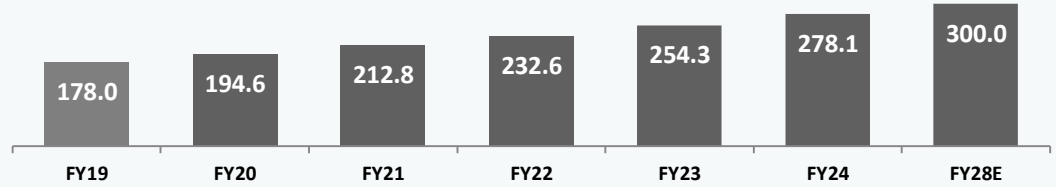


CHEMICALS



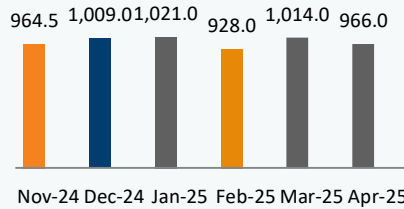
MARKET SIZE

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

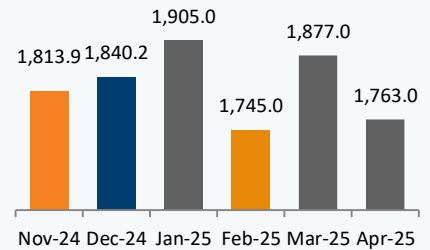


PRODUCTION CAPACITY

Production of Chemicals ('000 MT)

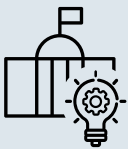
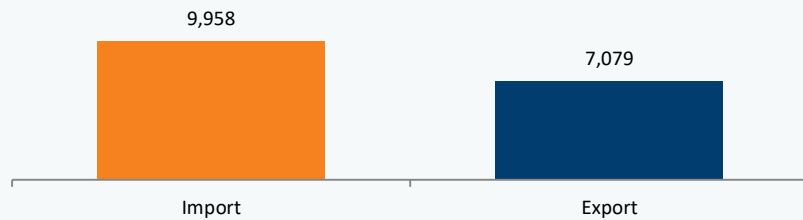


Production of Petrochemicals ('000 MT)



KEY TRENDS

Imports and Exports of Chemicals (US\$ million) – FY26 (April-July)



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 US\$ 9,194 million during FY26 (April-June).

• **Increasing Investments:** FDI inflows in the chemicals sector (other than fertilizers) reached US\$ 23.4 billion between April 2000-June 2025. 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 2025-26 the government allocated Rs. 1,61,965 crore (US\$ 18.7 billion) to the Ministry of Chemicals and Fertilizers. The Petroleum, Chemicals and Petrochemicals Investment Region (PCPIR) set up at Paradip has attracted investments worth Rs.73,518 crores (US\$ 8.84 billion) resulting in employment of about 40,000 people.

• **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.