GOVERNMENTOF INDIA MINISTRY OF FOOD PROCESSING INDUSTRIES LOK SABHA UNSTARRED QUESTION NO. 1444 ANSWERED ON 11TH FEBRUARY, 2020

FDI INFLOW

1444. SHRI BALASHOWRY VALLABHANENI:

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

- (a) whether it is true that April-June, 2019 quarter received the highest FDI inflow into food processing sector;
- (b) if so, the manner in which the Government looks at this positive aspect and proposes to push in measures and incentives for more and more FDI into the sector;
- (c) the status of FDI inflow in the third quarter of 2019-20;
- (d) the details of domestic investment in food processing during the above periods;
- (e) the constraints that the Government is facing to attract FDI and the manner in which the Government is planning to resolve the same with cooperation of the Finance and other Ministries; and
- (f) the FDI in various States during the last three years and the current year, State-wise?

ANSWER

THE MINISTER OF STATE FOR FOOD PROCESSING INDUSTRIES (SHRI RAMESWAR TELI)

(a) to (e): Government has already permitted 100% Foreign Direct Investment (FDI) through automatic route in manufacturing of food products subject to sectoral rules and regulations and 100% FDI is allowed through Government route in retail food trade, including through e-commerce, in respect of the food products produced/manufactured in India. Of the available information on FDI equity inflow in the food processing sector for the first two quarters of current year 2019-20 so far, in April-June 2019 quarter the FDI equity inflow was US\$ 329.04 million which is higher than the quarter ending September 2019 at US\$134.40 million. As per the latest available Annual Survey of Industries information, the invested capital in the registered food processing sector during the last three years is in the order of Rs.3,86,350 crore in 2015-16, Rs.4,17,695 crore in 2016-17 and Rs.4,48,938 crore in 2017-18 (provisional).

(f): A statement on FDI equity inflow in food processing sector to group of States/UTs as maintained in the regional offices of RBI during the last three years and the current year is at **Annexure**.

ANNEXURE REFERRED TO IN REPLY TO PARTS (f) OF LOK SABHA UNSTARRED QUESTION NO. 1444 FOR ANSWER ON 11TH FEBRUARY, 2020 REGARDING "FDI INFLOW".

FDI Equity Inflows during 2016-17 to 2019-20 (April 2019 to June 2019) in Food Processing Sector

rocessing Sector				(Amount in US\$ Million)			
S.No	Regional Offices of RBI	States Covered	2016- 17	2017- 18	2018- 19	2019-20 (Apr-Jun)	
1	HYDERABAD	ANDHRA PRADESH	30.99	13.46	20.23	15.33	
2	GUWAHATI	ASSAM, ARUNACHAL PRADESH, MANIPUR, MEGHALAYA, MIZORAM, NAGALAND, TRIPURA	0.00	0.09	0.01	0.00	
3	PATNA	BIHAR, JHARKHAND	1.42	7.62	0.00	0.00	
4	AHMEDABAD	GUJARAT	12.40	23.09	20.41	0.79	
5	BANGALORE	KARNATAKA	27.47	56.12	92.94	1.20	
6	КОСНІ	KERALA, LAKSHADWEEP	0.64	9.09	2.95	0.00	
7	BHOPAL	MADHYA PRADESH, CHATTISGARH	0.00	6.29	0.05	0.00	
8	MUMBAI	MAHARASHTRA, DADRA & NAGAR HAVELI, DAMAN & DIU	223.63	374.14	288.26	25.08	
9	BHUBANESHWAR	ORISSA	0.00	0.00	9.57	0.00	
10	JAIPUR	RAJASTHAN	0.29	36.62	0.32	0.87	
11	CHENNAI	TAMIL NADU, PONDICHERRY	93.93	93.31	11.94	244.95	
12	KANPUR	UTTAR PRADESH, UTTRANCHAL	0.11	2.69	0.70	0.00	
13	KOLKATA	WEST BENGAL, SIKKIM, ANDAMAN & NICOBAR ISLANDS	0.00	15.82	6.22	1.17	
14	CHANDIGARH	CHANDIGARH, PUNJAB, HARYANA , HIMACHAL PRADESH	0.73	0.06	10.69	0.03	
15	NEW DELHI	DELHI, PART OF UP AND HARYANA	296.68	84.55	101.45	22.99	
16	PANAJI	GOA	0.00	0.00	0.00	0.10	
17	REGION NOT INDICATED	REGION NOT INDICATED	38.92	181.94	62.50	16.53	
		Grand Total	727.22	904.90	628.24	329.04	