

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:73
ANSWERED ON:08.08.2012
OUTFLOW OF FUND
McLeod Smt. Ingrid

Will the Minister of FINANCE be pleased to state:

- (a) the channel-wise/category-wise amount of foreign fund invested in the country as well as those withdrawn during each of the last three years and the current year till date;
- (b) the reasons for huge and rapid outgo of the fund, if any; and
- (c) the reaction of the Government thereto?

Answer

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

(a) The flow of foreign funds in India is inter alia through the channel of Foreign Direct Investment (FDI) and Portfolio investment. The year wise inflow and outflow of FDI and Portfolio Investment for the last 3 years and for the current year is as below:

In US \$ Million

Type of Funds	2009-10	2010-11	2011-12	2012-13 #
Foreign Direct Investment (inflows)	25,834.41	19426.93	36,504.28	3,183.62
Outward Direct Investment (outflow)	15,143.00	16,524.00	10,950.00	1,105.00

Till May 2012

In Rs. Crore

Type of Funds	2009-10	2010-11	2011-12	2012-13 #
Portfolio Investment FII Gross Purchase	7,36,009.85	9,72,653.25	8,99,913.62	5,06,110.81
Portfolio Investment FII Gross Sales	6,48,022.60	7,92,979.31	8,60,561.00	4,28,057.28

(b) & (c) The FDI inflow and overseas direct investment outflows are not comparable to each other as former are undertaken by the overseas investors and the latter by domestic companies. In respect of FDI inflow and outflows, these are determined by their investment strategy and risk perception.