

GOVERNMENT OF INDIA  
MINISTRY OF FOOD PROCESSING INDUSTRIES  
**LOK SABHA**  
**UNSTARRED QUESTION NO. 1791**  
ANSWERED ON 05<sup>TH</sup> December, 2024

**INVESTMENT IN FOOD PROCESSING SECTOR**

**1791. DR. D. PURANDESWARI:**

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

- (a) the total investment made in the food processing sector during the last five years and the current year along with the percentage growth in investments annually, year-wise;
- (b) the impact of Government policies and initiatives on the growth of the food processing sector, supported by data on the number of new food processing units established and jobs created during the last five years and the current year particularly in Andhra Pradesh;
- (c) the total amount of Foreign Direct Investment (FDI) received by the food processing sector during the last five years and the current year, year-wise along with the key countries contributing to this investment; and
- (d) the details of the future plans and targets set by the Government to further boost the food processing sector, including expected outcomes in terms of investment, job creation, and export growth along with any planned international collaborations or agreements?

**ANSWER**

THE MINISTER OF STATE FOR FOOD PROCESSING INDUSTRIES  
(SHRI RAVNEET SINGH)

(a). In order to ensure overall development of Food Processing Sector in the country, Ministry of Food Processing Industries (MoFPI) implements Central Sector Umbrella Scheme, Pradhan Mantri Kisan Sampada Yojana (PMKSY), since 2016-17, Production Linked Incentive Scheme for Food Processing Industry (PLISFPI), since 2021-22 and centrally sponsored Pradhan Mantri Formalization of Micro food processing Enterprises (PMFME) Scheme, since 2020-21. The details of the total investment made in the sector under the schemes of MoFPI and the percentage growth is as below:

**I. PMKSY**

Project Cost (Rs. in Crore)						
Schemes	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25*
PMKSY	1875.20	1890.53	2378.12	1729.97	1665.65	732.17
Growth (%)	-	0.82	25.79	-27.25	-3.72	-

\*as on 31<sup>st</sup> October, 2024

## II. PMFME

Project Cost (Rs. in Crore)				
Schemes	2021-22	2022-23	2023-24	2024-25*
PMFME	390.99	2483.14	5198.3	2335.18
Growth (%)	-	535.09	109.34	-

\*as on 31<sup>st</sup> October, 2024

## III. PLISFPI

Project Cost (Rs. in Crore)				
Schemes	2020-21	2021-22	2022-23	2023-24
PLISFPI*	663	3106	7067	8910
Growth (%)	-	368.48	127.53	26.08

\*Under the PLISFPI, all the beneficiaries are supposed to establish their units before 31<sup>st</sup> March, 2024 and start commercial operations.

Additionally, the details of the Foreign Direct Investment received in the food processing sector are as below:

Year	FDI (in US\$ million)
2019-20	904.7
2020-21	393.41
2021-22	709.72
2022-23	895.34
2023-24	608.31
2024-25 (Upto September 2024)	368.37

(b). By implementing PMKSY and PMFME, the total number of units set up are 643 and 1,08,580 respectively. Moreover, the employment generated through PMKSY and PMFME is 2,52,025 and 3,78,005 respectively. Year wise break-up is given as below:

Number of Food Processing units						
Schemes	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25
PMKSY	79	106	158	133	117	50
PMFME	-	-	2,885	28,686	54,730	22,279

Employment Generated						
Schemes	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25
PMKSY	36600	50204	66760	50618	33581	14262
PMFME	-	-	14201	90188	188802	84814

Under PLISFPI, 213 projects have been completed till date resulting in employment generation to the tune of 289832 persons. Furthermore, the number of units and employment generated in the state of Andhra Pradesh is as below:

<b>Schemes</b>	<b>Number of Food Processing units</b>	<b>Employment Generated</b>
PMKSY	23	14096
PMFME	5770	11185
PLISFPI	36	48758

(c). The details of the Foreign Direct Investment received in the food processing sector is as below:

<b>Year</b>	<b>FDI (in US\$ million)</b>
2019-20	904.7
2020-21	393.41
2021-22	709.72
2022-23	895.34
2023-24	608.31
2024-25(Upto September 2024)	368.37

The details of the key countries contributing to this investment are at **ANNEXURE**.

(d). The Ministry of Food Processing Industries (MoFPI) is mandated to create post-harvest infrastructure and processing facilities, inter-alia, to boost the overall development of the food-processing sector including reduction in post-harvest losses; enhancing value addition etc. The Ministry through implementation of various initiatives and schemes aims for the overall development of food processing sector, including creation of modern infrastructure with efficient supply chain management from farm gate to retail outlet, and to help in providing better returns to farmers, creation of employment opportunities, reducing wastage, increasing the processing level and enhancing the export of the processed foods.

MoFPI has undertaken a number of measures as part of the Aatmanirbhar Bharat Initiative, which includes PM Formalization of Micro Food Processing Enterprises (PMFME) scheme and Production Linked Incentive Scheme for Food Processing Industry (PLISFPI).

The Ministry has launched “PM Formalisation of Micro food processing Enterprises (PMFME) Scheme” for providing financial, technical and business support for upgradation of existing micro food processing enterprises as well as setting up of new units. The scheme is operational from 2020-21 to 2025-26 with total outlay of Rs. 10,000 crores.

PLISFPI is, inter alia, intended to support creation of global food manufacturing champions and support Indian brands of food products in international market. The scheme is being implemented over a six-year period from 2021-22 to 2026-27 with an outlay of Rs.10,900 crores.

MoFPI implements Central Sector Umbrella Scheme Pradhan Mantri Kisan Sampada Yojana (PMKSY) since 2016-17 to create post-harvest infrastructure and processing facilities to boost the overall development of the food processing sector including reduction in post-harvest losses, enhancing value addition etc. MoFPI provides credit linked financial assistance (capital subsidy) in the form of grants-in-aid to entrepreneurs for setting up of food processing/preservation infrastructure which, interalia, includes cold storages to minimize post-harvest losses. As on date 1654 projects have been approved under PMKSY.

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**ANNEXURE REFERRED TO IN REPLY TO PART (c) OF LOK SABHA UNSTARRED QUESTION NO. 1791 FOR ANSWER ON 5<sup>th</sup> DECEMBER, 2024 ON “INVESTMENT IN FOOD PROCESSING SECTOR”**

**COUNTRY WISE FOREIGN DIRECT INVESTMENT IN FOOD PROCESSING SECTOR IN INDIA**

**In US \$ million**

Sr No	Name of the Country	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25 (Till SEP. 2024)
1	Singapore	202.15	38.80	302.48	267.96	262.44	48.45
2	Mauritius	77.18	64.26	82.56	193.90	20.65	41.65
3	U.S.A	68.79	130.91	60.06	66.06	29.51	38.60
4	Belgium	262.39	5.43	24.09	17.70	1.82	2.51
5	France	8.71	5.08	66.03	76.75	2.05	4.51
6	Switzerland	65.07	11.99	6.50	12.14	50.93	0.19
7	Ireland	-	0.0007	-	-	42.05	83.84
8	Mexico	-	52.28	55.59	5.88	-	9.59
9	British Virginia	1.48	1.39	16.12	29.33	71.89	-
10	Cyprus	106.94	0.28	1.60	-	-	-
11	IFSC, India	-	-	-	-	-	104.11
12	Japan	38.26	17.55	3.85	4.22	15.90	7.33
13	Netherland	9.01	30.83	11.42	25.23	7.07	-
14	Australia	0.0006	6.42	18.40	0.0003	30.01	20.18
15	Guernsey	-	-	-	59.12	5.06	0.86
16	Cayman Islands	3.49	5.97	15.02	28.42	6.05	-
17	Saudi Arabia	0.00	0.06	-	47.37	7.98	-
18	UAE	7.39	8.27	11.69	6.14	16.11	1.12
19	United Kingdom	9.37	1.35	10.00	11.70	9.55	0.08
20	Italy	14.58	-	0.01	0.01	18.17	0.06
21	South Korea	1.07	0.31	4.50	22.07	2.87	0.49
22	Brunei Darussalam	-	-	14.69	11.52	-	-
23	Luxembourg	12.64	-	0.18	0.15	-	0.02
24	Thailand	0.00	0.04	3.02	4.78	0.00001	1.31
25	Germany	4.69	3.32	-	0.51	0.11	0.0007
26	China	0.27	6.63	0.22	-	-	-
27	Spain	6.05	0.16	0.009	0.08	0.07	0.68
28	Indonesia	0.11	0.14	0.14	1.87	2.63	0.27
29	Canada	0.48	0.69	0.81	0.90	0.88	0.19
30	Denmark	0.51	-	-	-	2.44	-
31	Malaysia	0.21	0.06	0.29	0.12	0.21	1.89
32	Hong Kong	1.91	0.22	-	0.09	-	0.02
33	New Zealand	0.30	-	-	1.25	-	0.006
34	Taiwan	1.01	-	-	-	-	-
35	Kenya	0.00	0.68	-	-	-	-
36	Swaziland	-	-	-	-	0.67	-

37	Trinidad & Tobago	-	-	-	0.10	0.45	0.04
38	Qatar	0.07	0.07	0.17	-	0.19	-
39	Sweden	-	-	-	0.26	0.12	-
40	Sri Lanka	0.17	-	-	-	0.15	0.05
41	Iceland	-	-	0.10	0.07	-	0.14
42	Russia	0.07	0.03	0.001	-	-	0.05
43	Bulgaria	0.08	0.04	0.01	0.01	0.005	-
44	Oman	0.00	0.001	-	0.02	-	0.12
45	Greece	-	0.03	0.10	-	-	-
46	Serbia	0.13	-	-	0.001	-	-
47	Afghanistan	-	0.12	-	-	-	-
48	Liechtenstein	-	-	-	-	0.11	-
49	Cook Island	0.04	-	-	0.005	0.04	-
50	Israel	0.02	-	-	0.02	0.02	0.02
51	Nigeria	-	-	-	-	0.06	-
52	South Africa	0.05	-	-	-	-	-
53	Zambia	0.04	-	-	-	-	-
54	Bermuda	-	-	0.04	-	-	-
55	Romania	-	-	-	0.03	-	-
56	Lebanon	-	0.01	0.010	0.009	-	-
57	Egypt	-	-	-	-	0.03	-
58	Morocco	-	-	-	-	0.008	0.008
59	Poland	-	-	-	-	0.001	-
60	Kuwait	0.0007	-	-	-	-	-
61	Virgin Islands(US)	0.0001	-	-	-	-	-
	<b>Total:</b>	<b>904.70</b>	<b>393.41</b>	<b>709.71</b>	<b>895.84</b>	<b>608.31</b>	<b>368.37</b>

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