



***Indian Auto Component Industry
Performance FY 19***

Indian Auto Component Industry Snapshot: 2018-19

Turnover:
USD 57 Billion
INR 3,95,902 crore

Contribution to GDP:
2.3%

Exports:
USD 15.16 Billion
INR 1,06,048 crore

Share in India's Exports:
4%

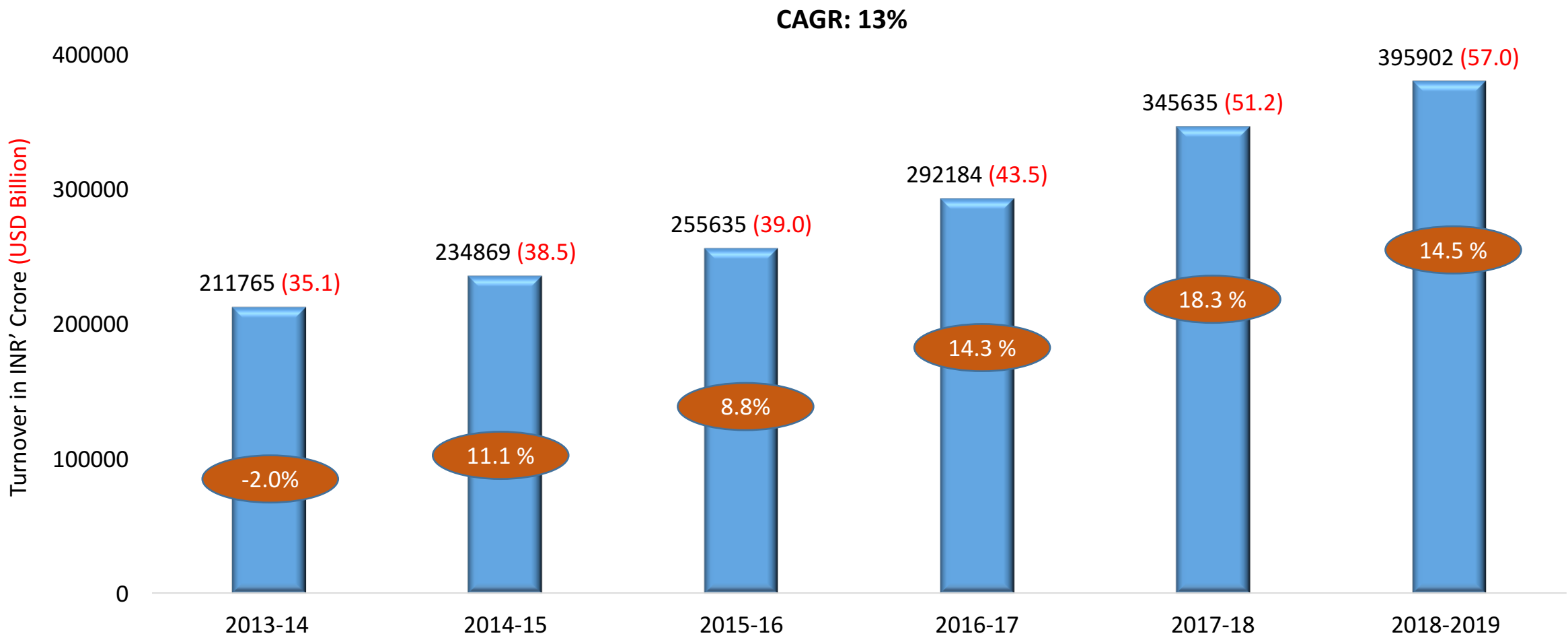
Domestic Aftermarket:
USD 10.1 Billion
INR 67,491 crore

Employment:
50 Lakh (Approx)



Turnover – Auto Component Industry: 2018-19

Growth rate in INR

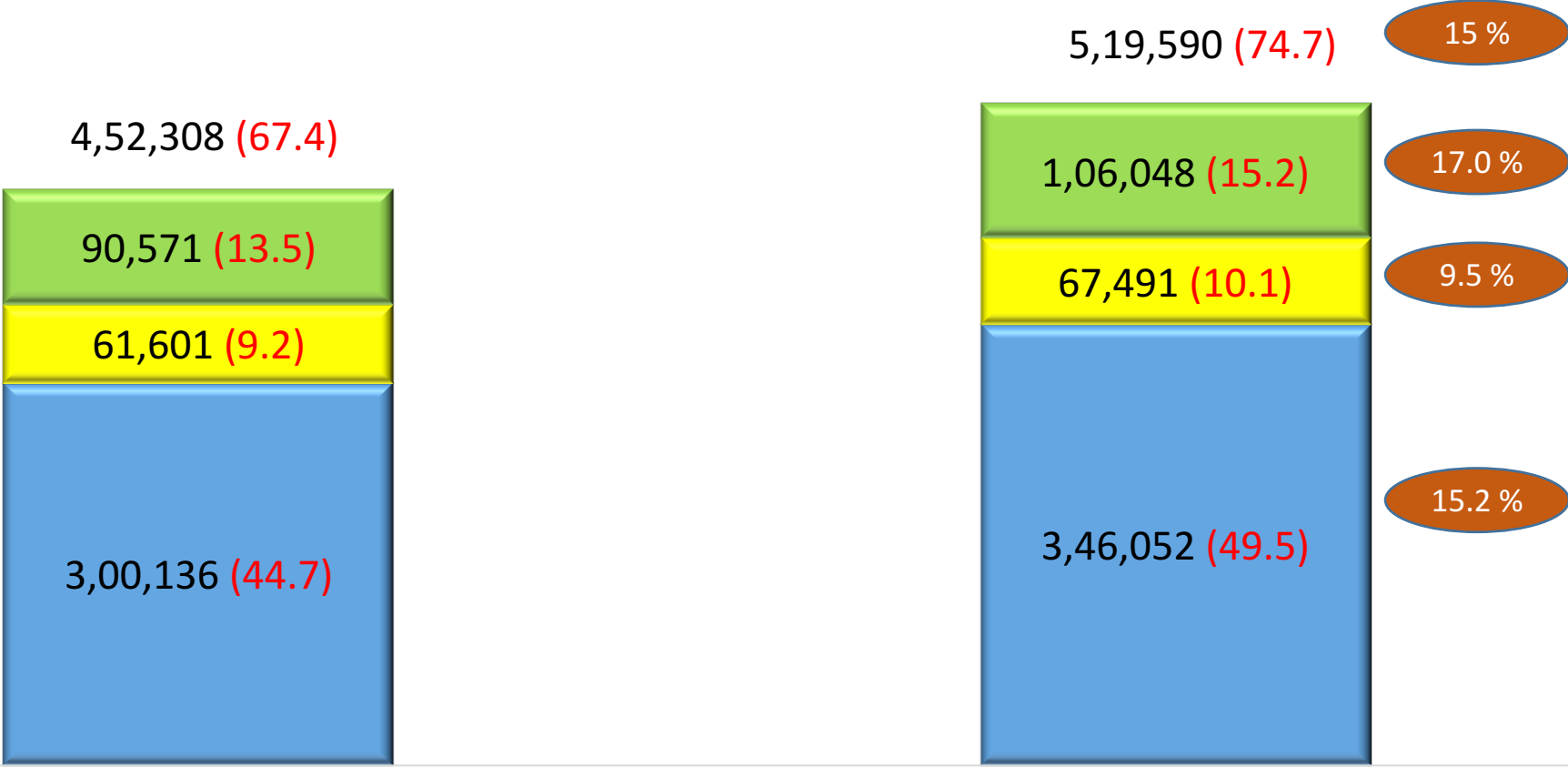


(Turnover includes supplies to OEMs, aftermarket sales and exports)

Size of the Industry

Growth rate in INR

Size of the Industry in INR' Crore (USD Billion)

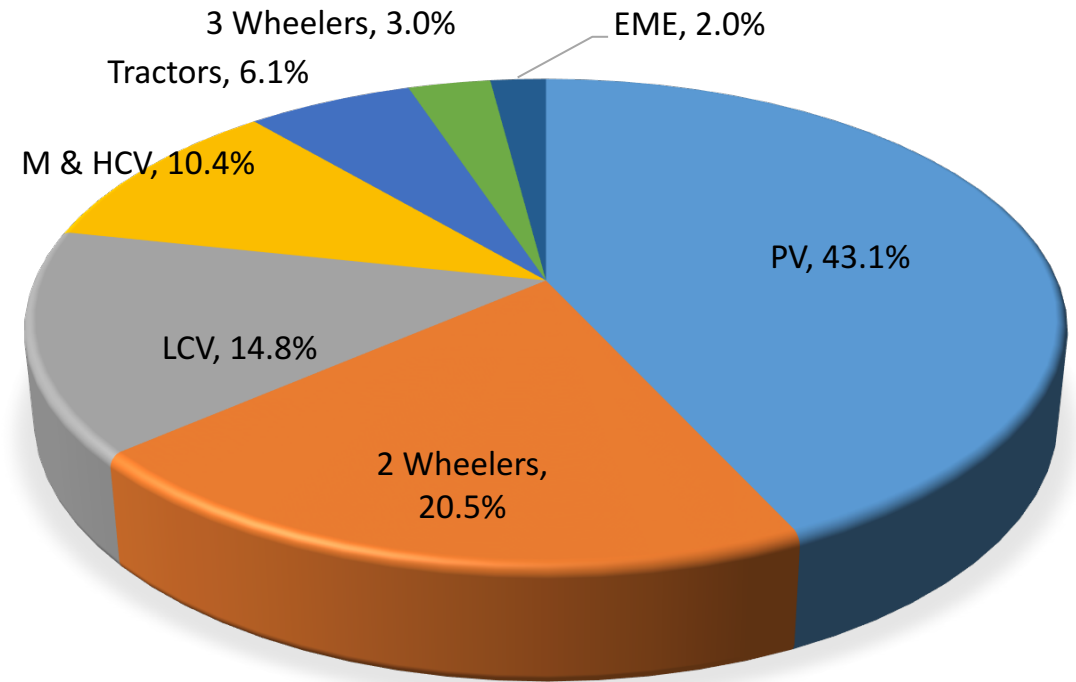
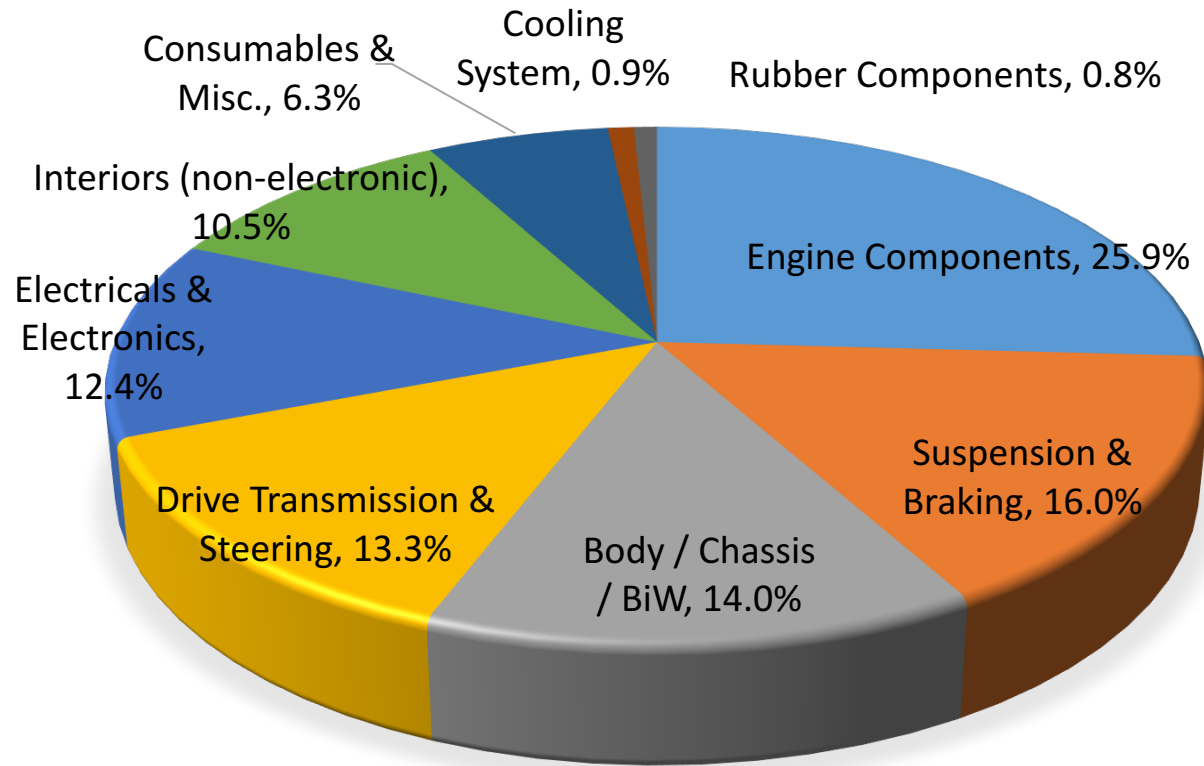


2017-18

2018-19

Supply to OEMs Aftermarket Export

Product Range and Auto Components Supply to OEMs



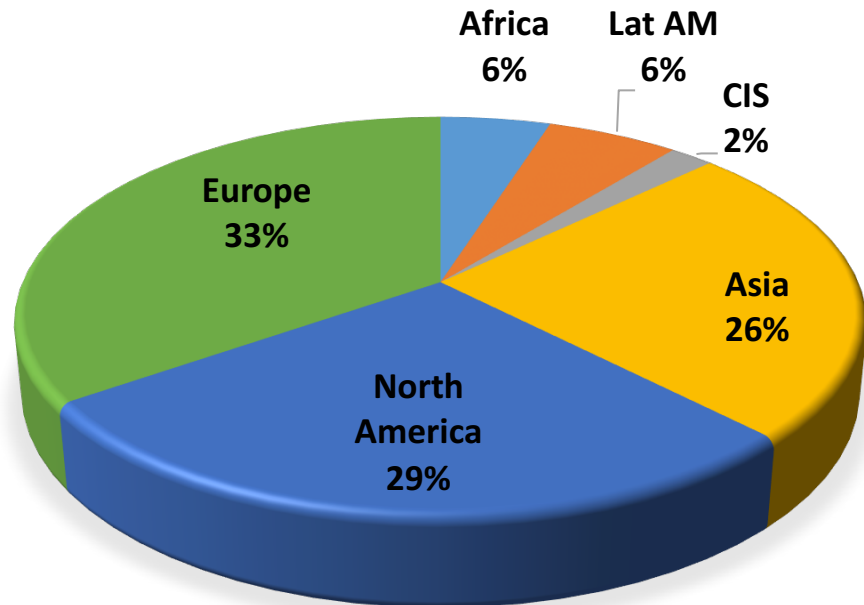
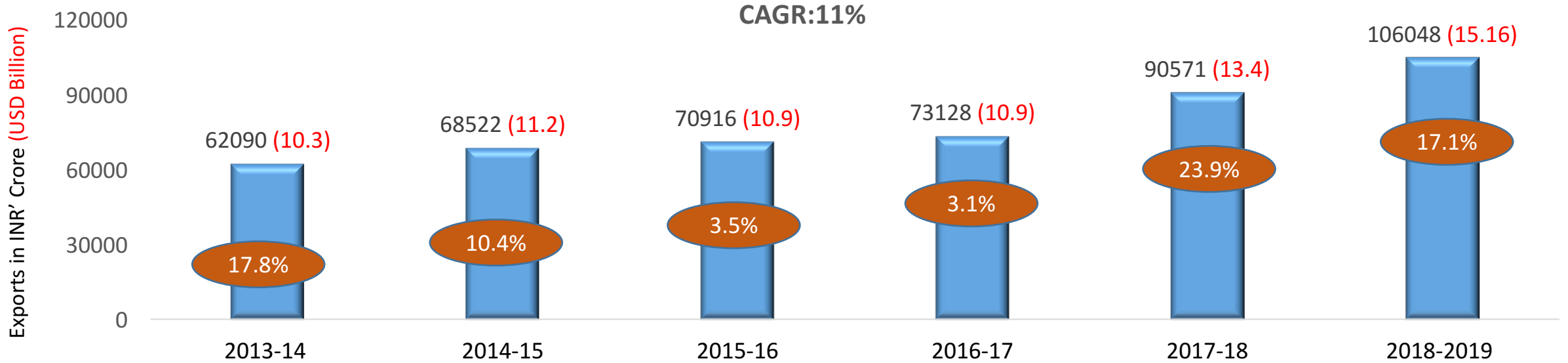
The Industry is capable of producing High Quality – Low Cost Components

PV	Passenger Cars, Utility Vehicles, Vans
2Wh	Scooters, Motorcycles, Mopeds
LCV	All Commercial Vehicles < 7.5 T
M & HCVs	All Commercial Vehicles > 7.5 T
3Wh	Goods and Passenger 3 wheelers
Tractors	Tractors
EME	Earth Moving Equipment

*OEMs consumption includes locally produced Components and Imports

Exports – Auto Component Industry: 2018-19

Growth rate in INR

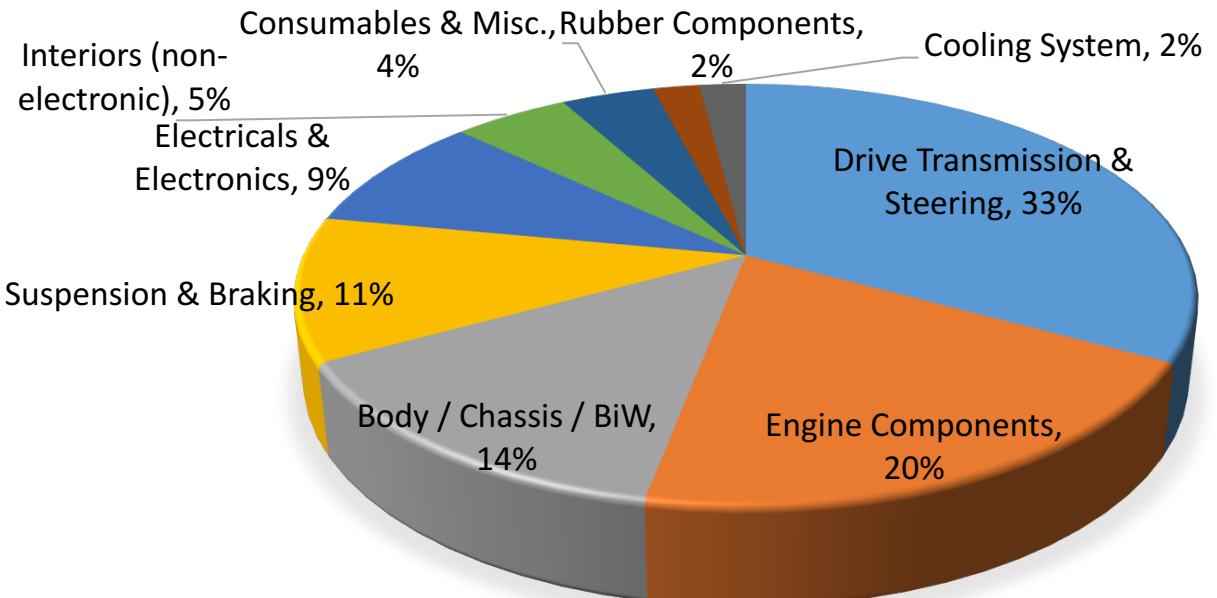
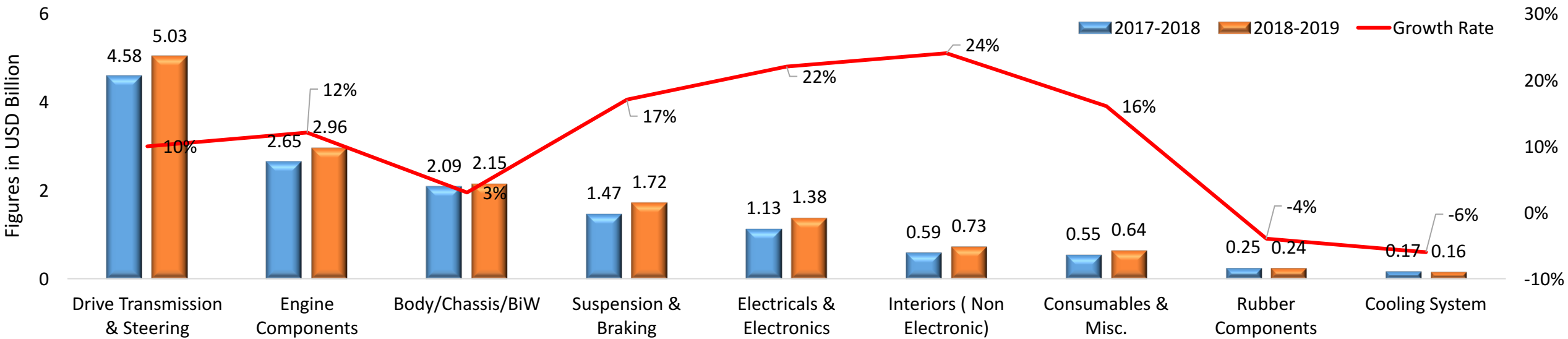


Export Destinations: Top 10 Countries in %

USA	25%	Turkey	4%
Germany	7%	Brazil	3%
UK	5%	Bangladesh	3%
Thailand	4%	UAE	3%
Italy	4%	Mexico	3%

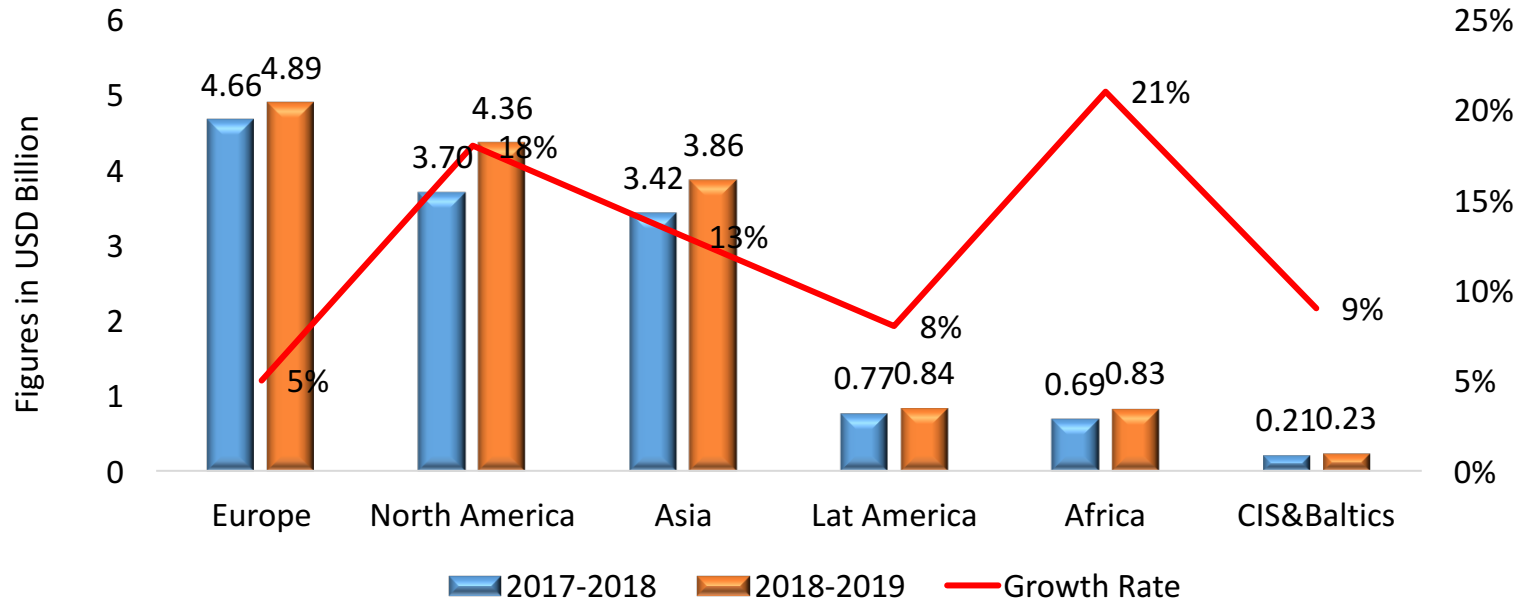
61%

Segmentation by Product type: Exports

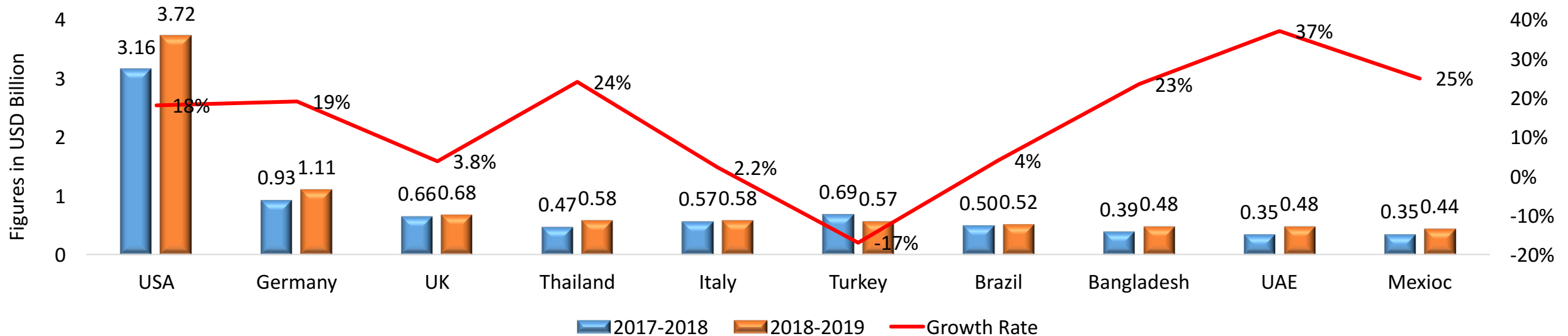


- Engine, Transmission and Steering parts continue to account for more than half of all components (53%) exports from India.
- Electrical & Electronics and Interiors are 2 segments that have registered above 20% y-o-y growth

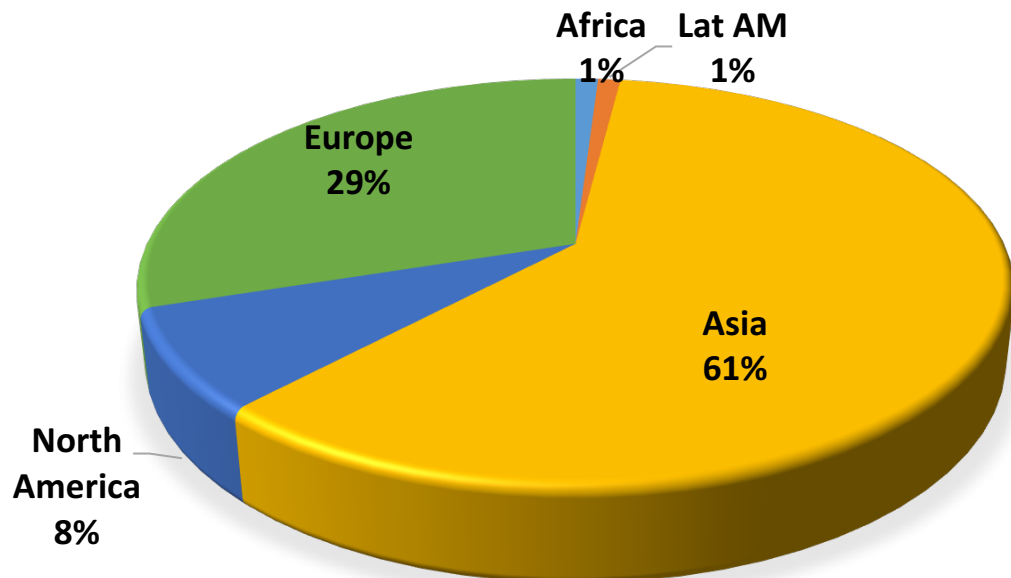
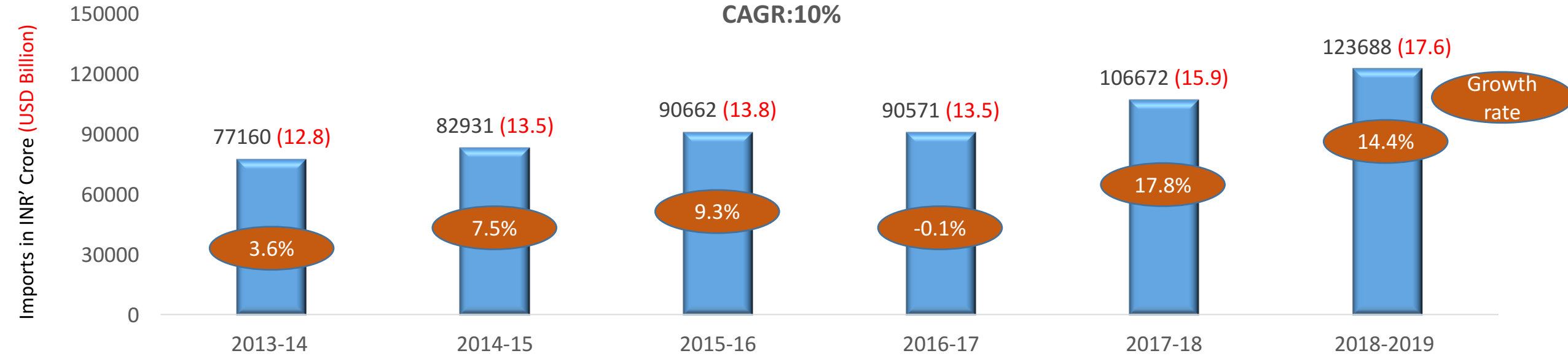
Region wise and country wise exports



➤ While Europe still remains the highest value exports destination, increase in exports to N America has been substantial for the second year in row. In terms of values of exports, Africa is now at par with Lat America.



Imports – Auto Component Industry: 2018-19

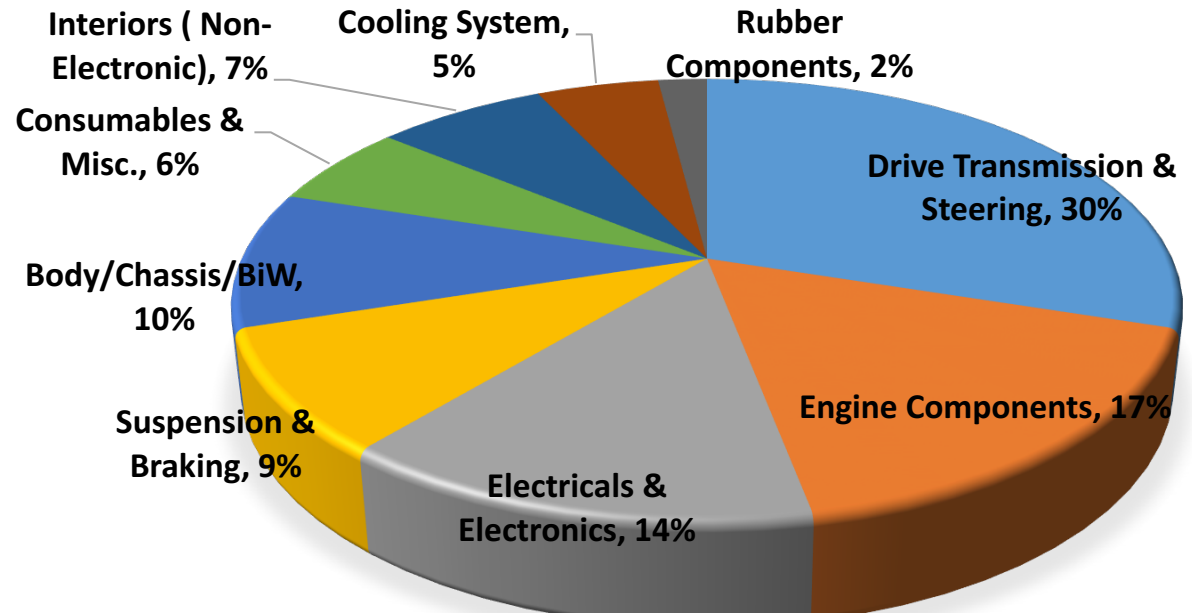
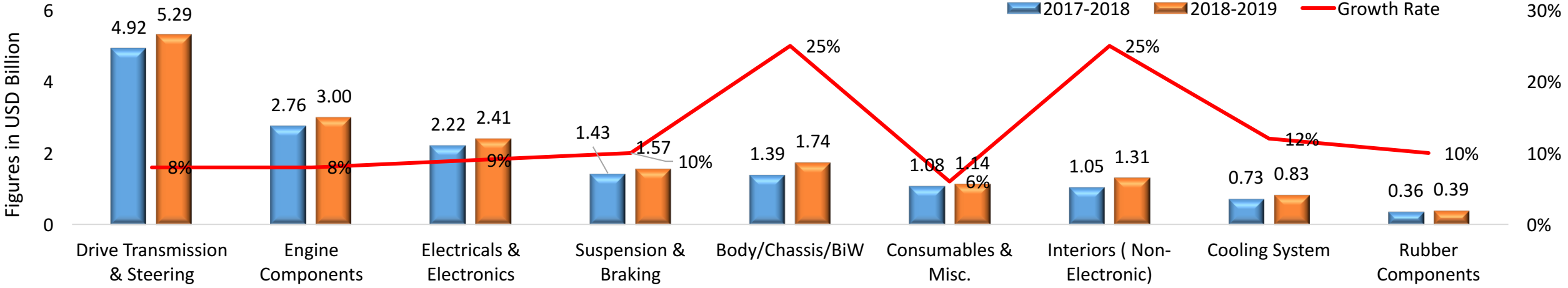


Origin of Imports: Top 10 Countries in %

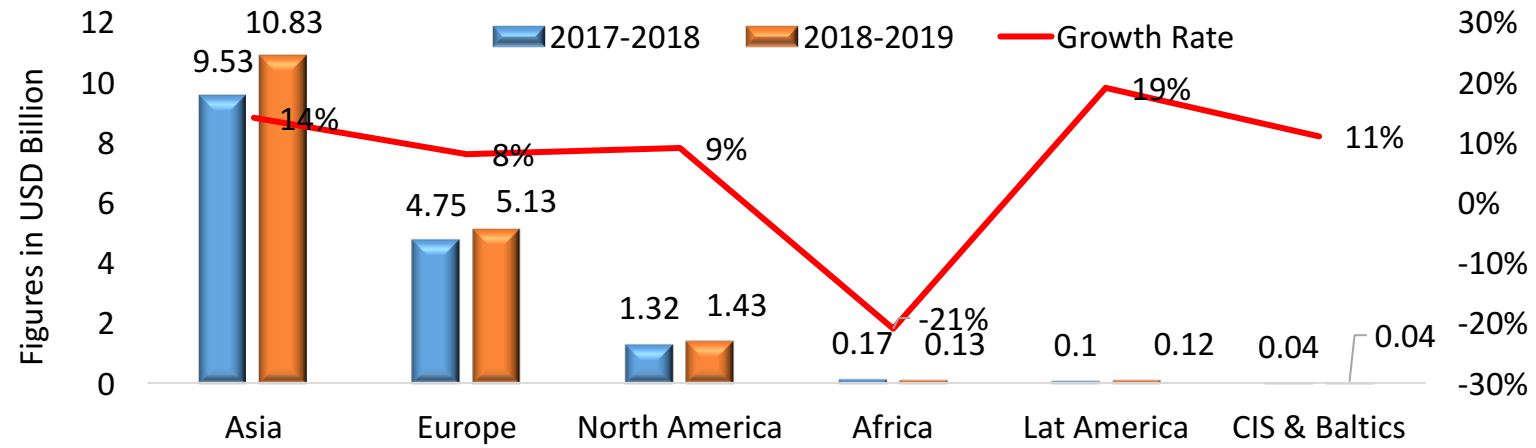
China	27%	Thailand	5%
Germany	14%	Singapore	5%
South Korea	10%	Italy	4%
Japan	9%	UK	3%
USA	7%	France	2%

85%

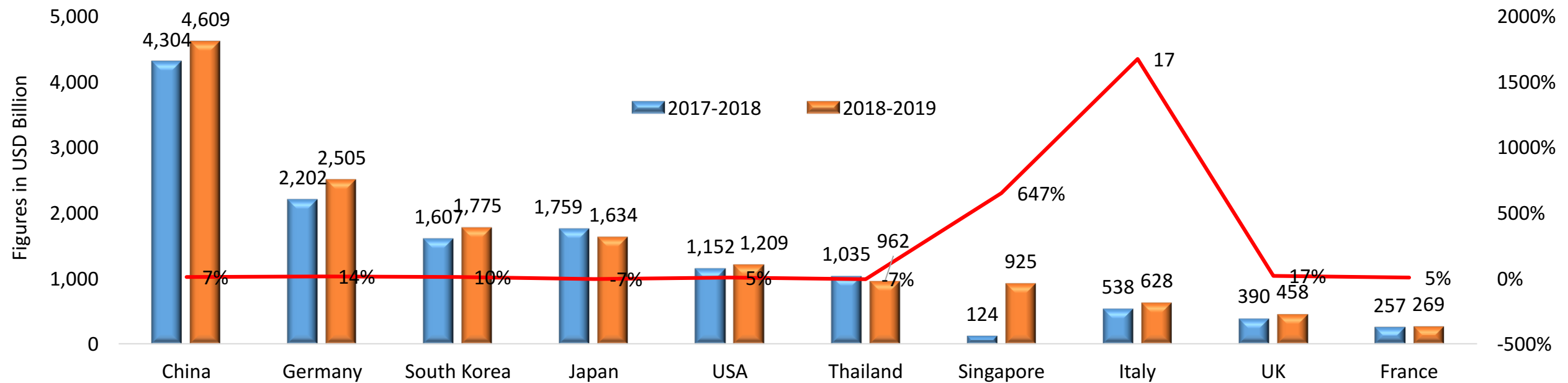
Segmentation by Product type: Imports



Region wise and country wise Imports

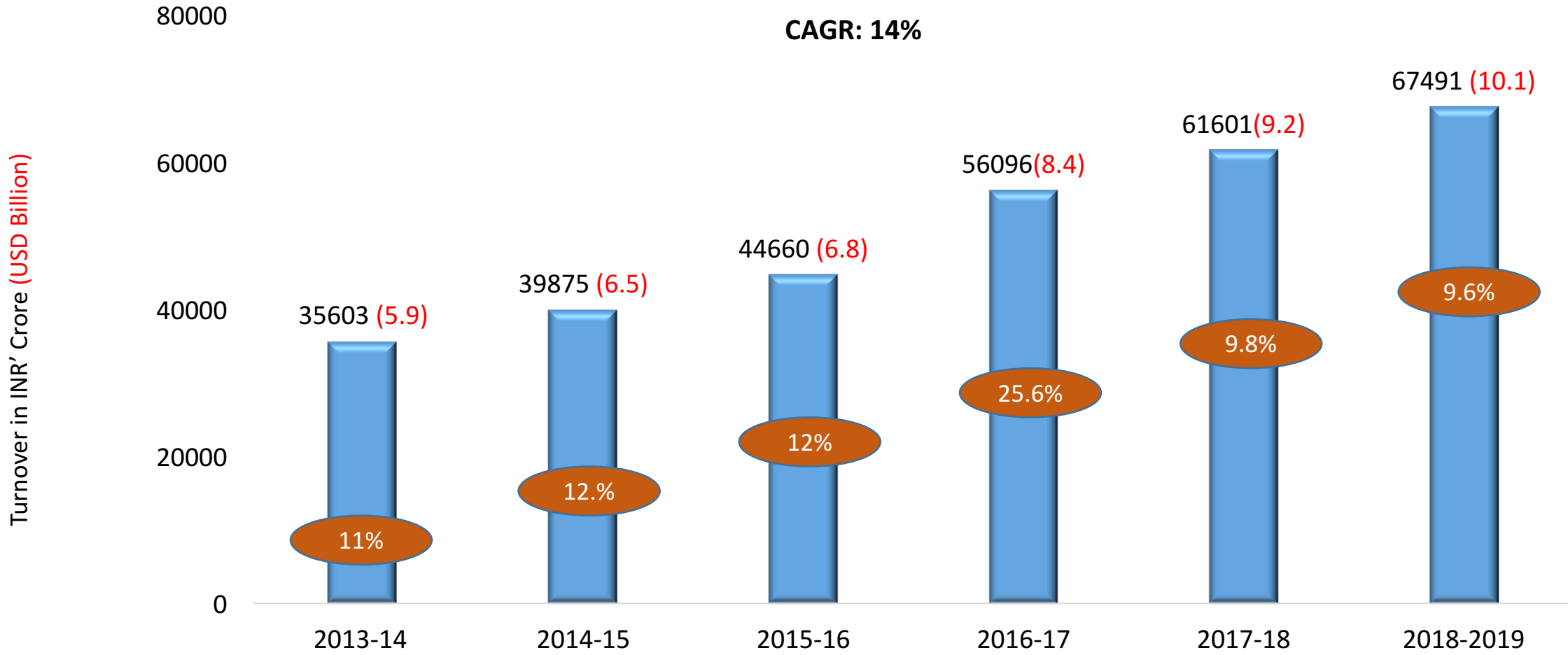


- Auto components imports from Asia continued to rise for second year in row with Asian markets, accounting for 61% of all components imports from India
- Imports from Singapore recorded almost 8 fold increase (650%) in FY 19

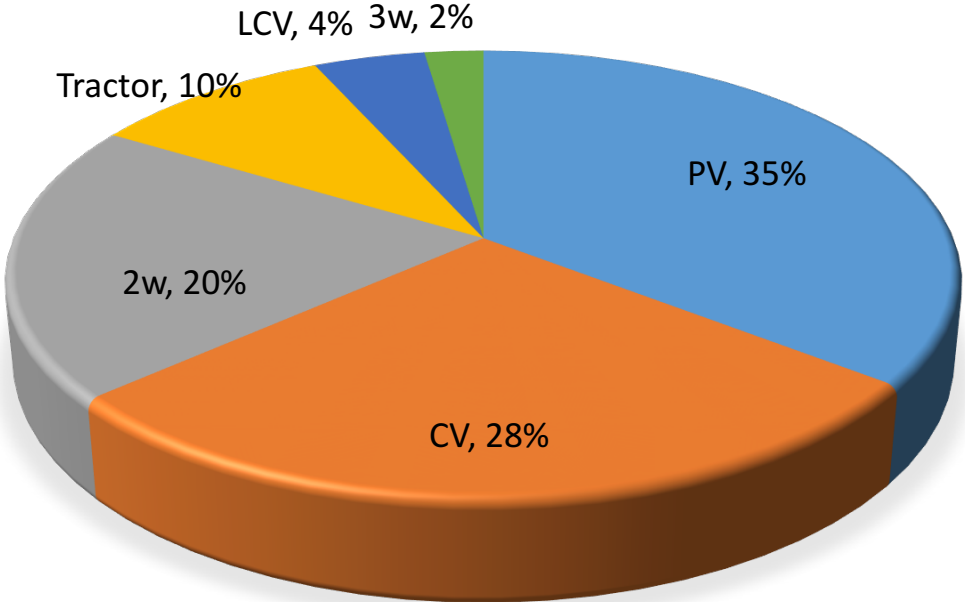


Indian Automotive Aftermarket: 2018-19

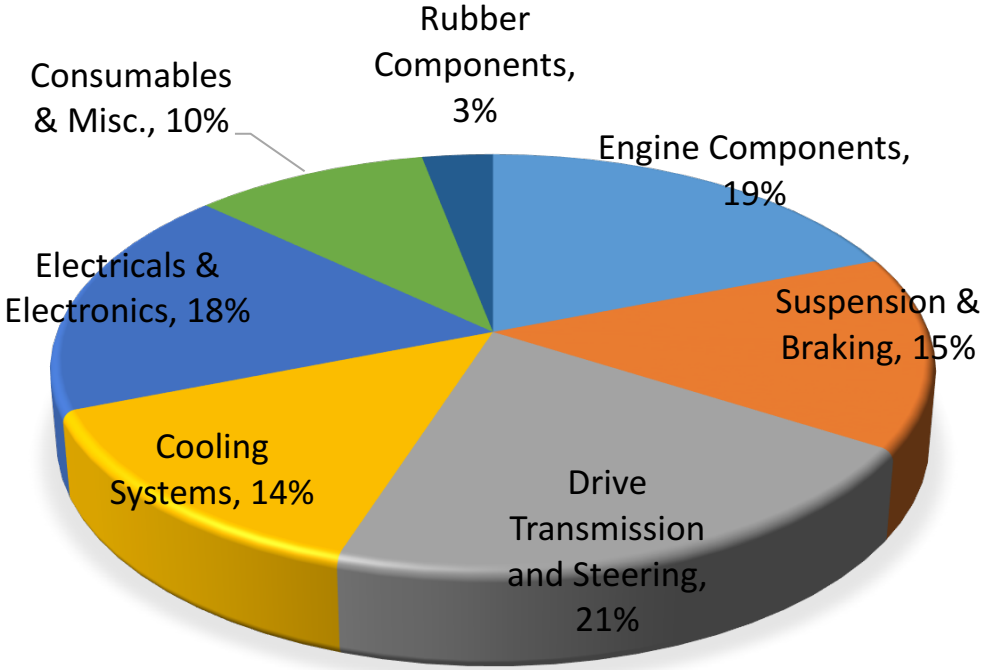
Growth rate in INR



Aftermarket Revenue: Segmentation by product category



Aftermarket Segment-wise



Aftermarket Product-wise

Headwinds

Policy

- Dual GST rates – 18% & 28%
- No clear roadmap for EV manufacturing & adoption
- Roadmap for adoption of fuel mix

Regulations

- BSIV to BSVI
- Safety
- No regulatory framework for aftermarket/need for standards

Trade

- Increasing Trade deficit
- Trade Agreements – RCEP, EU

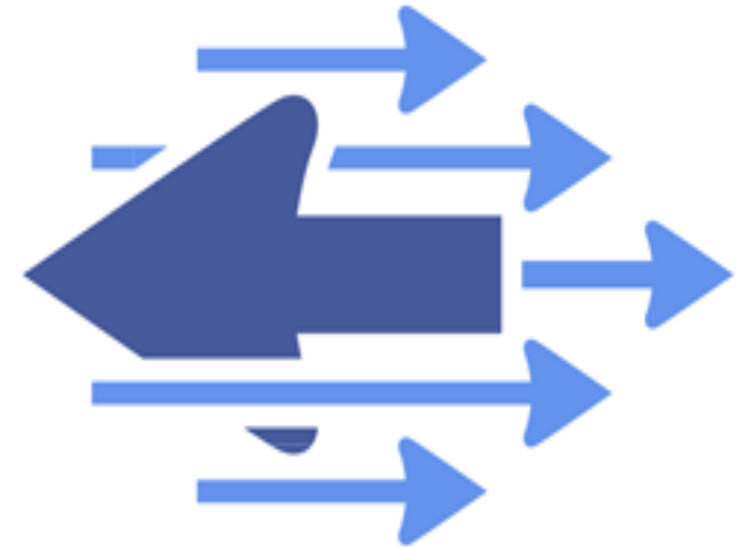
Research & Development

Demand side - vehicle market slump

Increasing Electronic Content

Supply side – volatility in raw materials – especially steel

Technology Adoption for Manufacturing -IoT/Digitisation/Skilling



Recommendations for sustaining growth

1. Uniform GST rate of 18% on all auto components
2. Technology development & acquisition fund
3. Incentivising R&D
4. Changing the definition of MSME
5. Well defined technology – agnostic road-map for xEVs



Thank You

for any assistance contact

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