

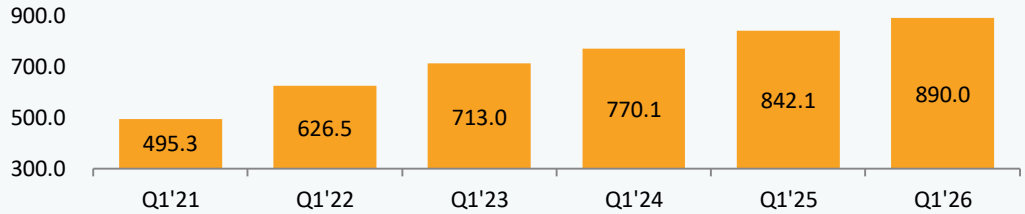


MANUFACTURING



MARKET SIZE

Quarterly estimates of GVA at current prices (US\$ billion)

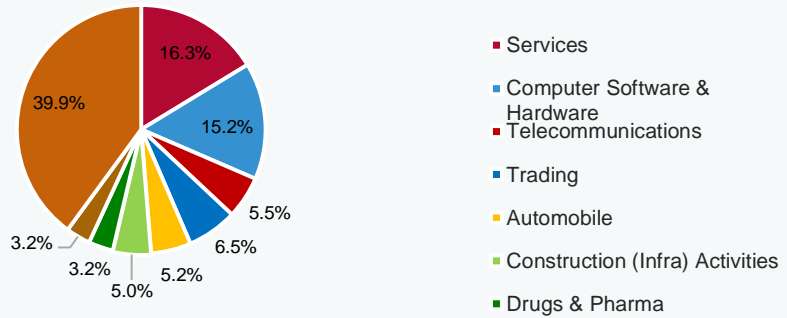


Note: FY - Indian Financial Year (April - March)



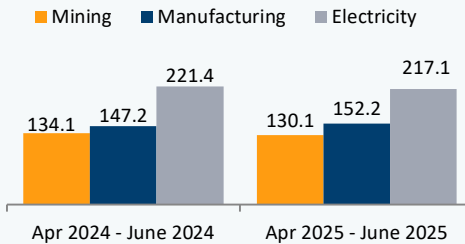
SECTOR COMPOSITION

Total FDI equity inflow in the manufacturing subsectors between April 2000-March 2025

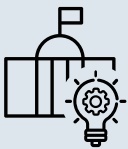
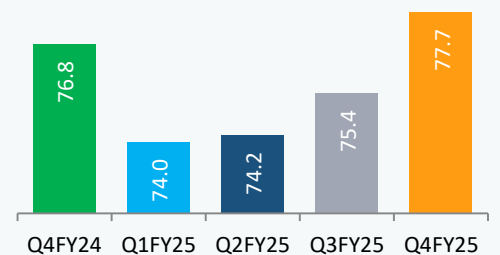


KEY TRENDS

Annual Growth Rates of IIP (%) at Sectoral level



Capacity Utilization in Manufacturing Sector (%)



GOVERNMENT INITIATIVES



Make in India



Skill India



National
Manufacturing
Policy



ADVANTAGE INDIA

- Robust demand:** By 2030, the Indian middle class is expected to have the second-largest share in global consumption at 17%. During Q1 FY26 (April-June 2025), India's merchandise exports reached US\$ 112.17 billion, up from US\$ 110.06 billion in the same period of FY25.
- Increasing Investment:** Global companies like Apple are expanding manufacturing in India, with smartphone exports volumes touched 22.88 million units in the first half of 2025, from 15.05 million a year ago. India's production-linked incentive (PLI) schemes disbursed Rs. 21,534 crore (US\$ 2.46 billion) in incentives across 12 sectors as of March 2025, attracting investments of Rs. 1.76 lakh crore (US\$ 20.09 billion).
- Policy support:** The Indian government, led by Union Minister of Commerce & Industry, Mr. Piyush Goyal, is launching a new scheme to energize the country's toy sector. The initiative aims to improve several key areas: strengthening toy design, boosting manufacturing quality, enhancing packaging standards, and supporting brand-building efforts.
- Competitive Advantage:** The positive developments in the manufacturing sector, driven by production capacity expansion, government policy support, heightened M&A activity, and PE/VC-led investment, are creating a robust pipeline for the country's sustained economic growth in the years to come.