INDIA - GHANA RELATIONS

NEWS: Prime Minister Narendra Modi, who is on a five-nation tour, arrived in **Ghana on a two-day State visit.**

WHAT'S IN THE NEWS?

High-Level Visit and Recent Developments

- First PM Visit in Decades:
 - Prime Minister Narendra Modi's 2024 visit marks the **first visit by an Indian PM to Ghana in nearly 30 years**, signalling a renewed strategic engagement.
- Recognition by Ghana:
 - PM Modi was awarded Ghana's **highest state honour** The Companion of the Order of the Star of Ghana recognizing his **global leadership and contribution to India–Ghana ties**.
- Comprehensive Partnership:
 - Leaders agreed to elevate bilateral ties to a **Comprehensive Partnership**, broadening the scope of cooperation across multiple sectors.
- MoUs Signed:
 - Four MoUs were signed during the visit, focusing on cultural exchange, traditional music, and institutional collaboration.

Historical and Diplomatic Linkages

- Anti-Colonial Solidarity:
 - India and Ghana share a **legacy of anti-colonial struggle** and cooperation in promoting the interests of the **Global South**.
- Early Engagement:
 - India set up a diplomatic office in Accra in **1953**, four years before Ghana's independence in 1957, making it one of India's earliest missions in Africa.
- Shared Multilateral Platforms:
 - Both countries are **founding members of the Non-Aligned Movement (NAM)** and collaborate in the **Commonwealth**, **G77**, and **India-Africa Forum Summit**.
- Institutional Mechanisms:
 - Joint Commission (established in 1995), Foreign Office Consultations (since 2002), and Joint Trade Committee (since 1981) form the backbone of structured dialogue.



Economic and Trade Relations

- Strong Trade Linkages:
 - Bilateral trade stood at **USD 3 billion in 2023–24**, with **India among Ghana's top trading partners**.
- Positive Trade Balance for Ghana:
 - Ghana enjoys a trade surplus, largely due to gold exports, which make up over 70% of India's imports from Ghana.
- Pharmaceutical Exports:
 - India is a **major supplier of affordable generic medicines**, vital to Ghana's healthcare sector.

Investment Cooperation

- FDI Footprint:
 - India is among the top investors in Ghana, with \$1.2 billion invested across:
 - Agro-processing, mining, ICT, manufacturing, and construction sectors.
- FDI Ranking:
 - In 2024, India ranked **2nd in number of projects (12)** and **8th by value** among all foreign investors in Ghana.

Development Partnership

- Credit and Grant Support:
 - India has provided **USD 450 million in concessional loans and grants** for Ghana's infrastructure and capacity development.
- Flagship Projects Include:
 - Kofi Annan ICT Centre of Excellence (2003)
 - Jubilee House Presidential Complex renovation (2017)
 - Komenda Sugar Plant and Elmina Fish Processing Plant (2016)
 - Tema-Mpakadan Standard Gauge Railway Line (inaugurated in 2024)

Capacity Building and Human Resource Development

- Digital Learning and Health:
 - Over 1,600 Ghanaian students benefited from e-Vidya Bharati and e-Arogya Bharati, offering Indian expertise in tele-education and telemedicine.
- Pan-African e-Network:
 - Ghana is a beneficiary of India's initiative to digitally connect African nations to Indian universities and hospitals.

Sectoral and Strategic Cooperation

- Key Agreements Signed In:
 - LPG Distribution
 - Peaceful uses of nuclear energy
 - Standards collaboration (BIS and Ghana Standards Authority)
- Air Services Connectivity:
 - An Air Services Agreement signed in 1978, supplemented by later MoUs, ensures better people-to-people and business movement.

Humanitarian Support

- COVID-19 Vaccine Support:
 - India provided 50,000 vaccines as a grant and over 1.6 million doses through the COVAX facility, strengthening health diplomacy.

Indian Diaspora and Cultural Ties

- Strong Diaspora Presence:
 - A vibrant Indian community of **over 15,000 people**, with some families living in Ghana for more than **70 years**.
- Cultural Engagement:
 - Rooted in a 1981 Cultural Agreement, India—Ghana cultural ties include yoga, Indian cinema, music, and education.

Strategic Significance of Ghana for India

1. Regional Gateway and Influence

- Ghana serves as a **gateway to West Africa**, offering strategic access to the **ECOWAS** region.
- Its democratic stability and regional influence make it a valuable partner in India's Africa engagement strategy.

2. Economic and Resource Security

• Ghana is important for securing **critical raw materials** like **gold**, **bauxite**, **and cocoa** to support Indian industries.

3. Maritime Security and Defence

- Located near the **Gulf of Guinea**, Ghana is key to **India's maritime security**, **shipping lanes**, and **anti-piracy efforts**.
- Defence cooperation with Ghana can help India expand defence exports and training initiatives in Africa.

4. South-South Cooperation and Goodwill

• India's projects in electrification, water, infrastructure, and skill development align with its South-South Cooperation policy, creating long-term goodwill.

5. Vaccine Diplomacy and Health Sector:

• India plans to help develop a vaccine hub in Ghana, aligning with its role as a global pharmaceutical leader and expanding healthcare outreach in Africa.

6. Multilateral and Diplomatic Alignment

• Ghana supports India's permanent membership in the UNSC and collaborates with India in NAM, Commonwealth, and G77.

Way Ahead

• Strategic Depth in Africa:

• Strengthening India—Ghana relations will help India expand its influence in West Africa and serve its global leadership ambitions.

• Focus Areas for Expansion:

• Future cooperation may deepen in **energy**, **security**, **education**, **digital innovation**, **health**, **and investment**.

• Global South Leadership:

• Ghana is a vital partner in the **Global South**, reinforcing India's position as a **responsible development partner and democratic power**.

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