INDUSTRIAL INVESTMENT INTENTIONS IN THE LICENSABLE AND

**Industrial Entrepreneurs Memoranda (IEMs)**

During the month of May 2017, 182 IEMs had been filed with proposed investment of 17,180 crore as against 228 IEMs with `63,994 crore during May 2016.

Of these, Karnataka with proposed investment of `4999 crore, Rajasthan with proposed investment of `2472 crore and Gujarat with proposed investment of `1844 crore are the leading States during the month.

Investment intentions reflect preference for Electrical Equipment, Transportation industry & Textiles with proposed investment of `3152 crore (18.35%), `1912 (11.13%) and `1460 (8.50%) respectively.

**Implementation of IEMs**

During the month of May 2017, 35 IEMs with `9118 crore reported implementation as compared to month of May 2016, 38 IEMs with `6034 crore have been reported.

During the year from January to May 2017, 204 IEMs with proposed investment of `30,304 crore have reported implementation as compared to 219 IEMs with `54,533 crore in comparison with the corresponding period in the previous year.

Since the inception of filing of IEM in 1991 till the end of May 2017, a total of 12141 IEMs with an investment of `775704 crore have reported implementation.

**Industrial Licences (DILs)**

As a measure of simplification of procedures, the Department is granting Industrial Licences directly since December, 2003, for all applications, except for those items which were exclusively reserved for Small Scale Industries. 726 such Direct Industrial Licences (DILs) have been issued for licensable items (viz- (i) Distillation and brewing of alcoholic drinks; (ii) Cigars and cigarettes of tobacco and manufactured tobacco substitutes; (iii) Electronic aerospace and Defence equipment: all types; (iv) Industrial explosives including detonating fuses, Safety Fuses, gun powder, nitrocellulose and matches; (v) Hazardous chemicals: viz. (a) Hydrocyanic acid and its Derivatives; (b) Phosgene and its derivatives; (c) Isocyanates and disocyanates of hydrocarbon, not elsewhere specified (example: Methyl Isocyanate). During May 2016 and May 2017, 27 DILs with proposed investment of `3664 crore have been issued.

**Letters of Intent (LOIs):** Letters of Intent were issued for SSI items which were earlier reserved for SSI, proposed for manufacture by non-SSI category industrial undertakings; subsequently converted into an Industrial Licence (having Export Obligation) on fulfilment of requisite conditions.

However, as per this department’s Notification No.998(E), dt. 10.4.2015, the Department has dereversed the list of all items reserved for exclusive manufacture in Small Scale Sector from the list of items under compulsory licensing. Hence, now no LOIs are required.