

Mid-year review of export performance

India's exports during April-September 2005-06 are valued at US \$ 43223.52 million (\$43.2 billion) which is 20.52% higher than the level of US \$ 35863.09 million during April-September 2004-05. In rupee terms, the exports were Rs.188659.00 crore, during April-September 2005.06 which is 15.48% higher than the value of exports during April-September 2004-05.

Exports during September 2005 are valued at US \$ 7296.54 million which is 7.51% higher than the level of US \$ 6786.63 million during September 2004. In rupee terms, the exports were Rs.32042.77 crore, which is 2.43% higher than the value of exports during September 2004.

Performance of engineering exports: revision of data

Following an analysis carried out by the Council, it was found that 292 engineering items are not being considered by DGCI&S while computing the data for the engineering sector. This has resulted in understatement of export performance of engineering items. It has been found that these items account for over Rs 3,000 crore (almost USD 700 million) worth of exports which have not been taken into account of exports of engineering goods so far.

The export performance of the sector has since been revised upwards for 2003-04 and 2004-05. The groupwise performance is given below:

| <i>EXPORT OF ENGINEERING GOODS & SERVICES DURING 2001-02 TO 2004-05 (VALUE IN USD MN)</i> | | | | |
|---|-----------------|------------------------------|-----------------|----------------|
| <i>GROUP-WISE EXPORT</i> | <i>2003-04</i> | <i>2003-04 (Revised)</i> | <i>2004-05</i> | <i>% GRTH.</i> |
| <i>A. CAPITAL GOODS</i> | <i>3102.96</i> | <i>3454.95</i> | <i>4649.06</i> | <i>34.56</i> |
| <i>B. PRIMARY IRON & STEEL AND ITEMS THEREOF</i> | <i>4338.58</i> | <i>4386.79</i> | <i>6563.04</i> | <i>49.61</i> |
| <i>C. NON-FERROUS METALS & PRODUCTS THEREOF</i> | <i>1046.13</i> | <i>1049.04</i> | <i>1523.24</i> | <i>45.20</i> |
| <i>D. CONSUMER DURABLES</i> | <i>2101.16</i> | <i>2453.11</i> | <i>2945.92</i> | <i>20.09</i> |
| <i>TOTAL</i> | <i>10588.83</i> | <i>11343.89</i> | <i>15681.25</i> | <i>38.24</i> |
| <i>E. MANAGEMENT & TECHNICAL SERVICES</i> | <i>208.92</i> | <i>209.47</i> | <i>245.32</i> | <i>17.11</i> |
| <i>GRAND TOTAL</i> | <i>10797.75</i> | <i>11553.36</i> | <i>15926.57</i> | <i>37.85</i> |

Performance during April - August 2005

According to provisional estimates released by DGCI&S, exports of engineering goods in April - August 2005-06 period reached about USD 7 billion. The sector continues to post strong growth, and during the period the growth achieved was well over 30% in dollar terms.

This growth, however, has been led by transport equipment, which has achieved a growth of almost 66% in dollar terms in the period under consideration over the corresponding period of 2004-05. It holds a great significance that the top two engineering items in 2005-06 are transport equipment and

machinery and instruments. This means, the engineering export basket is now being dominated by value added products.

The principal commoditywise performance is being given below:

Export Performance of Principal Commodities April - August 2005
(figures in USD million)

| <i>Commodity Name</i> | <i>APR AUG 2004-05</i> | <i>APR AUG 2005-06</i> | <i>Growth%</i> |
|---|------------------------|------------------------|----------------|
| <i>Transport equipment</i> | 1057.5 | 1755.15 | 65.97 |
| <i>Machinery & instruments</i> | 1232.75 | 1641.85 | 33.19 |
| <i>Manufactures of metals</i> | 1188.91 | 1514.79 | 27.41 |
| <i>Primary & semi-finished iron & steel</i> | 1030.97 | 1067.98 | 3.59 |
| <i>Non-ferrous metals</i> | 253.58 | 401.39 | 58.29 |
| <i>Iron & steel bar/rods</i> | 140.73 | 198 | 40.69 |
| <i>Machine tools</i> | 64.17 | 77.88 | 21.37 |
| <i>Ferro alloys</i> | 70.9 | 66.74 | -5.87 |
| <i>Aluminium other than products</i> | 41.53 | 41.13 | -0.96 |
| <i>Residual engineering items</i> | 36.8 | 23.03 | -37.42 |
| <i>Mica</i> | 5.95 | 7.21 | 21.18 |
| <i>Grand Total</i> | 5123.79 | 6795.15 | 32.62 |

Source: DGCI&S Provisional Data, EEPC Member Returns

What's up and what's down in APR AUG 2005

What's up: Transport equipment, Machinery & instruments, Manufactures of metals, Primary & semi-finished iron & steel, Non-ferrous metals, Iron & steel bar/rods, Machine tools, Mica

What's down: Ferro alloys, Aluminium other than products, Residual engineering items

Top destinations: APR AUG 2005

New entrants in the top 20 list: Indonesia, Oman

Out of the list: Nepal, Spain

Export Performance to Top 20 Destinations for April - August 2005 (figures in USD million)

| Importing Country | Exports Apr Aug 04 | Exports Apr Aug 05 | Growth% | Rank0405 | Rank0506 |
|------------------------|--------------------|--------------------|---------|----------|----------|
| USA | 914.63 | 909.72 | -0.54 | 1 | 1 |
| UAE | 364.65 | 514.3 | 41.04 | 2 | 2 |
| Singapore | 215.11 | 379.86 | 76.59 | 4 | 3 |
| UK | 291.32 | 359.25 | 23.32 | 3 | 4 |
| China | 173.98 | 336.43 | 93.37 | 7 | 5 |
| France | 138.5 | 297.61 | 114.88 | 9 | 6 |
| Germany | 201.49 | 242.99 | 20.60 | 6 | 7 |
| Sri Lanka | 150.49 | 206.58 | 37.27 | 8 | 8 |
| Italy | 204.92 | 205.31 | 0.19 | 5 | 9 |
| Saudi Arabia | 82.12 | 162.37 | 97.72 | 14 | 10 |
| South Africa | 92.62 | 158.23 | 70.84 | 12 | 11 |
| Iran | 73.21 | 152.98 | 108.96 | 18 | 12 |
| Thailand | 72.41 | 128.16 | 76.99 | 19 | 13 |
| Indonesia | 63.51 | 119.88 | 88.76 | 21 | 14 |
| Bangladesh | 110.33 | 117.69 | 6.67 | 11 | 15 |
| Korea Republic (South) | 67.94 | 117.21 | 72.52 | 20 | 16 |
| Nigeria | 79.59 | 103.53 | 30.08 | 16 | 17 |
| Belgium | 134.57 | 99.4 | -26.14 | 10 | 18 |
| Oman | 51.86 | 96.92 | 86.89 | 26 | 19 |
| Netherlands | 78.81 | 92.4 | 17.24 | 17 | 20 |

Source: DGCI&S Provisional Data, EEPC Member Returns

Top 5 destinations: product performance

| Destinations | Substantial growth | Heavy decline |
|--------------|---|---|
| USA | Transport equipment, Residual engineering items, Machinery & instruments, Machine tools, Manufactures of metals, Iron & steel bar/rods | Mica, Non-ferrous metals, Aluminium other than products, Primary & semi-finished iron & steel, Ferro alloys |
| UAE | Primary & semi-finished iron & steel, Non-ferrous metals, Residual engineering items, Machinery & instruments, Manufactures of metals, Transport equipment, Mica, Machine tools | Aluminium other than products, Ferro alloys, Iron & steel bar/rods |
| Singapore | Transport equipment, Residual engineering items, Manufactures of metals, Primary & semi-finished iron & steel, Aluminium other than products, Iron & steel bar/rods | Machinery & instruments, Machine tools, Ferro alloys, Non-ferrous metals |

EXPORT PERFORMANCE MONITOR



| | | |
|--------------|--|---|
| <i>UK</i> | <i>Non-ferrous metals, Machinery & instruments, Machine tools, Iron & steel bar/rods, Primary & semi-finished iron & steel, Manufactures of metals</i> | <i>Transport equipment, Aluminium other than products, Mica, Ferro alloys, Residual engineering items</i> |
| <i>China</i> | <i>Iron & steel bar/rods, Machine tools, Primary & semi-finished iron & steel, Non-ferrous metals, Ferro alloys, Residual engineering items, Mica, Machinery & instruments</i> | <i>Transport equipment, Manufactures of metals, Aluminium other than products</i> |

Source: DGCI&S Provisional Data, EEPC Member Returns

Note for members:

We have not issued EPM after April 2005 as the export data underwent a revision owing to inclusion of 292 items as stated earlier. DGCI&S has agreed to incorporate these items into their monthly statistics. Hence the data stated here are liable to change till these items are incorporated.

We need your suggestions to make this report more useful. Please send in your suggestions to the Deputy Director, Statistics Department, EEPC - HO, Tel: 91 33 2289 0651/52, Fax: 91 33 2289 0654, Email: statistics@eepc.gov.in or bratinb@eepc.gov.in. Please contact the Department for any detailed information.