

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

UNSTARRED QUESTION NO:2163

ANSWERED ON:05.12.2014

. FDI IN AUTOMOBILE SECTOR

Sawant Shri Arvind Ganpat

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

(a) whether Foreign Direct Investment(FDI) in Indian automobile sector is facing huge fall in view of slowdown in terms of domestic sales and exports in the sector;

(b) if so, the details thereof; and

(c) the steps taken by the Government to attract foreign investments to check slowdown in the sector?

Answer

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

(a) & (b) : Foreign Direct Investment (FDI) in Indian automobile sector has been continuously increasing since 2011-12. A comparative statement of FDI equity inflow from 2011-12 to 2014-15 (upto September, 2014) is as under:-

Sl No	Year	FDI in Rs crore	FDI in US\$ million
1	2011-12	4,346.77	922.99
2	2012-13	8,384.37	1,537.28
3	2013-14	9,026.58	1,517.28
4	2014-15 (Apr-Sep)	6,272.65	1,034.57

(c): Foreign Direct Investment (FDI) policy is reviewed on an ongoing basis, with a view to making it more investor friendly. Government makes significant changes in the FDI policy regime from time to time, to ensure that India remains an attractive destination.