

**GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA**

STARRED QUESTION NO:473

ANSWERED ON:13.12.2010

FDI PROJECTS

Naik Shri Shripad Yesso;Owaisi Shri Asaduddin

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

- (a) whether projects have come up as per the agreements made with various States under the sanctioned Foreign Direct Investment (FDI);
- (b) if so, the details thereof alongwith reasons for delay, if any, in starting the projects and violation of agreements;
- (c) whether the actual FDI inflow is less than the sanctioned FDI during the last three years; and
- (d) if so, the details thereof?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF COMMERCE & INDUSTRY (SHRI ANAND SHARMA)

(a) to (d): A Statement is laid on the Table of the House.

STATEMENT REFERRED TO IN REPLY TO LOK SABHA STARRED QUESTION NO. 473 TO BE ANSWERED ON 13th DECEMBER, 2010 REGARDING FDI PROJECTS.

(a): Under the extant policy on Foreign Direct Investment (FDI), FDI can be brought into India either through the automatic route or the Government approval route. Most of the sectors/activities are open to FDI under the automatic route and there is only a limited list of sectors in which FDI is allowed with prior approval of the Government. FDI in sectors/activities, to the extent permitted under the automatic route, does not require any prior approval by the Government. For FDI requiring prior approval of the Government, the Foreign Investment Promotion Board (FIPB) considers applications and makes recommendations to the Government for approval. The procedure for according approvals for Foreign Direct Investment does not involve agreements with State Governments.

(b): Does not arise.

(c) & (d): Details of total FDI equity inflows and FDI approved through the FIPB Route, are as under:

(in US \$ million)

Year	Total FDI Equity Inflows through both automatic and FIPB routes	FDI Approved through the FIPB Route
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2007-08	24,575	4,297
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2008-09	27,331	9,580
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2009-10	25,834	1,828
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2010-11	11,005#	881##
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April- September 2010

April-August 2010