

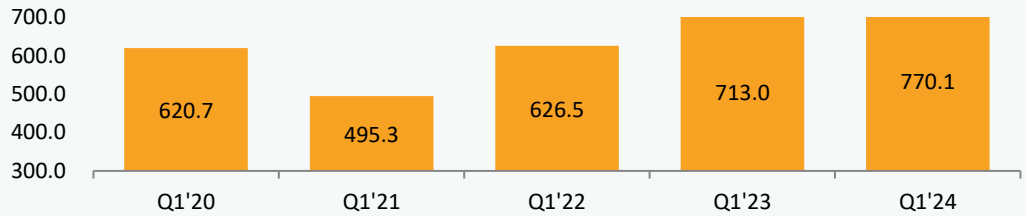


MANUFACTURING



MARKET SIZE

Quarterly estimates of GVA at current prices (US\$ billion)

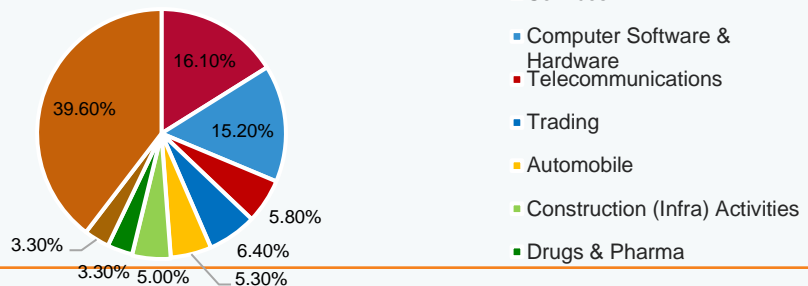


Note: FY - Indian Financial Year (April -March)



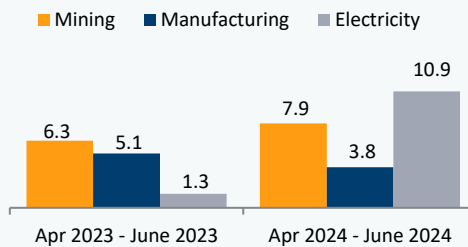
SECTOR COMPOSITION

Total FDI equity inflow in the manufacturing subsectors between April 2000 - March 2024

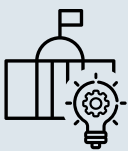
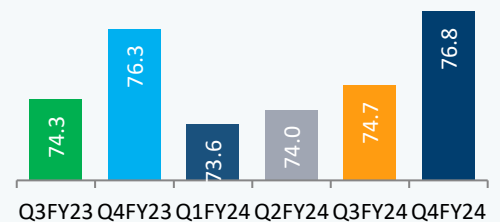


KEY TRENDS

Annual Growth Rates of IIP (%) at Sectoral level



Capacity Utilization in Manufacturing Sector (%)



GOVERNMENT INITIATIVES



Make in India



Skill India



National Manufacturing Policy



ADVANTAGE INDIA

- Robust demand:** Manufacturing exports have registered highest ever annual exports of US\$ 447.46 billion with 6.03% growth during FY23 surpassing the previous year record exports of US\$ 422 billion. During FY25 (Until June 2024), India's merchandise exports reached US\$ 109.11 billion, up from US\$ 101.87 billion in the previous fiscal.
- Increasing Investment:** FDI in India's manufacturing sector has reached US\$ 165.1 billion, a 69% increase over the past decade, driven by production-linked incentive (PLI) schemes. In the last five years, total FDI inflows amounted to US\$ 383.5 billion.
- Policy support :** DPIIT is boosting India's startup ecosystem and manufacturing sector by developing incubators to foster innovation, enhance competitiveness, create jobs, and strengthen the country's self-reliance and global trade position, with support from government initiatives and collaborations between corporates and startups.
- Competitive Advantage:** The positive developments in the manufacturing sector, driven by production capacity expansion, government policy support, heightened M&A activity, and PE/VC-led investment, are creating a robust pipeline for the country's sustained economic growth in the years to come.