

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

**LOK SABHA
UNSTARRED QUESTION NO. 207**

TO BE ANSWERED ON MONDAY, SEPTEMBER 14, 2020/Bhadrapada 23, 1942 (Saka)

INVESTMENT BY CHINESE COMPANIES

207. SHRI S. JAGATHRAKSHAKAN:

SHRI A.K.P. CHINRAJ:

Will the Minister of FINANCE be pleased to State:

- a) The total number of Chinese firms/companies which invested in various sectors of India for the last three years;
- b) The total number of Indian firms/companies which invested or are indulged in various business activities/sectors of China during the said period;
- c) Whether the Government has any proposal to not accord any permission to any Chinese firms to invest in India; and
- d) If so, the details thereof?

ANSWER

MINISTER OF STATE (FINANCE)

(SHRI ANURAG SINGH THAKUR)

(a) & (b): The total FDI inflow from Chinese companies in India during the last three years are as under:

Amount in USD Million

Year	2017-18	2018-19	2019-20
FDI Inflow	350.22	229.0	163.77

The details of total Outflow to China are as below:-

Amount in USD
Million

Year	2017	2018	2019	2020
Actual Outflow	49.19	12.61	27.57	20.63

A Statement indicating FDI Equity inflow sector wise from China during the last 5 years is at **Annexure-I**.

(c) & d): No. To curb opportunistic takeovers/acquisitions of Indian Companies due to the current Covid-19 pandemic, Government issued a Press note 3, 2020 relevant portion of which reads as follows:

Para 3.1.1: 3.1.1(a): A non-resident entity can invest in India, subject to the FDI Policy except in those sectors/activities which are prohibited. However, an entity of a country, which shares land border with India or where the beneficial owner of an investment into India is situated in or is a citizen of any such country, can invest only under the Government route. Further, a citizen of Pakistan or an entity incorporated in Pakistan can invest, only under the Government route, in sectors/activities other than defence, space, atomic energy and sectors/activities prohibited for foreign investment.

3.1.1(b): In the event of the transfer of ownership of any existing or future FDI in an entity in India, directly or indirectly, resulting in the beneficial ownership falling within the restriction/purview of the para 3.1.1(a), such subsequent change in beneficial ownership will also require Government approval.

Statement referred to in reply to parts (a) & (b) of LSUSQ No. 207 for 14.09.2020

FDI Equity inflow sector wise from China during the last 5 years is as under:

STATEMENT ON FINANCIAL YEAR WISE FDI EQUITY INFLOWS
FROM APRIL 2015 TO MARCH 2020
Country China

Sl No	Sector	2015-16 Apr-Mar	2016-17 Apr-Mar	2017-18 Apr-Mar	2018-19 Apr-Mar	2019-20 Apr-Mar	Total
		FDI in US\$ million	FDI in US\$ million	FDI in US\$ million	FDI in US\$ million	FDI in US\$ million	
1	METALLURGICAL INDUSTRIES	1.20	0.65	3.09	16.75	0.06	21.76
2	MINING	0.00	0.00	0.27	0.08	0.06	0.41
3	POWER	0.00	0.00	0.00	0.00	0.00	0.00
4	NON-CONVENTIONAL ENERGY	12.68	0.00	9.34	24.44	0.15	46.61
5	PRIME MOVER (OTHER THAN ELECTRICAL GENERATORS)	5.49	0.00	0.00	0.00	0.00	5.49
6	ELECTRICAL EQUIPMENTS	56.94	19.74	51.90	18.18	30.07	176.82
7	COMPUTER SOFTWARE & HARDWARE	3.38	8.38	2.02	5.10	4.14	23.02
8	ELECTRONICS	2.26	4.76	31.34	54.13	54.02	146.51
9	TELECOMMUNICATIONS	0.91	0.74	0.00	0.10	0.00	1.74
10	INFORMATION & BROADCASTING (INCLUDING PRINT MEDIA)	0.00	0.00	6.81	0.03	0.00	6.84
11	AUTOMOBILE INDUSTRY	327.69	116.18	20.45	25.29	10.08	499.68
12	AIR TRANSPORT (INCLUDING AIR FREIGHT)	0.00	0.00	0.00	1.36	0.00	1.36
13	SEA TRANSPORT	0.05	0.00	0.00	1.11	0.00	1.16
14	RAILWAY RELATED COMPONENTS	0.00	0.00	0.00	0.44	0.70	1.14
15	INDUSTRIAL MACHINERY	26.02	0.12	10.55	9.22	11.65	57.55
16	MACHINE TOOLS	0.00	0.27	2.85	5.26	3.77	12.16
17	AGRICULTURAL MACHINERY	0.01	0.00	0.00	0.00	0.10	0.11
18	EARTH-MOVING MACHINERY	0.00	0.00	0.61	0.51	0.00	1.12
19	MISCELLANEOUS MECHANICAL & ENGINEERING INDUSTRIES	0.34	0.90	0.18	0.00	0.29	1.71
20	COMMERCIAL, OFFICE & HOUSEHOLD EQUIPMENTS	0.04	0.43	0.14	0.00	0.00	0.61
21	MEDICAL AND SURGICAL APPLIANCES	0.05	0.00	0.00	0.67	0.32	1.04

22	SCIENTIFIC INSTRUMENTS	0.00	0.00	0.00	0.00	1.06	1.06
23	CHEMICALS (OTHER THAN FERTILIZERS)	4.16	2.63	22.40	1.16	0.67	31.02
24	DRUGS & PHARMACEUTICALS	0.00	0.00	0.00	1.31	0.80	2.12
25	TEXTILES (INCLUDING DYED,PRINTED)	2.09	0.39	0.00	0.69	6.59	9.76
26	PAPER AND PULP (INCLUDING PAPER PRODUCTS)	0.00	0.00	1.07	0.00	0.00	1.07
27	FOOD PROCESSING INDUSTRIES	1.49	2.68	0.50	1.30	0.27	6.24
28	SOAPS, COSMETICS & TOILET PREPARATIONS	0.00	0.00	0.00	0.15	0.10	0.24
29	RUBBER GOODS	0.44	0.00	0.00	0.05	0.00	0.50
30	LEATHER,LEATHER GOODS AND PICKERS	0.00	1.05	0.00	0.02	0.00	1.07
31	GLUE AND GELATIN	0.00	0.00	0.00	0.07	0.07	0.14
32	GLASS	0.00	0.00	0.00	0.00	0.08	0.08
33	CERAMICS	0.00	0.00	0.24	0.00	0.00	0.24
34	CEMENT AND GYPSUM PRODUCTS	0.00	0.19	0.00	0.00	0.00	0.19
35	TIMBER PRODUCTS	0.13	0.14	0.31	0.00	0.15	0.74
36	CONSULTANCY SERVICES	0.18	0.34	0.11	0.88	0.61	2.12
37	SERVICES SECTOR (Fin.,Banking,Insurance,Non Fin/Business,Outsourcing,R&D,Courier,Tech. Testing and Analysis, Other)	0.50	92.20	8.58	24.65	14.21	140.15
38	HOSPITAL & DIAGNOSTIC CENTRES	0.32	0.30	0.07	0.14	0.00	0.84
39	EDUCATION	0.09	0.01	0.00	0.21	0.07	0.38
40	HOTEL & TOURISM	0.04	0.91	10.17	0.08	0.00	11.19
41	TRADING	9.67	15.26	12.88	24.66	13.30	75.77
42	RETAIL TRADING	0.00	0.00	0.08	2.47	5.44	7.99
43	AGRICULTURE SERVICES	0.00	1.41	0.00	0.97	0.00	2.38
44	DIAMOND,GOLD ORNAMENTS	0.00	0.99	0.51	0.00	0.00	1.50
45	PRINTING OF BOOKS (INCLUDING LITHO PRINTING INDUSTRY)	0.57	0.00	149.24	0.46	1.49	151.75
46	CONSTRUCTION (INFRASTRUCTURE) ACTIVITIES	3.34	4.19	1.07	0.70	2.77	12.06
47	CONSTRUCTION DEVELOPMENT: Townships, housing, built-up infrastructure and construction-development projects	0.00	0.01	0.20	0.00	0.00	0.21
48	MISCELLANEOUS INDUSTRIES	1.33	2.38	3.21	6.38	0.69	13.99
	Grand Total	461.40	277.25	350.22	229.01	163.78	1,481.65
