

Setting up of Restaurants by MNCs

8103 SHRI SOBHANADREESWARA RAO VADDE Will the Minister of FOOD PROCESSING INDUSTRIES be pleased to state

(a) whether the Union Government have accord permission to multinational fast food giants to start chain of restaurants all over the country;

(b) if so the details thereof and

(c) the foreign exchange likely to be earned and the other benefits to be accrued on starting these restaurants?

THE MINISTER OF STATE OF THE MINISTRY OF FOOD PROCESSING INDUSTRIES (SHRI TARUN GOGOI) (a) to (c) The Government have recently approved a proposal of M/s Mc Donald's Corporation USA to set up a wholly owned subsidiary in India for setting up Mc Donald Restaurants. The restaurants will be developed and operated primarily through (i) directly by the subsidiary for a limited number of restaurants, (ii) joint venture between the subsidiary and Indian partners and (iii) Indian licensees. The total investment for these projects will be 40 million US Dollars during the initial 7 years. The foreign equity investment will initially be 1 lakh US dollars to be increased to 20 millions US Dollars over initial 7 years. The approval is subject to the condition that no dividend will be repatriated during the first 7 years of operation though the proposal does not envisage direct export but the Mc Donald have proposed that the improved quality and economics of scale generated by MC Donald will create the potential for export to other parts of the system as well as to rest of the world. The proposal also envisages assistance to the Indian suppliers of products whose technology would be upgraded to meet the Mc Donald's standards and tie ups with Mc Donald international suppliers for eventual exports to Mc Donald

outlets elsewhere in the world. The Project is likely to generate employment for over 3400 people in 20 restaurants, bring in better management systems for distribution and transportation as well as serves Indian tourism industry.

Motels and Yatri Niwas in A., P.

8104 DR D VENKATISWARARAO
SHRI BOLLA BULLI
RAMALAH

Will the Minister of CIVIL AVIATION AND TOURISM be pleased to state

(a) the details of motels and yatri niwas constructed in Andhra Pradesh with the Central Assistance during 91-92 and

(b) the amount of assistance provided during 92-93 to the State for this purpose?

THE MINISTER FOR CIVIL AVIATION AND TOURISM (SHRI GHULAM NABI AZAD) (a) and (b) No proposals have been received from the State Government for construction of motels and Yatri niwas in Andhra Pradesh during 1991-92 and 1992-93.

Funds for Famine stricken African Countries

8105 SHRI C P MUDALAGIRIYAPPA Will the Minister of EXTERNAL AFFAIRS be pleased to state

(a) whether the Government propose to raise any funds to assist the famine stricken African countries, and

(b) if so, the details thereof?

THE MINISTER OF STATE IN THE MINISTRY OF EXTERNAL AFFAIRS (SHRI SALMAN KHURSHEED) (a) No, Sir

(b) Does not arise