

REGULATORY UPDATE

OVER 60% GROWTH IN TOTAL FDI
INFLOWS IN FIRST QUARTER OF
FY 2020-21



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Recent measures taken by the India Government on the fronts of policy reforms, desterilisation of offences, investment facilitation and overall ease of doing business in India have resulted in increase in FDI inflows into the country.

The following facts on Foreign Direct Investment in India are an endorsement of its status as a preferred investment destination amongst global investors:

- India has attracted total FDI inflow of US\$ 27.37 billion during first quarter of F.Y. 2021-22 which is 62% higher as compared to corresponding period of F.Y. 2020-21 (US\$ 16.92 billion).
- FDI equity inflow grew by 112% in the first four months of F.Y. 2021-22 (US\$ 20.42 billion) compared to the year ago period (US\$ 9.61 billion).
- The top three sectors receiving FDI inflow during the first quarter of FY 2021-22 are as follows:

S. NO.	SECTOR	FDI SHARE
1.	Automobile Industry	23%
2.	Computer Software & Hardware	18%
3.	Services Sector	10%

Under the sector `Automobile Industry`, majority of FDI Equity inflow (87%) was reported in the state of Karnataka during the first four months of the current financial year (2021-22).

- The top three recipients of FDI Equity inflow during the F.Y. 2021-22 (up to July, 2021) are as follows:

S. NO.	STATE	FDI SHARE
1.	Karnataka	45%
2.	Maharashtra	23%
3.	Delhi	12%

The recent efforts and policy reforms by the Government have certainly reinforced global investor's confidence in India.

For details, please refer to the link of the press release as follows

<https://pib.gov.in/PressReleasePage.aspx?PRID=1756999>

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