

**Government of India
Ministry of Finance
Department of Economic Affairs**

**LOK SABHA
UNSTARRED QUESTION NO.620
TO BE ANSWERED ON FRIDAY, 18th NOVEMBER, 2016
(KARTIKA 27, 1938 (SAKA))**

CAPITAL EXPENDITURE

620. SHRI M.K. RAGHAVAN:

Will the Minister of FINANCE (वित्त मंत्री) be pleased to state:

- (a) the details and present status of Capital Expenditure (CAPEX) in both public and private sector along with areas presently covered for investment;
- (b) whether the Government has elicited opinion/suggestions from the industry stakeholders on the policy reform initiated, if so, the details thereof; and
- (c) the steps taken by the Government to boost investment particularly Capital Investment in the industrial sector?

ANSWER

**MINISTER OF STATE IN THE (SHRI ARJUN RAM MEGHWAL)
MINISTRY OF FINANCE**

(a) : An amount of ` 2,47,024 crore has been assumed as Capital Expenditure by Government in BE 2016-17. ` 3,98,139 crore has been estimated as Capital Expenditure by the Public Sector Enterprises in BE 2016-17. Of ` 2,47,024 crore assumed in BE 2016-17, an amount of ` 1,34,925 crore has been incurred as Capital Expenditure by the Government upto September, 2016. Similarly an amount of ` 1,03,237 crore has been incurred as CAPEX by the Public Sector Enterprises. The information on investment by private sector is not centrally maintained in this Ministry.

(b)&(c) : Government has put in place an investor-friendly policy, to promote FDI with a view to complement and supplement domestic capital formation. Except for a small negative list, most sectors are open for FDI. The policy on FDI is reviewed on an ongoing basis and changes are made in the policy in a calibrated manner after having intensive consultations with stakeholders including concerned Ministries/Departments, State Governments, apex industry chambers, Associations and other organizations taking into consideration their views/comments. Government has also taken various other steps to boost investment particularly Capital Investment in the industrial sector through credit guarantee scheme, soft loans, etc. Reserve Bank

of India has also reduced the policy rates which go towards easy liquidity in the market.

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DRAFT REPLY

LOK SABHA UNSTARRED QUESTION NO.620

To be answered on 18.11.2016

Capital Expenditure

620. SHRI M.K. RAGHAVAN:	ANSWER
Will the Minister of FINANCE be please to state:	
(a) the details and present status of Capital Expenditure (CAPEX) in both public and private sector along with areas presently covered for investment;	(a) An amount of ` 2,47,024 crore has been assumed as Capital Expenditure by Government in BE 2016-17. ` 3,98,139 crore has been estimated as Capital expenditure by the Public Sector Enterprises in BE 2016-17. Of ` 2,47,024 crore assumed in BE 2016-17, an amount of ` 1,34,925 crore has been incurred as Capital Expenditure by the Government upto September, 2016. Similarly an amount of ` 1,03,237 crore has been incurred as CAPEX by the Public Sector Enterprises. The information on investment by private sector is not centrally maintained in this Ministry.
(b) whether the Government has elicited opinion/suggestions from the industry stakeholders on the policy reform initiated, if so, the details thereof; and	(b) &(c):Government has put in place an investor-friendly policy, to promote FDI with a view to complement and supplement domestic capital formation. Except for a small negative list, most sectors are open for FDI. The policy on FDI is reviewed on an ongoing basis and changes are made in the policy in a calibrated manner after having intensive consultations with stakeholders including concerned Ministries/Department, State Governments, apex industry chambers, Associations and other
(c) the steps taken by the Government to boost investment particularly Capital Investment in the industrial sector?	

	<p>organizations taking into consideration their views/comments. Government has also taken various other steps to boost investment particularly Capital Investment in the industrial sector through credit guarantee scheme, soft loans, etc. Reserve Bank of India has also reduced the policy rates which go towards easy liquidity in the market.</p>
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Ministry of Finance
(Budget Division)

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Subject: Lok Sabha Unstarred Question No.620 put down by Shri M.K. Raghavan for answer on 18.11.2016 regarding Capital Expenditure.

The above referred question seeks the following information:

- (a) the details and present status of Capital Expenditure (CAPEX) in both public and private sector along with areas presently covered for investment;
- (b) whether the Government has elicited opinion/suggestions from the industry stakeholders on the policy reform initiated, if so, the details thereof; and
- (c) the steps taken by the Government to boost investment particularly Capital Investment in the industrial sector?

2. Based on the information available with this Ministry and the information provided by the Department of Public Enterprises and Department of Industrial Policy & Promotion, a draft reply to the above mentioned question is submitted for approval please.

(**T. Uthaya Kumar**)
Additional Budget Officer

JS(Budget)