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

(April 2014 to March 2015)

High Lights

- During 2014-15, in the delicensed sector 1663 IEMs have been filed with proposed investment of Rs. 4,20,229 crore.
- In the licensable sector 54 DILs have been issued with a proposed investment of Rs. 1448 crore.
- Chhattisgarh, Gujarat and Maharashtra were the three leading states in terms of investment in the delicensed sector during 2014-15 with proposed investment of Rs.1,72,744 crores, 59,493 crores and Rs.44,480 crores respectively.
- Similarly in the licensable sector, Maharashtra, with proposed investment of Rs.530 crore is the leading state followed by Gujarat and Madhya Pradesh with proposed investment of Rs. 378 crore and 194 crore respectively during the year 2014-15.
- The most preferred industries in terms of investment in delicensed as well as licensable sector were Fertilizers, Chemicals other than Fertilizers and Electrical Equipments with Rs. 82,254 crore (20%), Rs.46,855 crore (11%) and Rs.39,795 crore (9%) respectively.
- 326 IEMs were reported implementation during this year with proposed investment of Rs.73,919 crore.

During the year 2014-15, 1717 Industrial Investment Intentions for new units/new articles/substantial expansion have been recorded. Of these 1663 investment intentions are for the delicensed sector and the remaining 54 are for the licensable sector. These intentions project a proposed investment of Rs.4,21,677 crore and employment for 4,21,869 persons.

Industrial Entrepreneurs Memorandum (IEMs)

During the year 2014-15, 1663 IEMs have been filed in the delicensed sector with a proposed investment of Rs 4,20,229 crore and projected employment for 4,11,597 persons. 249 IEMs with a proposed investment of Rs 25,826 crore and proposed employment for 52,901 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 2014-15, 326 entrepreneurs have intimated commencement of commercial production. These IEMs involve an investment of Rs 73,919 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 2014-15, 54 such Direct Industrial Licences (DILs) have been issued with a proposed investment of Rs.1448 crore and employment for 10,272 persons.

Statewise distribution of Investment Intentions

Out of 1663 investment intentions during the year 2014-15, 338 were filed for Gujarat, 268 for Maharashtra and 101 for Andhra Pradesh. However, in terms of proposed investments, Chhattisgarh with Rs. 1,72,744 crore was the leading State followed by Gujarat with Rs. 59,493 crore and Maharashtra with Rs. 44,480 crore.

Scheduled Industrywise distribution of Investment Intentions

Industrywise distribution of investment intentions through IEMs and LOIs/DILs reflect preference for Fertilizers, Chemicals other than Fertilizers and Electrical Equipments, with proposed investment of Rs. 82,254 crore (20%), Rs. 46,855 crore (11%) and Rs. 39,795 crore (9%) respectively.