

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:823
ANSWERED ON:25.11.2011
CAPITAL INVESTED BY INDIANS
Singh Shri Dushyant

Will the Minister of FINANCE be pleased to state:

- (a) whether Indians are investing capital in the world market and if so, the details thereof, country-wise and industry-wise; and
(b) the amount of capital invested by Indians outside the country in the first three months of 2009-10, 2010-11 and 2011-12 ?

Answer

Minister of State in the Ministry of Finance (SHRI NAMO NARAIN MEENA)

(a): Yes, Sir. The Indian companies (incorporated under the Companies Act 1956), Trusts, Registered Partnership Firms and Proprietary Concerns are allowed to make investment in overseas Joint Ventures/ Wholly Owned Subsidiaries not exceeding 400% of the net worth as on the date of last audited balance sheet.

The amount of capital invested in the top ten destination countries during the last three years are as under:

(Amount in US\$ million)

S.No 2009-10 2010-11 2011-12 (April-Nov.2011)

1. Singapore (3798.49) Mauritius (5045.83) Mauritius (1703.29)
2. Mauritius (2148.38) Singapore (3980.18) Singapore (1522.95)
3. Netherlands (1529.90) Netherlands (1516.63) Netherlands (616.55)
4. USA (870.35) USA (1206.98) USA (606.94)
5. British Virgin UAE (839.86) British
Island (747.49) Virgin Island (344.98)
6. UAE (637.47) Cyprus (517.25) UAE (238.00)
7. Channel Island (515.57) South Korea (462.52) U.K (219.72)
8. Cyprus (458.35) Cayman Island (439.31) Hong Kong (167.17)
9. U.K (344.95) U.K(402.45) Sri Lanka (118.85)
10. Indonesia (265.52) British Virgin Island Cayman Island (98.14)
(281.06)

The industry-wise break up of top 4 sectors in which investments were preferred by Indian investors is indicated below:

2009-10 (Amount in US\$ million)

S.No Sector

1 Manufacturing 4978.22

2 Financial, Insurance, Real Estate 4377.76
and Business services

3. Wholesale, Retail Trade, 1051.60
Restaurants and Hotels

4. Agriculture Hunting, Forestry and Fishing 941.20

2010-11 (Amount in US\$ million)

S.No Sector

1 Financial, Insurance, Real Estate 6495.95
and Business services

2 Manufacturing 5034.06

3 Wholesale, Retail Trade, Restaurants 1869.60
and Hotels

4 Agriculture Hunting, Forestry 1200.17
and Fishing

2011-2012 (April-Nov.2011)

(Amount in US\$ million)

S.No Sector

1 Manufacturing 1900.96

2 Financial, Insurance, Real Estate 1829.36
and Business services

3. Transport, Storage and 1148.93
Communication Services

4. Wholesale, Retail Trade, 622.72
Restaurants and Hotels

(b) The amount invested by the Indian companies in the first three months during the last three financial years are given below:

Year Amount in US\$ million

2009-10 (April-June) 3475

2010-11 (April-June) 2961

2011-12 (April-June) 2842