**MARKET SIZE**

- Market Size: US$ 100 billion by 2025
- More than 300,000 gems and jewellery players
- Contributes about 7% to India’s Gross Domestic Product
- Employs over 4.64 million people

**SECTOR COMPOSITION**

- Cut and Polished diamonds: 63.0%
- Gold jewellery: 23.8%
- Silver jewellery: 6.6%
- Rough diamonds: 2.5%
- Others*: 4.2%

**Import of Gems and Jewellery (US$ billion)**

<table>
<thead>
<tr>
<th>Year</th>
<th>FY16</th>
<th>FY17</th>
<th>FY18</th>
<th>FY19</th>
<th>FY20</th>
<th>FY21</th>
<th>FY22*</th>
</tr>
</thead>
<tbody>
<tr>
<td>Value</td>
<td>24</td>
<td>29</td>
<td>32</td>
<td>25</td>
<td>24</td>
<td>16.49</td>
<td>21.11</td>
</tr>
</tbody>
</table>

**Net Export of Gems and Jewellery (US$ billion)**

<table>
<thead>
<tr>
<th>Year</th>
<th>FY16</th>
<th>FY17</th>
<th>FY18</th>
<th>FY19</th>
<th>FY20</th>
<th>FY21</th>
<th>FY22*</th>
</tr>
</thead>
<tbody>
<tr>
<td>Value</td>
<td>32.63</td>
<td>35.51</td>
<td>32.71</td>
<td>30.96</td>
<td>29.07</td>
<td>25.30</td>
<td>32.37</td>
</tr>
</tbody>
</table>

**KEY TRENDS**

- Growing demand: From April 2021-Jan 2022, India’s overall exports of gems stood at US$ 32.37 billion, which is a 69.13% as compared to same period last year. India ranks first among the top exporters in cut & polished diamonds, and second in gold jewellery, silver jewellery and lab-grown diamonds.
- Increasing Investments: The cumulative foreign direct investment (FDI) inflows in diamond and gold ornaments stood at US$ 1,194.00 million between April 2000 and June 2021. In September 2021, Malabar Group invested Rs. 750 crore (US$ 100 million) in a gold refinery and jewellery unit in Hyderabad.
- Policy support: The Government has reduced custom duty on cut and polished diamond and colored gemstones from 7.5% to 5% and NIL.
- Attractive opportunities: India’s gold demand stood at 797.30 tonnes in 2021 and is expected to be in a range of 800-850 tonnes by 2022.

**Gold Monetisation Scheme**

- Sovereign Gold Bond Scheme
- BIS Hallmark Scheme

**ADVANTAGE INDIA**

- Note: *Others include Polished Lab Grown Diamonds, Platinum Jewellery, Colored Gemstones, and Gold Medallions & Coins

**Note:** As of January 2022