

FAQ ID	Question Text	Answer Text
GENERAL QUERIES		
1	What is meant by Foreign Direct Investment (FDI)?	<p>Foreign Direct Investment ('FDI') means investment through equity instruments by a person resident outside India in an unlisted Indian company; or in 10% or more of the post issue paid-up equity capital on a fully diluted basis of a listed Indian company.</p> <p>In case an existing investment by a person resident outside India in equity instruments of a listed Indian company falls to a level below 10% of the post issue paid-up equity capital on a fully diluted basis, the investment shall continue to be treated as FDI. 'Fully diluted basis' means the total number of shares that would be outstanding if all possible sources of conversion are exercised.</p>
2	How can I submit proposals for foreign Direct Investment for seeking Government approval?	<p>Proposals for foreign investment in sectors/activities requiring Government approval as per the Consolidated FDI Policy dated 15.10.2020, as amended from time to time (FDI Policy) and Foreign Exchange Management (Non-Debt Instrument) Rules, 2019 dated 17.10.2019, as amended from time to time (FEM Non-Debt Instrument Rules 2019) would be filed online through the Foreign Investment Facilitation Portal (FIFP) at https://fifp.gov.in.</p> <p>The applicant would be required to submit the proposal for foreign investment in terms of the guidelines and requirements under the FDI Policy, Standard Operating Procedure (SOP) for processing FDI proposals, as amended from time to time available at https://fifp.gov.in/Forms/SOP.pdf</p> <p>Clarifications/queries regarding FDI Policy matters can be submitted in prescribed proforma as available at the link: [https://fifp.gov.in/Forms/FDIPolicyForm.pdf] and submitted over email to fc-dipp[at]nic.in</p>

		Clarifications/queries regarding filing of online application over FIF Portal may be sent over e-mail: fifp[dash]diphhelpdesk[at]gov[dot]in
3	What is the role of DPIIT in processing of FDI proposals?	Once a proposal is filed online, DPIIT identifies the concerned Administrative Ministry/Department based on the activity of investee company and e-transfers the proposal to the concerned Administrative Ministry/Department (Competent Authority) for processing and disposal of the case. DPIIT monitors overall progress and timely disposal of FDI proposals across all administrative Ministries/Departments.
4	How can I access FDI Policy Circular?	FDI Policy Circular, 2020 may be accessed over https://dpiit.gov.in/foreign-direct-investment/foreign-direct-investment-policy
5	What is the procedure for processing of FDI applications?	Standard Operating Procedure (SOP) for Processing FDI Proposals may be accessed over the link https://fifp.gov.in/Forms/SOP.pdf
6	Are there any restrictions/provisions related to FDI from land border countries?	<p>Para 3.1.1 of the FDI Policy as amended vide Press Note 3 of 2020 dated 17.04.2020 (available at https://dpiit.gov.in/sites/default/files/pn3_2020.pdf) enforced through the Foreign Exchange Management (Non-debt Instruments) Amendment Rules, 2020 dated 22.04.2020 issued by DEA notifying amendments under Rule 6(a) of the Foreign Exchange Management (Non-Debt Instruments) Rules, 2019 (available at https://egazette.nic.in/WriteReadData/2020/219107.pdf) states the following:-</p> <p><i>3.1.1(a) A non-resident entity can invest in India, subject to the FDI Policy except in those sectors/activities which are prohibited. However, an entity of a country, which shares land border with India or where the beneficial owner of an investment into India is situated in or is a citizen of any such country, can invest only under the Government route. Further, a citizen of Pakistan</i></p>

		<p><i>or an entity incorporated in Pakistan can invest, only under the Government route, in sectors/activities other than defence, space, atomic energy and sectors/activities prohibited for foreign investment.</i></p> <p><i>3.1.1(b) In the event of the transfer of ownership of any existing or future FDI in an entity in India, directly or indirectly, resulting in the beneficial ownership falling within the restriction/purview of the para 3.1.1(a), such subsequent change in beneficial ownership will also require Government approval.”</i></p> <p>Accordingly, in terms of Press Note 3 of 2020, an entity of a country, which shares land border with India or where the beneficial owner of an investment into India is situated in or is a citizen of any such country, can invest only under the Government route. Additionally, any transfer of ownership of any existing or future FDI in an entity in India resulting in the beneficial ownership falling within the aforesaid jurisdiction(s) will also require Government approval.</p>
7	What is PN3 Proposal?	<p>PN3 Proposals are those proposals which require prior Government approval under the provisions of Para 3.1.1 of the FDI Policy as amended vide Press Note 3 of 2020 dated 17.04.2020 (available at https://dpiit.gov.in/sites/default/files/pn3_2020.pdf) enforced through the corresponding amendment under Rule 6(a) of the Foreign Exchange Management (Non-Debt Instruments) Rules, 2019 (available at https://egazette.nic.in/WriteReadData/2020/219107.pdf).</p>
8	From where one can get NIC codes for products/services, to be filled in application form?	<p>Please refer to Investor Guidance available at https://dpiit.gov.in/for-investors/investor-guidance. Investors are required to provide the description of activities as per the National Industrial Classification (NIC) published by the Ministry of Statistics and Programme Implementation, Government of India NIC 2008 which can be accessed at https://dpiit.gov.in/sites/default/files/NIC-2008.pdf.</p>

9	How long does it take to process an FDI proposal?	The time taken in processing of FDI application is specified at Part IV of the Standard Operating Procedure (SOP) for Processing FDI Proposals.
10	How can I track status of my application over FIF portal?	After login, an option is provided to the user to track status of the application submitted over FIF Portal. Apart from this, system will send SMS/Email alerts at salient steps of the processing such as Query raised by Administrative Ministry etc.
11	Whom should I contact to know the progress of my FDI application?	On receiving a FDI proposal over FIF portal, it is assigned to an administrative Ministry/Department (Competent Authority) for processing and disposal of the case. List of Nodal Officers of such Ministries/Departments can be accessed over the link https://fifp.gov.in/Forms/ListofNodalOfficer.pdf
12	Where can I get information regarding FDI Equity inflow in India?	DPIIT compiles and maintains the data of Foreign Direct Investment regarding FDI Equity inflow in the country as reported by the Reserve Bank of India. It is published on a quarterly basis on the department's website (https://dpiit.gov.in/). It is published in 'FDI Statistics' and 'FDI Newsletter (formerly SIA Newsletter)' and uploaded on the website under the heading 'Publications' at the links: https://dpiit.gov.in/publications/fdi-statistics and https://dpiit.gov.in/publications/si-news-letters respectively.
13	Is there any fee for filing an online application?	There is no fee for filing an online application.

FIF PORTAL SPECIFIC QUERIES		
14	How do I file FDI proposal online?	In order to submit an application over FIF portal, user has to register first. At the time of registration, the details such as Name, Telephone, Mobile, Email etc. need to be provided. After filling in all the details, an OTP is sent to the mobile number/email id entered in the registration form for verification of the mobile. After user enters the OTP received, another SMS/email giving the details of login id is sent by the system containing a web link. After user clicks on the web link received in his/her email id, he/she can assign password and activate the login to access the portal.
15	Can I change my contact details e.g. Mobile No. and e-mail id?	The applicant may request for such change over email id fifp[dash]dipphelpdesk[at]gov[dot]in
16	Do I need to register separately for each application?	User can submit/track only one application through one login id. Therefore, for submitting multiple applications, multiple registrations are required.
17	Do I need to register for Downstream Intimation?	Yes, the registration process is required.
18	Do I need to complete the entire FIFP application in single session?	Once the first tab (Application Details) is complete, system generates an application number. Thereafter, user can save the application as draft and continue to work on the same and add/modify/delete details as per requirements. However, once the application is submitted to FIFP, it will no longer be editable.
19	What if any previous approval has been obtained and an amendment application needs to be filed?	If any FDI approval has already been given to the applicant/company, the proposal should be submitted under the category of Amendment Cases. In case the applicant files a fresh application instead of an amendment, the proposal would be treated as closed and the applicant would be asked to file an amendment application.
20	Which documents need to be uploaded at the time of submission of application?	The details of the documents required to be uploaded at the time of submission of application may be seen at "Annexure 1" of the Standard Operating Procedure (SOP) for Processing FDI Proposals may be accessed over the link https://fifp.gov.in/Forms/SOP.pdf

21	Which cases require security clearance from MHA?	Para 3 of Part III of the Standard Operating Procedure (SOP) for Processing FDI Proposals may be referred to in this regard. The same could be accessed over the link https://fifp.gov.in/Forms/SOP.pdf
22	What is the next step after submitting the application online?	After electronic submission of the application, the user will receive email/sms alert to submit a physical copy of the application to the concerned competent authority.
23	Is there any restriction on the size and format of the document to be uploaded?	Yes. Maximum file size for uploaded files is 10 MB and format should be in pdf format.
24	What if the hard copy of application is not submitted to the Competent Authority?	Para 3.1 of Part I of the Standard Operating Procedure (SOP) for Processing FDI Proposals may be referred to in this regard. The same could be accessed over the link https://fifp.gov.in/Forms/SOP.pdf
25	Where can I get the document for submitting the quarterly compliance report of the conditionalities contained in the approval letter to be certified by the company's auditor for proposals pertaining to pharmaceutical sector?	The Documents is available under the comprehensive corner under the heading "Forms" and can be accessed over the link https://fifp.gov.in/Forms/pharma_format.pdf . The same can be printed out and the duly filed with Department of Pharmaceutical, DIPP.

26	How can I withdraw my proposal and at what stage?	The proposal can be withdrawn at any stage after electronic submission till final disposal of the case. To withdraw a proposal, go to Withdraw Proposal option given under Proposal Menu in your account. There you have to upload a PDF document stating the reason for withdrawal duly attested by company and provide remarks (optional).
27	From where I can get a Security Clearance form?	MHA security clearance form would be required to be submitted in respect of cases as mentioned in para 26. The format of Security Clearance form is available on the portal (Comprehensive Corner-Forms) at the link https://fifp.gov.in/Forms/SecurityForm.pdf . Kindly upload the duly filled in copy of the same or else your application will not be treated as complete.
28	Where can I get FDI data/Statistics	DPIIT compiles and maintains the data of Foreign Direct Investment regarding FDI Equity inflow in the country as reported by the Reserve Bank of India. It is published on a quarterly basis on the department's website (https://dpiit.gov.in/). It is published in 'FDI Statistics' and 'FDI Newsletter (formerly SIA Newsletter)' and uploaded on the website under the heading 'Publications' at the links: https://dpiit.gov.in/publications/fdi-statistics and https://dpiit.gov.in/publications/si-news-letters , respectively.
29	How can I get clarifications on issues related to Foreign Direct Investment (FDI) Policy?	Foreign Direct Investment (FDI) Policy related queries may be submitted in prescribed proforma as given in the following link: https://fifp.gov.in/Forms/FDIPolicyForm.pdf and emailed to fc-dipp@nic.in.