

# **ACMA**

Automotive Component Manufacturers Association of India

## **Auto Components Industry in India - A Perspective**



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# Snapshot of Indian Automotive Industry

## 3<sup>rd</sup> Largest Automotive industry globally

Contribution to Industrial GDP:  
35 %

Employment:  
Direct : 4.2 million  
Indirect : 25.8 million

Contribution to GDP:  
~6.5 %

Exports:  
17 % of total export

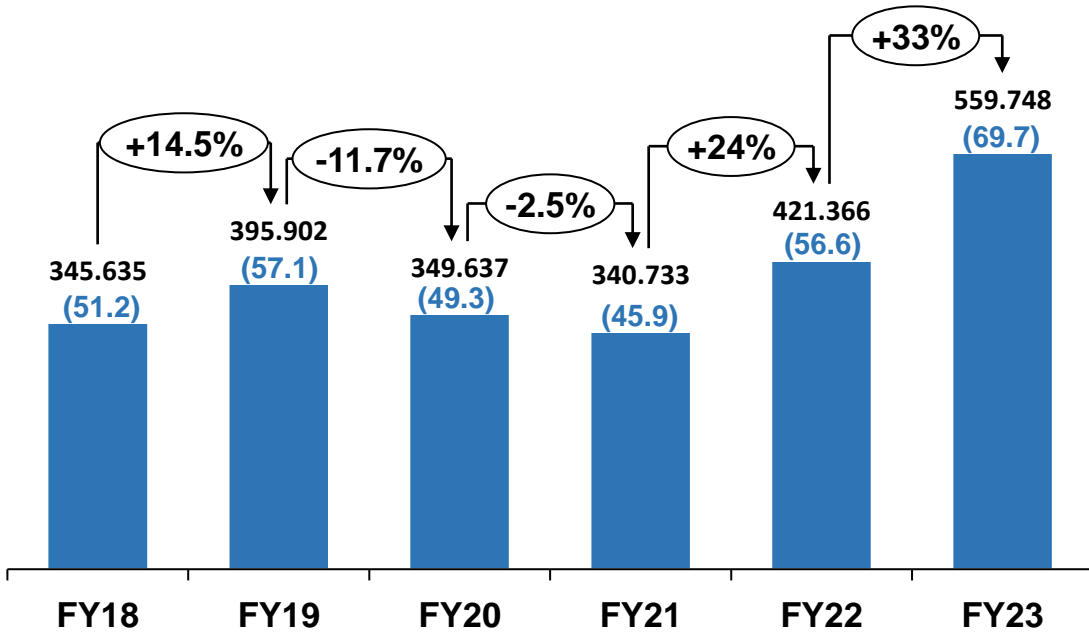
Contribution to  
Manufacturing GDP:  
40%

GST Contribution:  
14 % of total GST Collection



# FY 2023 : Auto Components Industry Performance

## Size of industry | INR Cr (USD Bn)



The auto-components industry has grown 23% y-o-y on the back of strong exports performance & replacement market growth

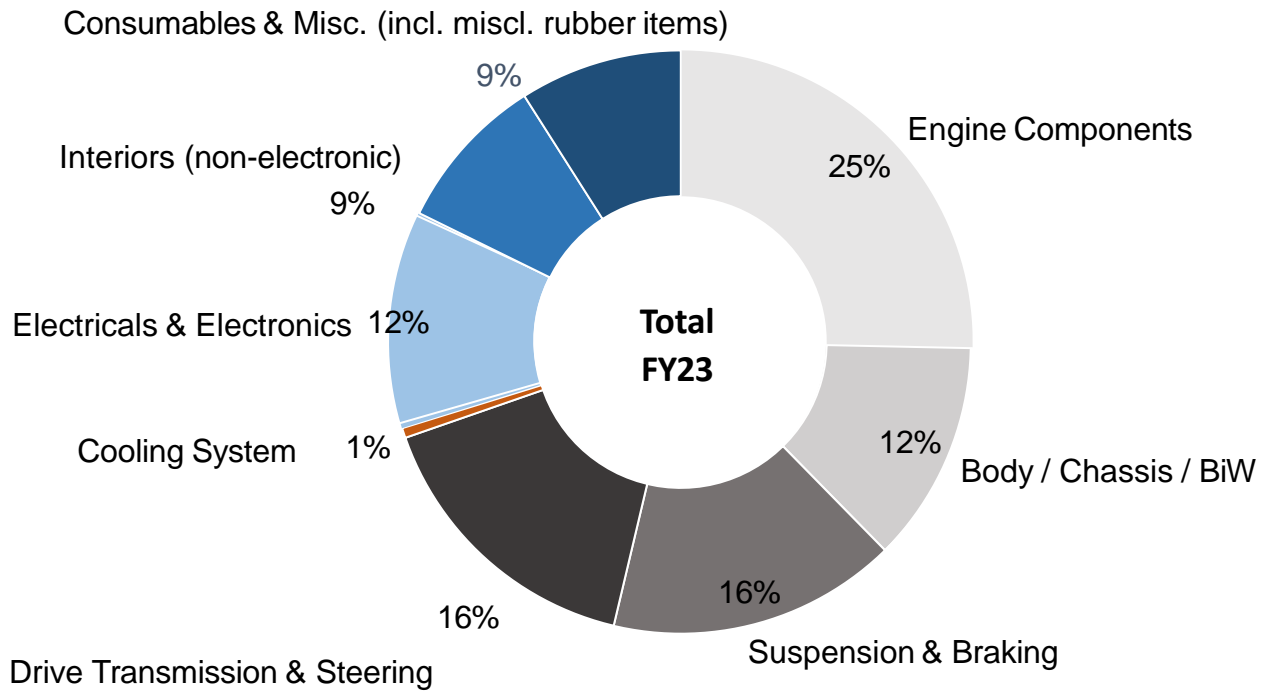
## FY223– Auto components industry performance

- Auto component industry<sup>1</sup> 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 vehicles<sup>2</sup> 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)

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

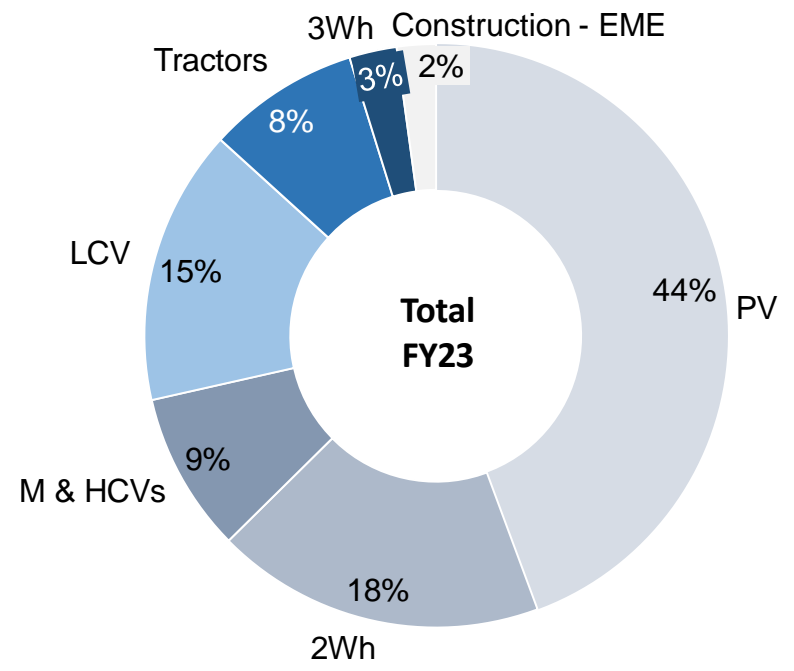
# FY 23: Auto Components Industry Performance

## Overall Component Sales By Category:

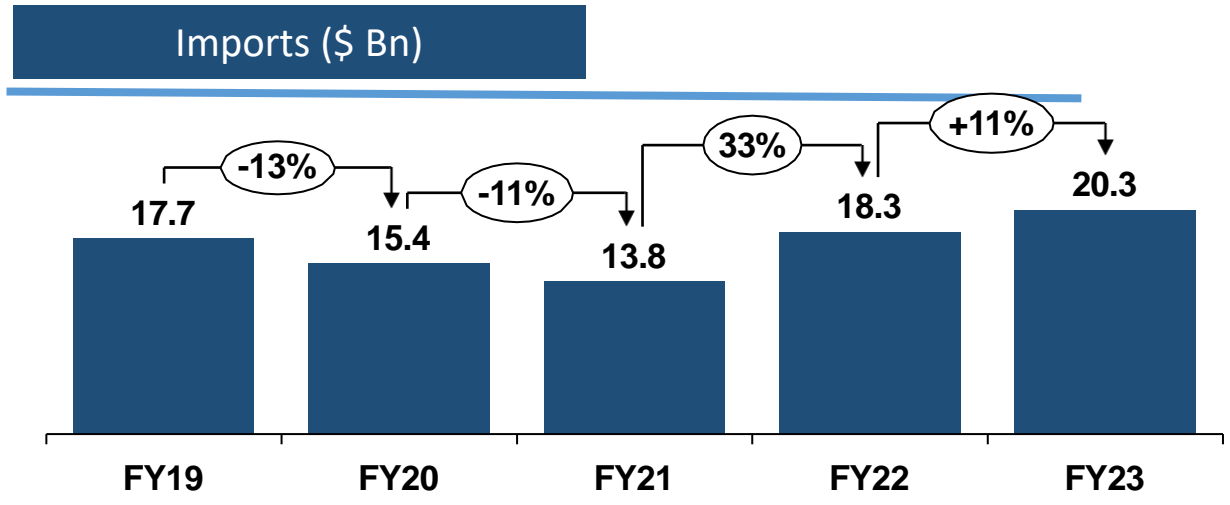
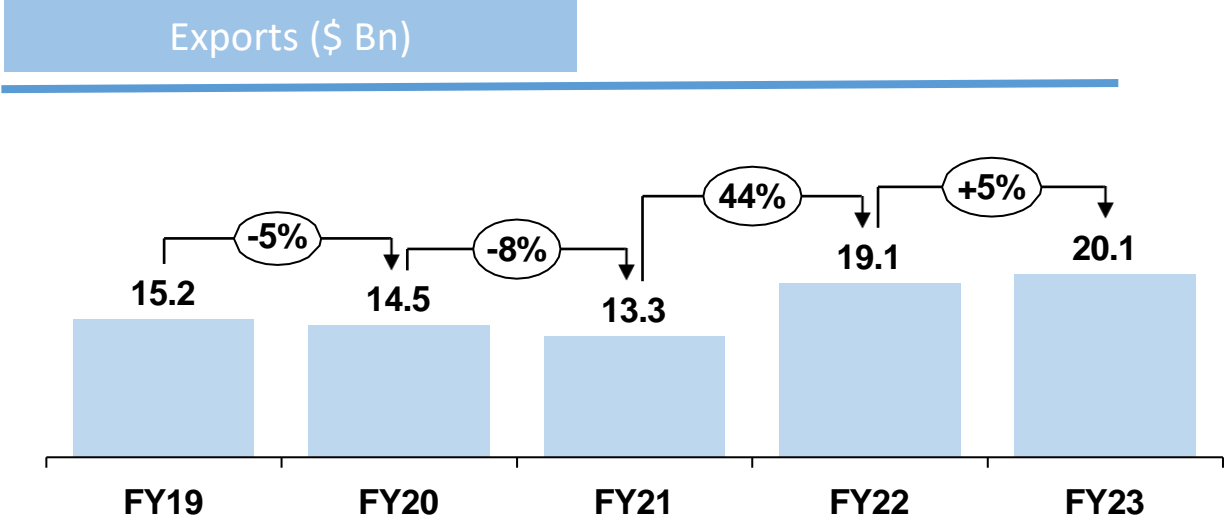


*Includes Sales to OEMs, Aftermarket, and Balance of Trade*

## Component Sales to OEMs By Segment:



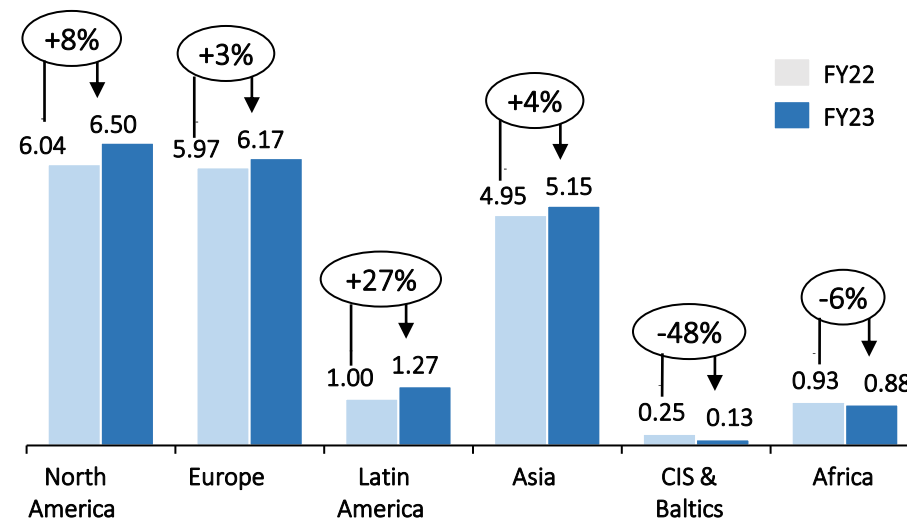
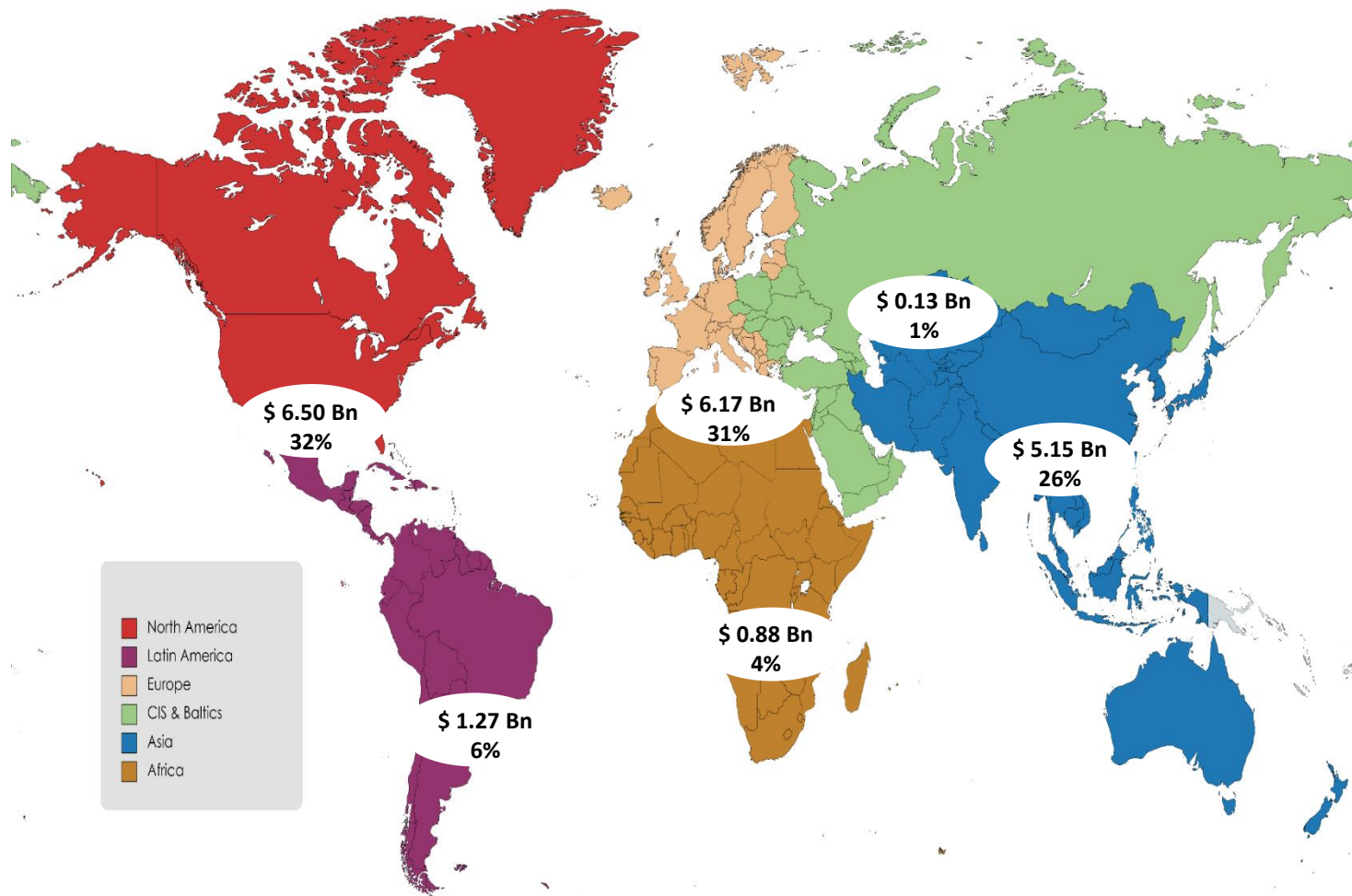
# FY 2023: Exports & Imports - Balance of Trade



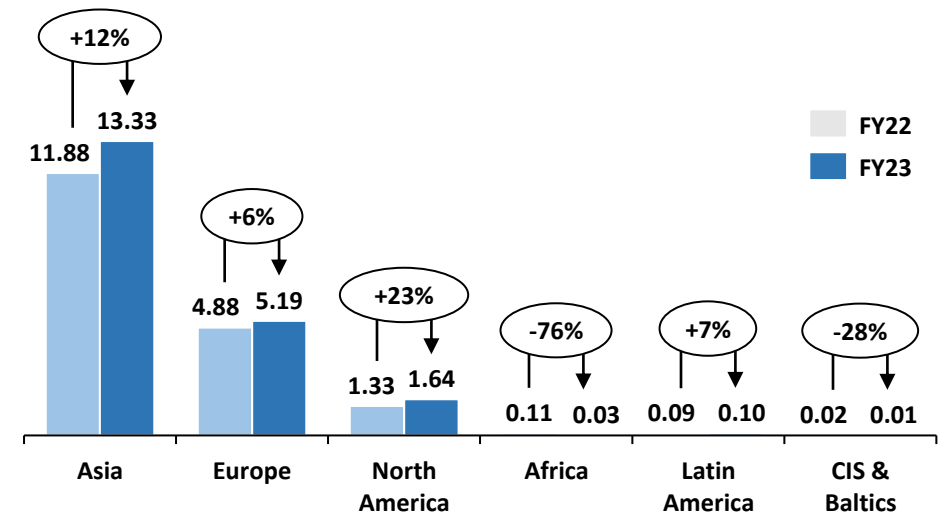
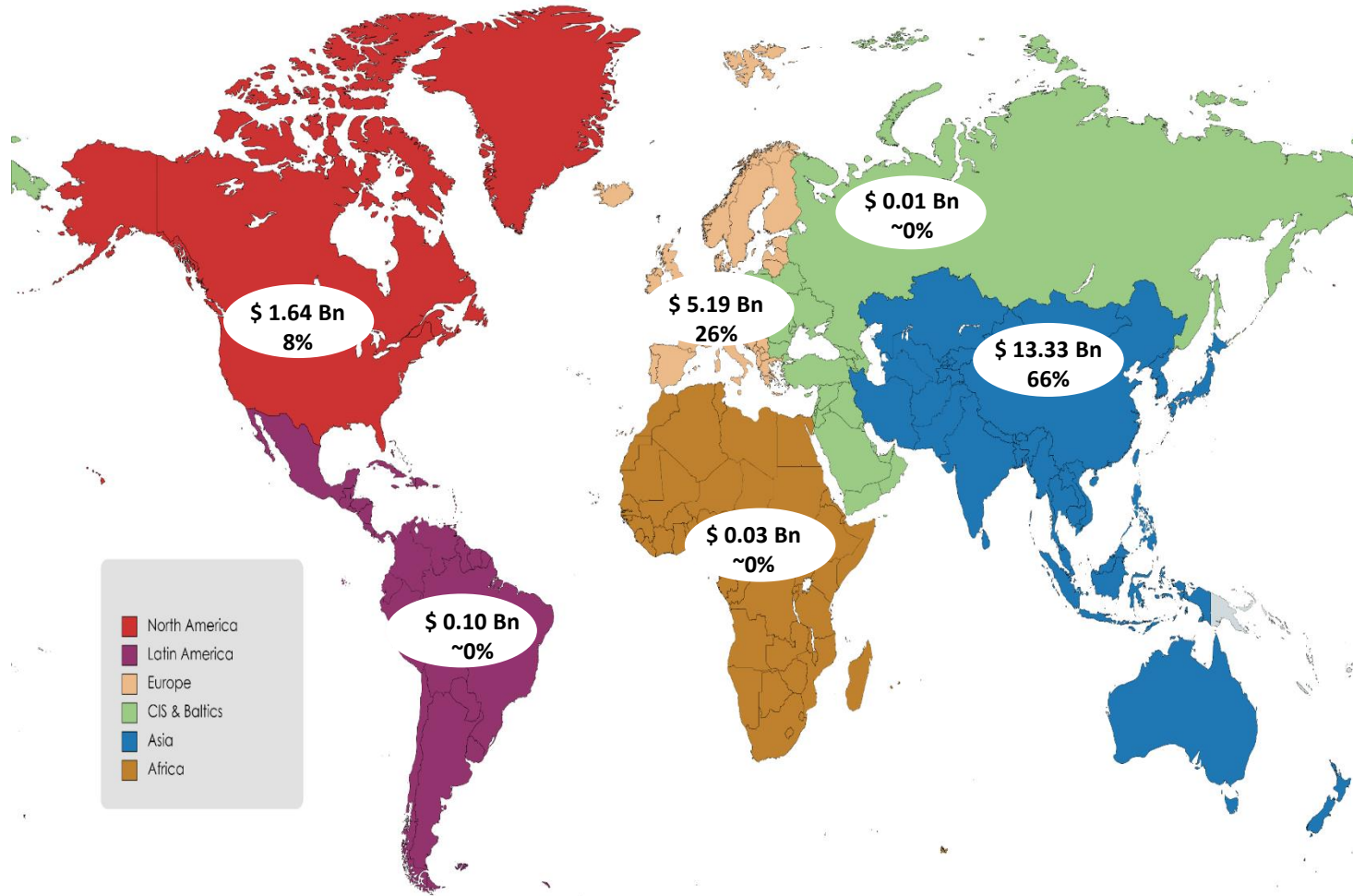
## FY23 EXIM Performance

- 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

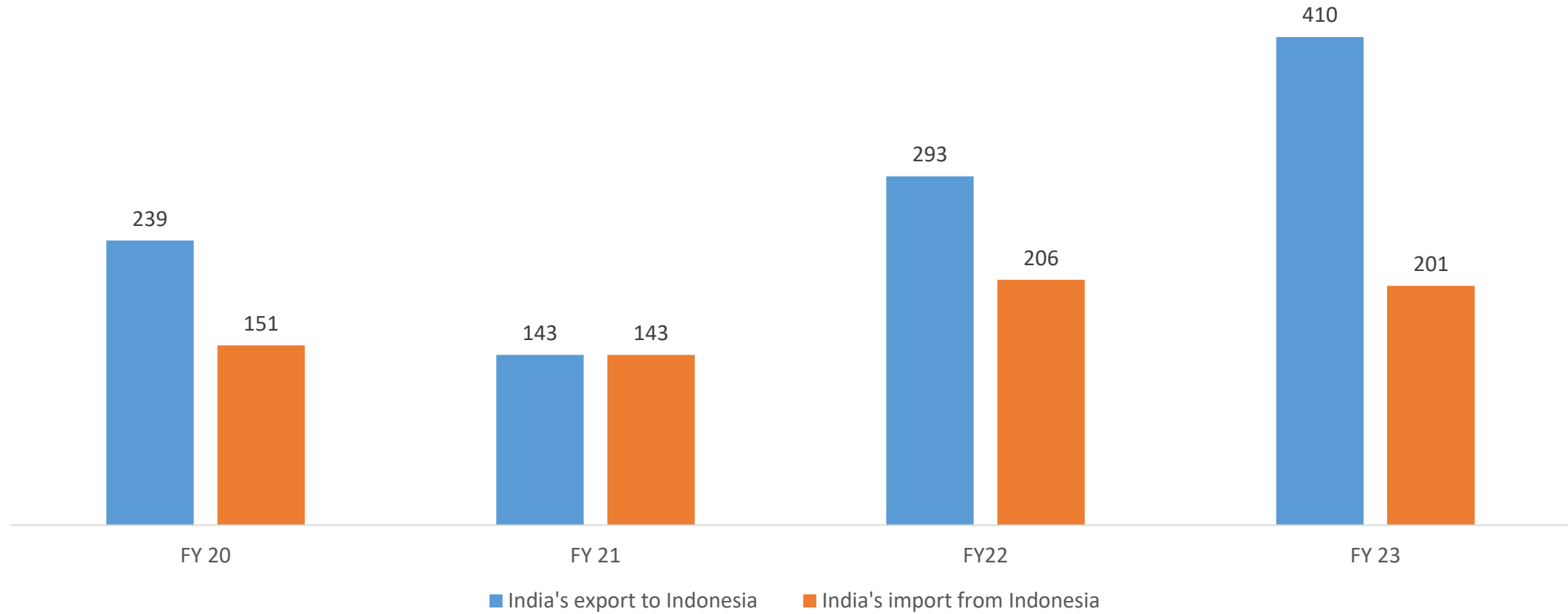
# FY 23: Region wise Exports



# FY 23: Region wise Imports



# Trade Demography-India & Indonesia



\*figures in Million USD



# FY24: Outlook for Auto Component Industry

## 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

- Geo-Political Challenges
- Recessionary trends in Europe & US
- Some Uncertainty in Supply chain/  
Semiconductors

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



*Thank You*

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