UNSC expansion, and global health equity.

#### **Deepen Economic & Technological Integration**

- Create a **Preferential Trade Agreement** under MERCOSUR-India for better market access.
- Promote **joint R&D and co-production** in sectors like defence, biotech, semiconductors, and green hydrogen.
- Develop **South-South Technology Corridors** to share innovations in fintech, digital governance, and agriculture.

#### **Strengthen Maritime & Energy Partnerships**

- Expand cooperation in biofuels and ethanol blending, leveraging Brazil's "RenovaBio" and India's "National Biofuel Policy."
- Enhance collaboration in **offshore oil and gas exploration** and clean energy transitions under the **ISA** and **GBA**.
- Explore **South Atlantic maritime cooperation**, including joint naval exercises and oceanic research.

#### Cultural Diplomacy & People-to-People Ties

- Open more ICCR scholarships, language training centres, and academic fellowships.
- Promote India–Brazil University collaborations and joint research in health, indigenous knowledge, and Ayurveda.
- Expand celebration of Yoga Day, Film Festivals, and Gandhi Dialogues in Brazil and Latin America.

#### Enhance Development Cooperation

- Launch a joint India–Brazil Fund for Global South Development, supporting capacitybuilding, climate adaptation, and health systems in Africa and Latin America.
- Align India's ITEC program and Brazil's ABC (Brazilian Cooperation Agency) for triangular development in less-developed countries.

#### Make Defence Ties a Pillar of Strategic Trust

- Fast-track agreements on Akash missile systems, Tejas aircraft, and Scorpene maintenance.
- Co-develop equipment for humanitarian missions, coastal security, and disaster relief in the Global South.

India and Brazil, as **rising powers with shared democratic values**, must deepen their bilateral ties to build a **multipolar**, **inclusive**, **and equitable world order**. Together, they can serve as **pillars of leadership in the Global South**, offering alternative narratives rooted in **mutual respect**, **sustainability**, **and human development** 

#### PRACTICE QUESTION:

Q. India and Brazil have deepened their bilateral relations across strategic, economic, and cultural domains, yet challenges persist. Critically examine the multidimensional nature of this partnership. (15 marks, 250 words)

#### **APPROACH:**



India and Brazil, both vibrant democracies and emerging economies, share a multifaceted partnership rooted in mutual respect, democratic values, and a vision for a more equitable global order. Their relationship, elevated to a Strategic Partnership in 2006, has seen deepening ties across political, defence, economic, technological, and cultural domains.

#### Multidimensional Nature of the Partnership:

- Political & Strategic Cooperation: Institutional mechanisms like the Joint Commission Meeting, 2+2 Dialogue, and BRICS–IBSA cooperation reflect strategic trust.
- Economic Relations: Bilateral trade touched \$12.2 billion in 2024–25, with complementary trade in agro-chemicals, crude oil, and pharma. Indian investments exceed \$6 billion.
- Defence Cooperation: Brazil has shown interest in Indian platforms like the Akash missile, Tejas LCA, and BrahMos-NG; training and technology sharing are ongoing.
- Technology & Space: India launched Brazil's Amazonia-1 satellite in 2021; cooperation in **AI**, **5G/6G**, and **biofuel technologies** is advancing.

- **Cultural & People-to-People Ties:** Deep cultural affinity, from **Ayurveda and Yoga** to film and Gandhian philosophy, binds people.
- **Health & Agriculture:** Cooperation in health policy, Ayurveda integration, and food security initiatives enhances social development goals.

#### **Challenges in the Relationship:**

- **Geographical & Connectivity Gaps:** No direct flights or dedicated shipping routes hamper trade and mobility.
- Underutilised Investments & Trade Diversification: Brazilian investment in India remains limited (~\$1 billion), and trade is commodity-heavy.
- Regulatory & Bureaucratic Hurdles: Implementation of signed MoUs, especially in defence and bioenergy, remains slow.
- Cultural & Language Barriers: Limited awareness and only 2 ICCR scholarships annually restrict academic exchange.
- **Multilateral Coordination:** Despite alignment in forums like BRICS and G-4, joint global initiatives remain sparse.

Way Forward:

- Institutionalise South–South Coordination: Launch an India–Brazil South-South Cooperation Forum for joint leadership on global issues.
- **Boost Defence Collaboration:** Fast-track deals on Akash, Tejas, and Scorpene maintenance; promote co-development.
- Enhance Maritime & Energy Ties: Expand oil, gas, and ethanol cooperation under ISA and GBA.
- Strengthen Cultural Diplomacy: Increase scholarships, promote university tie-ups, and expand language training.
- **Develop a Joint Development Fund:** Use shared platforms to support health, climate, and infrastructure in Africa and Latin America.

India and Brazil, as key voices of the **Global South**, are well-positioned to lead the call for a **multipolar and inclusive world order**. Their enduring partnership must now evolve into a **model of South–South solidarity**, rooted in sustainability, strategic trust, and people-first development.