

**GOVERNMENT OF INDIA
MINISTRY OF CHEMICALS & FERTILIZERS
DEPARTMENT OF CHEMICALS & PETROCHEMICALS**

**LOK SABHA
UNSTARRED QUESTION NO. 1058
TO BE ANSWERD ON 22.07.2022**

FOREIGN DIRECT INVESTMENT IN CHEMICAL SECTOR

1058. SHRI RAJESHBHAI CHUDASAMA:

Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state: -

- (a) the total Foreign Direct Investment (FDI) in the chemical sector during of the last three years;
- (b) whether the FDI inflow in the chemical sector has registered a sharp decline;
- (c) if so, the details thereof along with the reasons therefor; and
- (d) the details of the steps taken/proposed to be taken by the Government to increase the inflow of FDI in the chemical sector?

ANSWER

**MINISTER OF STATE FOR CHEMICALS AND FERTILIZERS
(SHRI BHAGAWANTH KHUBA)**

- (a): Total Foreign Direct Investment (FDI) made in chemical sector during last three years is as under:

Year	FDI (in Rs. Cr.)
2019-20	7492
2020-21	6300
2021-22	7202
Grand Total	20994

- (b)&(c): Although the decline of 20% was observed in year 2020-21, there was also the recovery of about 14% in year 2021-22, it cannot be inferred that there was any sharp consistent decline. Department has not undertaken any study to assess the reasons for decline in FDI inflow during 2020-21. COVID-19 may have been one of the factors which have impacted the FDI inflow in India.
- (d): To promote and facilitate investment in the chemical sector, Government has set up a dedicated Project Development Cell (PDC) to identify potential projects, conduct regular investor outreach programs and facilitate fresh investments in this sector.
