

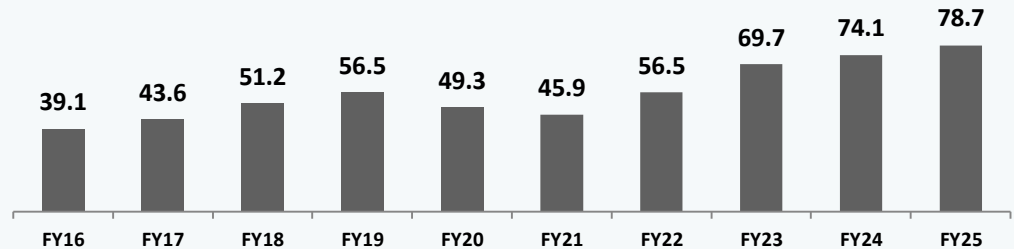


AUTO COMPONENTS



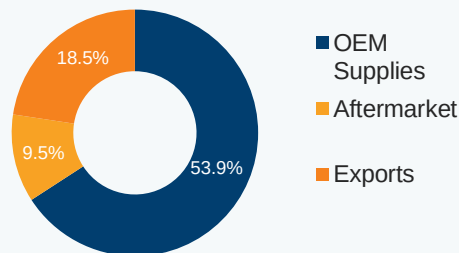
MARKET SIZE

Aggregate turnover (US\$ billion)

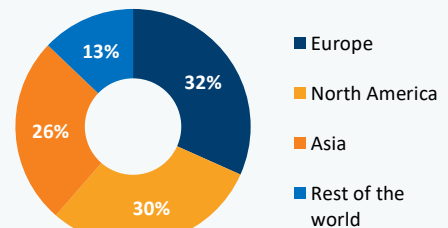


SECTOR COMPOSITION

Share in Turnover of the Auto Components Industry (FY25)

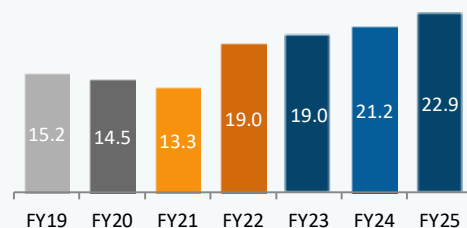


Share of Export by Geography (FY25)

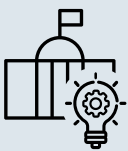
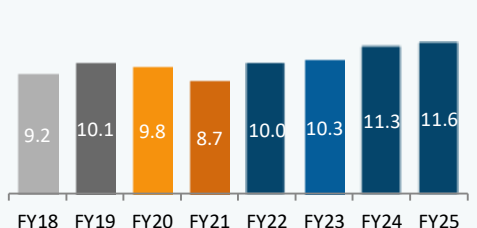


KEY TRENDS

Value of Auto Component Export (US\$ billion)



Value of Aftermarket Turnover (US\$ billion)



GOVERNMENT INITIATIVES



National Mission for
Electric Mobility 2020



NATRIP



Automotive Mission Plan 2026



ADVANTAGE INDIA

- Robust demand:** India's auto component industry is expected to attract Rs. 25,000-30,000 crore (US\$ 2.89-3.46 billion) in FY26 for capacity expansion and EV part localisation, following an estimated investment of Rs. 15,000-20,000 crore (US\$ 1.73-2.31 billion) in FY25. Growing working population and expanding middle class are expected to remain key demand drivers. Due to an ongoing shift in global supply chain, India is witnessing robust demand for auto components.
- Export Opportunities:** India is emerging as a global hub for auto component sourcing and the industry exports over 25% of its production annually. Auto component exports are expected to increase from Rs. 1,95,726 crore (US\$ 22.9 billion) in FY25 to Rs. 2,56,410 crore (US\$ 30 billion) by 2026.
- Policy support:** 100% FDI is allowed under the automatic route for auto components sector. The PLI scheme is expected to attract fresh investments of over Rs. 42,500 crore (US\$ 4.9 billion) from FY23 to FY27. The Bharat New Car Assessment Program (BNCAP) will boost the auto component value chain by driving advanced manufacturing, fostering innovation, and promoting global standards.
- Competitive Advantages:** India surpassed Japan, making it the third-largest market in the automobile industry, valued at Rs. 22 lakh crore (US\$ 261.53 billion). A cost-effective manufacturing base keeps costs lower by 10-25% relative to operations in Europe and Latin America.