FEMA ke FUNDAE

FDI in Companies engaged in Floriculture

#FamiliarwithFEMA

Hello Mr. FEMA Gyani! I am Anmol, I live in Singapore and I would like to invest in a company engaged in floriculture activities in India. I wanted to know whether I can do so.



Anmol (Non Resident Indian)

Yes Anmol! You can invest in companies engaged in floriculture activities in India. However, there are some important points that you should know about before making investment. Let me brief you about it.

You can invest in floriculture activities on repatriation basis via automatic route, subject to applicable laws or regulations, security and other conditionalities.





Anmol (Non Resident Indian)

Oh! But it has a lot of formalities. Is there any easier way out for the same?

Yes Anmol! In general cases, investment on non repatriation basis does not require much reporting and is considered as domestic investment. However, this is not allowed in case of investment in companies engaged in floriculture. Let me brief you further.



As per Schedule I of NDI Rules 2019, 100% FDI is allowed in Agriculture and Animal Husbandry which includes Floriculture, Horticulture, etc. However, Schedule IV prohibits purchase of equity instruments of companies engaged in agriculture or plantation activities on non repatriation basis. Therefore, it is mandatory to invest on repatriation basis and comply with the reporting formalities.





Anmol (Non Resident Indian)

Okay, Mr. FEMA Gyani, thanks for your help. I finally got the clarity on how I can proceed with the investment.

It's My pleasure, Anmol.



Jain Shrimal & Co.

Mank Mou!

Let's meet every Wednesday.

To make you more familiar with FEMA, we are happy to listen to your

Comments

Feedbacks

Suggestions

Linked in

https://www.linkedin.com/company/jsco

The FEMA Gyani

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