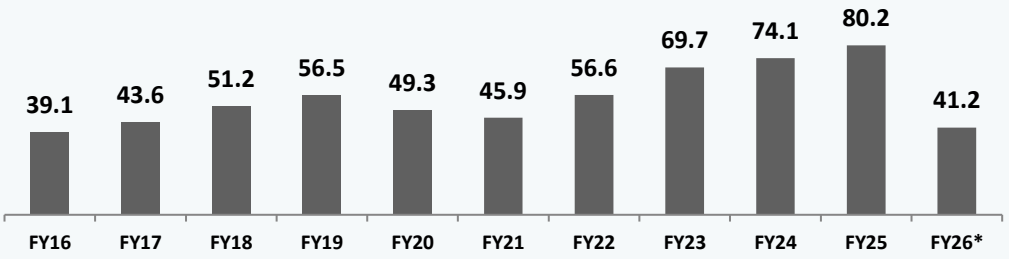
AUTO COMPONENTS

MARKET SIZE

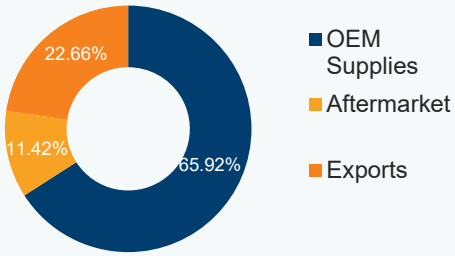
Aggregate turnover (US$ billion)



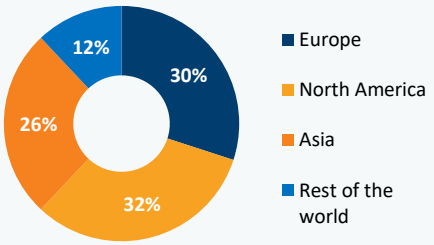
*Note: *- Until September 2025*

SECTOR COMPOSITION

Share in Turnover of the Auto Components Industry (FY26*)



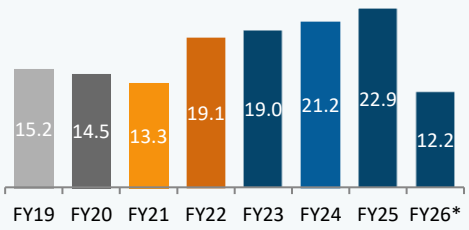
Share of Export by Geography (FY25)



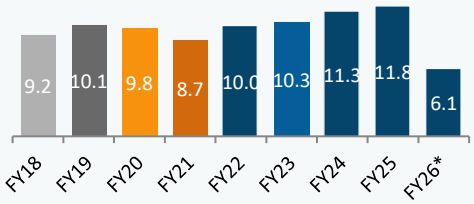
*Note: *- Until September 2025*

KEY TRENDS

Value of Auto Component Export (US$ billion)



Value of Aftermarket Turnover (US$ billion)



*Note: *- Until September 2025*

GOVERNMENT INITIATIVES

National Mission for Electric Mobility 2020

NATRIP

Driving India Into The Future

Automotive Mission Plan 2026

ADVANTAGE INDIA

- **Robust demand:** Electric vehicle sales rise is key factor for growth in auto component industry as India's electric vehicle (EV) sales continued to rise in FY26, reaching 2.66 million units, up from 2.05 million in FY25. While the total number of units sold increased, the YoY growth grew to 29.76% in FY26, compared to a 22.02% jump in FY25. Electric vehicle sales reached 8,67,491 units in Q1 FY27.
- **Export Opportunities**: The Indian auto components industry exports over 25% of its production annually. By FY28, the Indian auto industry aims to invest Rs. 58,000 crore (US$ 7 billion) to boost localization of advanced components like electric motors and automatic transmissions, reducing imports and leveraging 'China Plus One' trend.
- **Policy support**: 100% FDI is allowed under the automatic route for auto components sector. Key initiatives include the US$ 5 billion Production Linked Incentive (PLI) Scheme, aimed at enhancing automotive battery and components manufacturing, and the US$ 1.3 billion PM Electric Drive Revolution in Innovative Vehicle Enhancement (E-DRIVE) Scheme, which subsidises the purchase of electric and hybrid vehicles and serves as a major driver for auto component manufacturing.
- **Competitive Advantages**: Around 68% of India's population falls within working age, forming a substantial workforce of approximately 875 million for manufacturing. By 2027, the country is forecast to account for nearly 20% of the global workforce. India's automotive sector is a key contributor to the economy, accounting for 49% of manufacturing GDP and 6% of overall GDP, while supporting more than 30 million jobs.

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