

Consulate General of India
Toronto

Policy Review of FDI policy in the Pharmaceutical Sector

1.0 Present Position:

Foreign Direct Investment (FDI), up to 100%, under the automatic route, is permitted in the pharmaceuticals sector.

2.0 Revised Position:

The Government of India has reviewed the extant policy on FDI and decided as under:

- (i) FDI, up to 100%, under the automatic route, would continue to be permitted for greenfield investments in the pharmaceuticals sector.
- (ii) FDI, up to 100%, would be permitted for brownfield investments (i.e. investments in existing companies), in the pharmaceuticals sector, under the Government approval route.

Accordingly the FDI Consolidated policy document with came into effect in October 2011 stands revised with the following insertion:

A new paragraph (6.2.25) is inserted as below:

6.2.25	Pharmaceuticals		
6.2.25.1	Greenfield	100%	Automatic
6.2.25.2	Existing companies	100%	Government
