

Government of India  
Ministry of Commerce & Industry  
Department of Industrial Policy & Promotion  
(Secretariat for Industrial Assistance)

Press Release

In the Annex to the FDI policy notified vide Press Note 4(2006 series) dated 10.2.2006, the following substitution is hereby made:

**For the existing provision**

<u>Sl.No.</u>	<u>Sector/Activity</u>	<u>FDI cap/ Equity</u>	<u>Entry Route</u>	<u>Other conditions</u>	<u>Relevant Press Note issued by D/o IPP <a href="http://www.dipp.gov.in">www.dipp.gov.in</a></u>
18.	Investing companies in infrastructure/ services sector (except telecom sector)	49%	FIPB	Foreign investment in an investing company will not be counted towards sectoral cap in infrastructure / services sector provided the investment is up to 49% and the management of the company is in Indian hands.	<u>PN 2/2000 &amp; PN 5/ 2005</u>

**Read the revised provision as:**

<u>Sl.No.</u>	<u>Sector/Activity</u>	<u>FDI cap/ Equity</u>	<u>Entry Route</u>	<u>Other conditions</u>	<u>Relevant Press Note issued by D/o IPP <a href="http://www.dipp.gov.in">www.dipp.gov.in</a></u>
18.	Investing companies in infrastructure/ services sector (except telecom sector)	100%	FIPB	Where there is a prescribed cap for foreign investment, only the direct investment will be considered for the prescribed cap and foreign investment in an investment company will not be set off against this cap provided the foreign direct investment in such investing company does not exceed 49% and the management of the investing company is with the Indian owners.	<u>PN 2/2000 &amp; PN 5/ 2005</u>

*Gauri Singh*  
(Gauri Singh) 13/11/06  
Director