

GS-3 - Economy.

5. There is a Sustained growth in Remittances to India. Justify.

World Bank's migration & development report - 'Remittances against Global headwinds', highlighted, India as top remittance receiver in 2022.

India's Remittance

According to World Bank - India received \$100bn, 12% growth from \$89 billion (2021), and higher than global growth of 4.9%.

Top Remittance

India > Mexico > China > Philippines > Egypt
(100)

Reason for India's - Sustained Remittances

1. Gradual reopening of the economy, post-pandemic
2. Increased Migrant laborers income,
3. Shifting Remittances sources

US, UK, Canada - share - increased from 26% to 36% (2022)
while share of Gulf countries decreased from 54% to 28% in 2022

Also. US $\rightarrow$ share - 23% single largest; Diaspora in US, UK etc, are of high skilled workers and hence high revenue (Income), on other hand, diaspora in Gulf countries are blue collar workers.

4. Depreciation of Rupee against dollar is also a favourable one when it comes to remittances

5. Also projection for 2023, shows India's remittances will further increase by 4%, due to high income from US, UK and East Asian countries way forward.

All the above factors contributed to sustained Remittances to India. Still India contributes only 3% of global remittances. If ~~still~~ more people are skilled, more remittances will be generated