

PRESS INFORMATION BUREAU  
GOVERNMENT OF INDIA

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### MEASURES TO CONTROL EXTERNAL CAPITAL FLOWS

New Delhi, Agrahayana 08, 1933  
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Volatility is inherent in any market. It is an outcome of perceptions of the investors – domestic and overseas, retail and institutional – about the economy, the sector and the company. The domestic fundamentals of economy are strong and intact.

Capital flows on account of Foreign Direct Investment (FDI) and Portfolio Investment Scheme (PIS) over the period July-2011 to September-2011 and the total value of foreign exchange reserves at the end of past three months are given in the following tables:

#### Capital flows

(Amount in USD Million)

Item	Jul - 2011	Aug - 2011	Sept - 2011
Direct Investment ( FDI + Reinvested Earnings + Other Capital)	1,099	2,830	1,765
Portfolio Investment (FII + ADR/GDR + Offshore Funds)	1,560	-1,797	-1,149
Total	2,659	1,033	616

#### Foreign Exchange Reserves

(Amount in USD Million)

	July - 2011	Aug - 2011	Sept - 2011	Oct – 2011*
Foreign Exchange Reserves	319,090	321,982	311,482	320,390

\*as on October 28, 2011

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