

GOVERNMENT OF INDIA  
MINISTRY OF FOOD PROCESSING INDUSTRIES  
**LOK SABHA**  
**UNSTARRED QUESTION NO. 481**  
ANSWERED ON 06 FEBRUARY, 2018

LOSSES IN FPIs

**481. SHRIMATI KAMLA DEVI PAATLE:**

Will the Minister of FOOD PROCESSING INDUSTRIES be pleased to state:

- (a) whether farmers are facing losses due to lack of sufficient Food Processing Industries (FPIs) in the country;
- (b) if so, the details thereof;
- (c) whether the Government has sought help from developed nations to establish food processing industries and if so, the details thereof, country-wise;
- (d) the amount of assistance provided by these countries to develop food processing industries in the country; and
- (e) the steps taken/proposed to be taken by the Government to establish food processing industries under Public-Private Partnership mode?

**ANSWER**

THE MINISTER OF STATE FOR FOOD PROCESSING INDUSTRIES  
(SADHVI NIRANJAN JYOTI)

(a) & (b): No such assessment has been done by this Ministry.

(c) & (d): No, Madam. However, Government has allowed Foreign Direct investment (FDI) upto 100% in food processing sector through automatic route. Foreign Direct Investment (FDI) equity inflows in Food Processing Sector in India since 2010-11 are as follows:

<b>Year(April-March)</b>	<b>FDI Equity inflows (US \$ Million)</b>
2010-11	188.67
2011-12	170.21
2012-13	401.46
2013-14	3982.89
2014-15	515.86
2015-16	505.88
2016-17	727.22
2017-18(Apr-Oct)	484.82

**Source: DIPP**

(e) No such proposal is under consideration. However, the Ministry of Food Processing Industries has been implementing various Central Sector Schemes for overall development of food processing sector in the country. The Ministry of Food Processing Industries has re-structured its schemes under the new Central Sector Scheme of PRDHAN MANTRI KISAN SAMPADA YOJANA with an allocation of Rs.6,000 crore for period 2016-20 co-terminus with the 14<sup>th</sup> Finance Commission cycle. In addition to the existing scheme components of Mega Food Park; Integrated Cold Chain and Value Addition Infrastructure; Food Safety and Quality Assurance Infrastructure; and Human Resources and Institutions, PRDHAN MANTRI KISAN SAMPADA YOJANA encompasses three new schemes namely; Infrastructure for Agro-Processing Clusters, Creation of Forward and Backward Linkages and Creation/Expansion of Food Processing & Preservation Capacities with the objective to create robust modern infrastructure along the entire value chain in food processing. The farmers, Farmer Producer Organizations, entrepreneurs, cooperatives, societies, Self Help Groups, Private Companies and State PSUs etc. are eligible to avail financial assistance under these schemes for setting up food processing projects in the country.

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