



ACMA

Press Conference

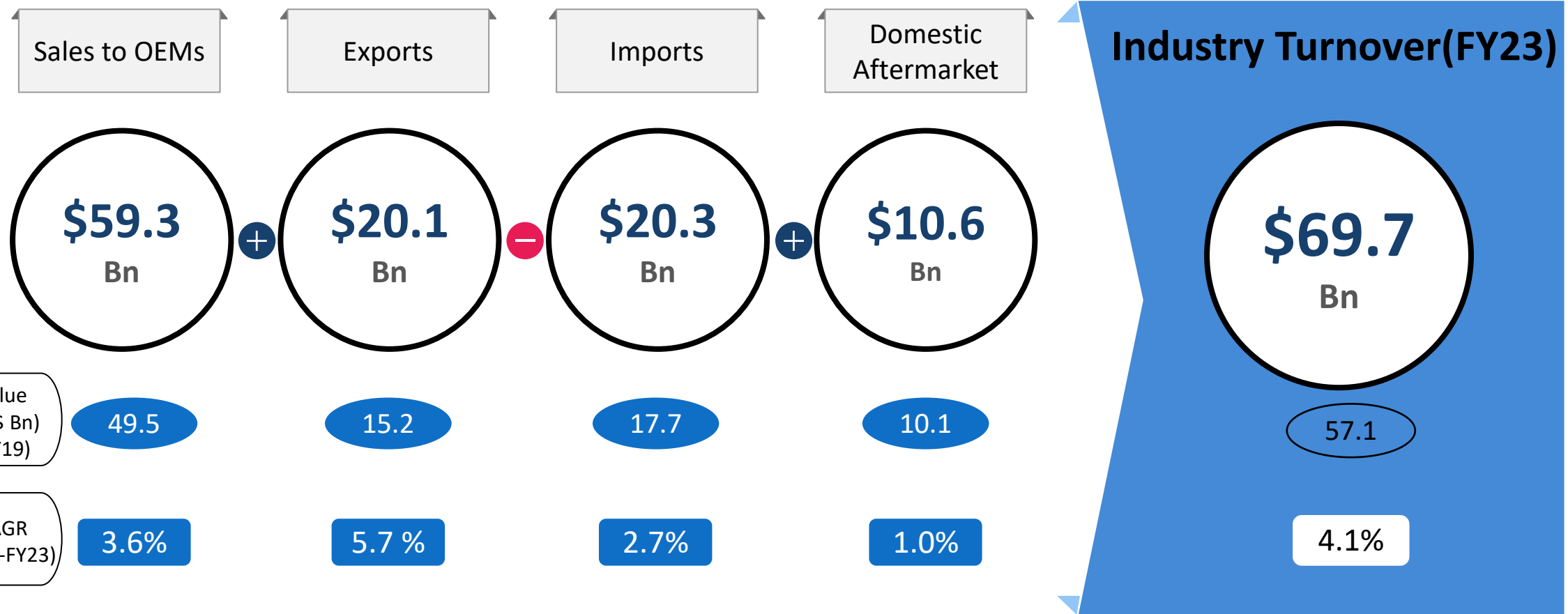
Auto Components Industry Review

FY 2023/ FY 2022

7th August 2023, New Delhi

FY 19-23: Overview of the Indian auto component industry

Auto Component Industry growth over last 5yrs driven by robust domestic vehicles sales, strong aftermarket and increasing exports.



Value (in \$ Bn) (FY19)

CAGR (FY19-FY23)

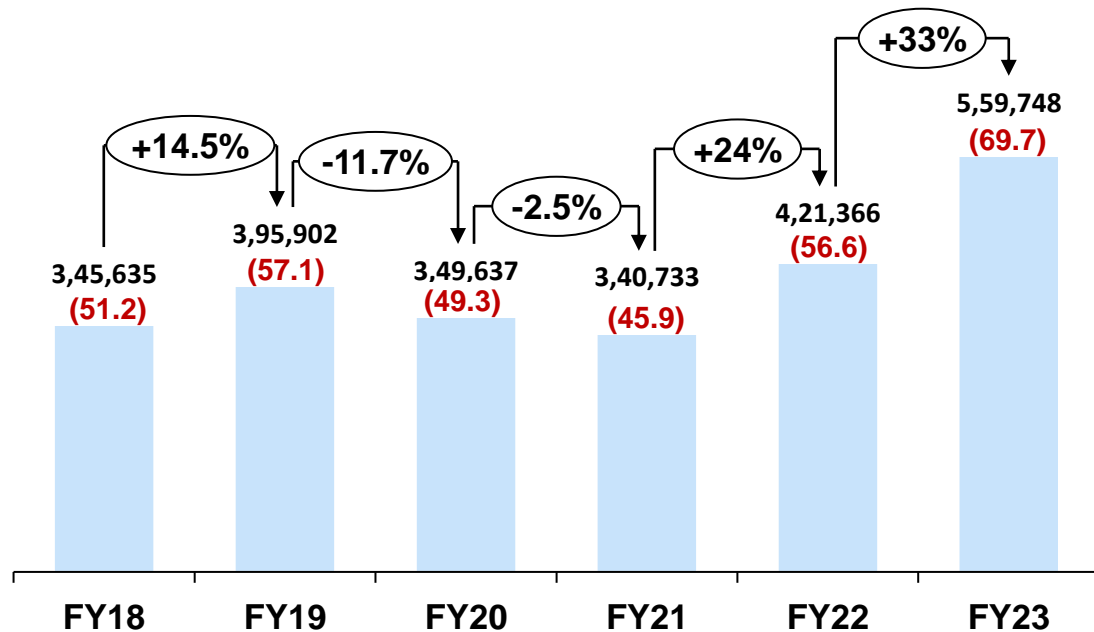


**Auto Components Industry Update:
FY 2023 vs FY 2022**

FY 23: Auto Components Industry Performance

Size of industry | INR Cr (USD Bn)

Growth % taken against INR Values



FY23 – Auto components industry performance

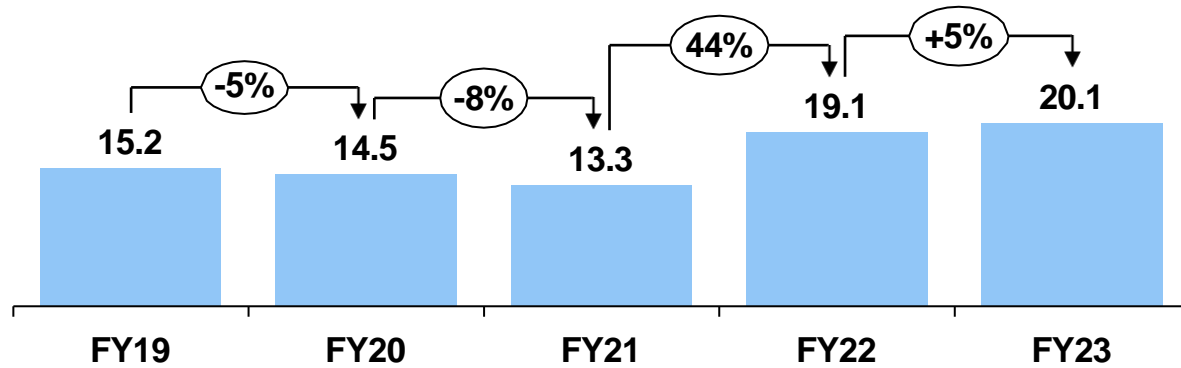
- Auto component industry¹ grew appreciably in FY23 on the back of pent-up vehicles demand driving sales, easing of supply shortages, and sales mix favoring larger vehicles
- Electric vehicles² accounted for ~2.9% of vehicles produced & ~2.7% total component consumption
- **Shift in preferences:** Customers have started to move towards **larger/more powerful vehicles** across all segments;
 - UVs (amongst PVs) – 49% in FY23 (vs. 46% in FY22),
 - M&HCVs (amongst CVs) – 37% in FY23 (vs. 34% in FY22)
 - Motorcycle Engine Capacity >250 CC<350 CC (amongst 2Whs) -3.23% in FY23 (vs. 4.17% in FY22)

Notes: 1 - excludes tyres, paints, powder coating, batteries & consumables

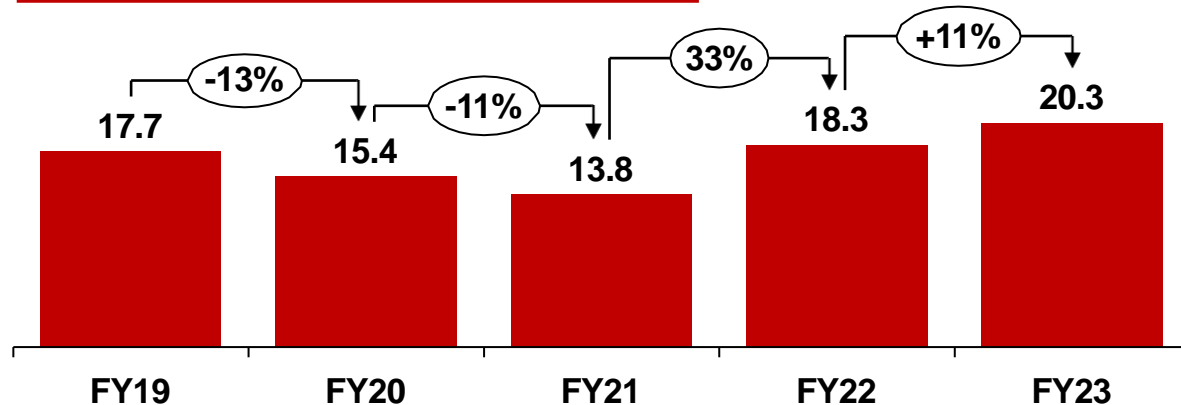
2 - EVs include only Li ion battery operated vehicles. Cost of Li ion battery excluded from component consumption calculations

FY 23: Exports & Imports - Balance of Trade

Total Exports | \$ Bn.



Total Imports | \$ Bn.

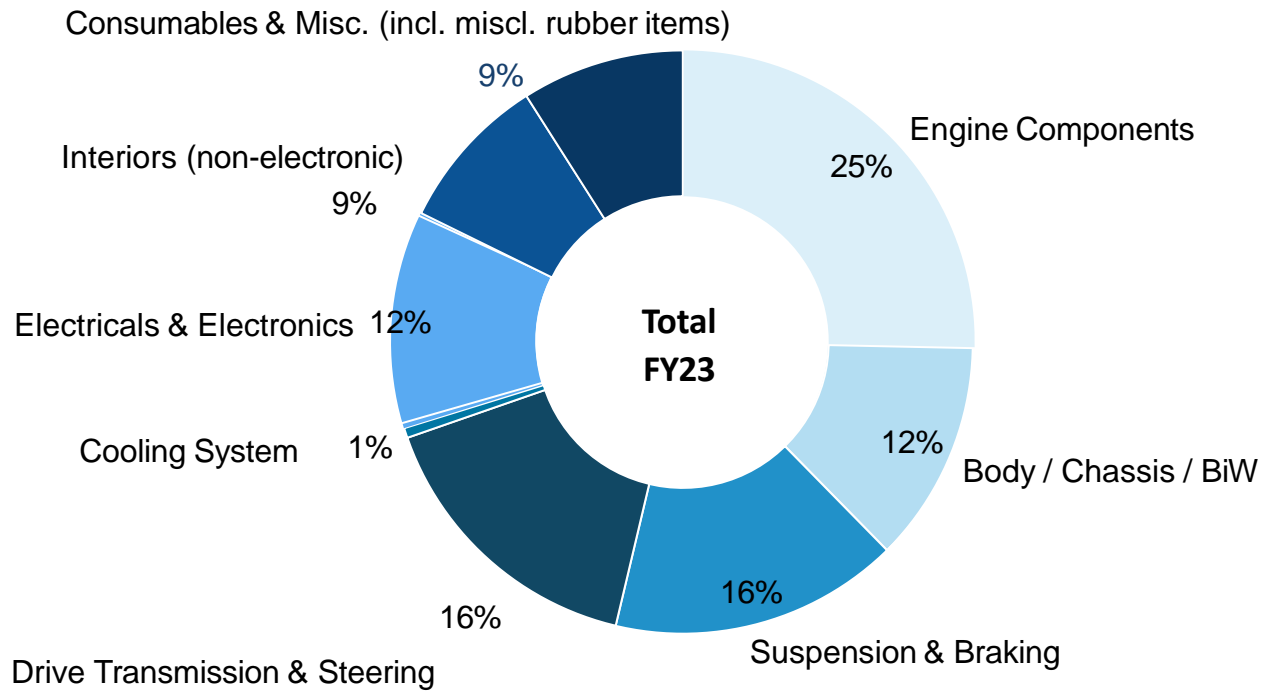


FY23- EXIM Performance

- Exports grew by ~5% and imports by 11% (vs. FY22)
- The trade deficit was \$200 million
- Several players expanded capacity due to positive exports outlook stemming from schemes such as Product Linked Incentive (PLI) and FTP

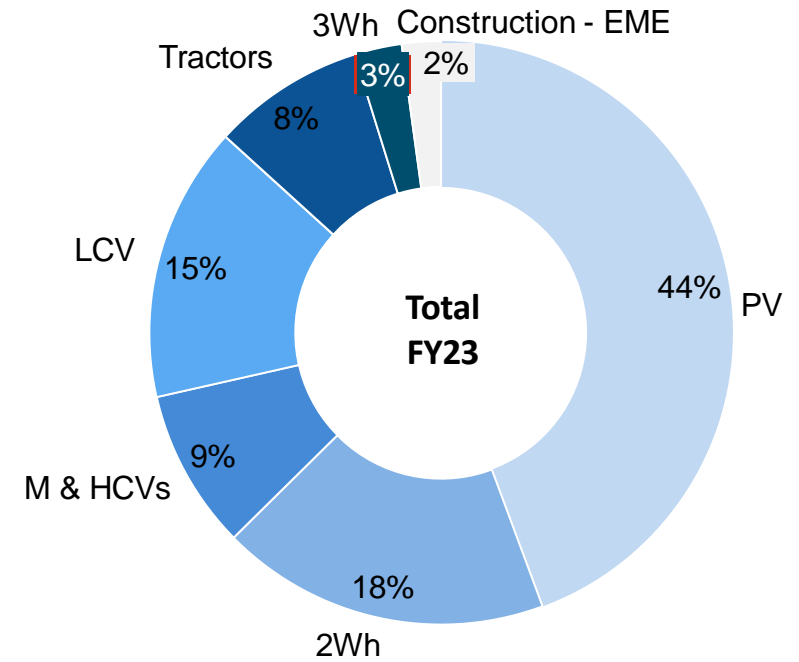
FY 23: Auto Components Industry Performance

Overall Component Sales By Category:

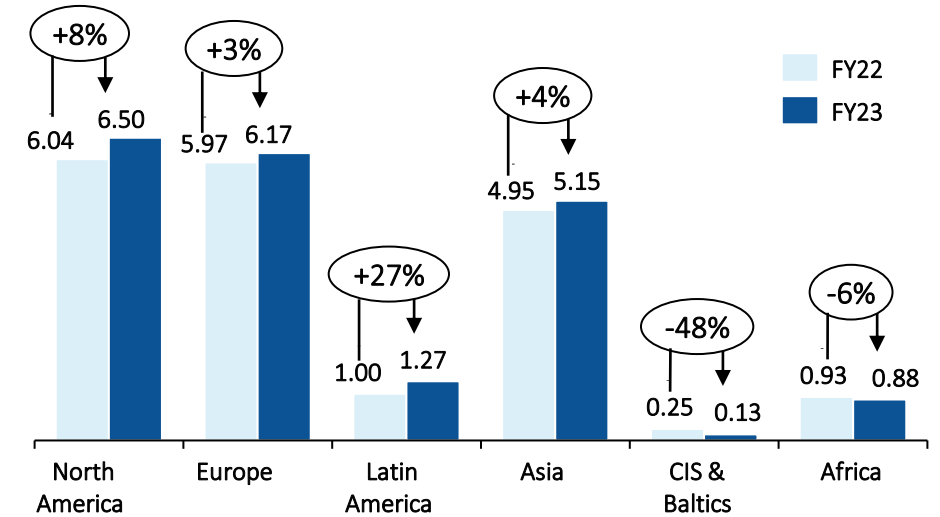
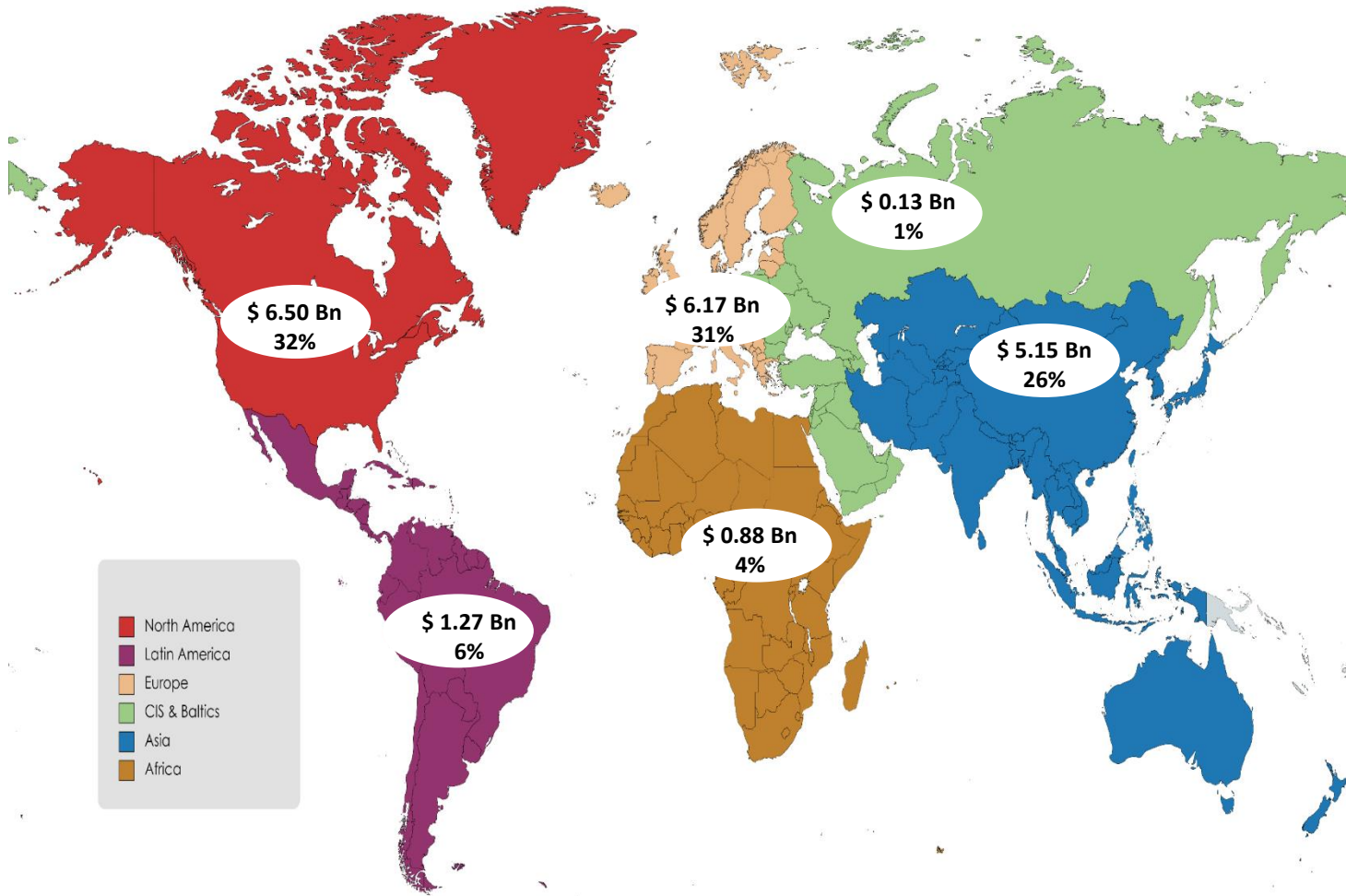


Includes Sales to OEMs, Aftermarket, and Balance of Trade

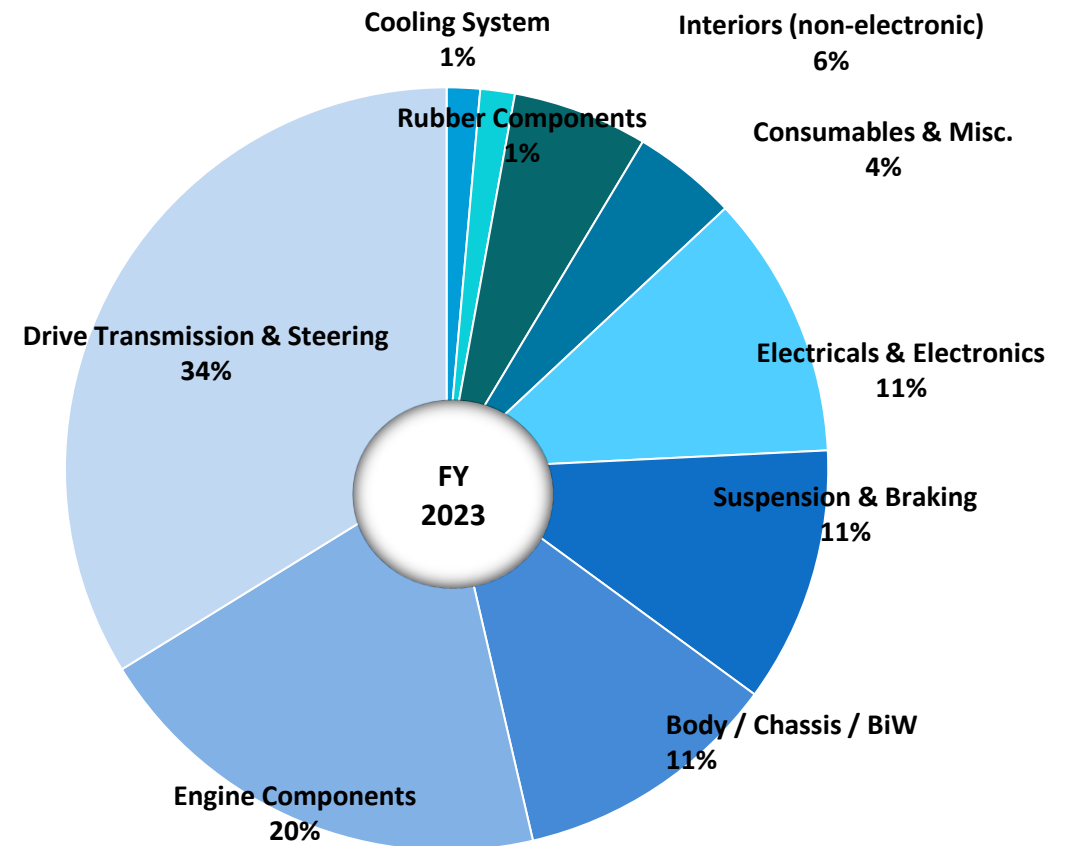
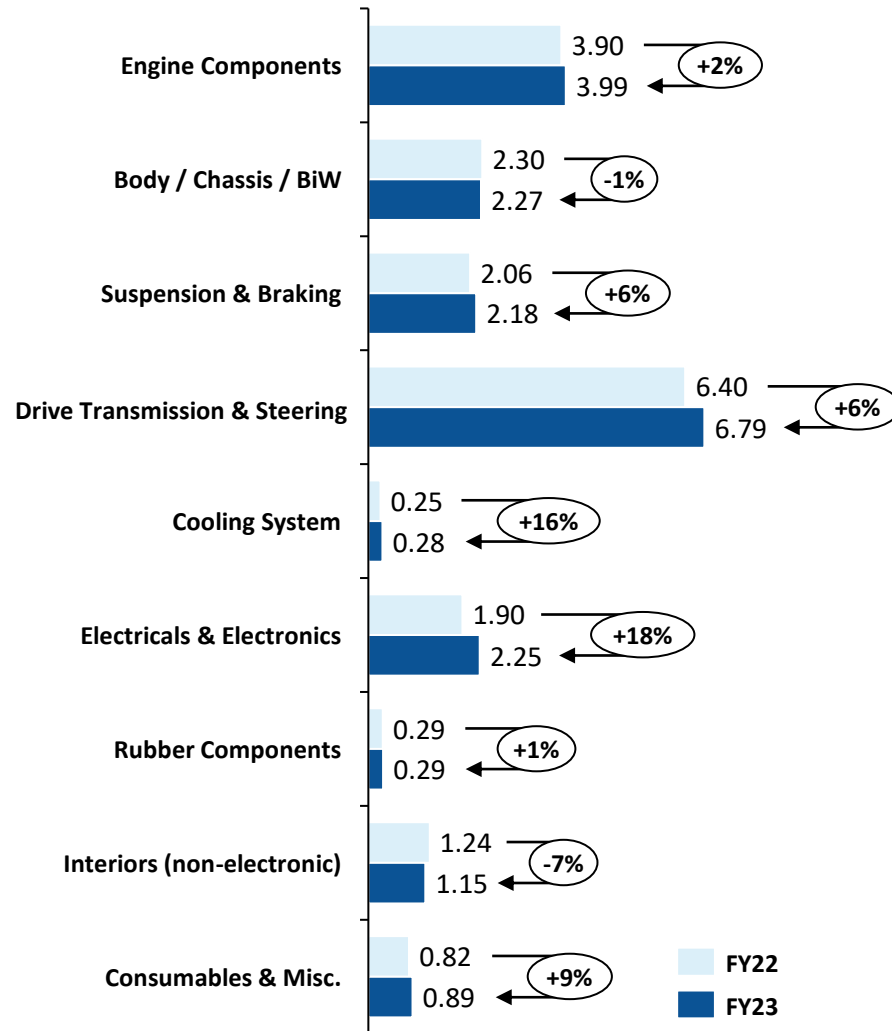
Component Sales to OEMs By Segment:



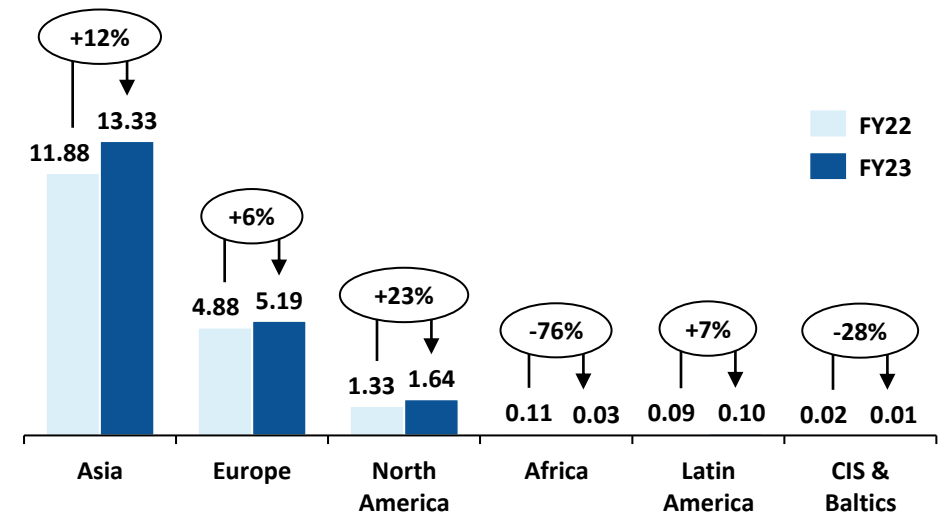
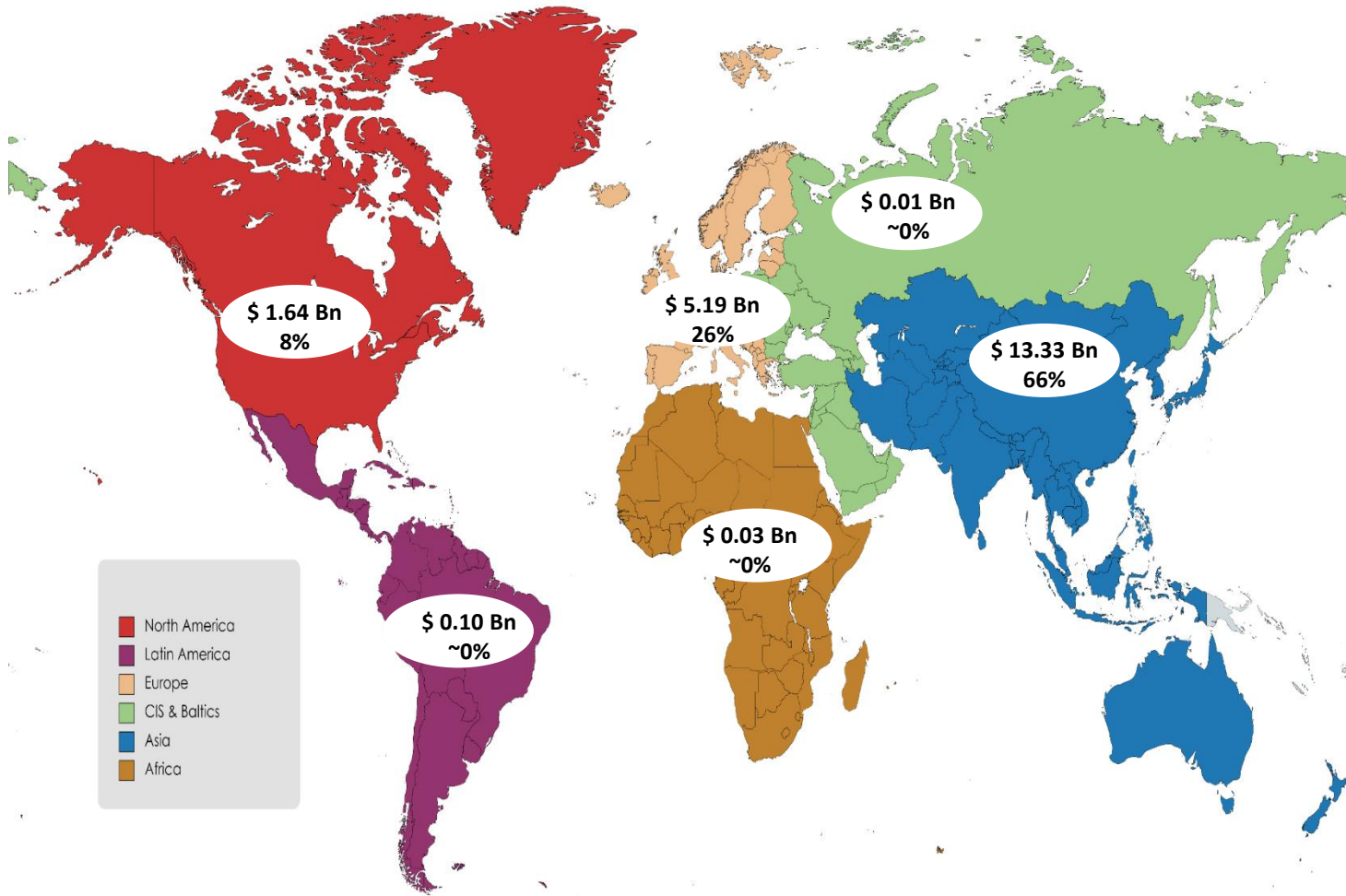
FY 23: Region wise Exports



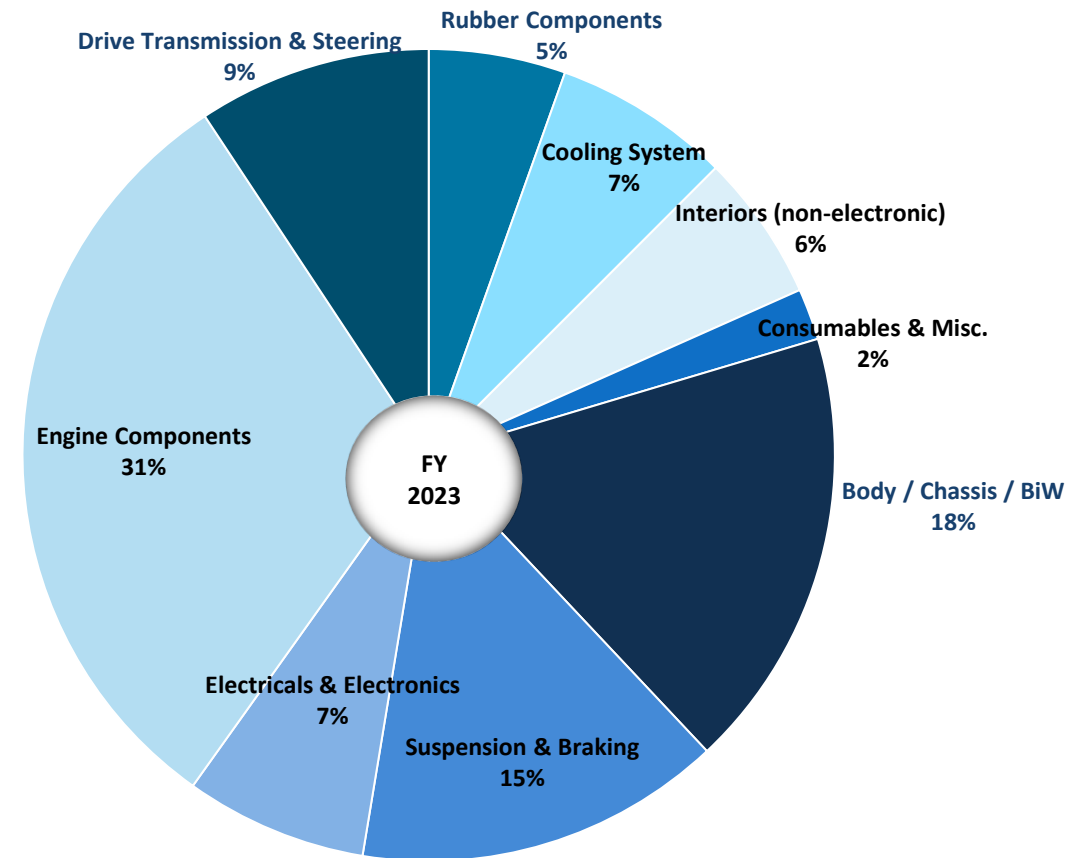
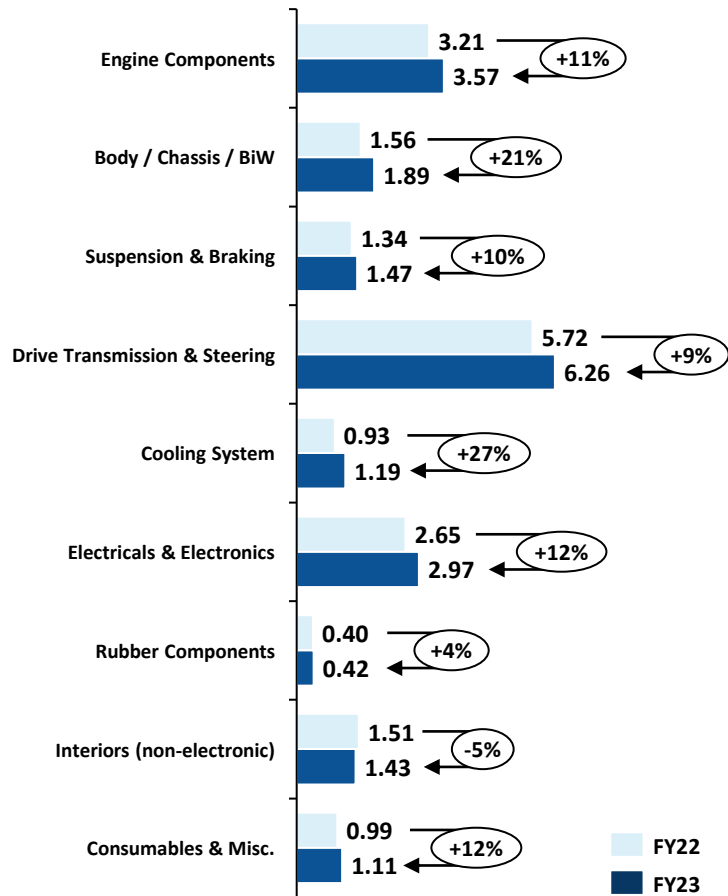
Exports : Segmentation by product type



FY 23: Region wise Imports



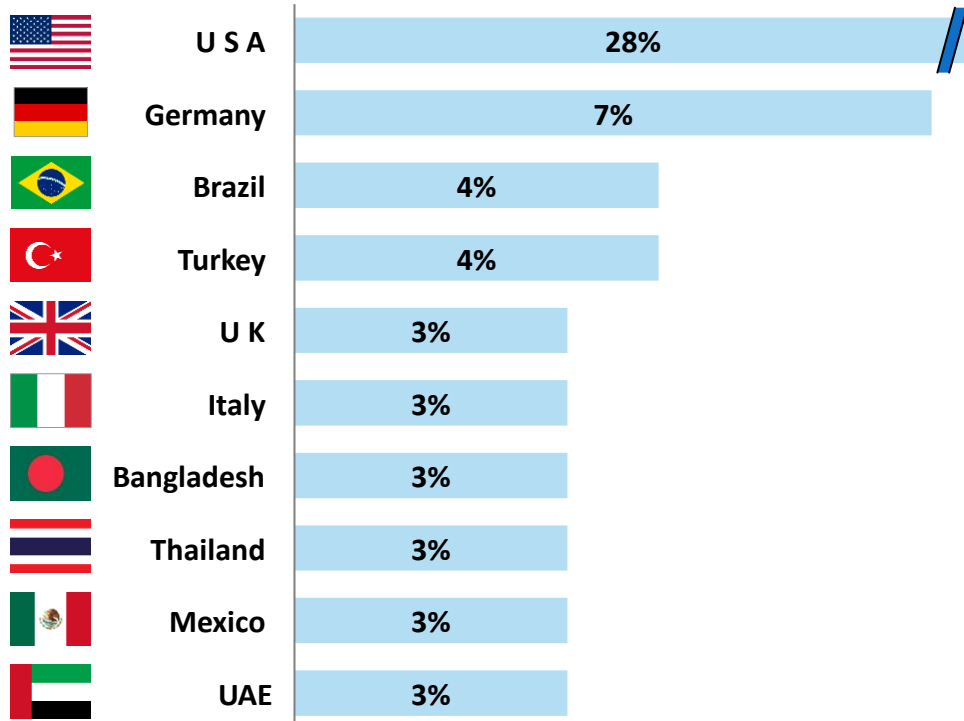
Imports : Segmentation by product type



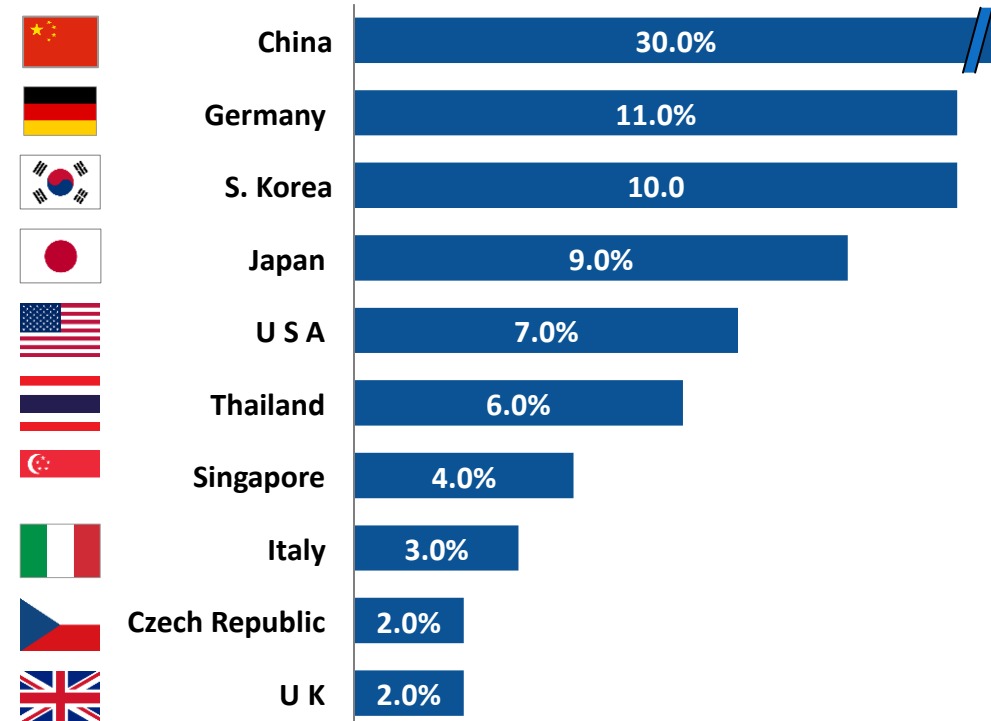
Country wise: Imports & Exports

USA key destination for exports while China is key source of imports

Exports (% of Total)



Imports (% of Total)



Summary: FY 2023 vs FY 2022

| Figures in INR Crore | FY 2022 | FY 2023 | Growth Rate |
|--------------------------------|----------------|----------------|--------------|
| Auto Components Supply to OEMs | 341,203 | 476,022 | 39.5% |
| Aftermarket | 74,203 | 85,333 | 15.0% |
| Exports | 142,295 | 161,483 | 13.5% |
| Imports | 136,335 | 163,090 | 19.6% |
| Industry Turnover | 420,366 | 559,748 | 32.8% |

| Figures in USD Billion | FY 2022 | FY 2023 | Growth Rate |
|--------------------------------|-------------|-------------|--------------|
| Auto Components Supply to OEMs | 45.8 | 59.3 | 29.4% |
| Aftermarket | 10.0 | 10.6 | 6.6% |
| Exports | 19.0 | 20.1 | 5.2% |
| Imports | 18.3 | 20.3 | 10.9% |
| Industry Turnover | 56.5 | 69.7 | 23.2% |

Headwinds and Tailwinds

Tailwinds

- High estimated GDP growth for FY 2024
- Domestic Vehicle demand continues to be strong
- Emphasis on infrastructure development
- Stable international demand/Exports
- Focus on clean and new technology
- New entrants in mobility space
- Govt Focus: Carbon Neutrality

Headwinds

- Russia-Ukraine War
- Recessionary trends in Europe & US
- High GST rates on auto components

We hope for a Positive growth Curve for the Next 5 Years!

Thank You



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