

**GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA**

UNSTARRED QUESTION NO:1903
ANSWERED ON:06.12.2005
INVESTMENT BY JAPAN IN INDIA
Pathak Shri Brajesh

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

- (a) the details of the industries in which Japan has made investments during each of the last three years;
- (b) whether Japan has set up some joint ventures during the said period;
- (c) if so, the details thereof, State-wise and the quantum of capital invested by Japan
- (d) whether Japan proposes to make more investment in joint ventures during the current year; and
- (e) if so, the details thereof?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY (SHRI E.V.K.S. ELANGO VAN)

- (a) The sectors receiving FDI inflows from Japan during the last three years are given in the Statement at Annex-I.
- (b) Under the extant policy, Foreign Direct Investment (FDI) up to 100% is allowed in most sectors / activities under the automatic route, which does not require Government approval. The Government has, during January 2002 to September 2005, approved 182 joint venture proposals from Japanese investors for investment of Rs.1031.56 crore.
- (c) Total foreign investment from Japan during the last three years (January 2002 to September 2005) was Rs.3396.72 crore. Details of inflows from Japan during January 2002 to September 2005, as reported to the Regional Offices of the Reserve Bank of India, are given in the statement at Annex-II.
- (d) & (e) Under the liberalized economic environment, investment decisions are taken by the entrepreneurs based on their commercial judgment.

ANNEX-I

STATEMENT REFERRED TO IN REPLY TO PART (a) OF THE LOK SABHA UNSTARRED QUESTION NO. 1903 REGARDING INVESTMENT BY JAPAN IN INDIA FOR ANSWER ON 6-12-2005

SECTORS RECEIVING FDI INFLOWS FROM JAPAN DURING JANUARY 2002 To SEPTEMBER 2005

(Amount in Rs. Crore)

Sl No	Sector	2002 2003 2004 2005 Cumulative					
		Jan-Dec	Jan-Dec	Jan-Dec	Jan-Sep	Total	
1	METALLURGICAL INDUSTRIES		3.00	0.51	1.76	4.59	9.86
2	FUELS (POWER & OIL REFINERY)		0.80	0.20	0.26	0.00	1.26
3	BOILERS AND STEAM GENERATING PLANTS		0.00	0.20	0.00	0.00	0.20
4	ELECTRICALS EQUIPMENT (INCL S/W & ELEC)		98.09	123.55	29.53	55.78	306.94
5	TELECOMMUNICATIONS		7.00	0.00	1.25	0.45	8.70
6	TRANSPORTATION INDUSTRY		1711.65	77.35	330.92	150.15	2270.07
7	INDUSTRIAL MACHINERY		32.93	0.12	0.01	0.24	33.29
8	MACHINE TOOLS		0.00	0.86	0.01	64.42	65.29
9	MISCELLANEOUS MECHANICAL & ENGINEERING		6.01	38.00	0.00	2.50	46.51

10	COMMERCIAL, OFFICE & HOUSEHOLD EQUIPMENT	0.00	0.00	0.87	0.00	0.87
11	MEDICAL AND SURGICAL APPLIANCES	0.00	0.01	0.00	0.00	0.01
12	INDUSTRIAL INSTRUMENTS	0.00	2.00	0.00	0.00	2.00
13	CHEMICALS (OTHER THAN FERTILIZERS)	0.00	2.30	6.07	16.93	25.29
14	TEXTILES (INCLUDING DYED, PRINTED)	0.00	0.40	0.00	118.26	118.66
15	PAPER AND PULP INCLUDING PAPER PRODUCT	25.00	0.00	0.00	0.00	25.00
16	FOOD PROCESSING INDUSTRIES	2.55	15.05	0.00	0.00	17.60
17	RUBBER GOODS	0.00	66.58	18.81	0.84	86.23
18	CERAMICS	0.00	0.00	119.66	0.00	119.66
19	CONSULTANCY SERVICES	0.00	0.38	6.01	1.99	8.38
20	SERVICE SECTOR	85.76	37.03	5.00	24.93	152.73
21	HOTEL & TOURISM	2.37	0.72	0.19	1.01	4.28
22	TRADING	0.00	24.39	4.04	2.34	30.77
23	MISCELLANEOUS INDUSTRIES	5.31	44.74	9.36	3.70	63.10
	Grand Total	1980.46	434.39	533.74	448.13	3396.72

Note :

1. Includes `equity capital component` only.
2. Amount includes the Inflows Received through SIA/FIPB route, acquisition of existing shares and RBI's automatic route only

ANNEX-II

STATEMENT REFERRED TO IN REPLY TO PART (c) OF THE LOK SABHA UNSTARRED QUESTION NO. 1903 REGARDING INVESTMENT BY JAPAN IN INDIA FOR ANSWER ON 6-12-2005

STATES RECEIVING FDI INFLOWS FROM JANUARY 2002 To SEPTEMBER 2005

(Amount in Rs.Crore)

S1

No Regional States Covered 2002 2003 2004 2005 Cumulative
Offices of RBI Jan-Dec Jan-Dec Jan-Sep Jan-Sep Total

1 HYDERABAD ANDHRA PRADESH 0.00 0.20 1.29 0.20 1.69

2 AHMEDABAD GUJARAT 0.00 0.00 144.28 0.00 144.28

3 BANGALORE KARNATAKA 56.27 26.62 0.65 1.09 84.63

4 KOCHI KERALA, 0.43 7.40 0.17 0.89 8.89
LAKSHADWEEP

5 MUMBAI MAHARASHTRA,
DADRA& NAGAR 98.75 33.46 8.33 130.04 270.59
HAVELI, DAMAN
& DIU

6 CHENNAI TAMIL NADU, 74.50 40.30 0.03 11.10 125.93
PONDICHERRY

7 KOLKATA WEST BENGAL, 0.00 0.00 0.02 0.00 0.02
SIKKIM, ANDAMAN
& NICOBAR ISLANDS

8 CHANDIGARH CHANDIGARH, 0.00 0.00 0.00 0.05 0.05
PUNJAB, HARYANA,
HIMACHALPRADESH

9 NEW DELHI DELHI, PART OF

UP AND HARYANA 1494.53 195.33 356.44 126.36 2172.65

10 PANAJI GOA 0.00 0.00 0.00 0.63 0.63

11 STATE NOT INDICATED 255.97 131.07 22.54 177.78 587.36

Grand Total 1980.46 434.39 533.74 448.13 3396.72

Footnote

1. Includes `equity capital component` only.
2. The above State-wise inflows are classified as per RBI's Region-wise inflows furnished by RBI, Mumbai