

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

UNSTARRED QUESTION NO:2957

ANSWERED ON:12.12.2011

TARGET FOR FDI

Antony Shri Anto; Bajwa Shri Partap Singh; Chavan Shri Harischandra Deoram; Mahendrasinh Shri Chauhan; Ray Shri Rudramadhab; Singh Shri Bhupendra; Singh Shri Jitender; Vishwanath Shri katti Ramesh

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

- (a) whether the Government has fixed any target for Foreign Direct Investment (FDI) in the country in the latest comprehensive review of the FDI policy;
- (b) if so, the details of new sectors opened up/prohibited for FDI alongwith target achieved by the Government, if any;
- (c) the details of FDI inflow during the last three years and the current year from various sources, sector-wise, country-wise and State-wise alongwith the details of sectors attracted highest FDI inflow;
- (d) whether the Government proposes to allow FDI in Civil Aviation/Private Sector Airlines and Multi-Brand Retail Trading; and
- (e) if so, the details of the proposals in this regard?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY (SHRI JYOTIRADITYA M. SCINDIA)

(a): No, Madam.

(b): Does not arise.

(c): A statement showing sector-wise (Financial - Year wise) Foreign Direct Investment (FDI) equity inflows from April, 2008 to September, 2011 is at Annex-I. A statement showing country-wise (Financial - Year wise) FDI equity inflows from April, 2008 to September, 2011 is at Annex-II. A statement on financial-year wise FDI equity inflows, from April, 2008 to September, 2011, as reported by the Regional Offices of RBI, is at Annex III. The break-up is as per receipts by the regional offices of the RBI in the country and cannot be fully equated with State-wise inflows, as companies having headquarters in one State may have operations in more than one State. Also some RBI Regional Offices cover more than one State. A statement showing the top ten sectors (Financial-Year wise) which have attracted highest FDI equity inflow from April, 2008 to September, 2011 is at Annex-IV.

(d)&(e): As per extant FDI policy, as contained in paragraph 6.2.9 of 'Circular 2 of 2011- Consolidated FDI Policy', issued by the Department of Industrial Policy & Promotion (DIPP), FDI is permitted in Air Transport Services, which include Domestic Scheduled Passenger Airlines, Non-Scheduled Air Transport Services, helicopter and seaplane services, subject to specified conditions.

The level of FDI permitted in various activities in Air Transport Services is as under:

Sector/Activity	% of FDI Cap/Equity	Entry Route
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(1) Scheduled Air Transport Services/ Domestic Scheduled Passenger Airlines	49% FDI (100% for NRIs)	Automatic
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(2) Non-Scheduled Air Transport Services	74% FDI (100% for NRIs) route beyond 49% and up to 74%	Automatic up to 49% Government
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(3) Helicopter services/ seaplane services requiring DGCA approval	100%	Automatic
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The Government has approved a proposal to permit FDI, up to 51% under the Government route, in multi-brand retail trading, subject to specified conditions. However, the decision has been suspended, in order to evolve a broader consensus among various

stakeholders.