

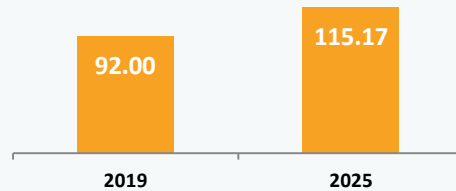


ENGINEERING AND CAPITAL GOODS



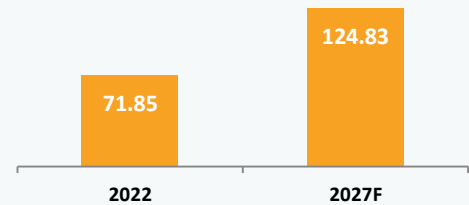
MARKET SIZE

Capital Goods Turnover (US\$ billion)



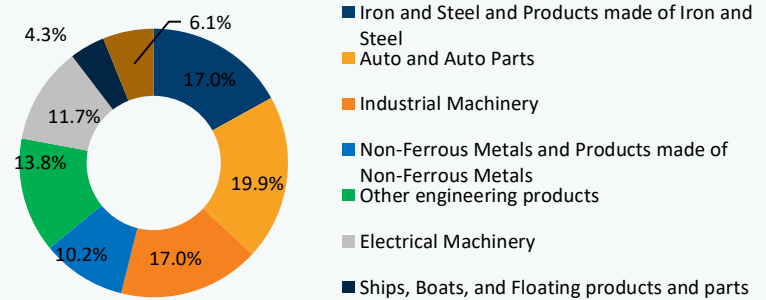
Note: F – Forecast

Electrical Equipment market (US\$ billion)



SECTOR COMPOSITION

Engineering export performance (FY25)

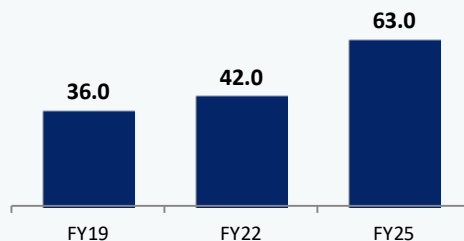


Note: *Until October 2024



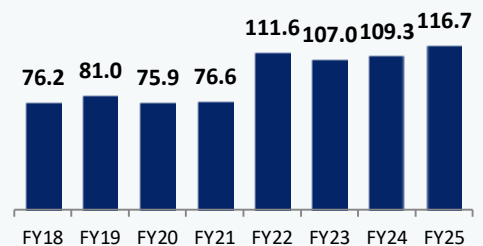
KEY TRENDS

Engineering R&D* (US\$ billion)

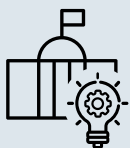


Note: * - including product engineering services

India's Engineering Exports (US\$ billion)



Note: *Until December 2024



GOVERNMENT INITIATIVES



Make in India



100% FDI



Inter-ministerial committee



ADVANTAGE INDIA

- Robust demand:** The Indian electrical equipment market is set to experience significant growth in the coming years, with a forecasted incremental growth of Rs. 6,44,533 crore (US\$ 76.24 billion) at a compound annual growth rate (CAGR) of 14.3% from FY24 to FY28. Market size for the Indian Construction Equipment Market stood at US\$ 7.2 billion in FY23 and is forecasted to grow at a CAGR of 15% for next 5 years, as per the estimates of CII.
- Higher Investments:** Infrastructure Finance Secretariat is being established to assist all stakeholders for more private investment in infrastructure, including railways, roads, urban infrastructure, and power.
- Policy support:** MHI has notified the Scheme on Enhancement of Competitiveness in the Indian Capital Goods Sector- Phase-II for providing assistance to Common Technology Development and Services Infrastructure. The scheme has a financial outlay of Rs. 1207 crores (US\$ 145.1 million) with budgetary support of Rs. 975 crore (US\$ 117.2 million) and industry contribution of Rs. 232 crore (US\$ 27.9 million).
- Attractive opportunities:** In the Union Budget FY26, the government announced capex of Rs. 11,21,000 crore (US\$ 128.42 billion) (3.1% of GDP).