A Study of Impact of Corona Virus on Indian Economy

Dr. Harsh Shrimali  
Mrs. Jyotsana Sharma  
Dr. Swapna Shrimali  
Udaipur (Raj.)

Abstract: Besides its dangerous effects on human life’s Covid 19 virus is affecting the backbone of Indian Economy. It is very clear that China plays a dominating role in Asian trade which is facing a slowdown due to corona virus outbreak which directly effects Indian market.

Index Terms – COVID 19, Corona Virus, WHO, IMF, SBI, UNCTD

INTRODUCTION
The Indian economy which was already facing an economic Slowdown and was taking several measures to recover, is now facing a big time challenge as the global outburst of COVID 19 virus which was first reported in China on 31 December whose outbreak was declared a public health Emergency by World Health Organization (WHO) on 30 January 2020. Globally which has a confirmed cases of 3,32,935 people till date, with confirmed deaths of 14,510 people till date according to WHO. This epidemic has hit the Indian as well as global economy vary badly.

OBJECTIVE OF THE STUDY
To study the meaning, Types, Remedies and causes of impact of Corona Virus on Indian Economy and to identify the possible measures.

Coronaviruses are a group of related viruses that cause diseases in mammals and birds. In humans, coronaviruses cause respiratory tract infections that can be mild, such as some cases of the common cold, and others that can be lethal, such as SARS, MERS, and COVID-19.

Besides its dangerous effects on human life’s Covid 19 virus is affecting the backbone of Indian Economy. It is very clear that China plays a dominating role in Asian trade which is facing a slowdown due to corona virus outbreak which directly effects Indian market.

A report of United Nations Conference on Trade and Development(UNCTD) issued by UN report Estimates trade impact of Coronavirus for India at approx. 348 Million $
According to UN Report

- India is among 15 most affected economy due to Corona Virus Epidemic
- The trade impact of Corona virus epidemic for India is estimated to be about 348 million $
- For India the trade impact is estimated to be the most for Chemical Sector at 129 million $
- Textiles Industry could be affected with 64 million $
- Automobiles for 34 million $
- Electric Machinery at 12 million $
- Metal Products at 27 million $

International Monetary Fund (IMF) Chief Ms. Kristalina Georgieva also said that the world economy is facing severe economic damage from Corona virus Pandemic that could be even more costly than 2009 crisis. The impact is so severe that in a written reply to a question in Rajya Sabha on impact of corona virus outbreak on Indian Economy, Minister of State for Finance Mr. Anurag Singh Thakur has also shown worry and discussed several invectives. State Bank of India in its report has also mentioned the ill effect of Corona Virus on Hotel Sector and Tourist Industry.

Way Forward

- To address the possibility of trade-induced adverse impact on the economy. The government should take positive steps for trade export promotion particularly in Pharmaceutical, Electronics and Automobile sector.
- Special efforts should be given on those products where the supply chain depends on import from China.
- An special high level committee could be set up to tackle the economic effects of COVID 19.
- Special focus is needed which could help the tourism industry and Automobile industry to recover from losses.
REFERENCES

- Arup Roy (2020 March 22) “Economic Impact of Corona Virus”. Web Exclusive
- Pallavi Nahata (Ms.) (2020 March 12) India’s Services Economy Braces for a hit. Bloomberg