



Automotive Component Manufacturers Association Of India

Press Conference

Auto Components Industry Review

H1 FY 2022/ H1 FY 2021

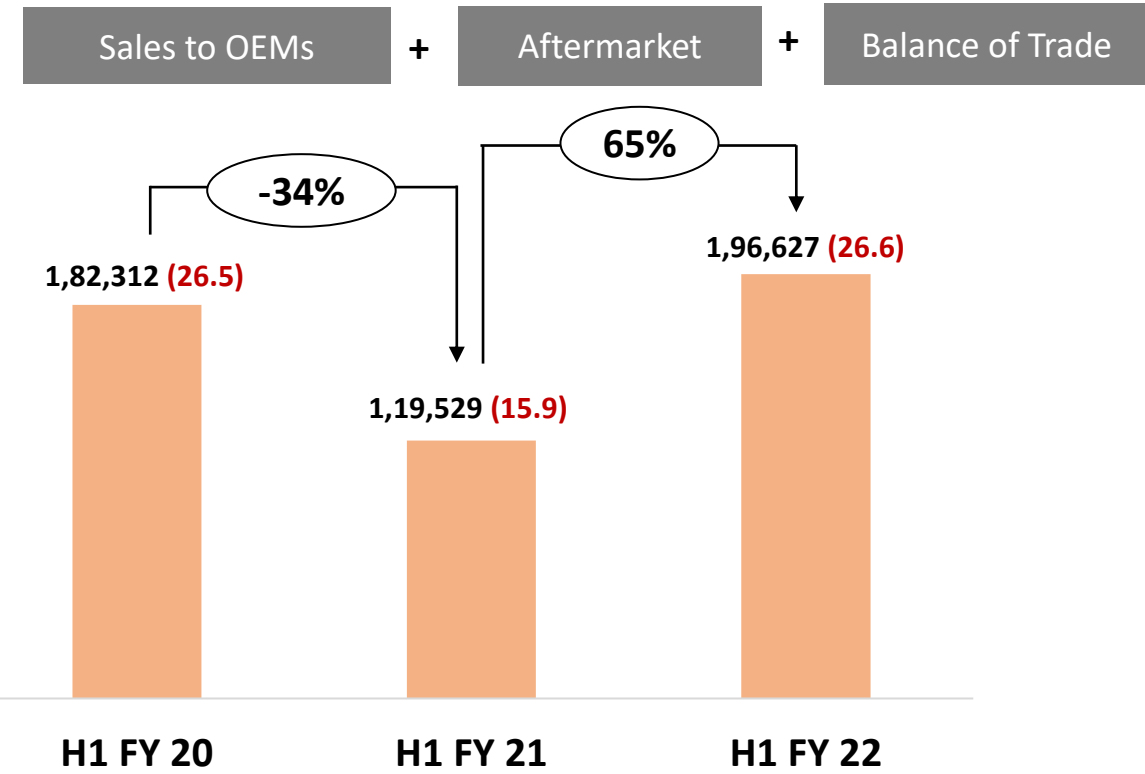
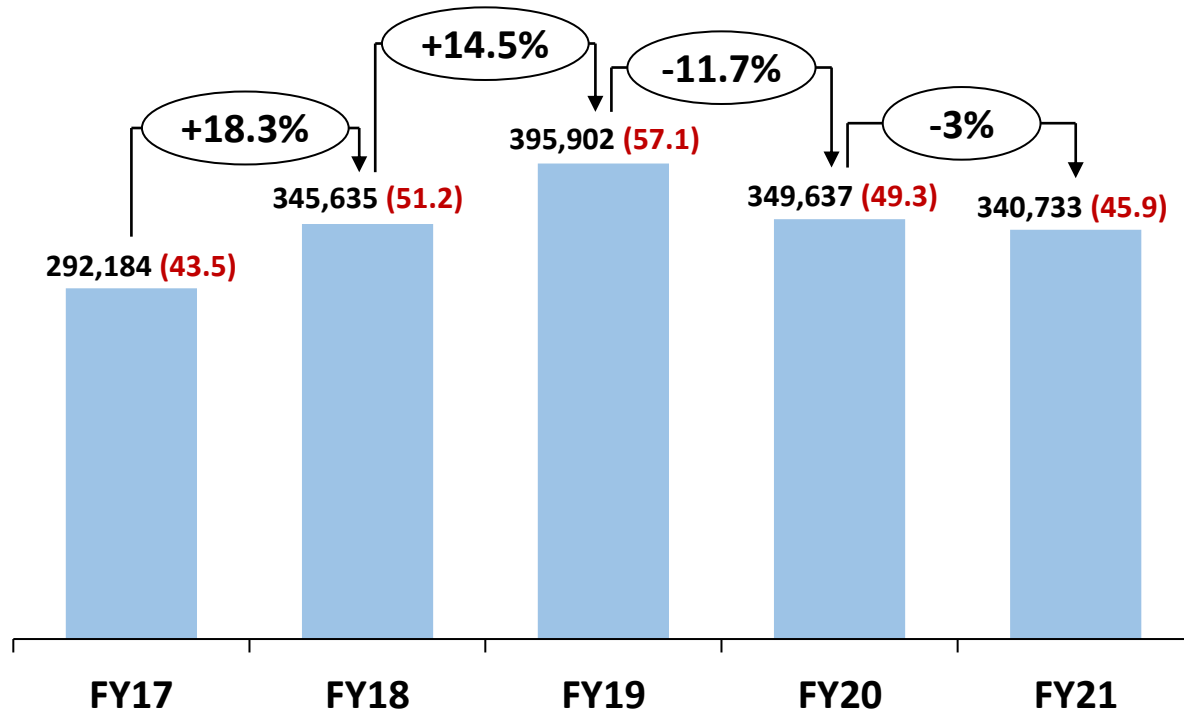
21st December 2021, New Delhi



Auto Components Industry Update: H1 FY 2022 vs H1 FY 2021

H1 FY 2022 : Auto Components Industry Performance

Size of industry | INR Cr (USD Bn)

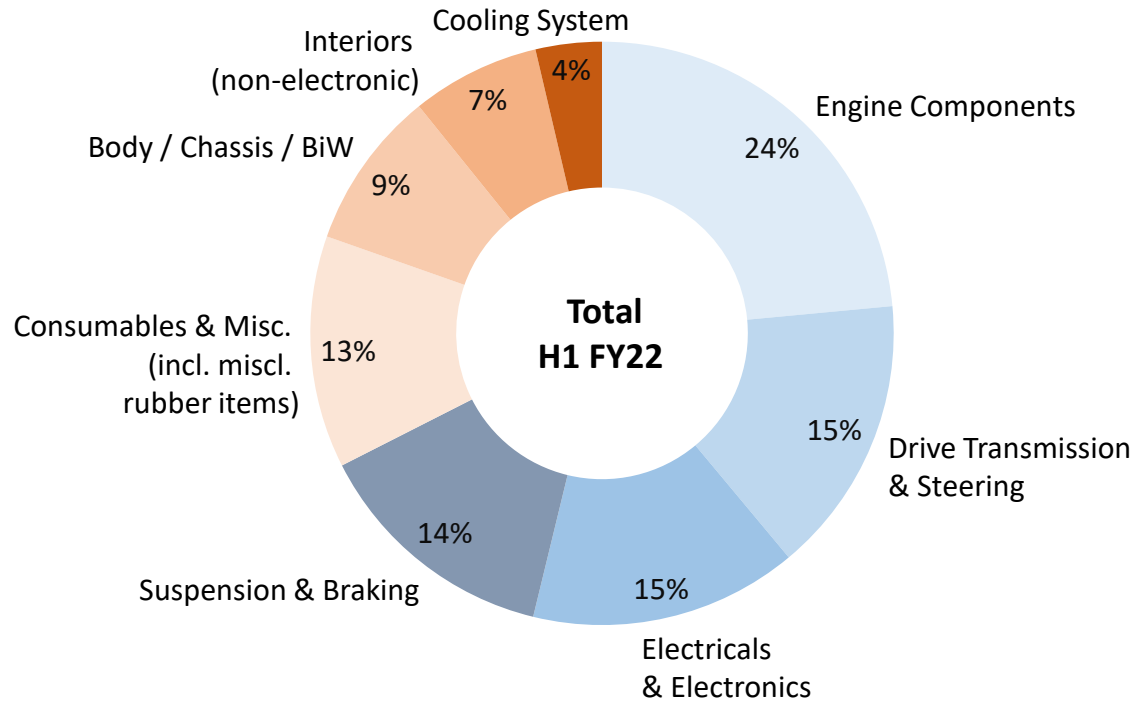


H1 FY22 – Auto Components Industry Performance

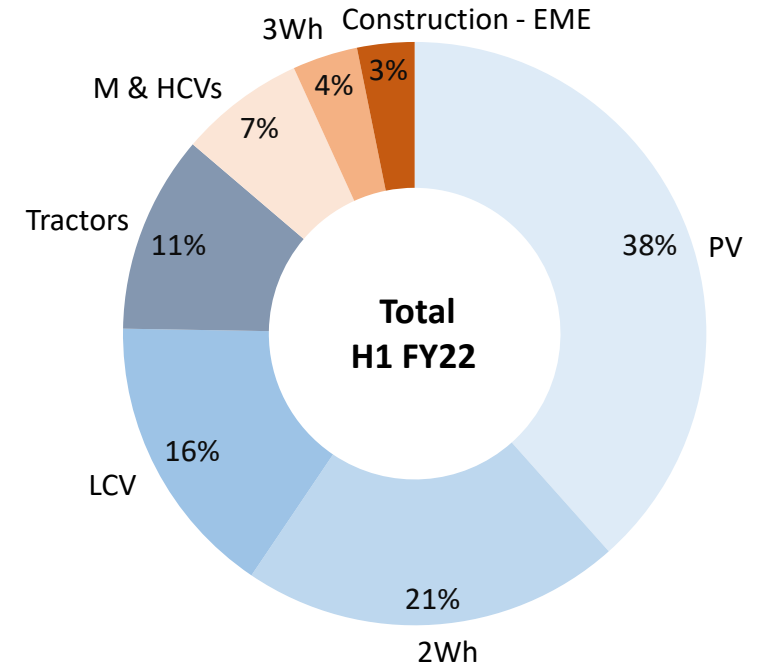
- The period covered comprises the months of April, May and June, which suffered the onset of the second wave of COVID-19.
- The first half of FY22 comprised two months of near-complete lockdown, followed by months of staggered reopening in different states across the country.
- However, the impact of the second wave wasn't as severe on industrial activity and domestic production as the first wave.
- Coupled with global supply constraints – brought upon a surge in international demand and thus handed India a positive trade balance.

H1 FY 2022: Sales to OEMs

Component Sales By Category:



Component Sales By segment:



H1 FY22 Sales to OEMs

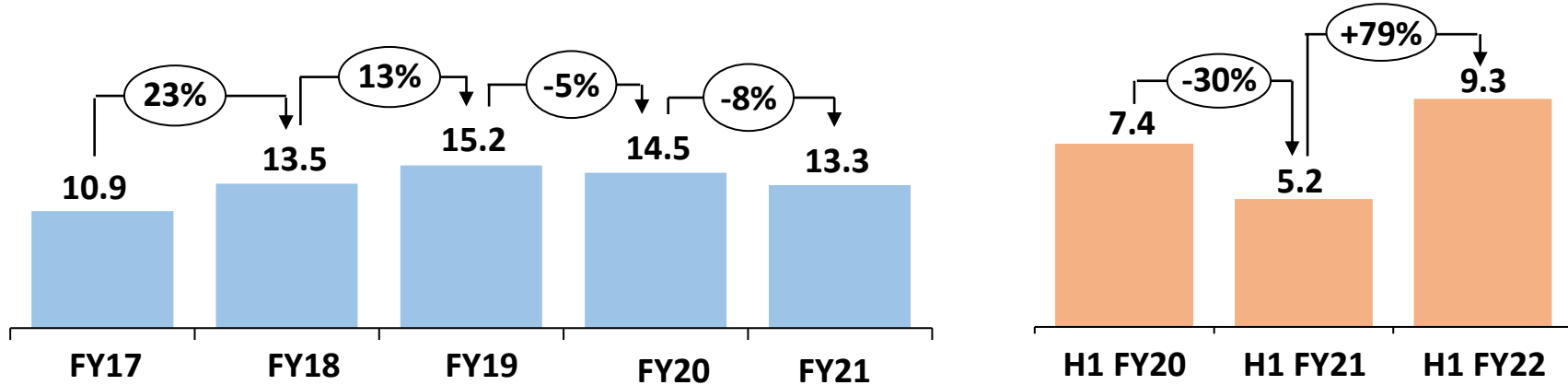
Sales to OEMs increased by 76% from Rs. 87 thousand cr. (\$ 11.6 bn) in H1 FY21 to Rs. 1,53 lakh cr. (\$20.7 bn) in H1 FY 22

H1 FY 2022: Exports & Imports - Balance of Trade

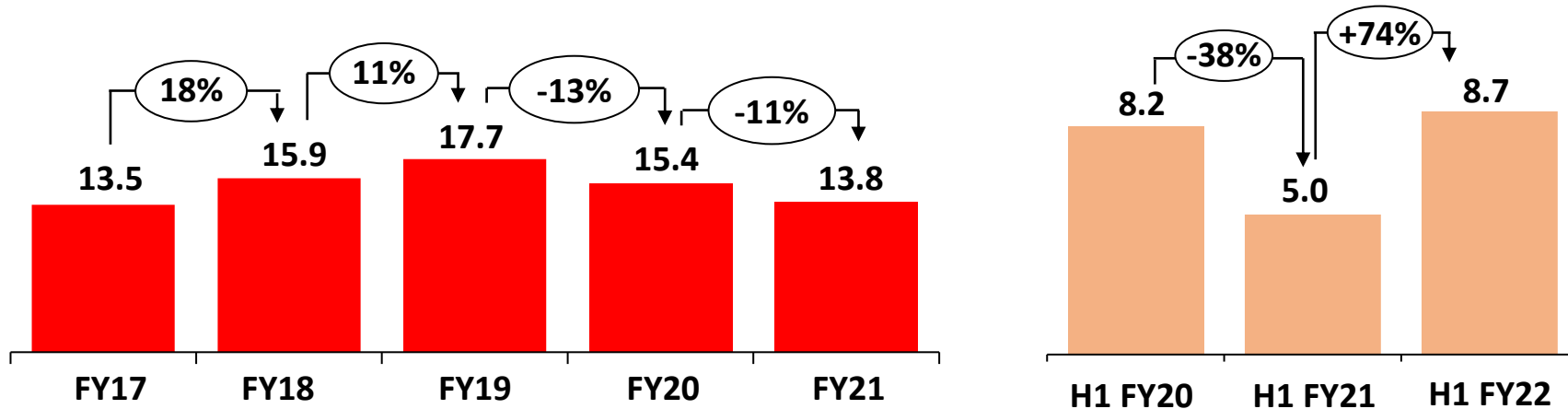
India recorded a trade surplus in H1: Function of strong demand for exports

H1 FY22 EXIM Performance

Exports (\$ Bn)



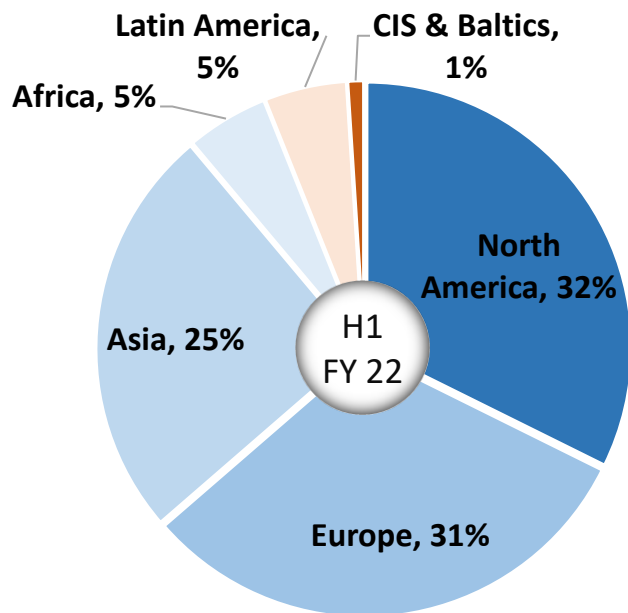
Imports (\$ Bn)



- India reported a **\$600 Mn surplus** in H1 FY22 (vs. **\$200 Mn surplus** in H1 FY21)
- Exports rose by **~79%** on account of a diminished impact of the second wave on foreign nations
- **~74%** increase in imports Y-o-Y: higher demand in the domestic market compared to H1 FY21, supply chain deficiencies globally
- A manifold increase in demand for luxury vehicles and high-end cars aided the demand for component imports

H1 FY 2022: Region wise Exports

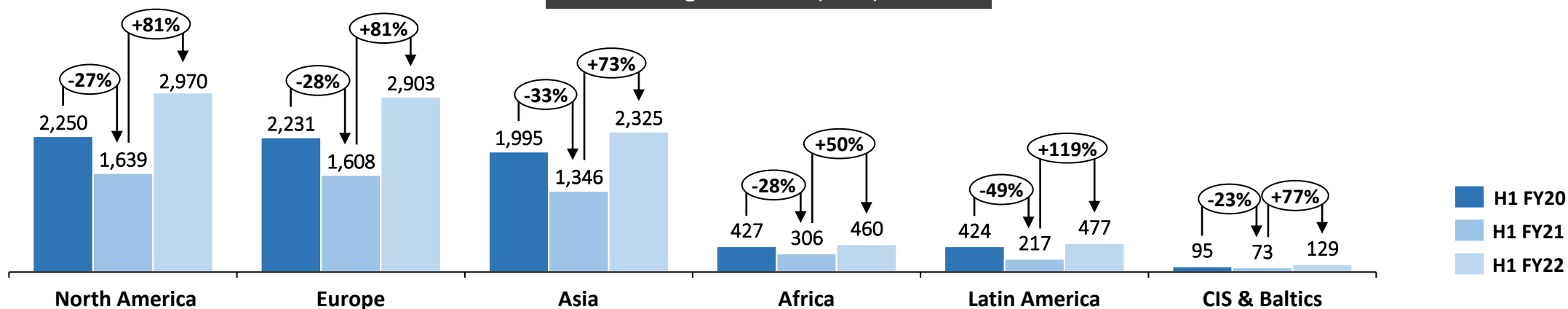
Total Exports in H1 FY 2022
USD 9.3 Billion



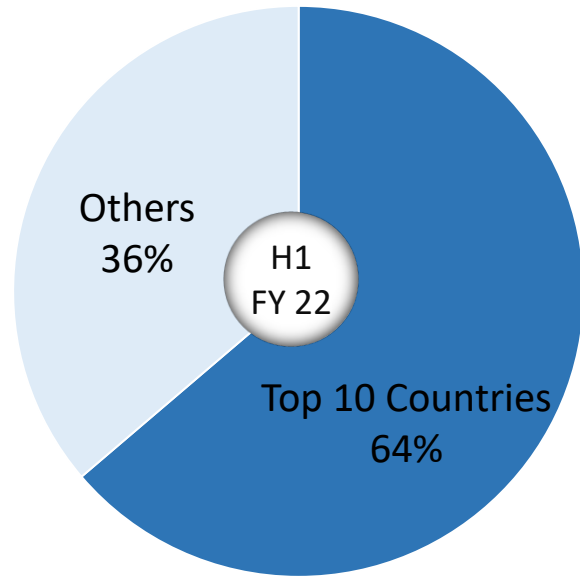
H1 FY2022 – Export performance

- Europe and North America remain the two primary export destinations, together accounting for ~63% of exports and both having outperformed the market average.
- African exports underperformed over the last fiscal year, as Africa was amongst the hardest hit regions by the second wave.

Regional view (\$ Bn)



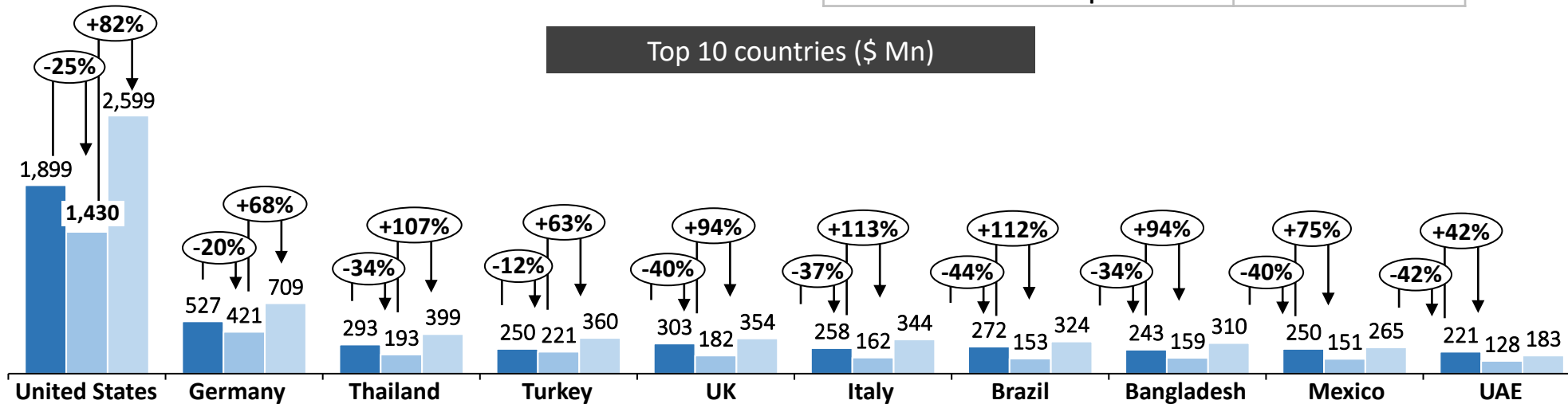
H1 FY 2022: Country wise Exports



Top 10 Countries	Share of Ex H1-FY22
U S A	28%
Germany	8%
Thailand	4%
Turkey	4%
U K	4%
Italy	4%
Brazil	3%
Bangladesh Pr	3%
Mexico	3%
China P Rp	3%

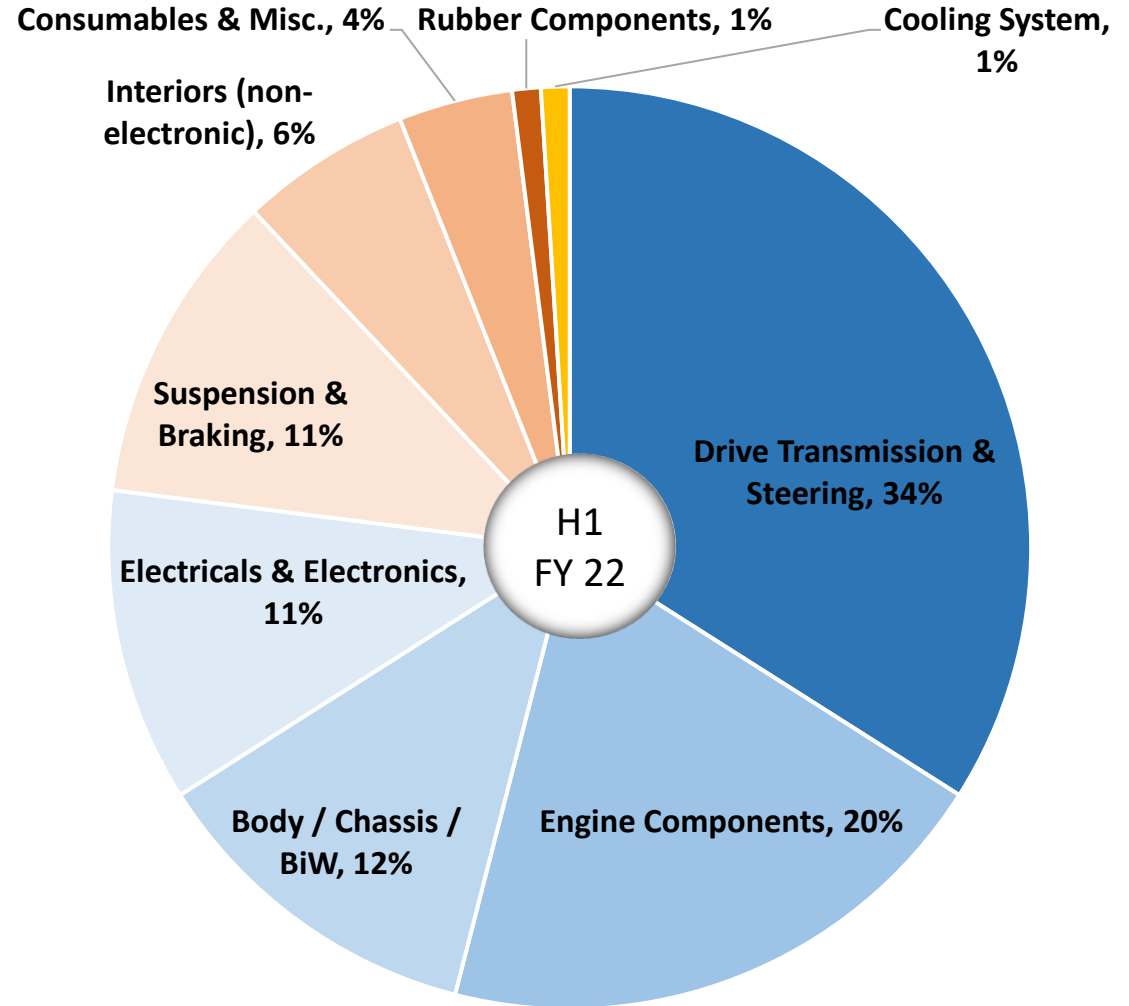
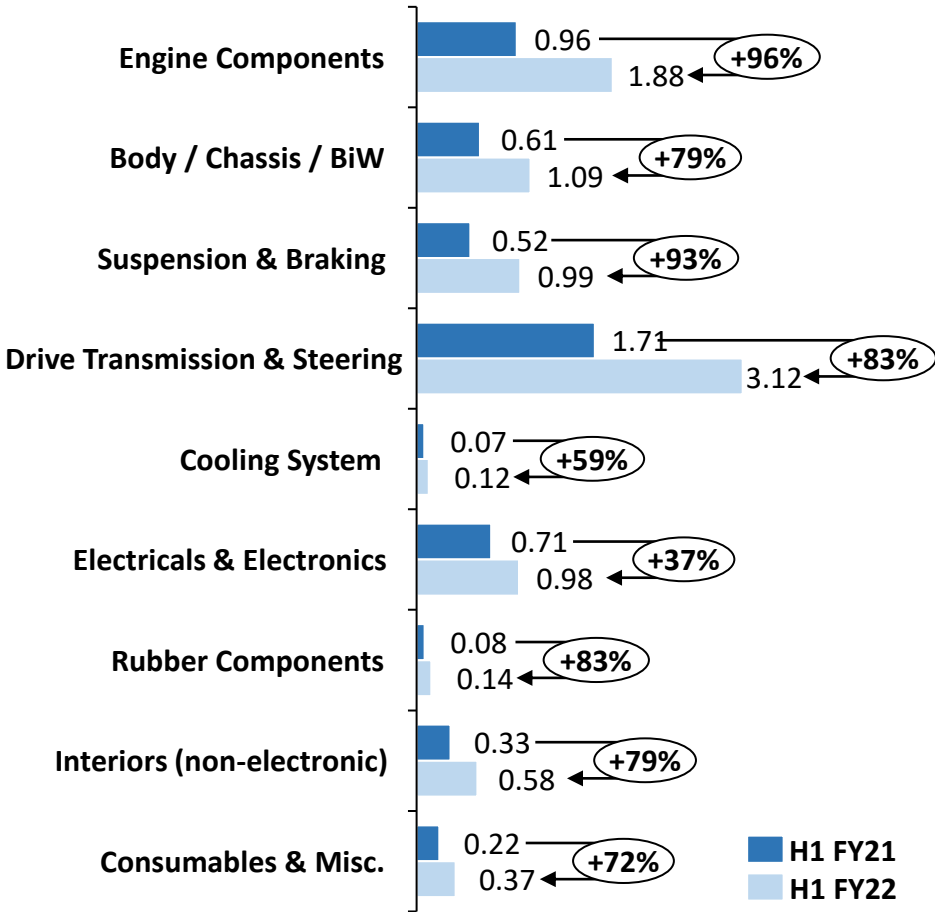


Top 10 countries (\$ Mn)



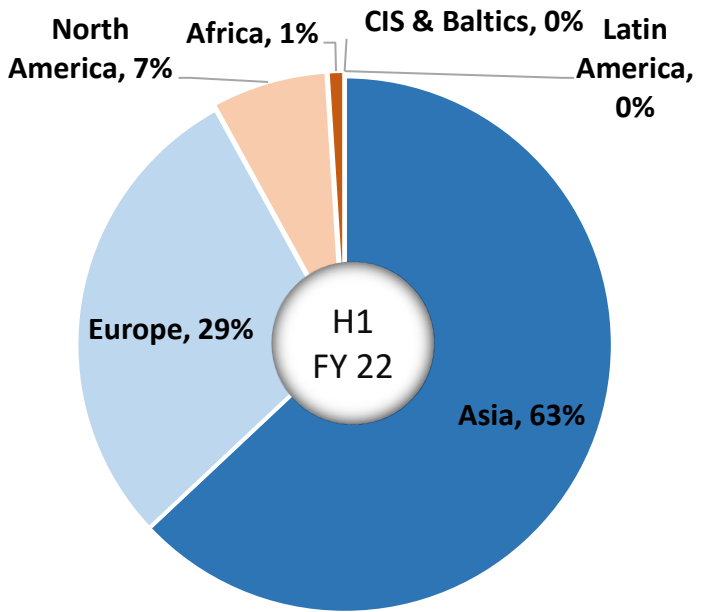
■ H1 FY20
■ H1 FY21
■ H1 FY22

H1 FY 2022: Exports Segmentation by Product Type



H1 FY 2022: Region wise Imports

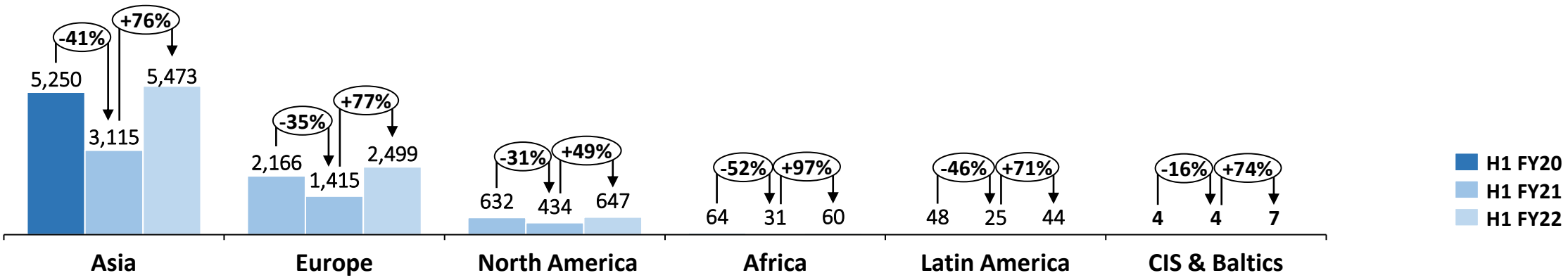
Total Imports in H1 FY 2022
USD 8.7 Billion



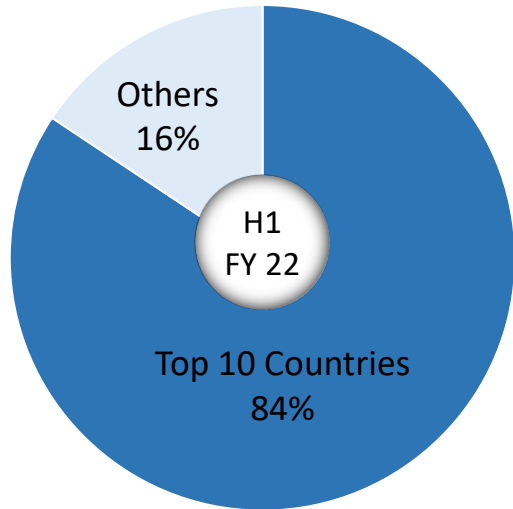
H1 FY 2022 – Import performance

- Asian and European imports account for over 90% of all imports, both having outperformed the global average.
- North America, the third largest import destination, experienced a fall in market share, as North American imports increased by only 50% Y-o-Y, whereas the market average stands at 74%

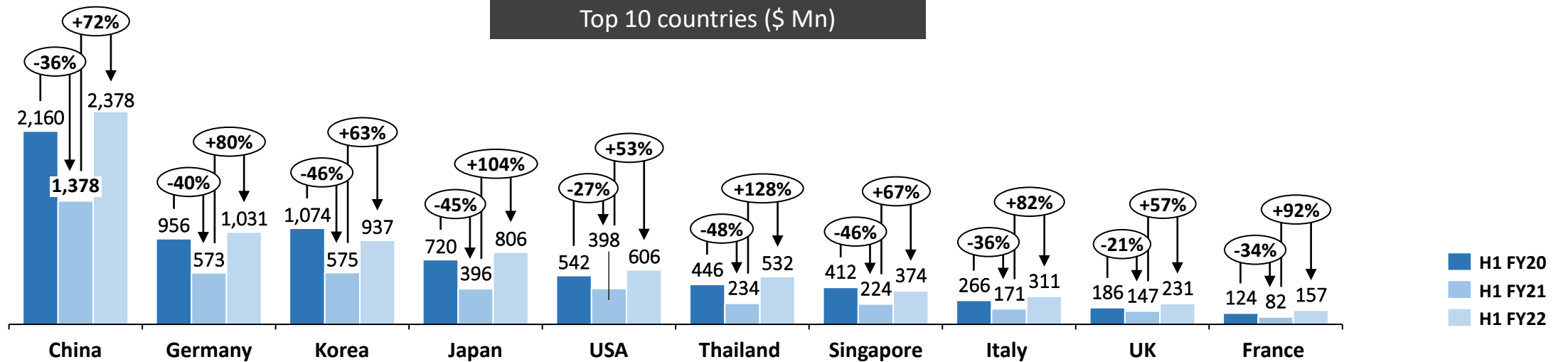
Regional view (\$ Bn)



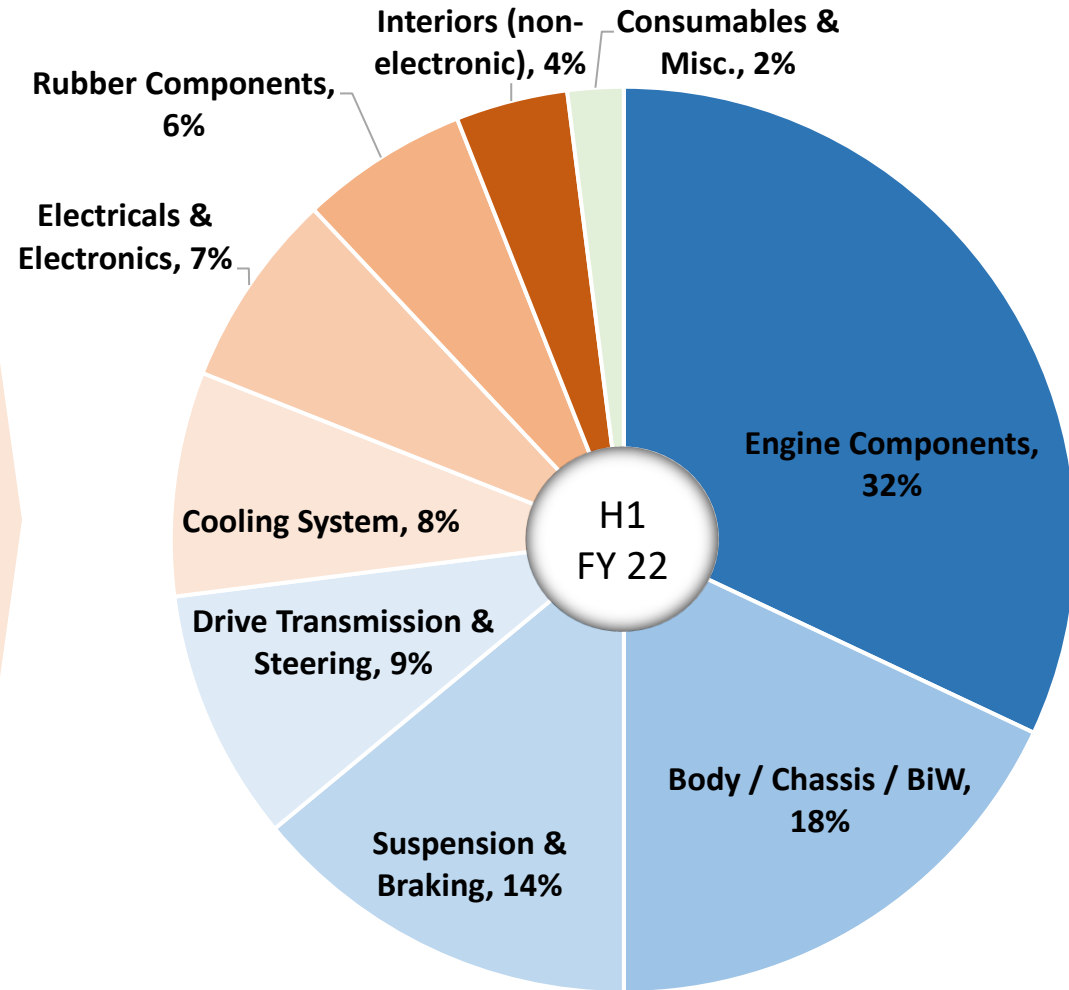
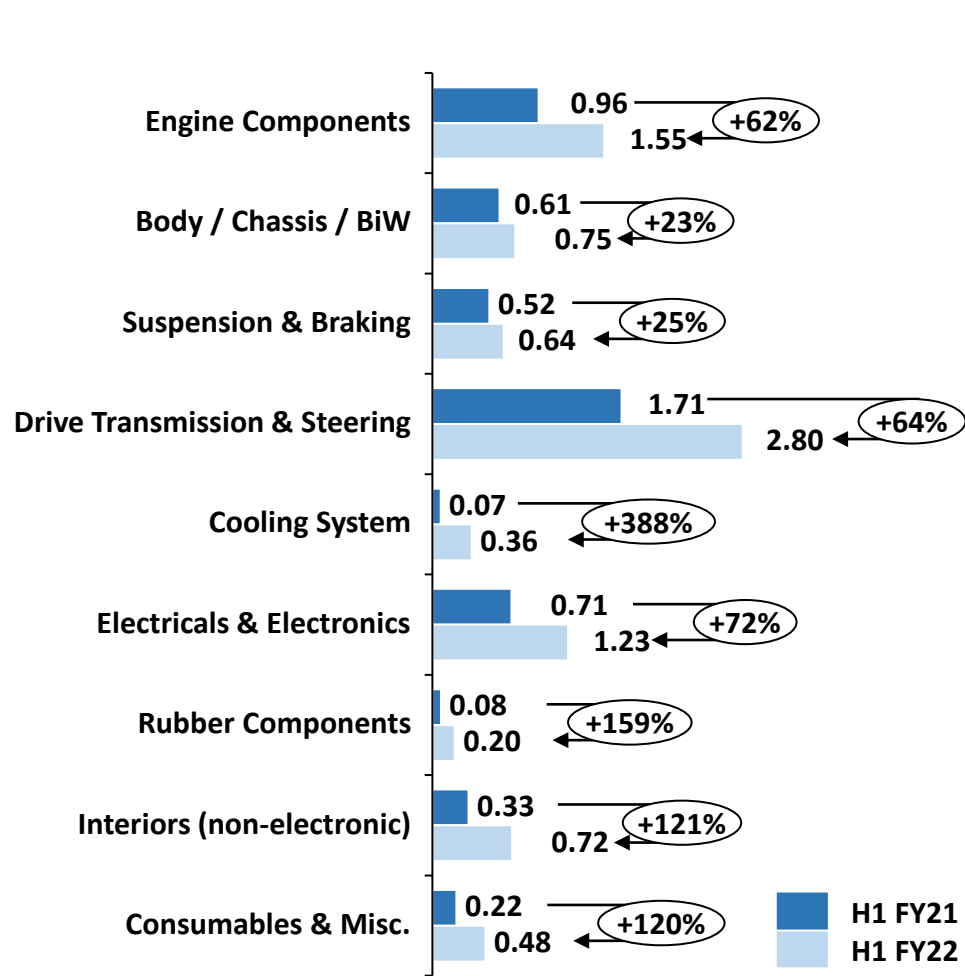
H1 FY 2022: Country wise Imports



Top 10 Countries	Share of Im H1-FY22
China P Rp	27%
Germany	12%
Korea Rp	11%
Japan	9%
U S A	7%
Thailand	6%
Singapore	4%
Italy	4%
U K	3%
France	2%



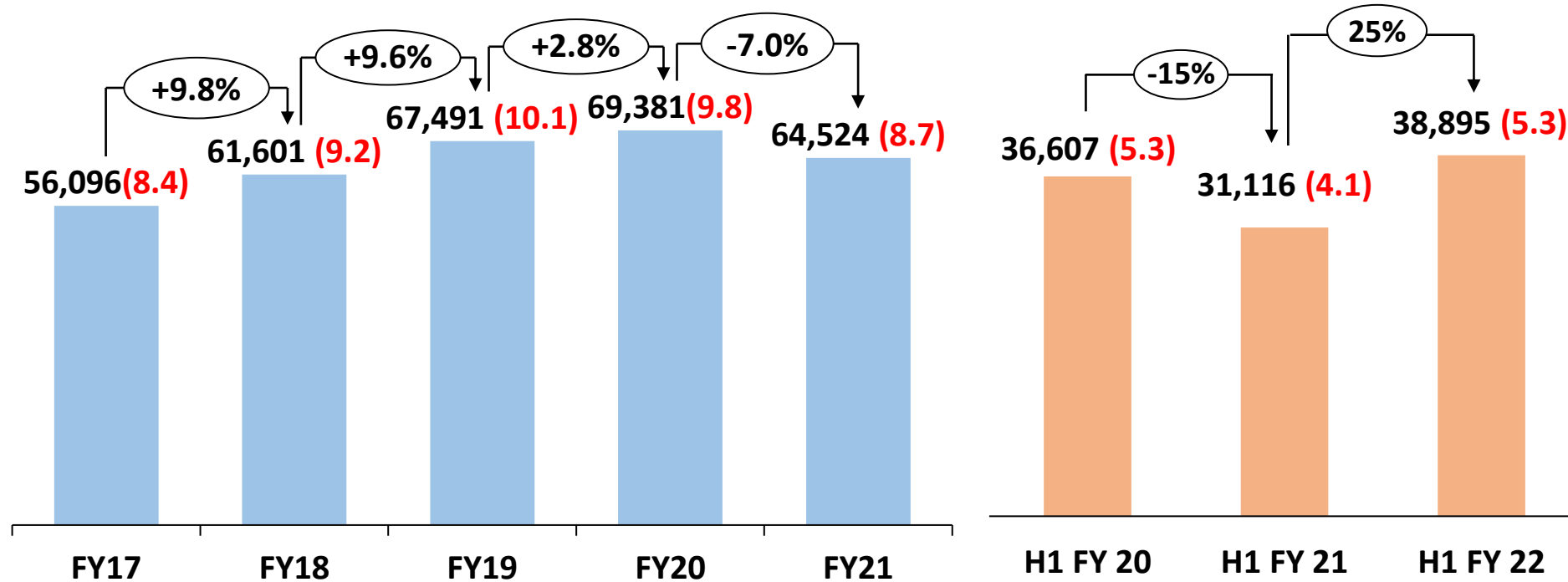
H1 FY 2022: Imports Segmentation by Product Type



Export-Import analysis of Indian auto-component industry

H1 FY 2022: Indian Auto Component Aftermarket

Aftermarket | INR Cr (USD Bn)



H1 FY22 Aftermarket

- The first two months of FY22 involved near-complete shutdowns of most civilian activity. However, commercial and industrial activity resumed at a much healthier rate compared to H1 FY21. This allowed for a 25% increase in the size of the aftermarket industry.
- Following the unlocking of economies, aftermarket saw relatively stable demand considering volatile circumstances.
- Pent-up demand for repairs caused by lockdowns aided in a strong recovery.
- Relatively higher mobility of CVs, trucks and buses likely to have a positive impact going ahead.

Summary: H1 FY 2022 vs H1 FY 2021

Figures in INR Crore	H1 FY 2020	H1 FY 2021	H1 FY 2022	Growth Rate
Auto Components Supply to OEMs	150,743	87,120	1,53,297	76%
Aftermarket	36,607	31,116	38,895	25%
Exports	51,028	39,003	68,746	76%
Imports	56,066	37,710	64,310	71%
Industry Turnover	1,82,312	1,19,529	1,96,627	65%

Figures in USD Billion	H1 FY 2020	H1 FY 2021	H1 FY 2022	Growth Rate
Auto Components Supply to OEMs	22	11.6	20.7	78%
Aftermarket	5.3	4.1	5.3	29%
Exports	7.4	5.2	9.3	79%
Imports	8.2	5.0	8.7	74%
Industry Turnover	26.5	15.9	26.6	67%

Conversion rate:
 1 USD - INR 73.92 (FY H1 2022)
 1 USD - INR 75.00 (FY H1 2021)
 1 USD - INR 68.50 (FY H1 2020)

Headwinds and Tailwinds

Tailwinds

- Impressive estimated GDP growth for FY 2022
- ACC and Auto PLI Implemented
- Focus on clean and new technology
- Surge in international demand
- New entrants in mobility space
- Domestic demand gradually increasing
- Improving manufacturing activities
- Emphasis on infrastructural activities
- Increase in GST collections
- Government push on self reliant India

Headwinds

- Lower RoDTEP rates
- High GST rates on auto components
- Chip Shortage
- Raw material prices
- Stressed rural economy
- Fuel prices
- New variant of Covid-19
- Availability of skilled manpower

Thank You

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