

**GOVERNMENT OF INDIA
DEVELOPMENT OF NORTH EASTERN REGION
LOK SABHA**

UNSTARRED QUESTION NO:891
ANSWERED ON:01.08.2006
INVESTMENT IN NORTH EASTERN REGION
Meghwal Shri Kailash

Will the Minister of DEVELOPMENT OF NORTH EASTERN REGION be pleased to state:

- (a) the steps taken by the Government to attract domestic and foreign investors for the development of North Eastern Region;
- (b) whether the Government proposes to provide an 'Economic Package' for this purpose; and
- (c) if so, the details thereof?

Answer

MINISTER, MINISTRY OF DEVELOPMENT OF NORTH EASTERN REGION (SHRI P.R.KYNDIAH)

(a)(b)&(c): According to the information received from the Department of Industrial Policy & Promotion, the Central Government has notified an Industrial Policy for the North Eastern Region which aims at promoting industrialization in the NER. Under this policy, various concessions/subsidies, such as excise and income-tax exemption for a period of 10 years, capital subsidy, interest subsidy and comprehensive insurance, are allowed to the industrial units set up in the NER. Besides this, Transport Subsidy is also available under Transport Subsidy Scheme, 1971. There is no separate FDI Policy for attracting foreign investment to NER and investors take decisions based on techno-economic parameters.