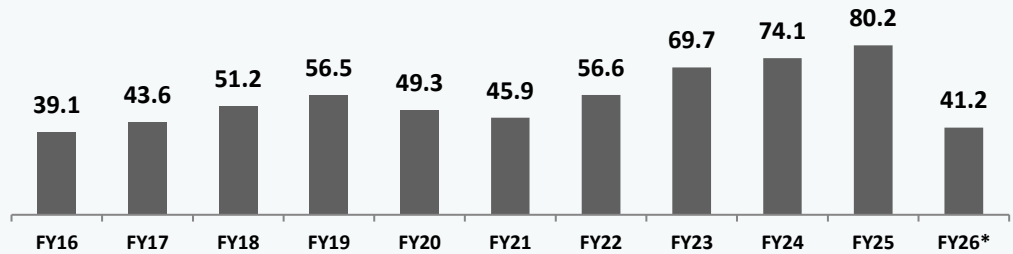


AUTO COMPONENTS



MARKET SIZE

Aggregate turnover (US\$ billion)

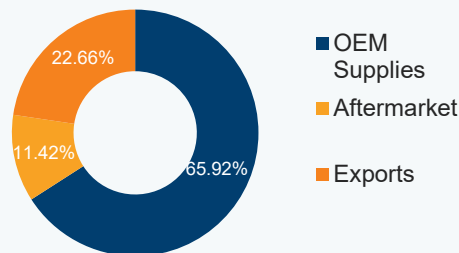


Note: *- Until September 2025

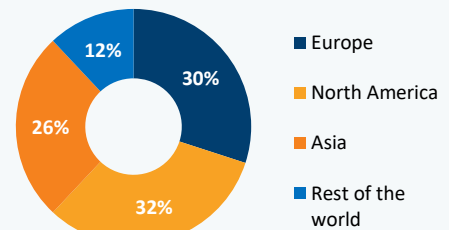


SECTOR COMPOSITION

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



Share of Export by Geography (FY25)

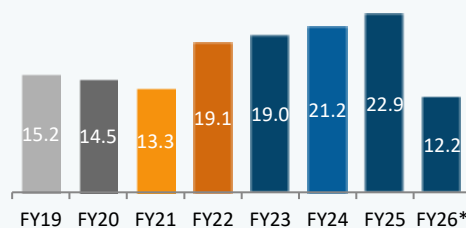


Note: *- Until September 2025

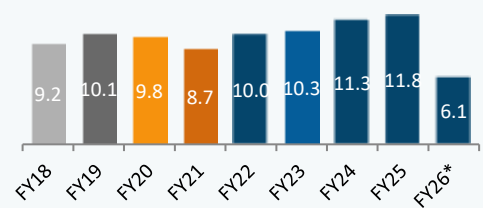


KEY TRENDS

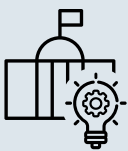
Value of Auto Component Export (US\$ billion)



Value of Aftermarket Turnover (US\$ billion)



Note: *- Until September 2025



GOVERNMENT INITIATIVES



National Mission for
Electric Mobility 2020



NATRIP



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.
- 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 is emerging as a global auto component sourcing hub due to its proximity to key automotive markets such as ASEAN, Europe, Japan and Korea.