

Report of NCAER and investments attracted by Tamil Nadu

Tamil Nadu has one of front-runners along with Maharashtra and Gujarat in attracting investments – both domestic and Foreign investments. Several reports bear amply testimony to the fact that ***Tamil Nadu is a safe heaven for Investments***. Hence, today, ***Tamil Nadu is rated as Investors' Paradise***. Recent NCAER report is yet another testimony to this.

National Council of Applied Economic Research (NCAER) recently published a survey report titled NCAER State Investment Potential Index (NSIPI). This survey is based on five major pillars (parameters) namely, Labour, infrastructure, economic climate, political stability and governance, and perception of a good business climate. The survey was carried out across 20 states and the Union territory of Delhi.

According to this NCAER Survey report, Gujarat, Delhi and Tamil Nadu are the top three states for making new investments.

In the “governance and political stability” pillar, Gujarat tops the ranking followed by Tamil Nadu and Madhya Pradesh. In the fifth pillar regarding “perception of a good business climate”, Gujarat again tops the list followed by Rajasthan and Chhattisgarh.

At a disaggregated level, Kerala, Tamil Nadu and Karnataka top the list under the “labour” pillar. In the “infrastructure” pillar, Delhi is ranked as the best place followed by Punjab and Gujarat. In terms of “economic climate”, Delhi comes out on top again, and is closely followed by Andhra Pradesh and Maharashtra.

Apart from NCAER report, reports published by Government of India recently also bear ample testimony to the Investment attractiveness of Tamil Nadu.

Investments attracted by Tamil Nadu

DIPP Government of India data: According to the data published by the DIPP, Govt of India in its publication titled “SIA Statistics” also indicates that Tamil Nadu is one of preferred states for making investment. According to DIPP, during the period May 2011 to January 2016, the total cumulative investments attracted by Tamil Nadu in the form of Industrial Entrepreneur Memorandum (IEM) proposals was Rs.137328 crores;

Investment proposed in Tamil Nadu through IEM

Period	Investment attracted by Tamil Nadu through IEM Rs. In crores
May to Dec 2011	54233
2012	21253
2013	27380
2014	14598
2015	19811
January 2016	53
Total from May 2011 to January 2016	137328

Foreign Investment:

According to the in the magazine “FDI Statistics” published by DIPP, Government of India in January 2016, the cumulative FDI attracted by Tamil Nadu during May 2011 to December 2015 was as follows:

FDI attracted by Tamil Nadu

Period	Rs. In crores	US \$ Millions
April 2000 to April 2011	33024	7341
April 2000 to December 2015	116790	21282
Total FDI attracted by Tamil Nadu during May 2011 to December 2015	83766	13941 (13.94 billion)