Industrial Investment Intentions in the licensable and delicensed sectors - the status as on January 2017.

Industrial Entrepreneurs Memoranda (IEMs)

During the month of January 2017, 137 IEMs had been filed with proposed investment of ₹29119 crore as against 174 IEMs with ₹27183 crore during January 2016.

Of these, Gujarat with proposed investment of ₹13871 crore, Karnataka with proposed investment of ₹6243 crore and Maharashtra with proposed investment of ₹2587 crore are the leading States during the month.

Investment intentions reflect preference for Metallurgical industries, Electricals equipment, Miscellaneous mechanical & Engineering Industries with proposed investment of ₹12108 crore (41.58%), ₹8531 (29.30%) and ₹1260 (4.33%) respectively.

Implementation of IEMs

During the month of January 2017, 21 IEMs with ₹2502 crore reported implementation as compared to month of January 2016, 29 IEMs with ₹35049 crore have been reported.

Since the inception of filing of IEM in 1991 till the end of January 2017, a total of 11958 IEMs with an investment of ₹745481 crore have reported implementation.

Industrial Licences (DILs)

As a measure of simplification of procedures, the Department is granting Industrial Licences directly since November, 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 January and January 2016, 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 dereserved 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.

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