

Allowing 74 per cent FDI in pharma sector

1040. SHRI HUSAIN DALWAI: Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether it is a fact that the Ministry has allowed 74 per cent Foreign Direct Investment (FDI) in pharmaceutical sector through automatic route;

(b) if so, what is the rationale behind the same;

(c) whether the Ministry has taken into consideration concerns that such steps would enable international pharmaceutical companies to make brown field investments and buy out existing Indian pharmaceutical companies; and

(d) whether the Ministry would make such investments mandatory only in greenfield investments and thus in line with its 'Make in India' philosophy?

THE MINISTER OF STATE OF THE MINISTRY OF COMMERCE AND INDUSTRY (SHRIMATI NIRMALA SITHARAMAN): (a) and (b) Yes, Sir. FDI in Brownfield pharma sector has been permitted upto 74% under automatic route; and FDI beyond 74% and upto 100% is allowed under Government approval route. The move to permit 74% FDI under automatic route in Brownfield pharmaceutical sector is aimed at attracting required capital, international best practices and latest technologies in the sector. Further, 100% FDI under automatic route is permitted for Greenfield pharma sector.

(c) The Government while reviewing FDI policy on pharma sector has put in place necessary safeguards by providing that non-compete clause would not be permitted. This will enable Indian promoters to operate in the same line of business in new ventures. Further, to ensure domestic availability of essential medicines and drugs; and to maintain deployment of adequate capital in R&D, extant FDI policy on the sector mandates specified level of production of National List of Essential Medicine drugs and extent of R&D expenditure to be maintained by the investee company.

(d) Both Greenfield and Brownfield investments are in line with the initiative of 'Make in India' and thus there is no proposal under consideration of Government to restrict such investments only to Greenfield project.

Trade with foreign countries

1041. SHRIMATI RAJANI PATIL: Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) the progress made by India with respect to trade with foreign countries particularly with neighbouring countries during the last two years;

(b) what is the scope for strengthening trade relations with various countries; and

(c) the details of the measures proposed to be taken by Government in this direction?

THE MINISTER OF STATE OF THE MINISTRY OF COMMERCE AND INDUSTRY (SHRIMATI NIRMALA SITHARAMAN): (a) to (c) India's trade with its partners for the last two years is given in the Statement (*See* below). There are appropriate institutional mechanisms for bilateral, plurilateral and multilateral engagement with trading partners such as Strategic Commercial Dialogue, Trade Policy Forum, Bilateral High Level Group, Annual Ministerial Dialogue etc. Some of the measures taken by the Government to strengthen trade relations with various countries are enhancing trade through Free Trade Agreements (FTAs), the normalisation of border trade including the removal or restrictions on tradable items, region specific programmes such as Focus LAC and initiatives for trade facilitation.

Statement*India's country-wise trade for 2014-15 and 2015-16*

(Value in US\$ million)

Sl. No.	Region	Country	2014-15			2015-16		
			Export	Import	Total Trade	Export	Import	Total Trade
1	2	3	4	5	6	7	8	9
1.	Asean Countries	Indonesia	4043.32	15004.64	19047.96	2840.96	13067.80	15908.76
		Singapore	9809.53	7124.47	16934.00	7722.18	7305.94	15028.12
		Malaysia	5816.65	11117.74	16934.39	3706.86	9083.83	12790.69
		Thailand	3464.83	5865.88	9330.71	3009.18	5510.16	8519.34
		Vietnam Soc Rep	6257.88	3003.35	9261.23	5270.23	2560.39	7830.62
		Myanmar	773.24	1231.54	2004.78	1068.20	984.27	2052.47
		Philippines	1395.58	423.04	1818.62	1368.65	542.16	1910.81
		Brunei	41.99	840.88	882.87	28.44	554.02	582.46
		Lao Pd Rp	67.31	85.28	152.59	37.94	180.03	217.97
		Cambodia	142.53	17.96	160.49	143.01	54.43	197.44
2.	East Asia	Australia	2782.13	10247.24	13029.37	3266.99	8796.03	12063.02
		New Zealand	322.10	591.40	913.50	308.19	547.61	855.80
		Papua N Gna	52.19	157.29	209.48	39.45	179.59	219.04

1	2	3	4	5	6	7	8	9
		Solomon Is	5.22	13.47	18.69	2.71	67.67	70.38
		Fiji Is	49.75	1.80	51.55	44.59	0.37	44.96
		Nauru RP	0.02	10.19	10.21	0.01	5.76	5.77
		Samoa	2.48	1.18	3.66	2.22	2.46	4.68
		Vanuatu Rep	1.86	0.01	1.87	2.01	0.29	2.30
		Tonga	0.92	0.01	0.93	1.12	0.00	1.12
		Kiribati Rep	1.00	0.01	1.01	0.94		0.94
		Tuvalu	0.03	1.42	1.45	0.06	0.01	0.07
		East Timor	3.24	0.31	3.55			0.00
3.	North-East Asia	China PRP	11957.08	60413.17	72370.25	9031.55	61702.36	70733.91
		Hong Kong	13599.88	5571.99	19171.87	12140.45	6051.67	18192.12
		Korea RP	4604.19	13529.11	18133.30	3546.16	13047.12	16593.28
		Japan	5385.87	10131.36	15517.23	4673.69	9843.62	14517.31
		Taiwan	2181.66	4028.65	6210.31	1428.17	3354.28	4782.45
		Korea DP RP	76.52	131.93	208.45	110.88	87.90	198.78
		Mongolia	7.92	4.30	12.22	8.44	4.14	12.58
		Macao	2.43	2.30	4.73	1.97	8.29	10.26

110 Written Answers to

[RAJYA SABHA]

Unstarred Questions

4.	Other West Asian Countries	Iraq	829.32	14247.66	15076.98	1004.39	10835.36	11839.75
		Iran	4175.11	8955.02	13130.13	2781.54	6273.01	9054.55
		Israel	3289.87	2328.04	5617.91	2857.57	2098.04	4955.61
		Jordan	1431.11	857.85	2288.96	499.77	850.62	1350.39
		Yemen Repubic	992.13	540.68	1532.81	399.79	6.88	406.67
		Lebanon	279.66	39.74	319.40	239.90	27.61	267.51
		Syria	187.89	28.34	216.23	136.79	40.54	177.33
5.	South Asia	Bangladesh PR	6449.90	621.37	7071.27	5804.71	658.73	6463.44
		Sri Lanka DSR	6703.72	756.17	7459.89	5307.70	742.79	6050.49
		Nepal	4573.89	639.91	5213.80	3807.25	470.59	4277.84
		Pakistan IR	1857.29	497.31	2354.60	2110.22	441.03	2551.25
		Afghanistan	422.56	261.91	684.47	526.60	307.90	834.50
		Bhutan	333.94	149.87	483.81	441.51	279.60	721.11
		Maldives	152.38	4.32	156.70	178.94	4.29	183.23
6.	West Asia GCC	U Arab EMTS	33028.08	26139.91	59167.99	30308.35	19421.53	49729.88
		Saudi Arab	11162.55	28107.56	39270.11	6394.50	20319.90	26714.40
		Qatar	1054.98	14604.71	15659.69	902.94	9022.16	9925.10
		Kuwait	1198.89	13381.97	14580.86	1247.25	4962.33	6209.58

Written Answers to

[27 July, 2016]

Unstarred Questions 111

1	2	3	4	5	6	7	8	9
		Oman	2379.44	1752.24	4131.68	2190.86	1673.00	3863.86
		Baharain IS	472.98	446.25	919.23	654.10	356.90	1011.00
7.	European Free Trade Association (EFTA)	Switzerland	1069.09	22133.16	23202.25	984.24	19299.74	20283.98
		Norway	263.41	1001.11	1264.52	539.89	585.37	1125.26
		Iceland	19.93	4.69	24.62	18.55	4.25	22.80
		Liechtenstein	0.19	1.17	1.36	0.82	1.18	2.00
8.	European Union (EU)	Germany	7539.79	12787.86	20327.65	7095.17	12088.54	19183.71
		U K	9354.21	5018.28	14372.49	8858.58	5193.61	14052.19
		Belgium	5519.64	10805.92	16325.56	5083.42	8256.06	13339.48
		France	4957.25	4416.08	9373.33	4631.68	3732.04	8363.72
		Italy	5093.23	4231.81	9325.04	4218.07	4072.21	8290.28
		Netherland	6327.22	2802.90	9130.12	4721.12	1859.89	6581.01
		Spain	3148.38	2005.20	5153.58	3237.88	1646.01	4883.89
		Sweden	740.47	1748.40	2488.87	683.62	1484.89	2168.51
		Poland	1050.82	635.60	1686.42	1025.30	569.66	1594.96
		Finland	330.60	917.48	1248.08	248.87	1002.37	1251.24
		Austria	363.10	815.92	1179.02	339.92	827.11	1167.03

112 Written Answers to

[RAJYA SABHA]

Unstarred Questions

9. Other European Countries	Denmark	724.38	457.95	1182.33	688.90	428.48	1117.38	Written Answers to [27 July 2016] Unstarred Questions 113
	Ireland	759.74	533.19	1292.93	526.07	551.51	1077.58	
	Czech Republic	378.56	517.87	896.43	488.62	507.89	996.51	
	Portugal	636.46	145.05	781.51	589.64	102.55	692.19	
	Hungary	349.26	239.55	588.81	345.14	242.64	587.78	
	Romania	416.79	296.45	713.24	255.76	309.30	565.06	
	Greece	360.84	127.75	488.59	335.73	109.53	445.26	
	Slovenia	245.77	104.54	350.31	265.01	88.60	353.61	
	Malta	327.59	28.42	356.01	325.03	26.43	351.46	
	Lithuania	103.23	111.91	215.14	88.09	214.35	302.44	
	Bulgaria	266.45	103.66	370.11	145.53	93.73	239.26	
	Estonia	68.09	118.06	186.15	63.68	142.04	205.72	
	Slovak Rep	136.90	137.04	273.94	137.51	64.64	202.15	
	Luxembourg	9.59	41.81	51.40	8.07	175.72	183.79	
	Croatia	176.39	28.65	205.04	112.44	36.00	148.44	
	Latvia	98.12	36.22	134.34	79.50	61.64	141.14	
	Cyprus	51.11	22.82	73.93	59.80	48.18	107.98	
	Turkey	5358.92	1463.87	6822.79	4140.12	776.94	4917.06	
	Serbia	42.39	23.71	66.10	43.34	22.34	65.68	

1	2	3	4	5	6	7	8	9
		Albania	19.42	50.76	70.18	24.04	17.20	41.24
		Montenegro	42.31	1.16	43.47	26.19	0.05	26.24
		Bosnia-Hrzgovin	17.88	4.26	22.14	19.70	4.40	24.10
		Macedonia	14.51	9.05	23.56	12.87	7.08	19.95
		Serbia Montngro	6.68	15.35	22.03	0.15	2.90	3.05
		San Marino	0.05	0.33	0.38	0.26	0.52	0.78
10.	Latin America	Brazil	5963.82	5400.91	11364.73	2650.24	4040.09	6690.33
		Venezuela	258.07	11729.89	11987.96	130.66	5701.81	5832.47
		Argentina	460.21	1992.25	2452.46	536.50	2471.52	3008.02
		Chile	565.82	3080.63	3646.45	679.32	1960.66	2639.98
		Colombia	1105.15	2134.94	3240.09	888.10	807.79	1695.89
		Peru	819.86	590.40	1410.26	703.18	820.22	1523.40
		Ecuador	225.04	1065.74	1290.78	153.20	563.77	716.97
		Dominic REP	140.91	290.66	431.57	175.11	478.62	653.73
		Bolivia	70.84	3.56	74.40	74.43	240.25	314.68
		Panama Republic	302.40	30.46	332.86	201.41	72.49	273.90
		Guatemala	229.01	17.12	246.13	255.97	12.52	268.49
		Paraguay	106.48	88.12	194.60	98.22	112.26	210.48

114 Written Answers to

[RAJYA SABHA]

Unstarred Questions

Costa Rica	95.84	155.30	251.14	134.76	62.21	196.97
Trinidad	165.48	68.42	233.90	92.88	91.94	184.82
Honduras	187.56	25.31	212.87	155.05	15.91	170.96
Uruguay	208.32	20.35	228.67	152.81	17.71	170.52
Netherland ANTIL	40.94	11.26	52.20	37.25	59.24	96.49
Bahamas	123.50	0.67	124.17	11.96	77.23	89.19
Nicaragua	65.51	2.19	67.70	82.54	3.85	86.39
El Salvador	61.48	10.27	71.75	68.54	6.18	74.72
Haiti	85.45	1.57	87.02	62.27	3.28	65.55
Suriname	17.62	210.87	228.49	12.86	43.33	56.19
Cuba	37.32	1.57	38.89	54.31	1.33	55.64
Jamaica	37.80	1.78	39.58	40.21	1.55	41.76
Guyana	24.41	10.30	34.71	21.87	18.48	40.35
Belize	24.49	0.21	24.70	14.51	1.01	15.52
Barbados	10.19	0.17	10.36	10.50	0.17	10.67
Virgin IS Us	4.83	0.60	5.43	4.24	1.08	5.32
Martinique	6.15	0.09	6.24	4.44		4.44
Cayman IS	6.75	0.00	6.75	3.54		3.54
ST Lucia	2.13	0.14	2.27	2.67	0.45	3.12

Written Answers to

[27 July 2016]

Unstarred Questions 115

1	2	3	4	5	6	7	8	9
		Guadeloupe	4.17	0.08	4.25	2.87	0.06	2.93
		Bermuda	2.73	0.09	2.82	2.59	0.00	2.59
		Antigua	2.07	0.49	2.56	2.56	0.01	2.57
		BR Virgn IS	0.66	0.82	1.48	0.84	1.55	2.39
		ST Kitt NA	1.25	0.37	1.62	2.20	0.16	2.36
		FR Guiana	59.04	1.41	60.45	1.17	1.16	2.33
		Grenada	1.34		1.34	1.87		1.87
		Falkland IS		2.64	2.64	0.00	1.75	1.75
		Dominica	2.53	0.10	2.63	1.47	0.10	1.57
		Montserrat	0.33	0.01	0.34	0.96	0.00	0.96
		ST Vincent	0.76	0.00	0.76	0.55	0.00	0.55
		Turks C IS	0.15	0.01	0.16	0.16	0.02	0.18
11.	North Africa	Egypt A RP	3025.60	1741.77	4767.37	2337.65	1221.20	3558.85
		Morocco	326.31	936.25	1262.56	342.19	1077.58	1419.77
		Algeria	1063.73	551.82	1615.55	787.79	299.44	1087.23
		Sudan	882.47	569.66	1452.13	782.36	149.20	931.56
		Tunisia	249.83	196.19	446.02	222.37	136.49	358.86
		Libya	163.74	70.14	233.88	122.58	8.86	131.44

116 Written Answers to

[RAJYA SABHA]

Unstarred Questions

	Canary IS	0.02		0.02			0.00
12. North America	U S A	42464.22	21814.60	64278.82	40287.35	21776.71	62064.06
	Canada	2196.02	3749.42	5945.44	2052.22	4234.03	6286.25
	Mexico	2861.68	3393.15	6254.83	2865.18	2283.19	5148.37
13. Central Africa	Uganda	553.93	37.69	591.62	569.94	45.52	615.46
	Congo D. Rep.	254.16	126.45	380.61	317.63	97.76	415.39
	Chad	40.69	62.78	103.47	43.49	320.88	364.37
	Malawi	214.02	36.78	250.80	176.13	64.31	240.44
	Rwanda	149.27	1.21	150.48	106.08	1.35	107.43
	Burundi	31.44	0.29	31.73	29.06	0.11	29.17
	C. Afri. Rep.	7.76	0.63	8.39	9.17	0.83	10.00
14. East Africa	Kenya	4117.93	117.42	4235.35	3025.86	127.55	3153.41
	Tanzania Rep.	2484.61	1089.03	3573.64	1654.64	924.79	2579.43
	Mauritius	1909.55	21.19	1930.74	855.81	20.37	876.18
	Ethiopia	783.13	44.26	827.39	793.62	60.99	854.61
	Somalia	352.81	38.25	391.06	482.88	15.58	498.46
	Madagascar	167.19	95.29	262.48	197.04	141.74	338.78
	Djibouti	237.96	1.47	239.43	204.69	1.23	205.92
	Reunion	48.76	22.61	71.37	42.70	18.78	61.48

Written Answers to

[27 July 2016]

Unstarred Questions 117

1	2	3	4	5	6	7	8	9
		Seychelles	32.56	1.17	33.73	34.12	0.67	34.79
		Comoros	17.76	11.30	29.06	17.01	15.10	32.11
15.	Other South African Countries	Angola	552.64	4617.64	5170.28	223.19	2766.81	2990.00
		Mozambique	2070.84	325.74	2396.58	1241.99	356.31	1598.30
		Zambia	366.59	283.35	649.94	298.13	475.38	773.51
		Zimbabwe	223.96	32.70	256.66	205.08	24.45	229.53
16.	Southern African Customs Union (SACU)	South Africa	5302.00	6496.52	11798.52	3588.19	5907.39	9495.58
		Botswana	44.46	1012.89	1057.35	52.98	542.23	595.21
		Swaziland	39.94	22.03	61.97	59.90	40.82	100.72
		Namibia	107.82	34.42	142.24	73.62	10.42	84.04
		Lesotho	38.22	1.38	39.60	30.06	4.94	35.00
17.	West Africa	Nigeria	2681.37	13682.97	16364.34	2221.90	9949.17	12171.07
		Ghana	680.39	1257.60	1937.99	623.74	2981.27	3605.01
		Cote D' Ivoire	309.75	532.10	841.85	397.03	572.48	969.51
		Senegal	518.75	208.13	726.88	545.84	263.95	809.79
		Togo	688.42	195.65	884.07	532.19	225.09	757.28
		Cameroon	249.13	745.36	994.49	190.99	557.54	748.53
		Benin	497.95	222.12	720.07	427.30	275.66	702.96

118 Written Answers to

[RAJYA SABHA]

Unstarred Questions

18. Car Countries	Guinea	283.81	729.69	1013.50	278.57	370.05	648.62	Written Answers to [27 July 2016] Unstarred Questions 119
	Equatl Guinea	15.01	749.38	764.39	17.53	457.30	474.83	
	Congo P Rep	252.89	365.52	618.41	166.64	201.64	368.28	
	Mali	134.12	78.59	212.71	107.93	242.78	350.71	
	Burkina Faso	112.76	151.64	264.40	108.79	238.11	346.90	
	Guinea Bissau	9.76	158.38	168.14	14.47	198.17	212.64	
	Liberia	206.53	57.68	264.21	133.88	32.20	166.08	
	Gabon	42.70	793.06	835.76	36.82	105.63	142.45	
	Sierra Leone	80.40	23.59	103.99	91.17	16.56	107.73	
	Gambia	73.53	36.08	109.61	59.54	31.35	90.89	
	Niger	78.22	0.55	78.77	80.16	0.32	80.48	
	Mauritania	58.94	43.36	102.30	58.35	18.56	76.91	
	Cape Verde Is	4.12	2.97	7.09	1.43	2.77	4.20	
	Sao Tome	1.47	0.05	1.52	0.93	0.00	0.93	
	St Helena	0.21	0.09	0.30	0.16		0.16	
	Kazakhstan	250.68	701.67	952.35	151.91	352.93	504.84	
	Uzbekistan	170.44	55.86	226.30	94.64	45.26	139.90	
	Turkmenistan	91.98	13.05	105.03	68.53	46.97	115.50	
	Tajikistan	53.71	4.39	58.10	22.26	9.98	32.24	

1	2	3	4	5	6	7	8	9
		Kyrgyzstan	37.76	0.77	38.53	25.11	1.79	26.90
19.	Other Common-wealth of Independent States (CIS) Countries	Russia	2097.01	4249.22	6346.23	1587.81	4596.07	6183.88
		Ukraine	349.03	2238.99	2588.02	259.12	1751.17	2010.29
		Belarus	48.16	182.16	230.32	35.70	164.90	200.60
		Azerbaijan	110.42	198.54	308.96	33.38	77.09	110.47
		Georgia	86.67	18.35	105.02	82.57	24.47	107.04
		Armenia	91.47	0.82	92.29	23.55	14.04	37.59
		Moldova	8.79	1.43	10.22	7.81	4.89	12.70
20.	Others	Unspecified	4073.74	7562.83	11636.57	2365.39	8700.35	11065.74
		Gibraltar	637.83	0.00	637.83	1182.88		1182.88
		Eritrea	14.06	230.68	244.74	6.45	167.45	173.90
		Puerto Rico	99.02	26.08	125.10	115.00	50.17	165.17
		Marshall Island	0.12	0.01	0.13	101.91	0.41	102.32
		New Caledonia	10.77	21.38	32.15	4.68	50.35	55.03
		Greenland	1.13	0.07	1.20	8.81	0.10	8.91
		Aruba	3.88	0.03	3.91	6.92	0.30	7.22
		Installations In International Waters			0.00	7.11		7.11

120 Written Answers to

[RAJYA SABHA]

Unstarred Questions

FR Polynesia	3.07	0.03	3.10	3.81	0.02	3.83
Palau	0.07	0.01	0.08	0.02	3.70	3.72
Timor-Leste			0.00	3.43	0.03	3.46
Monaco	0.87	1.71	2.58	1.05	1.53	2.58
Faroe Is.	2.62	0.07	2.69	1.75	0.04	1.79
Ameri Samoa	0.19	0.67	0.86	0.16	1.13	1.29
Antartica	0.00	4.84	4.84	0.00	1.11	1.11
N. Mariana Is.	0.08		0.08	0.56	0.23	0.79
US Minor Outlying Islands	0.68	0.85	1.53	0.17	0.36	0.53
Norfolk Is.	0.06	0.13	0.19	0.33	0.07	0.40
Guam	0.41	0.00	0.41	0.38		0.38
Micronesia	0.23		0.23	0.36		0.36
Wallis F Is.	0.04	1.02	1.06		0.24	0.24
Panama C Z	0.07	44.25	44.32	0.16		0.16
Andorra	0.26	5.28	5.54	0.12	0.00	0.12
FR S Ant TR			0.00	0.06	0.03	0.09
Vatican City	0.12	0.17	0.29	0.05	0.00	0.05
Cook Is.	0.32	0.00	0.32	0.05		0.05

Written Answers to

[27 July 2016]

Unstarred Questions 121

1	2	3	4	5	6	7	8	9
		Niue Is.		0.03	0.03	0.04	0.00	0.04
		Christmas Is.	0.01	0.08	0.09	0.03	0.00	0.03
		Anguilla	0.05	0.07	0.12	0.02	0.01	0.03
		St Pierre	0.00		0.00		0.02	0.02
		Pitcairn Is.		0.11	0.11		0.01	0.01
		Tokelau Is.	0.00	0.00	0.00		0.00	0.00
		Saharwi A.DM RP	0.03		0.03	0.00		0.00
		Channel Is.	0.00		0.00			0.00
		Heard Macdonald	0.06		0.06			0.00
		South Sudan		66.24	66.24			0.00
GRAND TOTAL			310351.97	448033.48	758385.45	262031.19	380665.20	642696.39

Source: Directorate General of Commercial Intelligence and Statistics (DGCIS)

122 Written Answers to

[RAJYA SABHA]

Unstarred Questions