

Here we will be looking at the trends of FDI in India 2000 to 2017.

FDI support on different sectors over the years indicates changes in interest over time.

1. Firing up colab

```
import pandas as pd
import matplotlib.pyplot as plt
%matplotlib inline
```

```
df = pd.read_csv('/content/FDI_in_India.csv')
df.head(3)
```

	Sector	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08
0	METALLURGICAL INDUSTRIES	22.69	14.14	36.61	8.11	200.38	149.13	169.94	1175.7
1	MINING	1.32	6.52	10.06	23.48	9.92	7.40	6.62	444.3

```
len(df)
```

```
63
```

```
df.info()
```

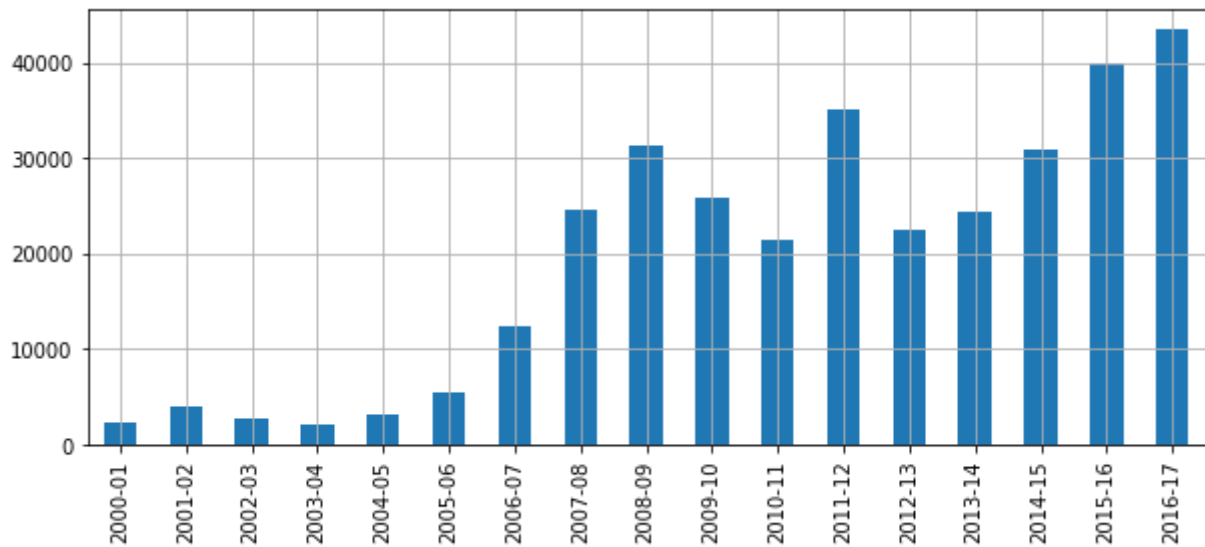
```
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 63 entries, 0 to 62
Data columns (total 18 columns):
#   Column      Non-Null Count  Dtype
---  -
0   Sector      63 non-null    object
1   2000-01     63 non-null    float64
2   2001-02     63 non-null    float64
3   2002-03     63 non-null    float64
4   2003-04     63 non-null    float64
5   2004-05     63 non-null    float64
6   2005-06     63 non-null    float64
7   2006-07     63 non-null    float64
8   2007-08     63 non-null    float64
9   2008-09     63 non-null    float64
10  2009-10     63 non-null    float64
11  2010-11     63 non-null    float64
12  2011-12     63 non-null    float64
13  2012-13     63 non-null    float64
14  2013-14     63 non-null    float64
15  2014-15     63 non-null    float64
16  2015-16     63 non-null    float64
17  2016-17     63 non-null    float64
dtypes: float64(17), object(1)
memory usage: 9.0+ KB
```

2. Setting the index and subsequent

```
df.set_index('Sector', inplace = True)
```

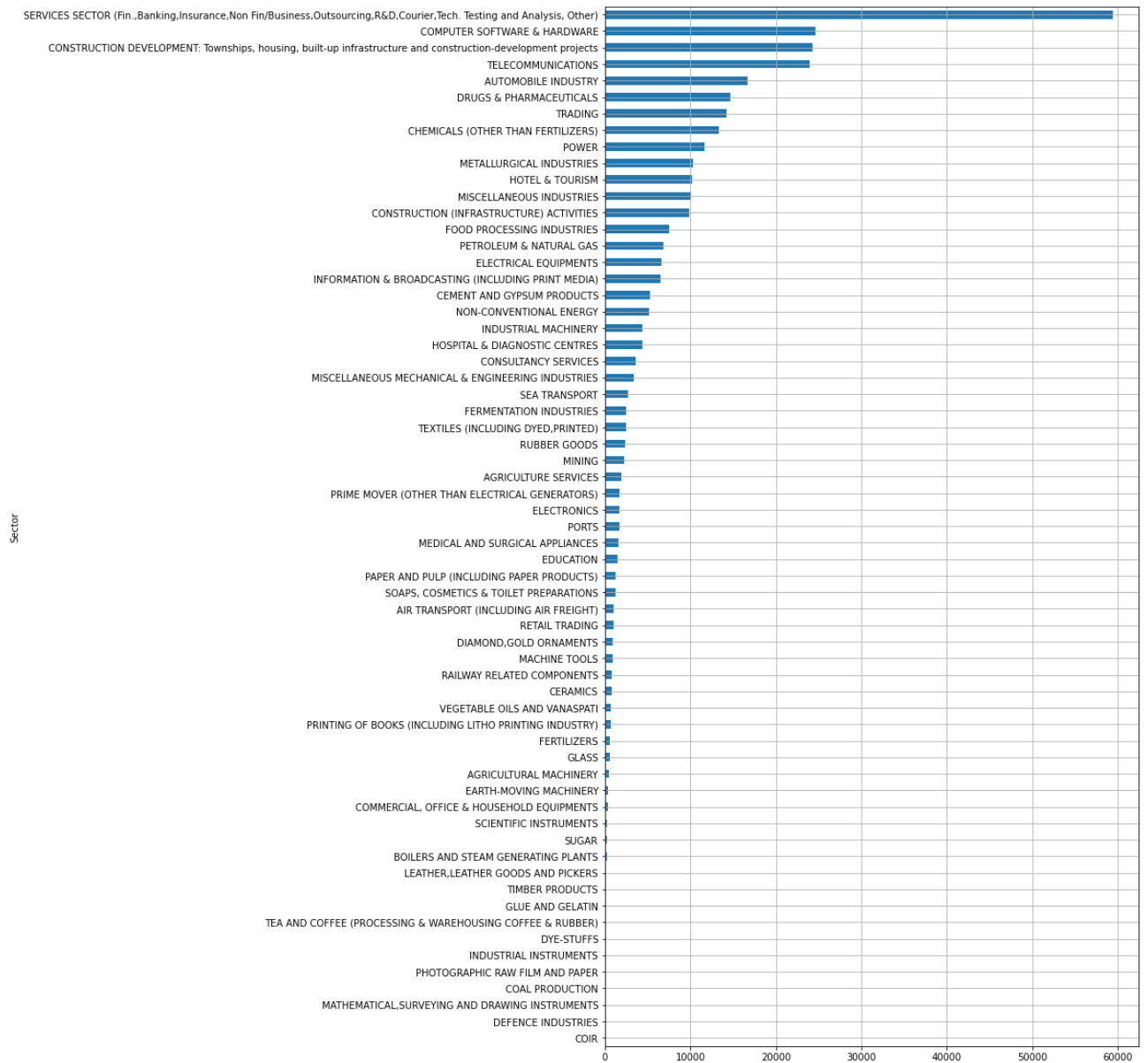
Year-wise total Investment

```
df.sum(axis=0).plot(kind='bar', figsize=(10,4))  
plt.grid()  
plt.show()
```



sector-wise total investment over the years

```
df.sum(axis=1).sort_values().plot(kind = 'barh', figsize=(10,20))  
plt.grid()  
plt.show()
```



We find that from 2007 onwards there has been an overall large increase in Investment levels. Also, Services (Finance, Banking etc.) sector has had the max overall investment while Coir has had the least investment overall across the years.

finding trends

a. correlation

```
import numpy as np
```

```

new = df.transpose()
corrMatrix=new.corr()

corrMatrix.loc[:,:] = np.tril(corrMatrix, k=-1)

already_in = set()
result = []
for col in corrMatrix:
    perfect_corr = corrMatrix[col][corrMatrix[col] >= 0.9].index.tolist()
    if perfect_corr and col not in already_in:
        already_in.update(set(perfect_corr))
        perfect_corr.append(col)
        result.append(perfect_corr)

result

[['TELECOMMUNICATIONS',
  'TEXTILES (INCLUDING DYED,PRINTED)',
  'GLUE AND GELATIN',
  'ELECTRICAL EQUIPMENTS'],
 ['TRADING', 'AUTOMOBILE INDUSTRY'],
 ['SUGAR',
  'CONSTRUCTION (INFRASTRUCTURE) ACTIVITIES',
  'AIR TRANSPORT (INCLUDING AIR FREIGHT)'],
 ['RETAIL TRADING', 'SEA TRANSPORT'],
 ['SOAPS, COSMETICS & TOILET PREPARATIONS', 'INDUSTRIAL MACHINERY'],
 ['DEFENCE INDUSTRIES', 'MISCELLANEOUS MECHANICAL & ENGINEERING INDUSTRIES'],
 ['TEXTILES (INCLUDING DYED,PRINTED)', 'MEDICAL AND SURGICAL APPLIANCES'],
 ['GLASS', 'MATHEMATICAL,SURVEYING AND DRAWING INSTRUMENTS'],
 ['DIAMOND,GOLD ORNAMENTS', 'DYE-STUFFS'],
 ['FOOD PROCESSING INDUSTRIES', 'FERMENTATION INDUSTRIES']]

```

Above we set the correlation coefficient score to 0.9.

Now that we plot them to observe price trends considering each group as a separate segment wherein sectors have high correlation with each other.

```

X = list(df.columns)
#X.remove('Sector')
X

```

```

['2000-01',
 '2001-02',
 '2002-03',
 '2003-04',
 '2004-05',
 '2005-06',
 '2006-07',
 '2007-08',
 '2008-09',
 '2009-10',
 '2010-11',
 '2011-12',
 '2012-13',
 '2013-14',
 '2014-15',

```

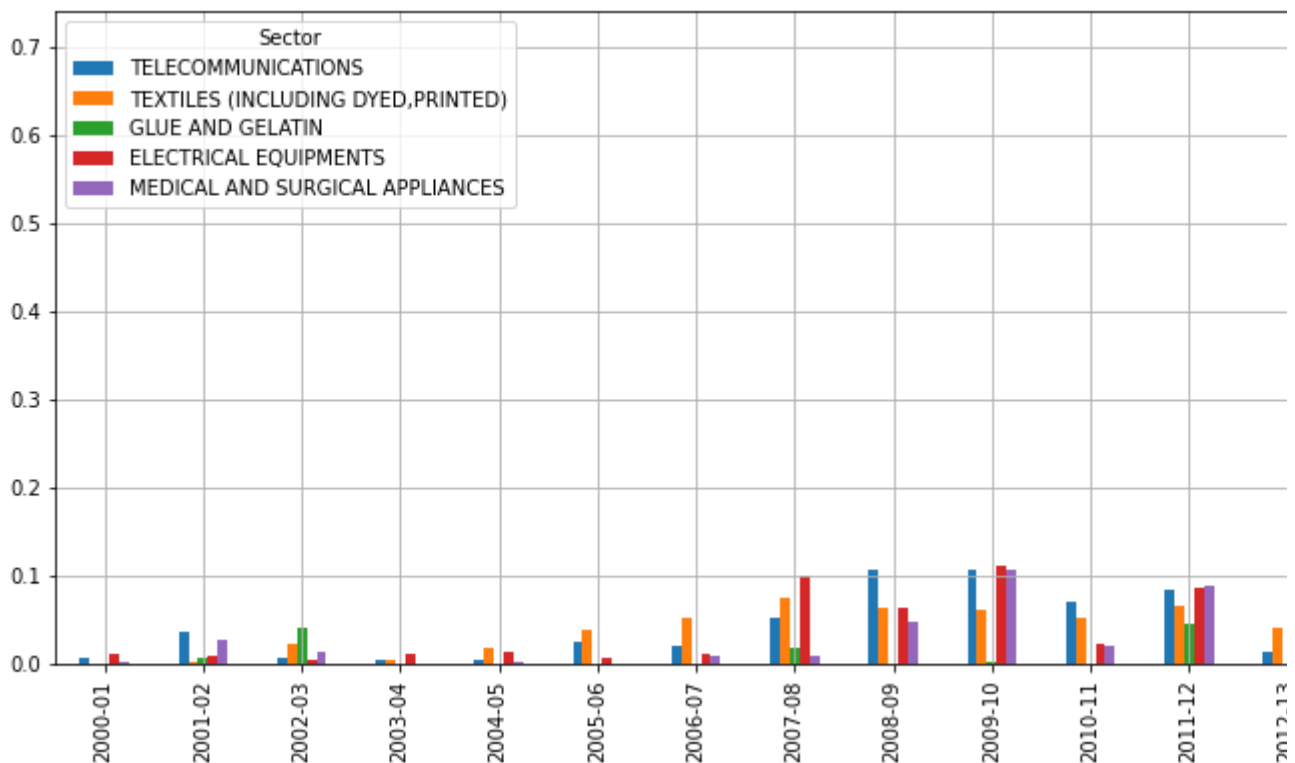
```
'2015-16',
'2016-17']
```

plotting graphs for each groups which are highly correlated

```
from sklearn.preprocessing import Normalizer
df.iloc[:, :] = Normalizer(norm='l1').fit_transform(df)
df.head(2)
```

	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07
Sector							
METALLURGICAL INDUSTRIES	0.002196	0.001369	0.003544	0.000785	0.019397	0.014436	0.016450

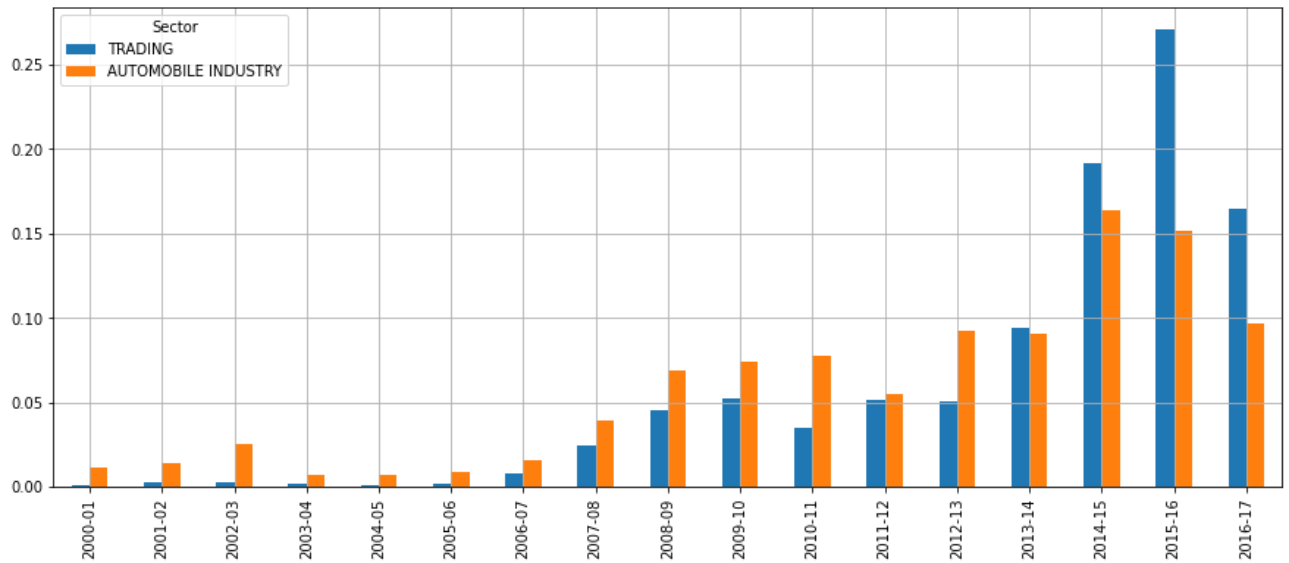
```
df_1 = df.loc[['TELECOMMUNICATIONS',
'TEXTILES (INCLUDING DYED,PRINTED)',
'GLUE AND GELATIN',
'ELECTRICAL EQUIPMENTS','MEDICAL AND SURGICAL APPLIANCES'], X]
df_1.transpose().plot(kind = 'bar', figsize=(15,6))
plt.grid()
plt.show()
#df_1
```



In the figure above, we see that 2016-17 period saw the highest investment with Glue and gelatin leading the group.

```
df_1 = df.loc[['TRADING', 'AUTOMOBILE INDUSTRY'], X]
```

```
df_1.transpose().plot(kind = 'bar', figsize=(15,6))
plt.grid()
plt.show()
#df_1
```



Here, while Automobile has been leading over trading, 2013-14 onwards, trading picked up more investment. Overall, a cyclic pattern with increments is observed.

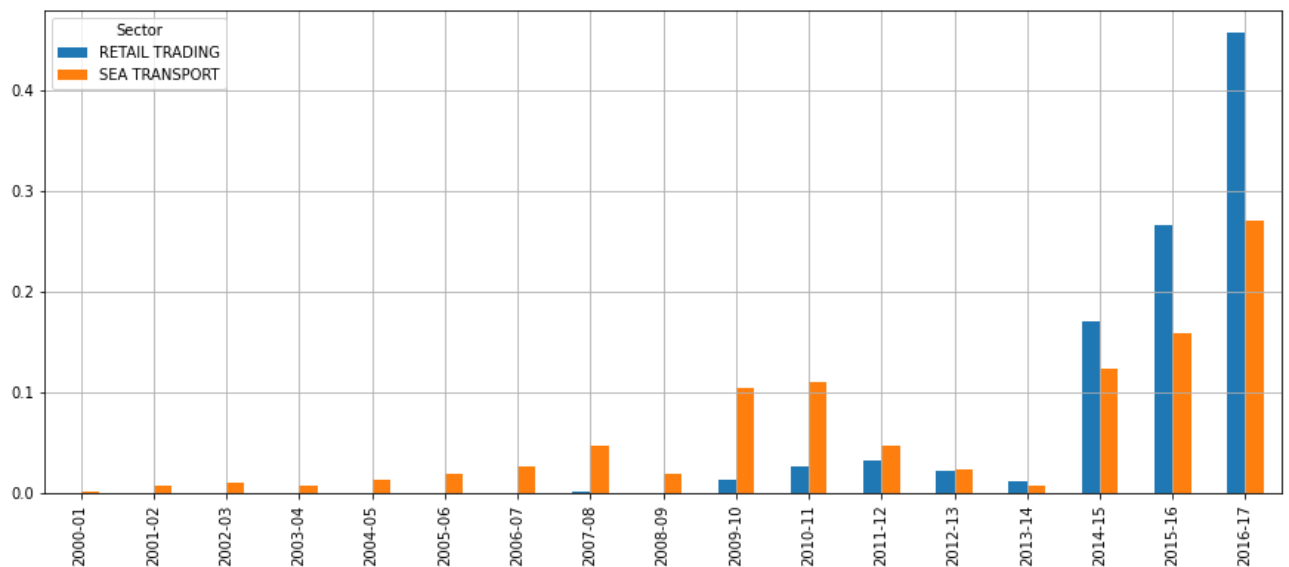
```
df_1 = df.loc[['SUGAR',
               'CONSTRUCTION (INFRASTRUCTURE) ACTIVITIES',
               'AIR TRANSPORT (INCLUDING AIR FREIGHT)'], X]
df_1.transpose().plot(kind = 'bar', figsize=(15,6))
plt.grid()
plt.show()
```



Sugar and air transport seem to be more prominent here in the beginning until 2007-08 period, with construction taking prominence post that.

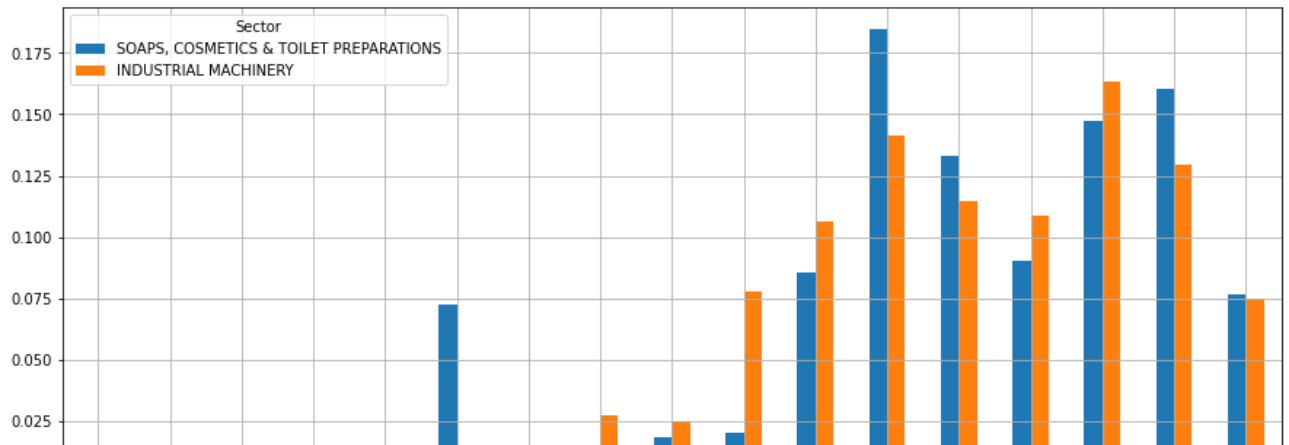


```
df_1 = df.loc[['RETAIL TRADING', 'SEA TRANSPORT'], X]
df_1.transpose().plot(kind = 'bar', figsize=(15,6))
plt.grid()
plt.show()
```



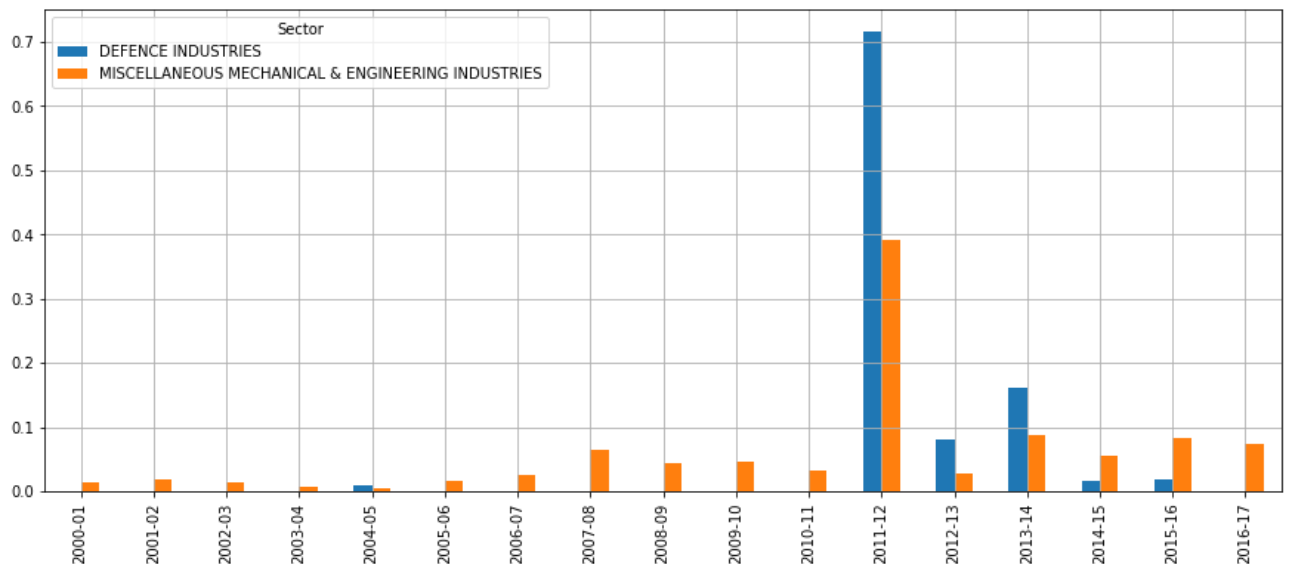
The sea transport sector observes almost a flat normal curve (seemingly like a platykurtik curve) [upto 2013-14 from the beginning]. Post that period, retail picked up significant prominence.

```
df_1 = df.loc[['SOAPS, COSMETICS & TOILET PREPARATIONS', 'INDUSTRIAL MACHINERY'], X]
df_1.transpose().plot(kind = 'bar', figsize=(15,6))
plt.grid()
plt.show()
```

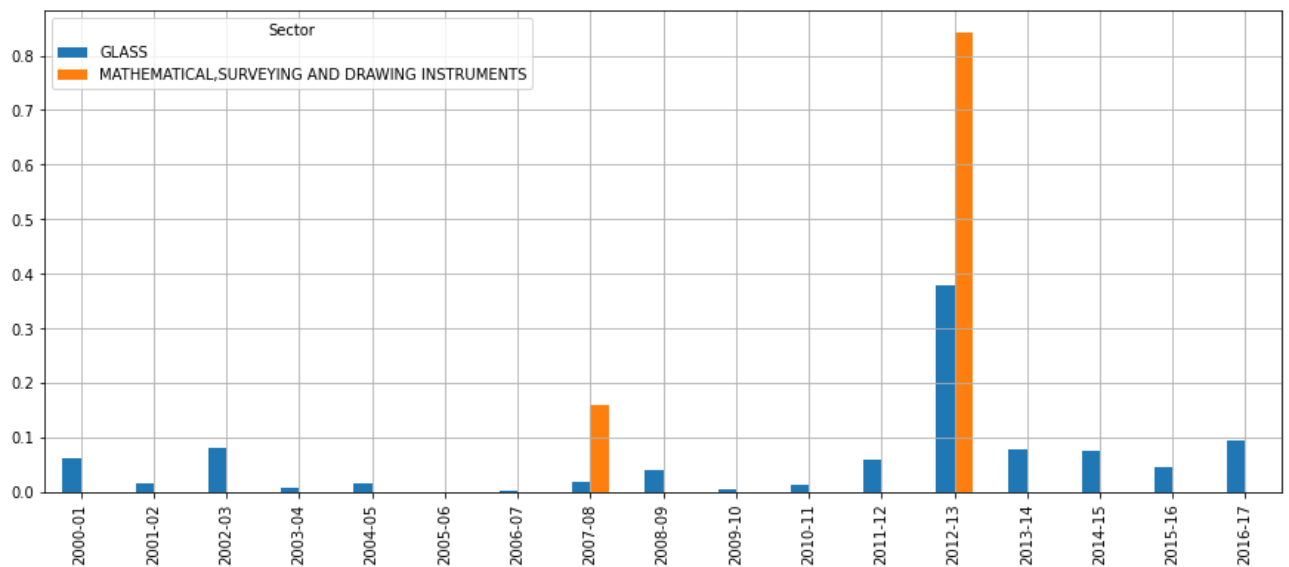


This sector has seen significant investment growth 2010-11 onwards for either sectors in this group and their seems a cyclic movement ever since in investment pattern.

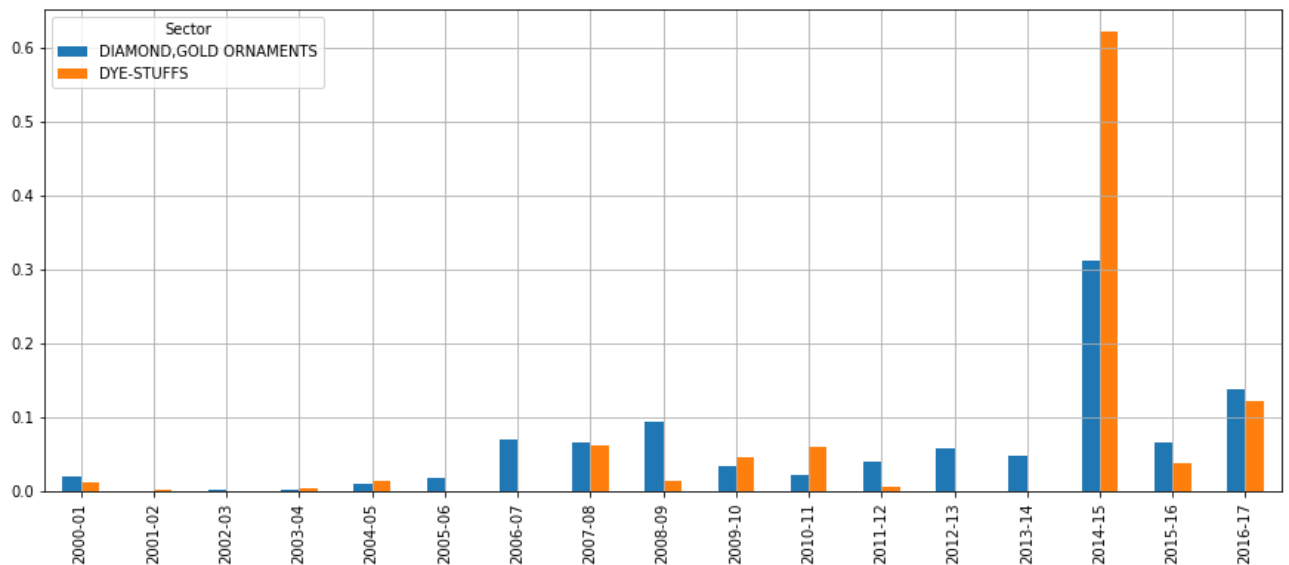
```
df_1 = df.loc[['DEFENCE INDUSTRIES', 'MISCELLANEOUS MECHANICAL & ENGINEERING INDUSTRIES'],
df_1.transpose().plot(kind = 'bar', figsize=(15,6))
plt.grid()
plt.show()
```



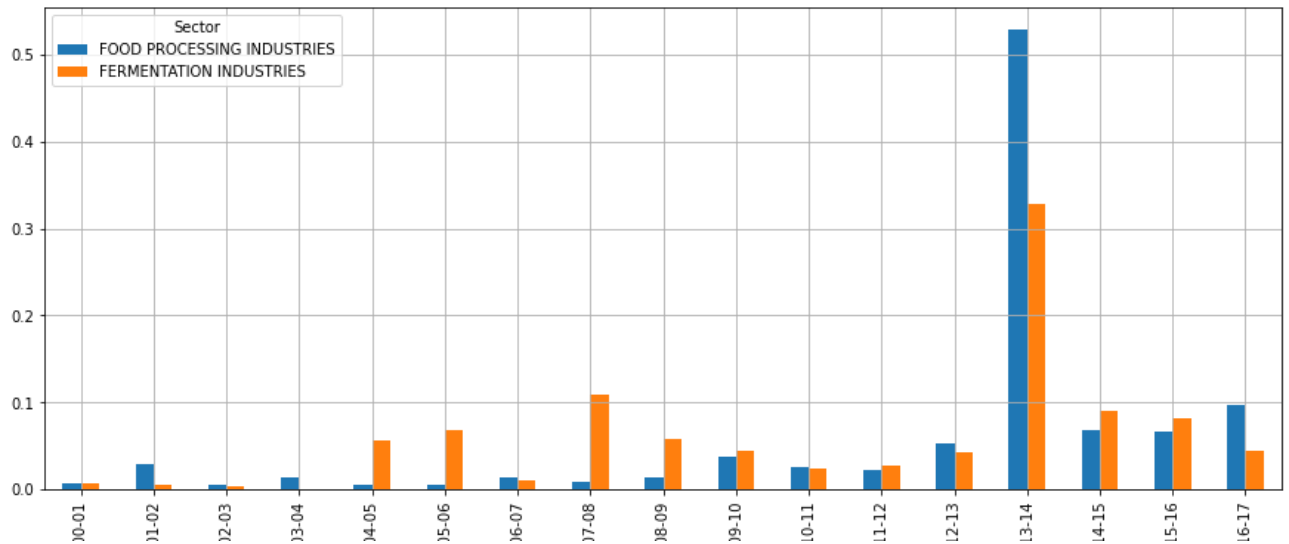
```
df_1 = df.loc[['GLASS', 'MATHEMATICAL,SURVEYING AND DRAWING INSTRUMENTS'], X]
df_1.transpose().plot(kind = 'bar', figsize=(15,6))
plt.grid()
plt.show()
```

```
df_1 = df.loc[['DIAMOND,GOLD ORNAMENTS', 'DYE-STUFFS'], X]
df_1.transpose().plot(kind = 'bar', figsize=(15,6))
plt.grid()
plt.show()
```



```
df_1 = df.loc[['FOOD PROCESSING INDUSTRIES', 'FERMENTATION INDUSTRIES'], X]
df_1.transpose().plot(kind = 'bar', figsize=(15,6))
plt.grid()
plt.show()
```



For the above four groups, we observe spikes in investment in certain periods mostly in 2012-2014 period. Hence, we can infer that perhaps there is a connection between improvement in one sector group influencing growth and progress in subsequent sector groups. This area should be investigated with further data, so we can inform these aspects and sustain investments, collectively.

Top and bottom sectors invested in.

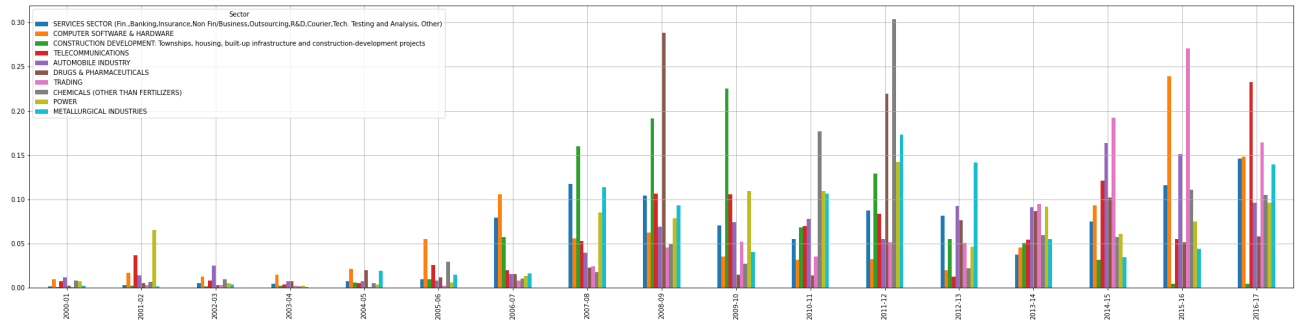
Top-most 10

```
df.sum(axis=1).nlargest(10)
```

```
Sector
SERVICES SECTOR (Fin.,Banking,Insurance,Non Fin/Business,Outsourcing,R&D,Courier,Tec
COMPUTER SOFTWARE & HARDWARE
CONSTRUCTION DEVELOPMENT: Townships, housing, built-up infrastructure and constructi
TELECOMMUNICATIONS
AUTOMOBILE INDUSTRY
DRUGS & PHARMACEUTICALS
TRADING
CHEMICALS (OTHER THAN FERTILIZERS)
POWER
METALLURGICAL INDUSTRIES
dtype: float64
```

```
df_1 = df.loc[['SERVICES SECTOR (Fin.,Banking,Insurance,Non Fin/Business,Outsourcing,R&D,C
'COMPUTER SOFTWARE & HARDWARE',
'CONSTRUCTION DEVELOPMENT: Townships, housing, built-up infrastructure and construction-de
'TELECOMMUNICATIONS',
'AUTOMOBILE INDUSTRY',
'DRUGS & PHARMACEUTICALS',
'TRADING',
'CHEMICALS (OTHER THAN FERTILIZERS)',
'POWER',
'METALLURGICAL INDUSTRIES' ], X]
```

```
df_1.transpose().plot(kind = 'bar', figsize=(35,8))
plt.grid()
plt.show()
```



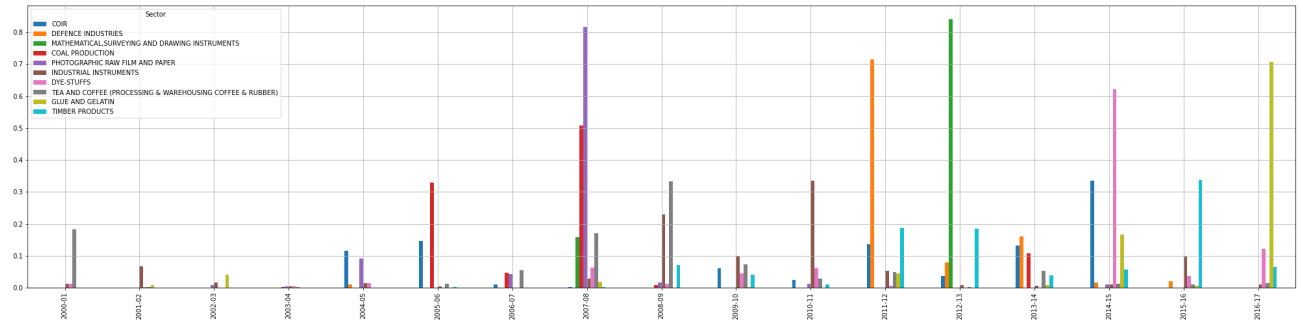
Bottom - 10

```
s = df.sum(axis=1).sort_values(ascending=True)
s.head(10)
```

Sector	
COIR	4.06
DEFENCE INDUSTRIES	5.12
MATHEMATICAL,SURVEYING AND DRAWING INSTRUMENTS	7.98
COAL PRODUCTION	27.74
PHOTOGRAPHIC RAW FILM AND PAPER	67.28
INDUSTRIAL INSTRUMENTS	76.12
DYE-STUFFS	88.40
TEA AND COFFEE (PROCESSING & WAREHOUSING COFFEE & RUBBER)	111.22
GLUE AND GELATIN	128.39
TIMBER PRODUCTS	157.68
dtype:	float64

```
df_1 = df.loc[['COIR',
'DEFENCE INDUSTRIES',
'MATHEMATICAL,SURVEYING AND DRAWING INSTRUMENTS',
'COAL PRODUCTION',
'PHOTOGRAPHIC RAW FILM AND PAPER',
'INDUSTRIAL INSTRUMENTS',
'DYE-STUFFS',
'TEA AND COFFEE (PROCESSING & WAREHOUSING COFFEE & RUBBER)',
'GLUE AND GELATIN',
'TIMBER PRODUCTS'], X]
```

```
df_1.transpose().plot(kind = 'bar', figsize=(35,8))
plt.grid()
plt.show()
```



Year wise Max and min Sectors invested into.

```
df.idxmax()
```

2000-01	MISCELLANEOUS INDUSTRIES
2001-02	TELECOMMUNICATIONS
2002-03	AUTOMOBILE INDUSTRY
2003-04	COMPUTER SOFTWARE & HARDWARE
2004-05	COMPUTER SOFTWARE & HARDWARE
2005-06	COMPUTER SOFTWARE & HARDWARE
2006-07	SERVICES SECTOR (Fin.,Banking,Insurance,Non Fi...
2007-08	SERVICES SECTOR (Fin.,Banking,Insurance,Non Fi...
2008-09	SERVICES SECTOR (Fin.,Banking,Insurance,Non Fi...
2009-10	CONSTRUCTION DEVELOPMENT: Townships, housing, ...
2010-11	SERVICES SECTOR (Fin.,Banking,Insurance,Non Fi...
2011-12	SERVICES SECTOR (Fin.,Banking,Insurance,Non Fi...
2012-13	SERVICES SECTOR (Fin.,Banking,Insurance,Non Fi...
2013-14	FOOD PROCESSING INDUSTRIES
2014-15	SERVICES SECTOR (Fin.,Banking,Insurance,Non Fi...
2015-16	SERVICES SECTOR (Fin.,Banking,Insurance,Non Fi...
2016-17	SERVICES SECTOR (Fin.,Banking,Insurance,Non Fi...

dtype: object

```
df.idxmin()
```

2000-01	NON-CONVENTIONAL ENERGY
2001-02	NON-CONVENTIONAL ENERGY
2002-03	COAL PRODUCTION
2003-04	PRIME MOVER (OTHER THAN ELECTRICAL GENERATORS)

2004-05	COAL PRODUCTION
2005-06	BOILERS AND STEAM GENERATING PLANTS
2006-07	PORTS
2007-08	SCIENTIFIC INSTRUMENTS
2008-09	BOILERS AND STEAM GENERATING PLANTS
2009-10	COAL PRODUCTION
2010-11	COAL PRODUCTION
2011-12	COAL PRODUCTION
2012-13	COAL PRODUCTION
2013-14	MATHEMATICAL,SURVEYING AND DRAWING INSTRUMENTS
2014-15	COAL PRODUCTION
2015-16	COAL PRODUCTION
2016-17	COAL PRODUCTION

dtype: object

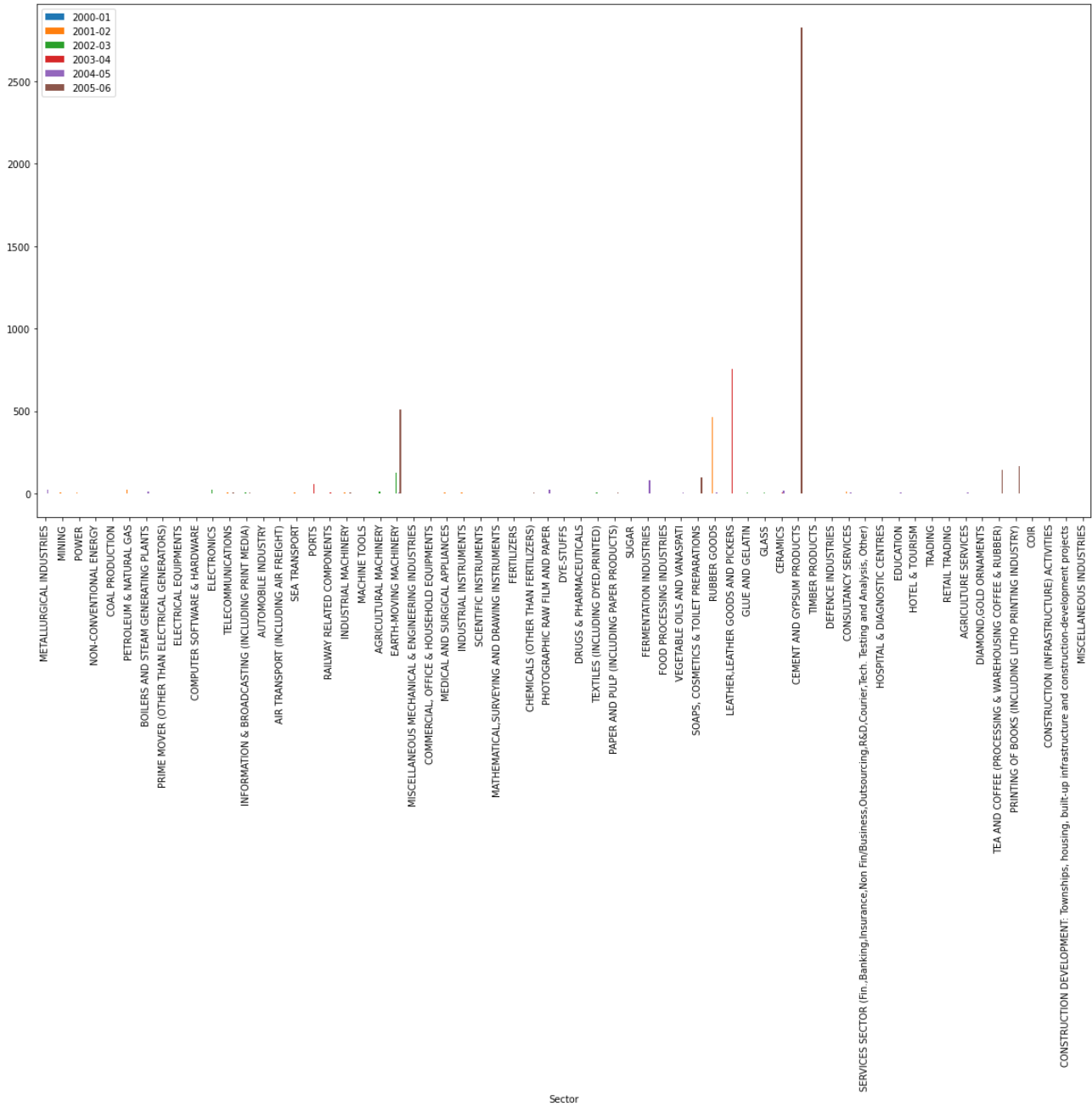
The min values shows that while COIR is sector within Bottom-10 total investment, in majority years COAL Production had least investment, while COIR didn't have the minimum investment in any year.

Percent changes in defferent time periods for the sectors.

1. 2000 - 2005

```
df.iloc[:, 0:6].pct_change(axis=1).plot(kind = 'bar', figsize=(20,10))
```

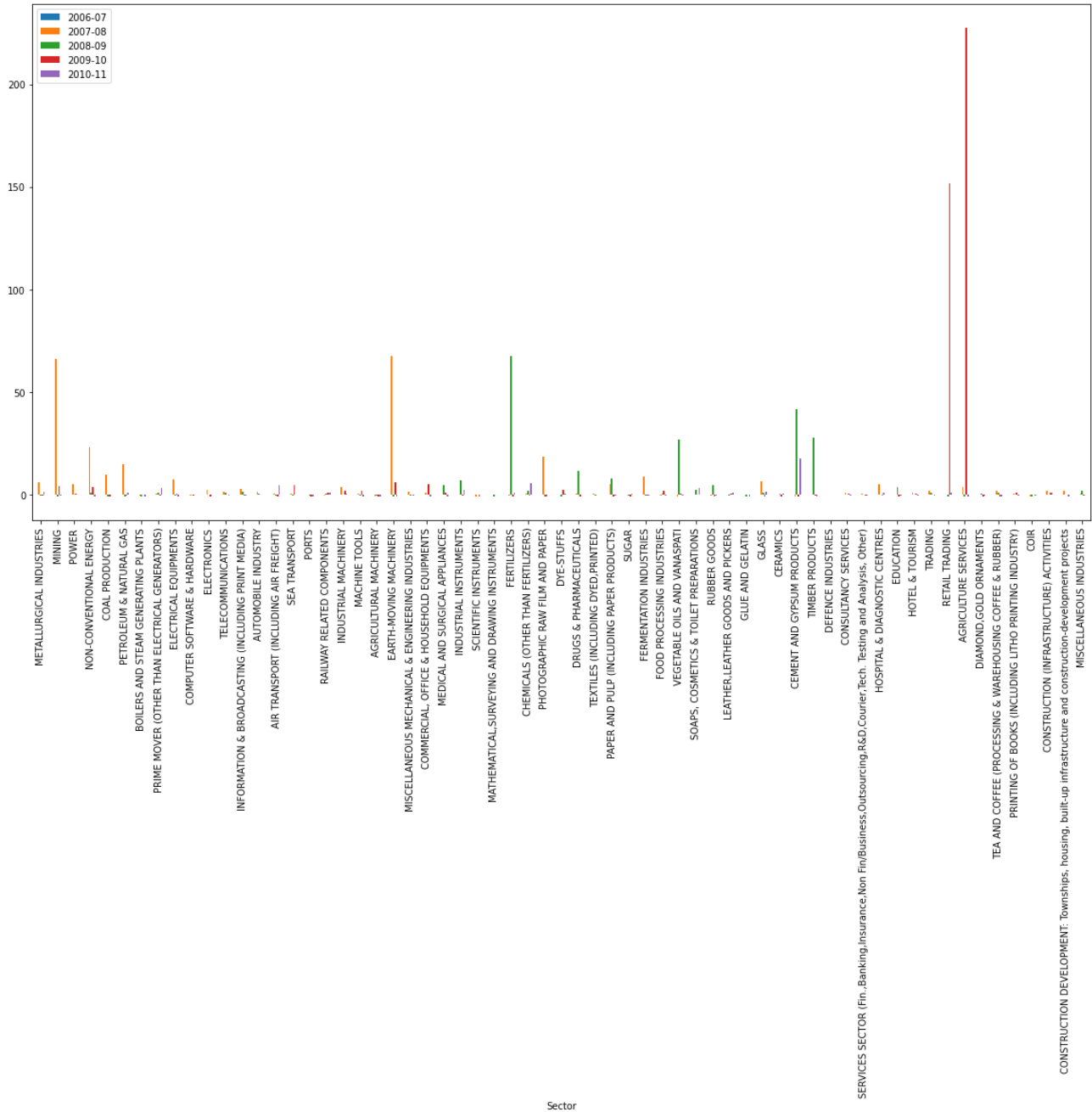
<matplotlib.axes._subplots.AxesSubplot at 0x7f7391dc0610>



2006 - 2010

```
df.iloc[:, 6:11].pct_change(axis=1).plot(kind = 'bar', figsize=(20,10))
```

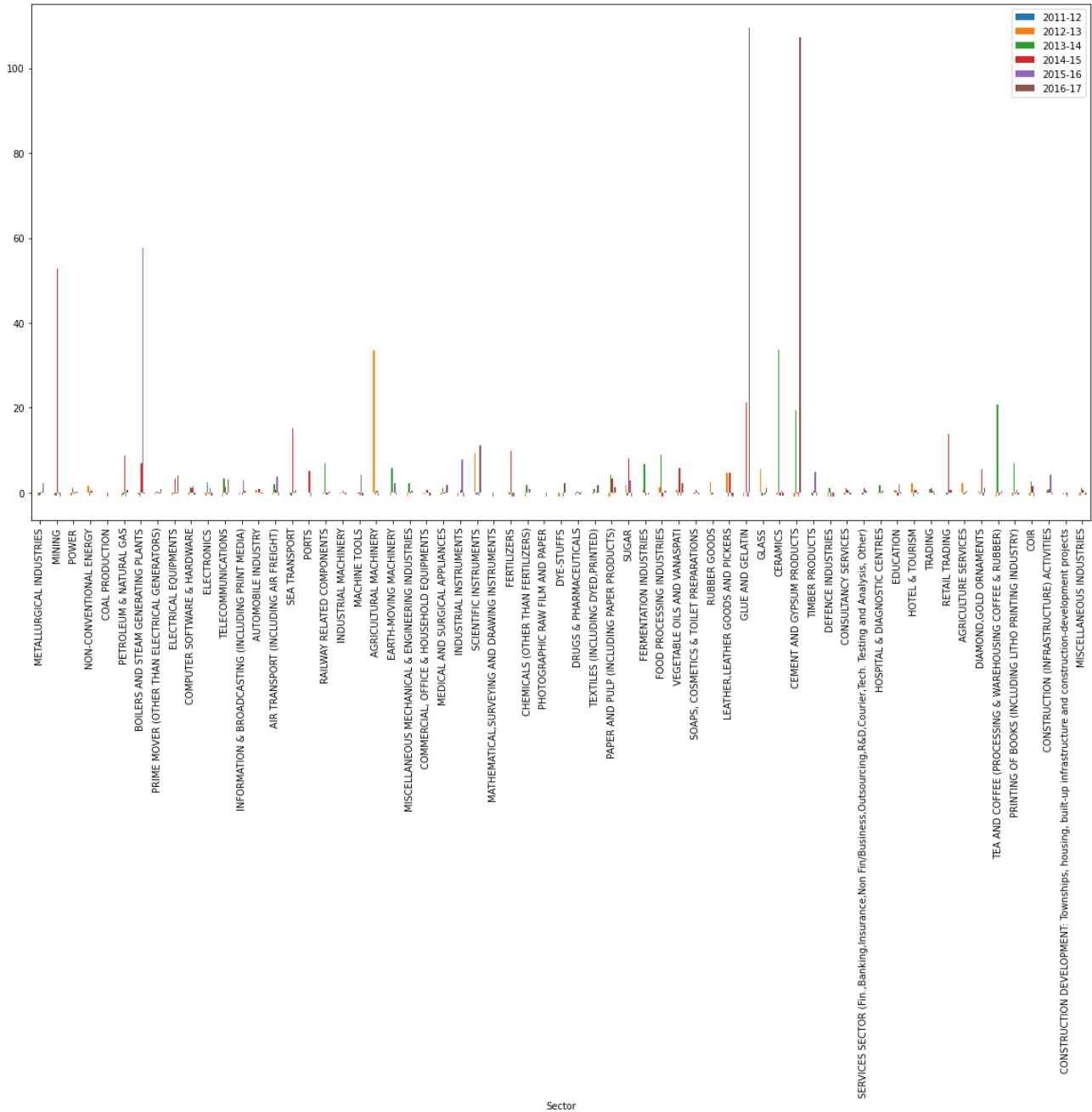
<matplotlib.axes._subplots.AxesSubplot at 0x7f73928530d0>



2011 - 2016

```
df.iloc[:, 11:].pct_change(axis=1).plot(kind = 'bar', figsize=(20,10))
```

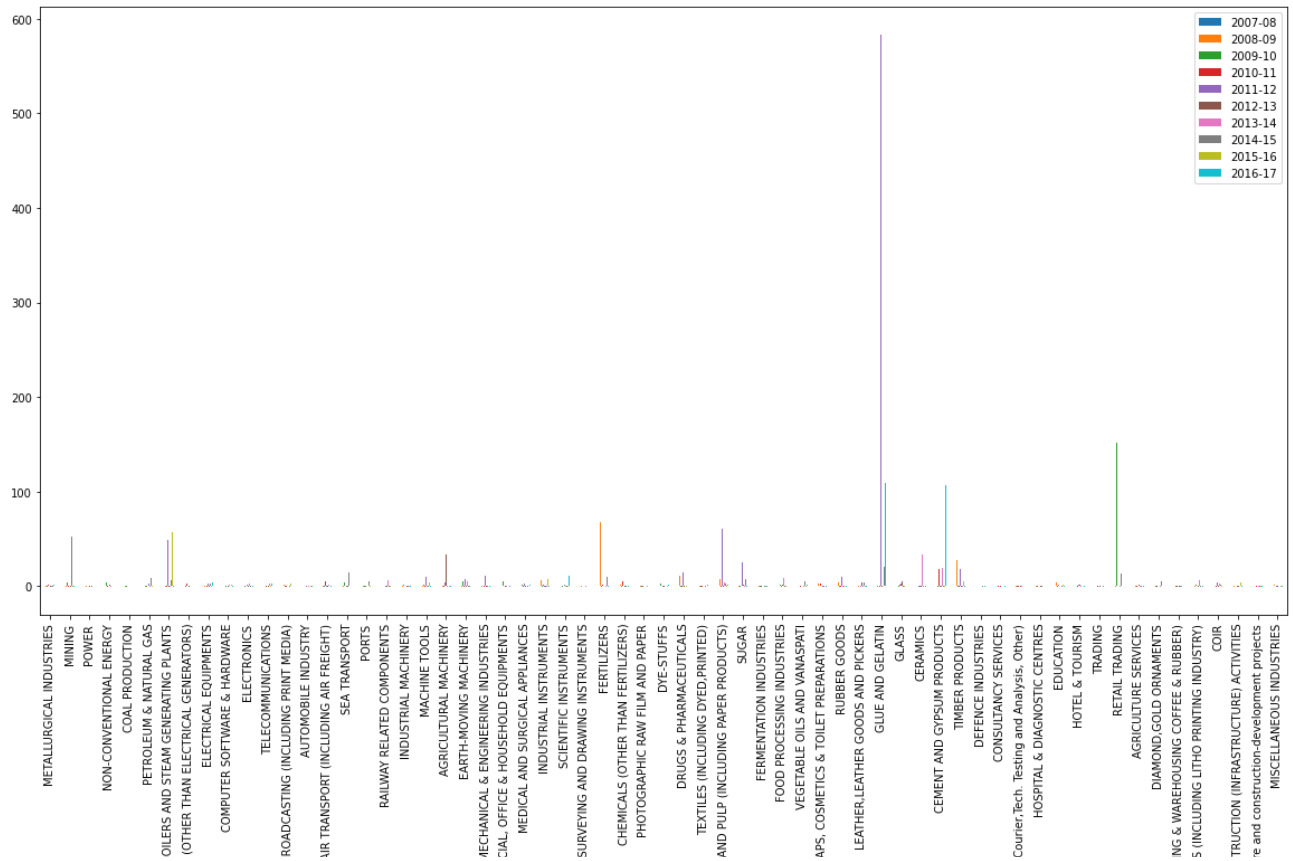
<matplotlib.axes._subplots.AxesSubplot at 0x7f73931ebd50>



From 2007 - 2016-17, because it marked period of sharp increase

```
df.iloc[:, 7:].pct_change(axis=1).plot(kind='bar', figsize=(20,10))
```

<matplotlib.axes._subplots.AxesSubplot at 0x7f7390b08d50>



Starting to 2006-07 period

(because there has been a sharp increase in investment post this period)

Fin/

1

is, ho

```
df.iloc[:, :7].pct_change(axis=1).plot(kind='bar', figsize=(20,10))
```

<matplotlib.axes._subplots.AxesSubplot at 0x7f7390989810>

