GOVERNMENT OF INDIA COMMERCE AND INDUSTRY LOK SABHA

STARRED QUESTION NO:446 ANSWERED ON:24.04.2015 FDI POLICY IN E COMMERCESECTOR Shanayas Shri M. I.

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

- (a) the present policy regulating the Foreign Direct Investment (FDI) ine-Commerce Sector including the total FDIinflow in the sector during the last threeyears;
- (b) whether the present policy restrictse-commerce companies from offeringservices directly to retail consumers in thecountry and if so, the details thereof alongwith the reasons therefor;
- (c) whether the Government proposesor has taken initiatives to relax the FDInorms in the e-Commerce Sector with Japanin particular and other countries in generaland if so, the details thereof;
- (d) whether the Government hasreceived proposals from some of the countries to ease FDI norms in the sector; and
- (e) if so, the details thereof and the actiontaken/being taken by the Government inthis regard?

Answer

THE MINISTER OF STATE (INDEPENDENT CHARGE) OF THE MINISTRY OF COMMERCE AND INDUSTRY (SHRIMATI NIRMALA SITHARAMAN)

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

STATEMENT REFERRED TO IN REPLY TO LOK SABHA STARRED QUESTION NO. 446 FOR ANSWER ON FRIDAY, THE 24TH APRIL, 2015 REGARDING 'FDI POLICY IN e-COMMERCE SECTOR'

- a) & (b): As per the extant FDI policy, FDI up to 100% under the automatic route is permitted in companies engaged in e-commerce provided that such companies would engage only in Business to Business (B2B) e-commerce and not in retail trading. FDI in retail sector has been opened in a calibrated manner and the government has not permitted FDI in Business to Consumer (B2C) e-commerce. Exclusive data in respect of FDI inflow in the sector is not centrally maintained.
- (c) & (d): No, Madam.
- (e):Does not arise.