



**DEPARTMENT-RELATED PARLIAMENTARY STANDING
COMMITTEE ON COMMERCE**

**One Hundred and Twenty-sixth Report on Demands for Grants (2016-17)
of Department of Industrial Policy and Promotion**

The Department Related Parliamentary Standing Committee on Commerce, under the Chairmanship of **Dr. Chandan Mitra, MP, Rajya Sabha** presented the **One Hundred and Twenty-sixth Report on Demands for Grants(2016-17) of Department of Industrial Policy and Promotion** to the Rajya Sabha on 3rd May, 2016. The Report has simultaneously also been laid on the Table of Lok Sabha. The full Report is available on the website www.rajyasabha.nic.in. Gist of main recommendations of the Committee is given below:-

BUDGETARY PROPOSALS: *An Analysis*

- The inadequate allocation to major and important Schemes/ Projects being implemented by the Department is a cause for worry and is a sure-shot recipe for sub-optimal development of the industrial sector. It will certainly impinge upon the employment creation capability of the sector.

FDI POLICY

- Foreign investments should not become vehicles of neo-colonialism where the country ends up being a supplier of cheap skilled workforce and act as a large domestic market to consume their production also.
- Out of the FDI equity inflows of US\$ 24.8 billion during 2015-16 (April-November), more than 60 percent have come from two geographically

