

LOK SABHA
UNSTARRED QUESTION NO.4084
TO BE ANSWERED ON 10.08.2017

FDI IN TEXTILE SECTOR

4084. SHRI RAGHAV LAKHANPAL:

Will the Minister of TEXTILES वस्त्र मंत्री
be pleased to state:

- (a) the details of Foreign Direct Investment (FDI) in textile sector during each of the last three years, location –wise and State-wise, including Rajasthan;
- (b) the impact of FDI in the overall development of the textile sector;
- (c) whether the Government has taken any measures to ensure that the benefits of FDI has reached the entire range of textile sectors from artisan/weavers/garment workers to the industrialists; and
- (d) if so, the details thereof?

उत्तर

ANSWER

वस्त्र राज्य मंत्री (श्री अजय टम्टा)
MINISTER OF STATE FOR TEXTILES
(SHRI AJAY TAMTA)

(a) & (b): The amount of the Foreign Direct Investment (FDI) made in the textile sector during each of the last three years, location-wise and Statewise, including Rajasthan, is given at Annexure-I.

FDI in Textile sector has been less than one percent of total FDI inflows in the Country as may be seen from Annexure-I. However, FDI facilitates flow of capital, technology, skill and best practices, and also ensures flow of indirect benefits such as enhanced production, exports and employment generation in the recipient country.

(c) & (d): Yes Madam. The Government provides for 100% FDI under the automatic route in the textile sector without any prior approval from the Government or RBI. As far as retail segment is concerned, the Government has ensured that the interest of the domestic and traditional industries encompassing craftsman, weavers etc is protected by ensuring investment in backward infrastructure besides earmarking of 30% procurement from MSME units by the investor.

FDI equity inflows for last three years for Textile Sector(in US\$ Millions)

Sl No	Regional Offices of RBI	States Covered	2014-15 Apr-Mar	2015-16 Apr-Mar	2016-17 Apr-Mar
1	HYDERABAD	ANDHRA PRADESH	0.28	1.37	1.55
2	PATNA	BIHAR, JHARKHAND	0.02	0.00	0.00
3	AHMEDABAD	GUJARAT	7.77	39.33	7.27
4	BANGALORE	KARNATAKA	0.30	32.21	9.08
5	KOCHI	KERALA, LAKSHADWEEP	0.00	0.24	3.60
6	BHOPAL	MADHYA PRADESH, CHATTISGARH	0.00	0.00	0.04
7	MUMBAI	MAHARASHTRA, DADRA & NAGAR HAVELI, DAMAN & DIU	56.59	62.95	436.17
8	BHUBANESHWAR	ORISSA	0.00	0.00	0.00
9	JAIPUR	RAJASTHAN	0.61	0.00	0.26
10	CHENNAI	TAMIL NADU, PONDICHERRY	71.45	3.45	7.41
11	KANPUR	UTTAR PRADESH, UTTRANCHAL	0.43	0.36	5.05
12	KOLKATA	WEST BENGAL, SIKKIM, ANDAMAN & NICOBAR ISLANDS	0.87	11.14	0.61
13	CHANDIGARH	CHANDIGARH, PUNJAB, HARYANA, HIMACHAL PRADESH	1.85	0.73	0.00
14	NEW DELHI	DELHI, PART OF UP AND HARYANA	46.57	54.37	85.99
15	PANAJI	GOA	0.40	4.83	0.00
16	REGION NOT INDICATED	REGION NOT INDICATED	10.30	19.15	61.91
		Grand Total (Textiles)	197.42	230.13	618.95
		Grand Total (All)			332112.38
		% age			0.74%
