

# India-Malaysia to Trade in Rupees Bypassing US Dollar

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*There is a worldwide movement to stop using what is considered a toxic currency, the US dollar. The concept of de-dollarization is accelerating, now India, the "I" in the BRICS Coalition has also made significant moves to bypass US dollars.*

Livemint.com published an interesting article that is a testament to what is taking place in regards to the US dollar reserve currency status, ['Union Bank becomes first to open special vostro account for India-Malaysia trade settlement in rupee'](#) reported that the development of a new trading option between India and Malaysia was to begin with the implementation of using rupees as the "Union Bank of India becomes the first bank in the country to open a Special Rupee Vostro Account through its corresponding bank in Malaysia i.e. India International Bank of Malaysia. This means that trade between India and Malaysia can now be settled in the Indian rupee, in addition to the current modes of settlement in other currencies." The article mentions the Reserve Bank of India's recommendations following a publication from last July on how to settle international trade using rupees, Union Bank's officials said that "this measure is aimed at facilitating the growth of global trade and to support the interests of the global trading community in Indian Rupee" they added that "the mechanism will allow the Indian and Malaysian traders to invoice the trade in Indian Rupee and therefore achieve better pricing for goods and services traded." On July 11<sup>th</sup>, 2022, the Reserve Bank of India published ['International Trade Settlement in Indian Rupees \(INR\)'](#) which recommended that global trade should involve INR's (Indian Rupee):

In order to promote growth of global trade with emphasis on exports from India and to support the increasing interest of global trading community in INR, it has been decided to put in place an additional arrangement for invoicing, payment, and settlement of exports / imports in INR. Before putting in place this mechanism, AD banks shall require prior approval from the Foreign Exchange Department of Reserve Bank of India, Central Office at Mumbai

The recommendations include Invoicing exports and imports that *“may be denominated and invoiced in Rupee (INR).”* It also involves a new exchange rate between trading partners and settlement of trade transactions, all in rupees.

The next G20 meeting will be hosted in New Delhi, a venue where India can push rupees for international trade settlements as another report by *Livemint.com*, [‘India to use G20 gathering to push rupee trade’](#) said that *“India will use the G20 platform to push international trade settlement in rupees, especially with countries that are facing currency issues, commerce secretary Sunil Barthwal said on Monday.”* Barthwal said that *“we are interested in improving the trade with respect to the currencies of the countries which are trading (with India).”* In a statement from the Ministry of Commerce and Industry, they made it clear that the intentions under India’s leadership is *“to build a shared understanding of the challenges being faced in accelerating global trade and investment, and how existing opportunities can be harnessed to formulate human-centric concrete outcomes and deliverables.”* The Reserve Bank of India has moved forward with authorizing dealer banks to open *Special Rupee Vostro Accounts (SRVAs)* to correspond with banks in more than 18 countries so far:

As per data presented in the Parliament on 14 March, RBI has approved domestic and foreign authorized dealer banks in 60 cases for opening of special rupee vostro accounts (SRVAs) of correspondent banks from 18 countries. These include Botswana, Fiji, Germany, Guyana, Israel, Kenya, Malaysia, Mauritius, Myanmar, New Zealand, Oman, Russia, Seychelles, Singapore, Sri Lanka, Tanzania, Uganda, and United Kingdom, junior finance minister Bhagwat Karad said in the Rajya Sabha

The acceleration of de-dollarization is taking place on every continent, India is just one country on board that seeks to enhance its growing economy by using their own currency, the *Indian Rupee (INR)*.

There is no stopping this trend, many countries see this as an opportunity to ditch the US dollar before Washington can impose some sort of sanctions on their respective economies especially if they were to decide on doing business with Russia, China, or Iran. Besides the fact that when the US receives its imports, they export its dollars in exchange thus resulting in inflationary pressures for those on the receiving end, Washington has weaponized their world reserve currency status to impose their will on sovereign countries for a long time, just ask those who suffered thru sanctions or embargoes such as Iran, Russia, China, Cuba, and others who has defied Washington.

The US dollar has been used as a weapon against those who are not obedient, but times are changing for the US establishment and their ambitions to continue their hegemonic objectives, therefore undermining its currency can end its global dominance. The US dollar was one of their main weapons of choice, and it has clearly backfired. but a serious question remains, what will Washington, its banker class, the Pentagon, and its Military-Industrial Complex do to stop or slow-down the global rush to de-dollarize their economies? Perhaps start another war with another global power who is leading the charge to abandon the US dollar? Maybe they will release another virus? One of these scenarios will take place in the foreseeable future because the globalists who are in charge in Washington and elsewhere will do anything to remain in power even if it means starting a new world war.

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*Timothy Alexander Guzman writes on his own blog site, Silent Crow News, where [this article](#) was originally published. He is a regular contributor to Global Research.*

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Timothy Alexander Guzman is an independent researcher and writer with a focus on political, economic, media and historical spheres. He has been published in Global Research, The Progressive Mind, European Union Examiner, News Beacon Ireland, WhatReallyHappened.com, EIN News and a number of other alternative news sites. He is a graduate of Hunter College in New York City.

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