INDUSTRIAL INVESTMENT INTENTIONS IN THE LICENSABLE AND DELICENSED SECTORS FOR THE MONTH OF FEBRUARY 2010 AND CUMULATIVE POSITION SINCE AUGUST 1991

Highlights- FEBRUARY 2010

- In the delicensed sector, 325 Industrial Entrepreneur Memoranda (IEMs) with proposed investment of Rs 1,31,190 crore have been filed.
- Maharashtra, Gujarat and Andhra Pradesh were the leading States in terms of the Number of IEMs filed. However, in terms of amount of proposed investment through IEMs, the three leading states were Orissa, Gujarat and Andhra Pradesh.
- In the licensable sector, 8 LOIs/DILs with proposed investment of Rs. 101 crore have been issued during the month.
- Investment intentions for licensable and delicensed sectors taken together reflect preference for Electrical Equipments, Fuel and Metallurgical Industries with investment of Rs. 68,872 crore, Rs. 32,088 crore and Rs. 10,134 crore respectively.

During the period August 1991 to February 2010, 85,038 Industrial Investment Intentions, in the licensed and the delicensed sectors, for new units/ new articles or for substantial expansion have been recorded. These intentions involve a proposed investment of Rs., 61,21,934 crore and employment for 1,84,55,109 persons.

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i. Delicensed Sector

Industrial Entrepreneurs Memoranda (IEMs)

- During the post liberalisation period 80,587 IEMs have been filed with a proposed investment of Rs. 59,91,225 crore and projected employment for 1,75,02,213 persons.

- Since January 2006 to February 2010, 18,079 IEMs have been filed with Proposed investment of Rs. 42,14,355 crore and Employment for 63,87,726 persons.
In the year 2010 (January and February), 649 IEMs have been filed with proposed investment of Rs. 2,35,891 crore and employment for 1,98,097 persons.

In February 2010, 325 IEMs with proposed investment of Rs. 1,31,190 crore have been filed as against 324 IEMs with an investment of Rs. 1,04,701 crore during the previous month.

Leading industrial segments during February 2010 in attracting investments in terms of IEMs filed were Electrical Equipments, Fuels and Metallurgical Industries.

On a cumulative basis, 18% of the total IEMs filed since August 1991 is in the state of Maharashtra, 12% in Gujarat, 9% in Tamil Nadu.

Implementation of IEMs

Since the inception of IEM Scheme till the end of February 2010, a total of 8565 IEMs with an investment of Rs. 2,89,880 crore and employment for 14,71,698 persons have reported implementation.

ii. Licensed Sector

Letters of Intent (LOIs)

Since August 1991 till the end of February 2010, a total of 3,971 LOIs with a proposed investment of Rs. 1,09,710 crore and proposed employment for 8,51,917 persons have been issued.

Industrial Licences (DILs)

As a measure of simplification of procedures, the Department is now issuing Industrial Licences directly against applications except for those items which are exclusively reserved for Small Scale Industries.

Since November, 2003, 480 such Direct Industrial Licences (DILs) have been issued with a proposed investment of Rs.20, 999 crore and employment for 1,00,979 persons.

In the licensable sector, 8 LOIs/DILs with proposed investment of Rs.101 crore have been issued in February 2010.
iii. **Scheduled Industrywise distribution of Investment Intentions**

Industrywise distribution of investment intentions since August 1991 continues to reflect preference for electrical equipments, metallurgical industries and chemicals (other than fertilizers).