

A brief analytical note for information

FDI Inflows in Indian Gem and Jewellery Sector

April – December 2021

1. Total FDI Equity inflows in India declined by 16.11 % to US\$ 43.17 billion in April – December 2021

- According to the DPPIIT Data, the total FDI equity inflows in India declined by 16.11 % to US\$ 43.17 billion during April – December 2021 from US\$ 51.47 billion recorded in same period last year (**Table-1**)
- Overall, the total FDI equity inflows in India increased by 100.6 % from US\$ 29.7 billion in 2014-2015 to US\$ 59.63 billion in 2020-2021 (**Table-1**)

2. Total FDI Equity inflows in Indian G&J Sector declined by 20.2 % to US\$ 10.73 million during April – December 2021 in comparison to last year - (Table-1)

3. Total FDI Equity Inflows in Indian G&J Sector in India declined from US\$ 14.80 million in April – December 2019 to US\$ 10.73 million in April - December 2021 (Table-1)

Table 1 – Growth of Total FDI equity inflows and FDI inflows in G& J Sector

Year	Total FDI Equity inflows(US \$ million)	% change in FDI Equity inflows (Y-O-Y)	FDI Inflows in Gems and jewellery (US\$ million)	FDI inflows in G&J sector % change (Y-O-Y)
2014-15	29737	--	263.16	--
2015-16	40001	34.51%	75.57	-71.28
2016-17	43478	8.60%	123.91	39%
2017-18	44857	3.17%	233.03	88%
2018-19	44366	-1.09%	29.01	-87.50%
2019-20	49977	12.60%	18.87	-34.50%
2020-21	59636	19.32 %	13.82	-26.7 %
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April -December 2019	36769	---	14.80	---
April-December 2020	51470	40	13.46	-0.90
April -December 2021	43175	-16.11	10.73	-20.2

Source: GJEPC Analysis based on DPIIT Database

4. Share of G&J Sector in Total FDI Equity Inflows in India declined to 0.02 % in April – December 2021

The Share of FDI in the Gems and Jewellery sector has been declining since 2014-2015 and has contracted from 0.88 % in 2014-2015 to 0.02 % in 2020-2021 (Table-2).

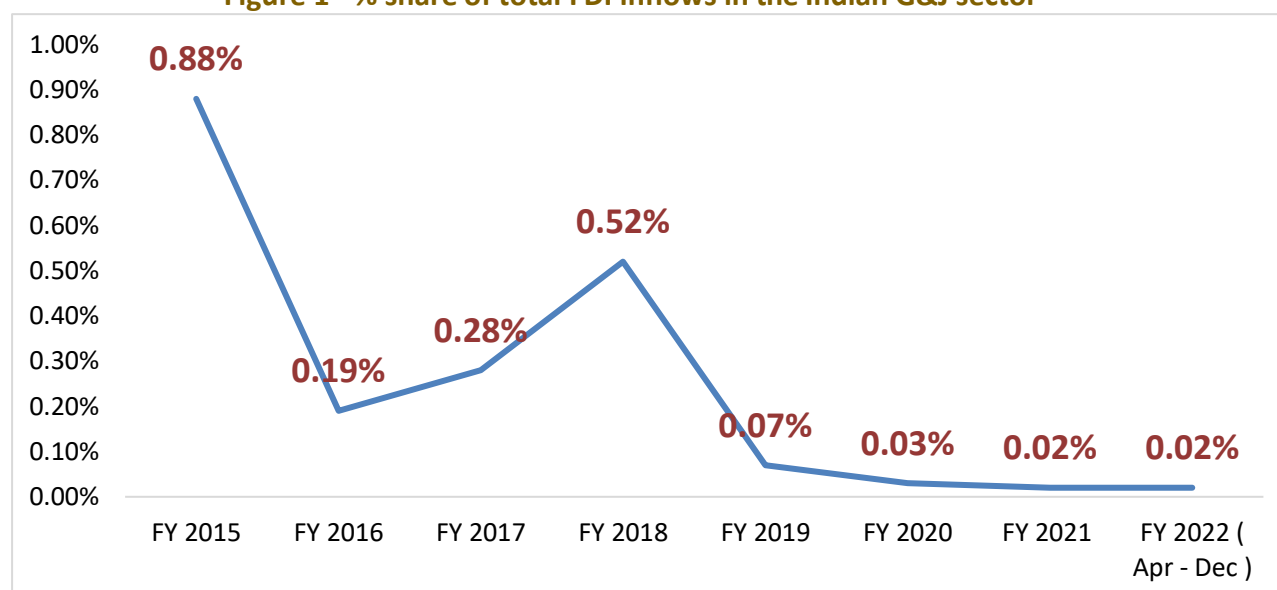
Table 2: FDI Equity Inflow in Gem & Jewellery sector: 2015- 2021 (Till Dec.21)

Years	FDI Equity Inflows in India (US \$ million)	FDI Equity Inflows in G & J Sector* (US \$ million)	% share of FDI total inflows in G & J Sector
2014- 2015	29737	263.16	0.88%
2015- 2016	40001	75.57	0.19%
2016- 2017	43478	123.91	0.28%
2017- 2018	44857	233.03	0.52%
2018- 2019	44366	29.01	0.07%
2019- 2020	49977	18.87	0.03%
2020-2021	59636	13.82	0.02 %
April -December 2019	36769	14.80	0.04 %
April-December 2020	51470	13.46	0.02 %
April -December 2021	43175	10.73	0.02 %

Source: GJEPC Analysis based on DPIIT Data Updated up to December 2021, * Data pertains to Diamonds and Gold Ornaments

The FDI in the G&J sector is recorded at US\$ 10.73 million during April-December 2021, comprising only 0.02 % of India's total FDI of US\$ billion received during the said period. (Figure -1 and Table -2)

Figure 1 - % share of total FDI inflows in the Indian G&J sector



Source: GJEPC Analysis based on DPIIT Database

Analysis By: GJEPC Statistics Team

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