1.1 Industrial Investment Intentions in the Licensable and Delicensed Sectors - An Overview

(April 2013 to March 2014)

High Lights

- During 2013-14, in the delicensed sector 2261 IEMs have been filed with proposed investment of Rs. 4,58,330 crore.
- In the licensable sector 22 DILs have been issued with a proposed investment of Rs. 102 crore.
- Orissa, Gujarat and Madhya Pradesh were the three leading states in terms of investment in the delicensed sector during 2013-14 with proposed investment of Rs.1,11,741 crores, 88,373 crores and Rs.82,466 crores respectively.
- Similarly in the licensable sector, Gujarat with proposed investment of Rs.31 crore is the leading state followed by Uttar Pradesh and Karnataka with proposed investment of Rs. 25 crore and 23 crore respectively during the year 2013-14.
- The most preferred industries in terms of investment in delicensed as well as licensable sector were Metallurgical industries, Textiles and Electrical Equipments with Rs. 89,852 crore(20%), Rs.82,514 crore(18%) and Rs.65,748 crore(14%) respectively.
- 500 IEMs were reported implementation during this year with proposed investment of Rs.84,467 crore.

During the year 2013-14, 2283 Industrial Investment Intentions for new units/new articles/substantial expansion have been recorded. Of these 2261 investment intentions are for the delicensed sector and the remaining 22 are for the licensable sector. These intentions project a proposed investment of Rs.4,58,432 crore and employment for 9,99,861 persons.

Industrial Entrepreneurs Memorandum (IEMs)

During the year 2013-14, 2261 IEMs have been filed in the delicensed sector with a proposed investment of Rs 4,58,330 crore and projected employment for 9,94,727 persons. 36 IEMs with a proposed investment of Rs 5045 crore and proposed employment for 10,679 persons have been filed either in lieu of IEMs already held by entrepreneurs or have been voluntarily surrendered or have been rejected as they do not conform to the prescribed parameters for exemption.
Implementation of IEMs

During the year 2013-14, 500 entrepreneurs have intimated commencement of commercial production. These IEMs involve an investment of Rs 84,467 crore and employment for 1,34,102 persons.

Direct Industrial Licenses (DILs)

As a measure of simplification of procedures the Department is granting Industrial Licences directly against applications except for those items which are exclusively reserved for Small Scale Industries vide Press Note No. 4(2003 series) dated 10.10.2003.

During 2013-14, 22 such Direct Industrial Licences (DILs) have been issued with a proposed investment of Rs.102 crore and employment for 5134 persons.

Statewise distribution of Investment Intentions

Out of 2283 investment intentions during the year 2013-14, 390 were filed for Maharashtra, 345 for Gujarat and 282 for Andhra Pradesh. However, in terms of proposed investments, Orissa with Rs.1,11,741 crore was the leading State followed by Gujarat with Rs.88,404 crore and Madhya Pradesh with Rs.82,466 crore.

Scheduled Industrywise distribution of Investment Intentions

Industrywise distribution of investment intentions through IEMs and LOIs/DILs reflect preference for Metallurgical Industries, Textiles and Electrical Equipments, with proposed investment of Rs.89,852 crore (20%), Rs.82,514 crore (18%) and Rs.65,748 crore (14%) respectively.