

**GOVERNMENT OF INDIA  
MINISTRY OF FINANCE  
DEPARTMENT OF ECONOMIC AFFAIRS**

**LOK SABHA  
UNSTARRED QUESTION NO. 2858**

TO BE ANSWERED ON FRIDAY, DECEMBER 28, 2018 / PAUSHA 7, 1940 (SAKA)

**Promotion of Private Sector**

**2858: SHRI RAM MOHAN NAIDU KINJARAPU:**

Will the Minister of **FINANCE** be pleased to state:

- (a) the measures taken by the Government in encouraging private sector investment in the domestic markets; and
- (b) the breakdown of growth in private sector investment over the last four years, State/UT-wise?

**ANSWER**

**MINISTER OF STATE IN THE MINISTRY OF FINANCE**

**(SHRI PON. RADHAKRISHNAN)**

(a): The Government has taken several steps to boost domestic manufacturing and investment, including private sector investment. Invest India, the national investment promotion and facilitation agency, focuses on sector-specific investor targeting and development of new partnerships to enable sustainable investments in India. It also actively works with several Indian states to build capacity as well as to bring in global best practices in investment targeting, promotion and facilitation areas. Schemes such as 'Start-up India', 'Ease of Doing Business', Modified Industrial Infrastructure Upgradation Scheme, Business Reform Action Plan, Intellectual Property Rights (IPR) Policy etc. have enabled creation of a conducive environment for investment. Further, Foreign Direct Investment (FDI) policy and procedures have been simplified and liberalized progressively. The "Make-in-India" program of the Central Government has been launched to encourage private sector to manufacture within India. In this connection, the Public Procurement (Preference to Make in India) Order 2017 notified by Government of India mandates minimum local content in goods and services procured by Government, further giving a boost to Make in India.

To mobilize private investment in infrastructure sectors, steps like, launching of innovative financial vehicles such as Infrastructure Debt Funds, Infrastructure Investment Trusts (InvITs)/Real Estate Investment Trusts (REITs), developing new Public Private Partnership (PPP) models like Toll-Operate-Transfer and Hybrid Annuity Model, and periodic review of Harmonized Master List of Infrastructure Sub-sectors have been taken. Activation of the National Investment & Infrastructure Fund (NIIF) has also led to greater availability of capital for investment in the infrastructure sector.

(b): A Statement indicating the Gross Capital Formation (GCF) of Private Sector in economy is at **Annexure-I**. The State-UT wise information in private sector investment is not compiled by the Central Statistics Office, Ministry of Statistics and Programme Implementation.

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# Annexure-I

Statement referred to in reply to part (b) of Lok Sabha Unstarred Question No. 2858 for 28.12.2018

## Gross Capital Formation (GCF) for Private Sector

(in Rs. crores)

At current prices	2012-13	2013-14	2014-15	2015-16	2016-17
Private Corporations	1355836	1448883	1665493	1875766	1930940
Households	1465013	1416428	1513127	1272105	1398462
<b>Total (Private Sector)</b>	<b>2820849</b>	<b>2865311</b>	<b>3178620</b>	<b>3147871</b>	<b>3329402</b>
<b>Growth rate (%)</b>		<b>1.6</b>	<b>10.9</b>	<b>-1.0</b>	<b>5.8</b>

(in Rs. crores)

At 2011-12 (constant) prices	2012-13	2013-14	2014-15	2015-16	2016-17
Private Corporations	1308761	1360982	1471408	1656833	1697908
Households	1363683	1247561	1307051	1117707	1210014
<b>Total (Private Sector)</b>	<b>2672444</b>	<b>2608543</b>	<b>2778459</b>	<b>2774540</b>	<b>2907922</b>
<b>Growth rate (%)</b>		<b>-2.4</b>	<b>6.5</b>	<b>-0.1</b>	<b>4.8</b>

Source: Statement 7.2B and 7.2C of "National Account Statistics 2018"