

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:1961
ANSWERED ON:05.08.2005
FDI APPLICATION BY POSCO
Pradhan Shri Dharmendra

Will the Minister of FINANCE be pleased to state:

- (a) whether the Korean Company POSCO has submitted any application for FDI to the Union Government in connection with its proposed investment in Orissa;
- (b) if so, the details thereof; and
- (c) the size of equity participation in the proposed company?

Answer

Minister of State in the Ministry of Finance (S.S. Palanimanickam)

(a) to (c) : No application has been received by the Union Government from the Korean company POSCO for the proposed Foreign Direct Investment in Orissa. However, a Memorandum of Undertaking (MoU) has been signed between Government of Orissa and Pohang Steel Company (POSCO) of South Korea on 22.6.2005 for setting up a 12 million tonnes steel plant at Paradeep with a proposed investment of around US \$ 12 billion.