Government of India
Ministry of Commerce & Industry
Department of Industrial Policy & Promotion
(FC-I Section)

Press Note No. 3 (2012 Series)

Subject: Review of the Foreign Direct Investment policy – permitting investments from Pakistan.

1.0 Present Position:

1.1 As per paragraph 3.1.1 of *Circular 1 of 2012- Consolidated FDI Policy'*, effective from 10.04.2012, investment from a citizen of Pakistan or an entity incorporated in Pakistan is not permitted.

2.0 Revised Position:

2.1 The Government of India has reviewed the policy, as contained in paragraph 3.1.1 of the circular *ibid* and decided to permit a citizen of Pakistan or an entity incorporated in Pakistan to make investments in India, under the Government route, in sectors/activities other than defence, space and atomic energy.

3.0 Amendment to paragraph 3.1.1:

3.1 Accordingly, Paragraph 3.1.1 of Circular *1 of 2012- Consolidated FDI Policy'*, effective from 10.4.2012, is amended to read as below:

"3.1.1 A non-resident entity can invest in India, subject to the FDI Policy. A citizen of Bangladesh or an entity incorporated in Bangladesh can invest only under the Government route. A citizen of Pakistan or an entity incorporated in Pakistan can invest, only under the Government route, in sectors/activities other than defence, space and atomic energy."

4.0 The above decision will take immediate effect.

(Anjali Prasad)
Joint Secretary to the Government of India

D/o IPP File No.: 5/10/2011-FC.I dated: 1st August, 2012

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1. **Press Information Officer, Press Information Bureau**- *for giving wide publicity to the above Press Note.*

2. **BE Section in the Department of Industrial Policy and Promotion**- *for uploading the Press Note on DIPP's website.*