

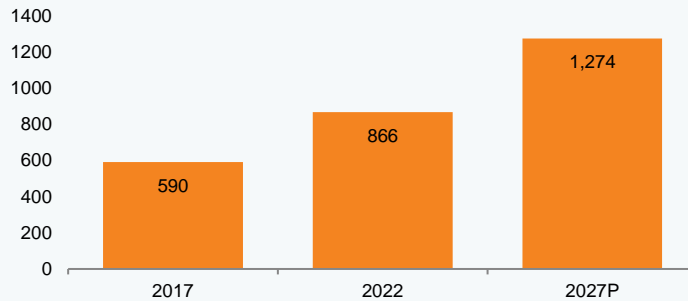


# FOOD PROCESSING



## MARKET SIZE

Market size of food processing sector in India (US\$ billion)

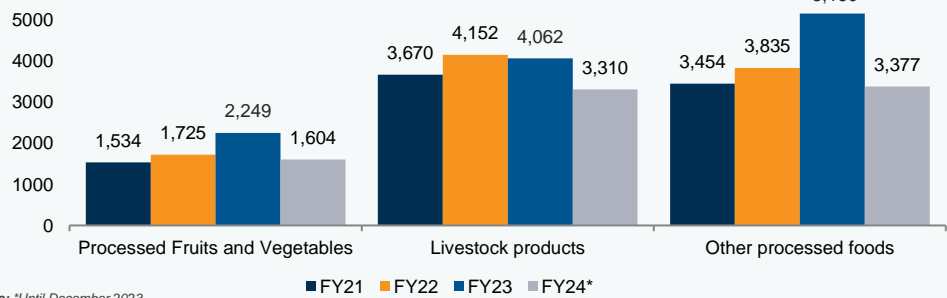


Note: P - Projected



## SECTOR COMPOSITION

Exports of processed food and related products (US\$ million)

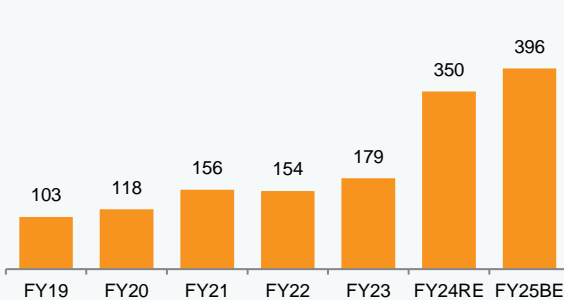


Note: \*Until December 2023



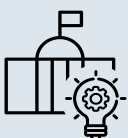
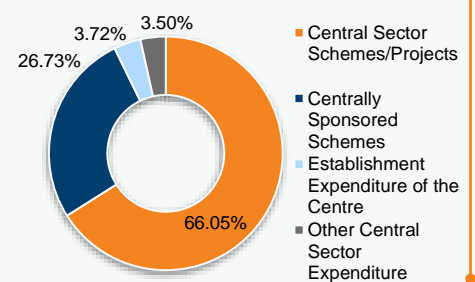
## KEY TRENDS

MoFPI Budget Allocation (US\$ million)



Note: RE – Revised estimate, BE – Budget estimate

Breakdown of fund allocation as per the Interim Budget 2024-25



## GOVERNMENT INITIATIVES

**Pradhan Mantri Kisan Sampada Yojana (PMKSY)**

**PM Formalization of Micro Food Processing Enterprises Scheme**

**Production Linked Incentive Scheme for Food Processing Industry (PLISFPI)**



## ADVANTAGE INDIA

- **Growing demand:** The market size of food processing sector in India is estimated to reach US\$ 1,274 billion in 2027 from US\$ 866 billion in 2022, backed by changing lifestyle and food habits due to rising disposable income and urbanization. The food processing sector has grown substantially, averaging an annual growth rate of around 7.3%, during 2015-2022.
- **Competitive advantage:** India is the largest producer of milk and spices and one of the leading producers of fruits and vegetables, poultry, and meat. India has access to several natural resources, diverse agro-climatic conditions, wide-ranging and large raw material base suitable that provide competitive advantage to the food processing sector.
- **Government support:** The Ministry of Food Processing Industries (MoFPI) has implemented schemes like Pradhan Mantri Kisan Sampada Yojana (PMKSY), PM Formalization of Micro food processing Enterprises (PMFME) Scheme and Production Linked Incentive Scheme for Food Processing Industry (PLISFPI) offering financial, technical, and business aids to establish food processing enterprises.
- **Opportunities:** The growing consumption of food is expected to reach US\$ 1.2 trillion by 2025-26, owing to urbanization and changing consumption patterns. India's agricultural and processed food exports have gone up to more than US\$ 50 billion in 2022-23, accounting for 22.6% of the overall agri-food exports.