

GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF ECONOMIC AFFAIRS

RAJYA SABHA
UNSTARRED QUESTION NO. 1817
FOR ANSWER ON 16/12/2025

INDIA'S EXTERNAL INVESTMENTS AND FINANCIAL ASSISTANCE

1817: Shri Abdul Wahab

Will the Minister of FINANCE be pleased to state:

- a) the total external investments, financial assistance, grants and aid extended by Government during the last five years, year wise;
- b) the details of such investment and assistance, country-wise and sector-wise;
- c) whether any criteria or policy framework is used to determine the eligibility of countries for such investments or aid; and
- d) the benefits accrued to India from these external financial engagements.

ANSWER

MINISTER OF STATE IN MINISTRY OF FINANCE

(SHRI PANKAJ CHAUDHARY)

(a) to (c) The main instruments of India's development assistance include Lines of Credit (LOC), Concessional Finance Scheme, Grant-in-Aid as well as capacity-building programmes under Indian Technical and Economic Cooperation Programme (ITEC). Details of India's foreign aid allocations for the last five years, region-wise and year-wise may be seen at **Annexure-I**.

India has been providing economic and infrastructure support to friendly neighbourhood countries and strategic partner countries with India's development experience

by extending Lines of Credit under Indian Development and Economic Assistance (IDEA) Scheme. India's development partnership is based on a consultative and demand-driven model.

During last five years, under IDEA Scheme, 30 LOCs were signed with various countries. They cover a wide range of sectors such as connectivity, education, health, agriculture, water, energy, construction, etc. The details of LOCs signed (Country wise) in the last five years may be seen at **Annexure- II**. The details of LOCs signed (Sector wise) in the last five years may be seen at **Annexure III**.

(d) LOCs are offered to developing countries to fund economic and infrastructure projects based on the needs of partner countries. This has facilitated increase in India's exports of goods and services. LOCs are a tool of economic diplomacy of the GOI to achieve its strategic objectives vis-a-vis developing countries and also a mechanism to share India's Development experience with Partner Countries. New LOCs are being extended in Indian currency to popularise INR in the international arena, reduce dollar dependency and promote Indian trade capabilities.

Annexure-I

Details of India's foreign aid allocations for the last five years, region-wise and year-wise (in INR crores)					
	2020-21	2021-22	2022-23	2023-24	2024-25
Bangladesh	200	200	300	200	120
Bhutan	2884.65	3004.95	2266.24	2400.58	2068.56
Nepal	800	992	750	550	700
Sri Lanka	200	200	200	150	245
Maldives	300	250	360	400	400
Myanmar	300	400	600	400	250
Other Developing Countries	120	130	150	150	125
African Countries	350	300	250	250	200
Eurasian Countries	45	100	140	75	20
Latin American Countries	20	40	40	50	30
Afghanistan	400	350	200	200	200
Mongolia	2	2	12	7	5
Mauritius	1025	900	900	460.79	370
Seychelles	140	160	14.06	10	40
Indo-Pacific	45	40	50	40	50
Investment Promotion & Publicity Programme	250	170	284	900	1000.53

Annexure-II

Year wise details of LOC's signed from FY 2020-21 to 2025-26						
Country	2020-21	2021-22	2022-23	2023-24	2024-25	Total
Bangladesh	-	-	-	-	-	-
Burundi	-	-	-	-	-	-
Cambodia	-	-	-	-	-	-
Congo D.R.	-	-	-	1	-	1
Cote d' Ivoire	-	-	-	-	-	-
Cuba	-	-	1	-	-	1
EBID	-	-	-	-	-	-
Eswatini (Swaziland)	1	1	-	-	-	2
Ghana	-	-	-	-	-	-
Guinea	1	-	-	-	-	1
Guyana	-	1	-	2	-	3
Kenya	-	-	-	-	-	-
Madagascar	-	-	-	-	-	-
Malawi	1	-	-	-	-	1
Maldives	2	1	1	-	-	4
Mauritius	1	1	1	-	-	3
Mongolia	-	-	-	2	1	3
Mozambique	1	-	-	-	-	1
Myanmar	-	-	-	-	-	-
Nepal	-	-	-	-	-	-
Nicaragua	2	-	-	-	-	2
Niger	-	-	-	-	-	-
Papua New Guinea	-	-	-	-	-	-
Rwanda	-	-	-	-	-	-
Senegal	-	-	-	-	-	-
Seychelles	-	-	-	-	-	-
Sierra Leone	1	-	-	-	-	1
Sri Lanka	-	2	1	-	-	3
Suriname	-	-	-	-	-	-
Tanzania	-	-	-	-	-	-
Togo	-	1	-	-	-	1
Uzbekistan	1	-	-	-	-	1
Vietnam	-	-	-	-	2	2
Zambia	-	-	-	-	-	-
Zimbabwe	-	-	-	-	-	-
Grand Total	11	7	4	5	3	30

Annexure III

LOC's signed from 2020-21 to FY 2025-26 [Sector wise]						
Sector	2020-21	2021-22	2022-23	2023-24	2024-25	Total
Agriculture	-	-	2	-	-	2
Connectivity	3	1	1	-	-	5
Construction	-	2	1	2	-	5
Defence and Security	2	-	-	1	3	6
Health	3	-	-	-	-	3
Manufacturing	-	1	-	-	-	1
Power	2	3	-	2	-	7
Water	1	-	-	-	-	1
Umbrella LOC*	-	-	-	-	-	-
Grand Total	11	7	4	5	3	30

*Umbrella LOC extended to ECOWAS Bank for Investment and Development is utilised towards multiple sectors.