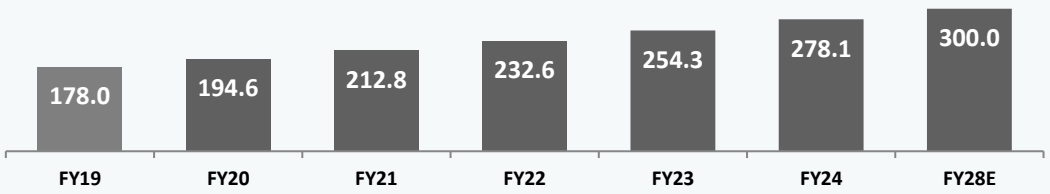
# CHEMICALS

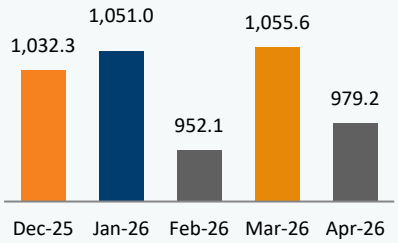
## MARKET SIZE

### Market Size of Indian Chemical Sector (US$ billion)

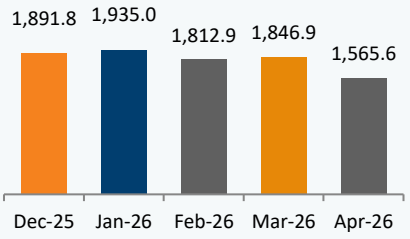



## PRODUCTION CAPACITY

### Production of Chemicals ('000 MT)

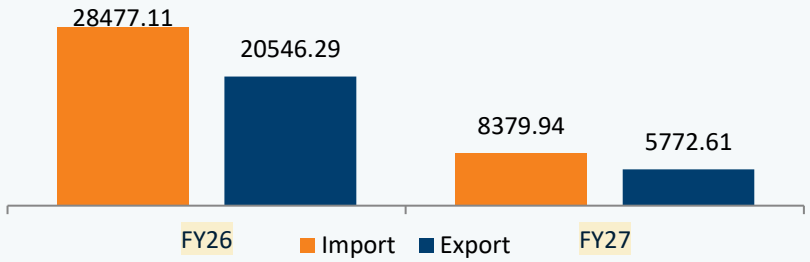



### Production of Petrochemicals ('000 MT)




## KEY TRENDS

### Imports and Exports of Chemicals (US$ million) – FY26, FY27 (April-June)




## GOVERNMENT INITIATIVES




**Make in India**

**Production-Linked Incentive (PLI) scheme**

**100% FDI**

## ADVANTAGE INDIA

- **Growing demand:** Rise in demand from end-user industries such as food processing, personal care and home care is driving the development of different segments in India's specialty chemicals market. Chemicals and petrochemicals demand in India is expected to nearly triple and reach US$ 1 trillion by 2040. Exports of Chemicals and allied Products reached Rs.181,568.25 crore (US$ 20.54 billion) during FY26. In FY27 (April-June) the exports of chemicals and allied products stood at around Rs. 54,764.75 crore (US$ 5.77 billion).
- **Increasing Investments**: FDI inflows in the chemicals sector (other than fertilizers) reached Rs. 1,50,339.64 crore (US$ 24.1 billion) between April 2000-March 2026. Odisha is aiming to transform into a leading petrochemical hub, targeting investments of Rs 1.2 trillion (US$ 13.6 billion) by 2035 (over the next ten years).
- **Policy support**: Under the Union Budget 2026-27 the government allocated Rs. 185.72 crore (US$ 21.0 million) to the Ministry of Chemicals and Fertilizers. The Petroleum, Chemicals and Petrochemicals Investment Region (PCPIR) set up at Paradip has attracted cumulative investments of approximately Rs. 1.44 lakh crore (US$ 17.3 billion), generated employment for around 40,000 people, and currently comprises 13 chemical units
- **Opportunities**: India's specialty chemicals companies are expanding their capacities to cater to rising demand from domestic and overseas. In the specialty chemicals sector, manufacturers are focusing on green solvents, biodegradable surfactants, and bio-based polymers, with India's green chemicals market expected to grow at a CAGR of over 10% and exceed US$ 15 billion by 2027.

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