

# Engineering Export-Import Monitor

NOVEMBER 2025



*Engineering The Future*

**EEPCINDIA**  
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## ENGINEERING TRADE ANALYSIS FOR NOVEMBER 2025

### Engineering exports bounced back to growth in November 2025 with best performance of this fiscal till date

Trade Flow	Export figures (in US\$ billion)				% Growth	
	Nov-2024	Nov-2025	Apr - Nov 2024-25	Apr - Nov 2025-26	Nov 2025 over Nov 2024	Apr-Nov 2025 over Apr-Nov 2024
<b>Engineering Exports</b>	8.90	11.01	76.49	79.74	23.76%	4.25%
<b>Overall Merchandise Exports</b>	31.94	38.13	284.60	292.07	19.37%	2.62%
<b>Share of Engineering</b>	27.86%	28.88%	26.88%	27.30%	---	---
<b>Service Exports</b>	32.11	35.86	248.56	270.06	11.68%	8.65%

*Source: Compiled from data by DGCI&S and Quick Estimates published by the Government of India.*

Indian engineering exports bounced back to growth in November 2025 with its highest monthly exports as well as highest monthly growth in fiscal 2025-26. While the month of October 2025 saw lowest shipments of engineering at USD 9.37 billion, November 2025 witnessed highest engineering exports of this fiscal at USD 11.01 billion. During the month, engineering exports achieved an impressive 23.76 percent growth over November 2024 when shipments was recorded at mere USD 8.90 billion. This substantial growth in November 2025 was attributed to a favourable base effect as well as impressive increase in exports of product segments like ‘Motor Vehicles/Cars’; ‘Ships, Boats and Floating Structures’; Industrial Machinery for Agriculture, dairy Etc.’; ‘Electric Machinery and Equipment’, and ‘Copper and Copper products’ among others. Out of 34 product panels, as many as 32 registered higher exports in November 2025 on a year-on-year basis. Countrywise analysis depicted another rosy picture as exports to India's top two major destinations US and EU jumped up significantly. While engineering exports to US dropped by 9.4 percent and 14.5 percent year-on-year in September and October 2025 respectively, the month of November saw 11.4 percent higher exports over November 2024. Exports to EU also witnessed a hefty 39 percent increase in November after declining in the previous two months. On a cumulative basis, engineering exports was 4.25 percent higher at USD 79.74 billion during April-November 2025-26 as against USD 76.49 billion during the same period last fiscal. Share of engineering in total merchandise exports rose to as high as 28.9 percent in November 2025 while it stood at 27.3 percent on a cumulative basis.

### HIGHLIGHTS

- Indian engineering exports bounced back to growth in November 2025 with its highest monthly exports as well as highest monthly growth in fiscal 2025-26.

- ✚ While the month of October 2025 saw lowest shipments of engineering at USD 9.37 billion, November 2025 witnessed highest engineering exports of this fiscal at USD 11.01 billion. During the month, engineering exports achieved an impressive 23.76 percent growth over November 2024 when shipments was recorded at mere USD 8.90 billion.
- ✚ This substantial growth in November 2025 was attributed to a favourable base effect, high export growth of selected product segments, and sizeable increase in shipments to US and EU, India’s two topmost destinations for engineering exports.
- ✚ On a cumulative basis, engineering exports from India was 4.25 percent higher at USD 79.74 billion during April-November 2025-26 as against USD 76.49 billion during the same period last fiscal.
- ✚ As per the quick estimates of the government, the share of engineering in total merchandise exports was recorded at as high as 28.9 percent in November 2025 as against 27.27 percent in October 2025. The share was recorded at 27.30 percent on a cumulative basis during April – November 2025-26.
- ✚ In November 2025, 32 out of 34 engineering panels witnessed positive year-on-year growth. While only 2 engineering panels i.e aircraft, spacecraft and parts and prime mica and products witnessed decline in exports during November 2025 vis-à-vis November 2024.
- ✚ On a cumulative basis, 30 out of 34 engineering panels recorded growth and remaining 4 engineering panels including Aluminium and products, Aircraft and Spacecrafts and Ships, boats and floating products and project goods recorded negative growth during April-November 2025-26.
- ✚ Region wise, North America and EU remained the top two exporting regions for Indian engineering. Also, export growth was recorded in all regions in November 2025. In cumulative terms increase was noted in all regions barring WANA, ASEAN, Other Europe and CIS.
- ✚ Country-wise, USA remained the top destination followed by UAE and Germany but exports to UAE declined year-on-year in November 2025. Decline was also noted in Saudi Arabia. On a cumulative basis too, decline was noted in UAE and Saudi Arabia.

## ENGINEERING EXPORTS: MONTHLY TREND

The monthly engineering export figures for 2025-26 vis-à-vis 2024-25 are shown below as per the latest DGCI&S estimates:

**Table 1: Engineering Exports: Monthly Trend in 2025-26**

Values in US\$ million

Month	2024-25	2025-26	Growth (%)
April	8557.11	9515.13	11.20
May	9974.13	9889.09	-0.85
June	9386.21	9506.66	1.28
April-June	<b>27917.46</b>	<b>28910.87</b>	<b>3.56</b>
July	9162.17	10433.12	13.87
August	9437.14	9900.70	4.91
September	9826.24	10113.95	2.93
July-September	<b>28425.55</b>	<b>30447.77</b>	<b>7.11</b>

Month	2024-25	2025-26	Growth (%)
October	11253.08	9371.74	-16.72
November	8897.84	11012.20	23.76
April- November	<b>76493.93</b>	<b>79742.58</b>	<b>4.25</b>

Source: DGCIS, Govt. of India

### TOP 25 ENGINEERING EXPORT DESTINATIONS IN NOVEMBER 2025

We now look at the export scenario of the top 25 nations that had highest demand for Indian engineering products during November 2025 over November 2024 as well as in cumulative terms during April-November 2025-26 vis-à-vis April-November 2024-25. The data clearly shows that top 25 countries contribute almost 75 % of total engineering exports.

**Table 2: Engineering exports country-wise**

Values in US\$ million

Countries	Nov-24	Nov-25	Growth (%)	Apr' -Nov' 2024-25	Apr' -Nov' 2025-26	Growth (%)
U S A	1418.07	1579.05	11.4%	12343.85	13015.66	5.4%
UAE	776.73	745.07	-4.1%	5512.19	5126.49	-7.0%
GERMANY	313.06	414.77	32.5%	2803.55	3214.14	14.6%
SAUDI ARABIA	558.95	435.50	-22.1%	3551.82	3155.56	-11.2%
U K	257.80	433.24	68.1%	2521.86	3087.24	22.4%
SINGAPORE	343.20	368.28	7.3%	3553.32	2776.09	-21.9%
ITALY	220.11	371.77	68.9%	2045.62	2271.58	11.0%
MEXICO	209.04	269.06	28.7%	2354.09	2167.16	-7.9%
CHINA	187.73	330.62	76.1%	1751.61	1974.27	12.7%
KOREA RP	206.77	276.06	33.5%	1761.91	1967.28	11.7%
SOUTH AFRICA	233.37	250.68	7.4%	1622.00	1922.62	18.5%
JAPAN	177.84	241.88	36.0%	1542.43	1740.70	12.9%
BRAZIL	164.16	201.87	23.0%	1490.06	1672.14	12.2%
NEPAL	162.25	210.34	29.6%	1468.05	1555.04	5.9%
FRANCE	124.92	240.24	92.3%	1532.26	1543.14	0.7%
NETHERLAND	150.16	210.09	39.9%	1251.78	1462.43	16.8%
THAILAND	143.12	163.58	14.3%	1317.66	1447.86	9.9%
BANGLADESH	178.55	138.70	-22.3%	1375.82	1292.63	-6.0%
TURKEY	238.29	144.27	-39.5%	2198.33	1278.98	-41.8%
VIETNAM	103.37	251.24	143.1%	957.95	1246.84	30.2%
BELGIUM	119.82	124.88	4.2%	959.73	1179.37	22.9%
SRI LANKA	85.91	320.69	273.3%	677.19	1165.00	72.0%

Countries	Nov-24	Nov-25	Growth (%)	Apr' -Nov' 2024-25	Apr' -Nov' 2025-26	Growth (%)
SPAIN	83.49	163.81	96.2%	891.37	1140.82	28.0%
INDONESIA	147.84	122.05	-17.4%	1413.59	1037.69	-26.6%
MALAYSIA	126.30	174.06	37.8%	993.20	1023.71	3.1%
<b>Total engineering exports to top 25 countries</b>	6730.83	8181.80	21.6%	57891.24	59464.42	2.7%
<b>Total engineering exports</b>	<b>8897.84</b>	<b>11012.20</b>	<b>23.8%</b>	<b>76493.93</b>	<b>79742.58</b>	<b>4.2%</b>

Source: DGC&S

### REGION WISE INDIA'S ENGINEERING EXPORTS

The following table depicts region wise India's engineering exports for April-November 2025 as compared to April-November 2024

**Table 3: Region wise engineering exports in April-November 2025-26 vis-à-vis April-November 2024-25**

Values in US\$ million

Region	Nov-24	Nov-25	Growth (%)	Apr' -Nov' 2024-25	Apr' -Nov' 2025-26	Growth (%)
NORTH AMERICA	1712.34	1959.92	14.5%	15504.68	16065.26	3.6%
EUROPEAN UNION	1458.72	2027.06	39.0%	13140.47	14347.08	9.2%
WANA	1690.93	1732.29	2.4%	12543.66	11996.16	-4.4%
ASEAN	933.15	1177.63	26.2%	8892.43	8280.99	-6.9%
SSA( Sub Saharan Africa)	763.61	950.85	24.5%	5465.51	6499.32	18.9%
N E ASIA	634.21	944.45	48.9%	5697.33	6449.96	13.2%
OTHER EUROPE	535.67	623.95	16.5%	5050.46	4689.21	-7.2%
LATIN AMERICA	455.30	569.06	25.0%	3974.52	4652.25	17.1%
SOUTH ASIA	481.36	715.65	48.7%	4102.41	4442.02	8.3%
OCEANIA	97.17	156.99	61.6%	913.21	1118.21	22.4%
CIS	129.51	137.40	6.1%	1180.58	1086.78	-7.9%
OTHERS	5.86	16.95	189.2%	28.67	115.35	302.4%
<b>Grand Total</b>	<b>8897.84</b>	<b>11012.2</b>	<b>23.8%</b>	<b>76493.93</b>	<b>79742.58</b>	<b>4.2%</b>

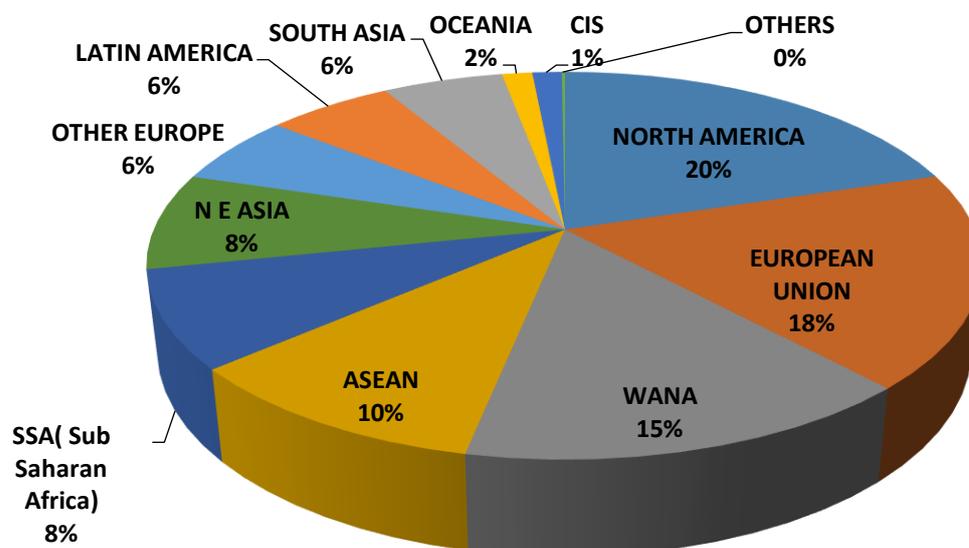
Source: DGC&S

Note: Myanmar has been included in ASEAN and not in South Asia, since ASEAN is a formal economic grouping.

### Region-wise observations:

- **WANA:** The decline in exports is on a cumulative basis, i.e April-November 2025. The decline in exports to WANA is mainly due to significant drop in exports to UAE (7% decline on a cumulative basis and 4.1% decline in monthly basis) and Saudi Arabia (11.2% decline on a cumulative basis and 22% decline in monthly basis). Panel-wise the major decline is witnessed in aircraft, spacecraft and parts – exports to UAE and Saudi Arabia declined by more than 98% in April-November 2025 compared to the last year. The decline in exports can be attributed to volatility in MRO activities. The industry also feels that since the imposition of the US tariffs and increased compliance regarding origin of goods, it has become difficult for Indian exporters to use UAE as a base for export to US with tax benefits. This has also impacted our exports to UAE. The industry hopes that the recent FTA with Oman will be instrumental in increasing India's exports to the region
- **ASEAN:** Again the decline in exports is on a cumulative basis while in November 2025, exports to ASEAN actually recorded a growth of 26.2% which is significantly positive for us. In November 2025, exports to almost all ASEAN countries including Singapore, Vietnam and Malaysia recorded significant growth. Significant decline was noted in Indonesia in areas such as motor vehicles/ cars, iron and steel and copper.
- **Other Europe:** Mainly declined due to decline in exports to Turkey – geopolitical conflicts and diplomatic issues have impacted India's prospects. In November 2025, India's exports to Turkey declined by around 40% while in cumulative terms it declined by more than 40%

**Figure 1: Region-wise shares of India's engineering exports during April-November 2025-26**



Source: DGCI&S

### PANEL WISE INDIA'S ENGINEERING EXPORTS

In this section we look at the Engineering Panel wise exports for the month of September 2025 vis-à-vis September 2024 as well as the cumulative exports for **April-November 2025-26 vis-à-vis April-November 2024-25**. These are indicated in the tables below.

**Table 4: Panel-wise Export Analysis for April-November 2025-26 vis-à-vis April-November 2024-25**

Values in US\$ million

Engineering Sectors		Nov-24	Nov-25	Growth %	Apr'24 - Nov'24	Apr'25 - Nov'25	Growth %	Share % (April-Nov 2024)	Share % (April-Nov 2025)
<b>1. Iron and Steel and Products made of Iron and Steel</b>									
<b>A</b>	Iron and Steel	763.3	933.0	22%	6203.2	6680.5	7.7%	8.1%	8.4%
<b>B</b>	Products of Iron and Steel	749.4	862.3	15%	6471.3	6872.5	6%	8.5%	8.6%
<b>Sub Total</b>		<b>1512.6</b>	<b>1795.3</b>	<b>19%</b>	<b>12674.5</b>	<b>13553.0</b>	<b>7%</b>	<b>16.6%</b>	<b>17.0%</b>
<b>2. Non-Ferrous Metals and Products made of Non-Ferrous Metals</b>									
<b>A</b>	Copper and products	171.7	386.1	125%	1478.1	2007.5	36%	1.9%	3%
<b>B</b>	Aluminium and products	556.4	654.0	18%	4504.8	4338.5	-4%	5.9%	5%
<b>C</b>	Zinc and products	51.2	101.5	98%	477.2	528.0	11%	0.6%	1%
<b>D</b>	Nickel and products	11.4	14.1	23%	118.9	119.6	1%	0.2%	0%
<b>E</b>	Lead and products	75.0	150.4	100%	571.0	829.0	45%	0.7%	1%
<b>F</b>	Tin and products	2.0	4.4	122%	14.9	24.6	66%	0.02%	0.03%
<b>G</b>	Other Non-Ferrous Metals	61.7	80.3	30%	565.2	674.3	19%	0.7%	1%
<b>Sub Total</b>		<b>929.4</b>	<b>1390.7</b>	<b>50%</b>	<b>7730.2</b>	<b>8521.5</b>	<b>10.2%</b>	<b>10.1%</b>	<b>10.7%</b>
<b>3. Industrial Machinery</b>									
<b>A</b>	Industrial Machinery like Boilers, parts, etc	70.0	118.7	70%	557.7	657.6	18%	0.7%	0.8%
<b>B</b>	IC Engines and Parts	249.1	331.4	33%	2460.4	2762.6	12%	3.2%	3.5%
<b>C</b>	Pumps of all types	114.4	145.0	27%	1019.1	1070.7	5%	1.3%	1.3%
<b>D</b>	Air condition and Refrigerators	139.4	196.0	41%	1234.7	1465.7	19%	1.6%	1.8%
<b>E</b>	Industrial Machinery for dairy, food processing, textiles etc	564.5	792.3	40%	5363.3	5968.0	11%	7.0%	7.5%
<b>F</b>	Machine Tools	58.3	65.2	12%	523.2	607.4	16%	0.7%	0.8%
<b>G</b>	Machinery for Injecting moulding, valves and ATMs	193.7	257.6	33%	1801.3	2050.2	14%	2.4%	2.6%
<b>Sub Total</b>		<b>1389.4</b>	<b>1906.3</b>	<b>37%</b>	<b>12959.6</b>	<b>14582.2</b>	<b>13%</b>	<b>16.9%</b>	<b>18.3%</b>
<b>4.</b>	Electrical Machinery	<b>1121.7</b>	<b>1348.0</b>	<b>20%</b>	<b>9354.0</b>	<b>10215.0</b>	<b>9%</b>	<b>12.2%</b>	<b>12.8%</b>
<b>5. Automobiles</b>									
<b>A</b>	Motor Vehicle/cars	726.4	1069.7	47%	5899.2	7304.7	24%	7.7%	9.2%

Engineering Sectors		Nov-24	Nov-25	Growth %	Apr'24 - Nov'24	Apr'25 - Nov'25	Growth %	Share % (April-Nov 2024)	Share % (April-Nov 2025)
<b>B</b>	Two and Three Wheelers	259.7	362.6	40%	2090.1	2562.4	23%	2.7%	3.2%
<b>C</b>	Auto Components/Part	577.1	694.5	20.3%	5388.4	5709.8	6%	7.0%	7.2%
<b>D</b>	Auto Tyres and Tubes	237.0	274.9	16%	2007.8	2093.2	4%	2.6%	2.6%
<b>Sub Total</b>		<b>1800.2</b>	<b>2401.7</b>	<b>33%</b>	<b>15385.4</b>	<b>17670.1</b>	<b>14.8%</b>	<b>20.1%</b>	<b>22.2%</b>
<b>6</b>	<b>Aircrafts and Spacecraft parts and products</b>	<b>783.4</b>	<b>146.6</b>	<b>-81%</b>	<b>4505.3</b>	<b>1088.2</b>	<b>-76%</b>	<b>5.9%</b>	<b>1.4%</b>
<b>7</b>	<b>Ships Boats and Floating products and parts</b>	<b>208.6</b>	<b>546.3</b>	<b>162%</b>	<b>3471.8</b>	<b>2620.0</b>	<b>-25%</b>	<b>4.5%</b>	<b>3.3%</b>
<b>10. Other engineering products</b>									
<b>A</b>	Medical and Scientific instruments	221.4	234.7	6%	1820.9	1883.8	3%	2.4%	2.4%
<b>B</b>	Railway Transport	36.2	38.4	6%	234.1	321.7	37%	0.3%	0.4%
<b>C</b>	Hand Tools & Cutting Tools	79.2	83.7	6%	680.0	686.7	1%	0.9%	0.9%
<b>D</b>	Bicycle & Parts	29.4	35.9	22%	254.2	307.7	21%	0.3%	0.4%
<b>E</b>	Cranes Lifts & Winches	70.5	98.5	40%	729.3	735.5	1%	1.0%	0.9%
<b>F</b>	Office Equipments	21.9	38.5	76%	193.7	267.5	38%	0.3%	0.3%
<b>G</b>	Other Construction Machinery	204.6	296.8	45%	1989.9	2279.8	15%	2.6%	2.9%
<b>H</b>	Prime Mica & Mica Products	2.9	2.2	-26%	20.4	21.0	3%	0.0%	0.0%
<b>I</b>	Other Misc. Items	354.4	492.6	39%	3323.0	3735.8	12%	4.3%	4.7%
<b>8</b>	<b>Project Goods</b>	0.1	0.2	372%	1.6	1.1	-34%	0.0%	0.0%
<b>9</b>	<b>Other Rubber Product Except Footwear</b>	131.8	155.7	18%	1166.1	1252.0	7%	1.5%	1.6%
<b>Sub total</b>		<b>1020.6</b>	<b>1321.3</b>	<b>29%</b>	<b>9245.4</b>	<b>10239.5</b>	<b>11%</b>	<b>12.1%</b>	<b>12.8%</b>
<b>Total engineering exports</b>		<b>8897.8</b>	<b>11012.2</b>	<b>23.8%</b>	<b>76493.9</b>	<b>79742.6</b>	<b>4.25%</b>		

### Sectoral Observations

India's engineering exports grew by about 4.25% in April–November 2025-26 to around US\$79.5 billion, with mixed performance across panels:

- Iron and steel (including products) grew about 7%, and their share in total exports inched up from 16.6% to 17.%, indicating moderately stronger demand for metal-based engineering goods. November alone saw a strong 19% YoY increase, supported by higher shipments of both raw steel.

- Non-ferrous metals rose roughly by 10.2%, reaching US\$8.52 billion during April-Nov 2025-26. The share improved from 10.1% to 10.7%, driven by exceptional performance in copper (+36%) and lead (+45%), while zinc and tin also posted healthy gains. However, aluminium exports declined by 4%, pulling down overall momentum.
- Industrial machinery maintained robust growth of 13%. Its share increased from 16.9% to 18.3%, supported by strong demand for machinery used in food processing, textiles, and dairy, as well as IC engines, injection moulding equipment, and refrigeration units. November witnessed a sharp 37% YoY surge. While exports of electrical machinery grew by 9%, reaching US\$10.22 billion from US\$9.35 billion, with its share moving up to 12.8%.
- Automobile exports posted a significant rise of 14.8%, climbing to US\$17.67 billion from US\$15.39 billion, with the share increasing from 20.1% to 22.2%. Motor vehicles and two/three wheelers led the growth, supported by strong demand in overseas markets, while auto components and tyres registered moderate gains.
- Aircraft, spacecraft, and Ship and Boats exports contracted sharply (around 76% and 25% respectively), pulling down their contribution to total engineering exports.
- Other engineering products including railway equipment, office machinery, bicycles, and construction machinery) grew about 11%, while medical instruments and hand tools showed marginal gains, nudging their share up to 12.8%.

## ENGINEERING EXPORTS – STATE-WISE ANALYSIS

### State wise engineering export performance- Data as on 2025-26

The table below indicates the exports from top Indian states. It is evident from the table that almost 95% of India's exports is contributed by the listed 12 states. Within this almost more than 55 percent of exports is done by Maharashtra, Tamil Nadu and Gujarat together during April-October 2025-26

**Table 7: Top state wise engineering export performance – April-September 2024-25**

States	Value in US\$ billion			
	April-October 2024-25	April-October 2025-26	Growth %	Share %
Maharashtra	18.1	19.2	6%	28%
Tamil Nadu	12.9	13.6	6%	20%
Gujarat	8.8	10.0	14%	14%
Delhi	4.5	4.1	-10%	6%
Karnataka	2.8	3.9	40%	6%
Haryana	2.7	3.0	9%	4%
Odisha	2.4	2.7	9%	4%
West Bengal	2.6	2.6	3%	4%
Andhra Pradesh	3.3	2.4	-28%	4%
Uttar Pradesh	1.9	2.0	5%	3%
Punjab	1.2	1.2	-1%	2%
Rajasthan	0.9	0.9	2%	1%

DGCIS Portal

Maharashtra leads with 19.2 billion USD in engineering exports (April-Oct 2025-26), up 6% from 18.12 billion USD, securing a 28% national share through its robust ecosystem in engineering goods. West Bengal recorded marginal 3% growth reaching US\$ 2.6 billion, holding a 4% share. Odisha achieved 9% growth to 2.7 billion USD (4% share) during April-October 2025-26. Karnataka achieved the highest growth of 40% during April-October 2025-26 reaching US\$ 3.9 billion holding a share of 6%. This concentration underscores the industrial hubs' pivotal role in sustaining India's engineering export momentum amid global demand.

**Table 8: India's Region wise engineering exports**

Region Wise	Value in US\$ billion			
	April-October 2024-25	April-October 2025-26	Growth %	Share %
EASTERN REGION	5.8	6.1	5%	8.8%
NORTHERN REGION	11.6	11.5	-1%	16.6%
SOUTHERN REGION	23.2	21.5	-7%	31.0%
WESTERN REGION	27.7	30.3	9%	43.6%
Other (Unspecified)	0.0	0.0		0.0%
Grand Total	68.3	69.4	2%	

DGCIS Portal

India's engineering exports reached US\$69.4 billion during April–October 2025–26, registering a modest 2% growth over US\$68.3 billion in the same period last year. The Western Region dominated with a 43.6% share (US\$ 30.3 billion), driven by strong performance from Maharashtra and Gujarat's manufacturing hubs. The Southern Region contributed US\$ 21.5 billion, accounting for 31% of total exports, supported by robust shipments of automobiles, machinery, and electrical equipment from Tamil Nadu and Karnataka. The Northern Region maintained a steady share at 16.6% (US\$11.5 billion), led by industrial machinery and auto components from states like Haryana and Punjab. The Eastern Region, though smaller in scale, posted US\$ 6.1 billion exports, up 5.8%, reflecting growing demand for steel and non-ferrous metals from Odisha and West Bengal.

## CORRELATION BETWEEN MANUFACTURING OUTPUT AND ENGINEERING EXPORTS

Engineering forms a considerable part of the broader manufacturing sector and the share of engineering production in overall manufacturing output is quite significant. As exports generally come from what is produced within a country, some correlation between manufacturing production growth and engineering export growth should exist. We briefly look at the trend in manufacturing growth as also engineering export growth to see if they move in tandem. It may be mentioned that manufacturing has 77.63% weightage in India's industrial production.

**Engineering export growth and manufacturing output growth moved in the same direction in as many as nine out of twelve months in each of the fiscal years 2019-20 and 2020-21. During fiscal 2021-22, engineering export growth and manufacturing growth moved in the same direction in seven out of twelve months while in each of fiscal 2022-23 and 2023-24, as many as 10 out of 12 months saw engineering exports and manufacturing output moved in the same direction. In 2024-25, both moved in the same direction in eight out of 12 months.**

The first two month of fiscal 2025-26 saw engineering export growth and manufacturing output growth moved in the opposite direction. In April, engineering export growth surged to double digit and manufacturing growth decelerated, while in May engineering export declined and manufacturing output growth inched up over the month. Then, In June, July and August 2025 however, both moved on the same direction. In June and July, both witnessed improvement in growth while in Aug 2025, both conceded moderation in growth. In September 2025 however, engineering growth continued to slowdown but manufacturing growth accelerated. October 2025 saw both going down with decline in engineering exports.

The link between these two may not be established in one or two months, but a positive correlation may be seen if medium to long term trend is considered.

**Table 9: Engineering exports growth vis-à-vis manufacturing growth from April 2024**

Months/ Year	Engg. Export Growth (%)	Manufacturing Growth (%)
April 2024	-4.49	4.2
May 2024	7.43	5.1
June 2024	10.26	3.5
July 2024	5.12	4.7
August 2024	4.28	1.2
September 2024	10.55	4.0
October 2024	39.27	4.4
November 2024	13.72	5.5
December 2024	8.33	3.7
January 2025	7.49	5.8
February 2025	-8.64	2.8
March 2025	-3.92	4.0
April 2025	11.20	3.1
May 2025	-0.85	3.2
June 2025	1.28	3.7
July 2025	13.87	6.0
August 2025	4.91	3.8
September 2025	2.93	5.6
October 2025	-16.72	1.8

(Source: Department of Commerce and CSO)

## IMPACT OF EXCHANGE RATE ON INDIA'S EXPORTS

How did the exchange rate fare during November 2025 and what was the recent trend in Re-Dollar movement? In order to get a clearer picture of the recent Re-Dollar trend, not only we took the exchange rate of November 2025, but also considered monthly average exchange rate of Rupee vis-à-vis the US Dollar for each month of fiscal 2023-24, 2024-25 and fiscal 2025-26 as per the latest data published, as mere one-month figure does not reflect any trend. The following two tables clearly depicts the short-term trend.

**Table 10: USD-INR monthly average exchange rate in 2025-26 vis-à-vis 2024-25**

(As per latest data released by FBIL)

Monthly Average Exchange Rate (1 USD to INR)			Year-on-Year Change (%)	Direction	Month-on-Month Change (%)	Direction
Month	2024-25	2025-26				
April	83.41	85.56	2.58	Depreciation	-1.25	Appreciation
May	83.39	85.19	2.16	Depreciation	-0.43	Appreciation
June	83.47	85.90	2.91	Depreciation	0.83	Depreciation
July	83.59	86.11	3.01	Depreciation	0.24	Depreciation
August	83.90	87.52	4.31	Depreciation	1.64	Depreciation

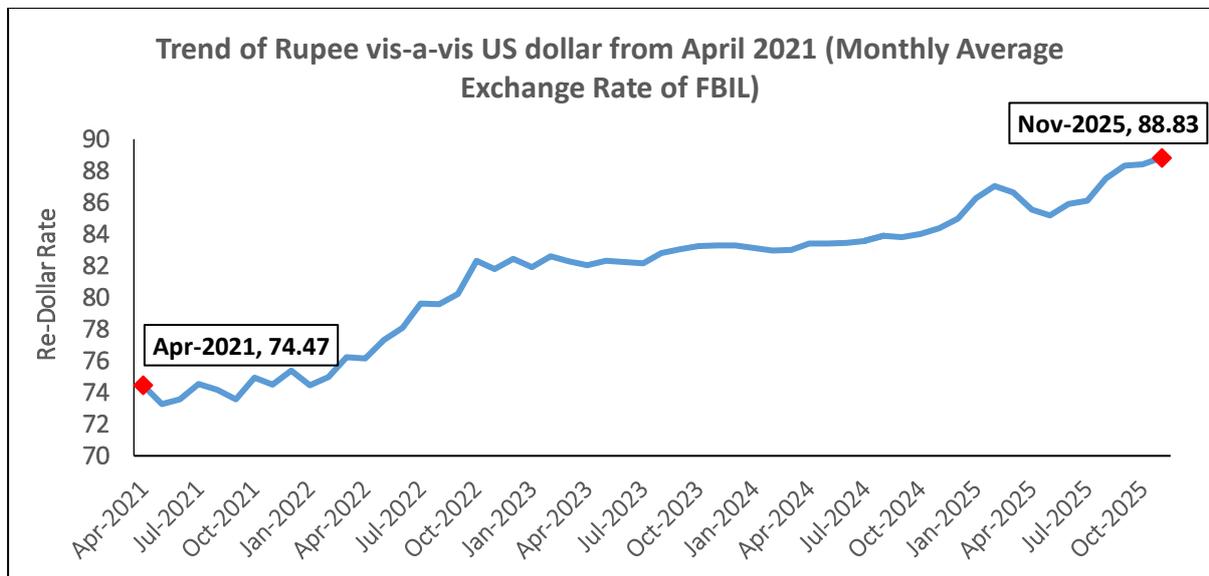
Monthly Average Exchange Rate (1 USD to INR)			Year-on-Year Change (%)	Direction	Month- on-Month Change (%)	Direction
Month	2024-25	2025-26				
September	83.81	88.32	5.38	Depreciation	0.91	Depreciation
October	84.03	88.42	5.22	Depreciation	0.11	Depreciation
November	84.36	88.83	5.30	Depreciation	0.46	Depreciation

**Depreciation of Indian Rupee continued vis-à-vis the US Dollar for the sixth straight month to November 2025 both on a monthly as well as yearly basis:** INR depreciated vis-à-vis the US Dollar by 0.46 percent in November 2025 over the previous month but again the year-on-year depreciation was much higher 5.30 percent. Rupee once again saw its lifetime low during the month with apprehension of weakening further. Capital outflow from Indian markets due to uncertainty over US pressure on India in the form of higher tariff and warning on oil purchase from Russia continue to weigh on rupee. Delay in negotiation of India-US BTA is also pointed out by market expert as another reason for nervous rupee.

**Table 11: USD-INR monthly average exchange rate in 2024-25 vis-à-vis 2023-24**  
(As per latest data released by FBIL)

Monthly Average Exchange Rate (1 USD to INR)			Year-on-Year Change (%)	Direction	Month- on-Month Change (%)	Direction
Month	2023-24	2024-25				
April	82.02	83.41	1.69	Depreciation	0.49	Depreciation
May	82.34	83.39	1.28	Depreciation	-0.02	Appreciation
June	82.23	83.47	1.51	Depreciation	0.10	Depreciation
July	82.15	83.59	1.75	Depreciation	0.14	Depreciation
August	82.79	83.89	1.33	Depreciation	0.36	Depreciation
September	83.05	83.81	0.92	Depreciation	-0.10	Appreciation
October	83.24	84.02	0.94	Depreciation	0.25	Depreciation
November	83.30	84.36	1.27	Depreciation	0.40	Depreciation
December	83.28	84.99	2.05	Depreciation	0.75	Depreciation
January	83.14	86.27	3.76	Depreciation	1.51	Depreciation
February	82.96	87.05	4.93	Depreciation	0.90	Depreciation
March	83.00	86.64	4.39	Depreciation	-0.47	Appreciation

**Fig 2: Trend of Rupee vis-a-vis US dollar from April 2021 (Monthly Average Rate of FBIL has been considered)**

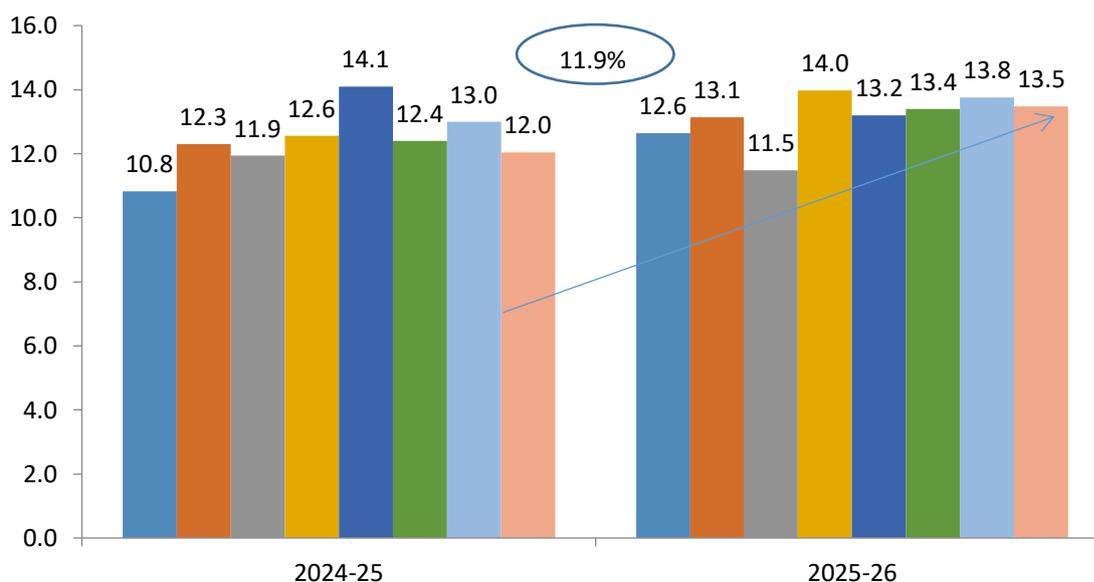


Source: FBIL

## ANALYSIS OF INDIA'S ENGINEERING IMPORTS

- India's Engineering imports during November 2025 were valued at US\$ 13.5 billion compared to US\$ 12.0 billion in November 2024 registering a positive growth of 11.9 percent in dollar terms. In cumulative terms (Apr-Nov 2025), India's imports increased by 7.9 percent.
- In November 2025, imports increased sharply for Ship, Boat And Floating Structures, along with increase in Electric machinery & equipments, Aluminium and its products, Copper and its products, Industrial Machinery for dairy, Iron & Steel, Medical & Scientific Instruments, Products of Iron & Steel and etc.
- In November 2025, import increase was mainly noted from NE Asia , ASEAN, SSA( Sub Saharan Africa), CIS, North America and WANA. In cumulative terms like the previous month, imports increased from all regions barring North America and Latin America.
- The share of engineering imports in India's total merchandise imports in Apr-Nov 2025 was estimated at 20.8 percent.
- 41.8 % of India's engineering imports come from N E Asia and 20.4 % from the EU. The next major suppliers are ASEAN (12.7%), North America (7.7%) and WANA (7.1%) during Apr-Nov 2025.

**Fig 3: Monthly Engineering Imports for April-November 2025-26 vis-a-vis April-November 2024-25**



Source: DGCI&S

## TREND IN ENGINEERING TRADE BALANCE

We now present the trend in two-way yearly trade for the engineering sector for the 2025-26 depicted in the table below:

**Table 12: Monthly Trend in Engineering Trade Balance for the current FY 2025-26**

Trade Flow	Values in US\$ billion								
	Apr	May	June	July	Aug	Sep	Oct	Nov	
Engineering Export	9.5	9.9	9.5	10.4	9.9	10.1	9.4	11.0	
Engineering Import	12.6	13.1	11.5	14.0	13.2	13.4	13.8	13.5	
Trade Balance	-3.1	-3.2	-2.0	-3.6	-3.3	-3.3	-4.4	-2.5	

Source: DGCI&S, EEPC India Analysis

## CONCLUSION

In April-November 2025, India's total engineering exports increased by more than 4 percent on a year-on-year basis as it reached USD 79.74 billion from USD 76.49 billion. The growth achieved by engineering exports was greater than that of total merchandise exports which recorded a growth of only 2.62 percent. Another remarkable feat achieved by engineering exports in November 2025 was crossing the USD 11 billion mark first time in the current fiscal— engineering exports in November 2025 recorded a significant growth of more than 23 percent as it reached USD 11.01 billion. This result is a testament to the relentless effort of the exporting community which quickly recovered from the 17 percent decline in engineering exports in October 2025. The growth story of engineering exports reflect the positive trend in global trade. As per the recently published UNCTAD Trade Update, global trade in goods and services continued to grow through the second half of 2025 and is expected to cross USD 35 trillion for the first time recording a growth of around 7 percent from 2024. In this journey, the support of the Government of India remains critical. We laud the approval of the Export Promotion Mission (EPM) with an outlay of INR 25060 crore from 2025-26 to 2030-31 and hope that it will be quickly implemented to provide respite to the exporting community. The bilateral or multilateral trade agreements also play an important role for the development of a country's export. We sincerely hope

that the upcoming FTAs with EU and the BTA with US will also be instrumental for us. The newly concuded FTAs with Oman and New Zealand also promise positive windfall for the Indian exporters. Overall both global and domestic trade indicate positive trends which is good for the exporters however they should remain cautious given the rising volatility in global trade.



**ENGINEERING PRODUCT PANELS – COUNTRY-WISE ANALYSIS**

We now analyze the performance of some of the important products for the fiscal April-November 2025-26 vis-à-vis April-November 2024-25. We have taken the major panels and computed the top importing countries to get an idea of the current trade pattern.

**Engineering Product Panel - Country matrix****Value in USD million**

Product panels	Top 5 nations	April-November 2024-25	April-November 2025-26	Growth
Iron and Steel	Italy	758.4	823.0	9%
	USA	364.7	491.4	35%
	Belgium	369.8	458.5	24%
	Nepal	489.6	456.6	-7%
	UAE	452.1	401.9	-11%
Products of Iron and Steel	USA	1939.7	2007.2	3%
	UAE	499.2	592.7	19%
	Germany	302.2	337.9	12%
	Saudi Arab	407.8	269.2	-34%
	UK	233.3	208.8	-11%
Industrial Machinery	USA	2703.8	2894.7	7%
	UAE	623.8	885.0	42%
	Germany	590.5	646.7	10%
	China	559.8	617.3	10%
	Thailand	494.2	519.0	5%
Automobiles (Motor Vehicles/Cars and Two and Three Wheelers)	South Africa	956.2	1199.4	25%
	Saudi Arab	1067.0	1094.3	3%
	Mexico	894.6	985.6	10%
	Japan	513.4	588.1	15%
	UAE	471.5	528.4	12%
Non-Ferrous metals	USA	944.9	1126.1	19%
	Korea RP	647.4	774.9	20%
	Saudi Arab	479.1	732.6	53%
	China	412.5	621.5	51%
	Vietnam	263.5	484.2	84%
Electrical Machinery and Components	USA	1797.2	2059.5	15%
	U K	648.8	1063.9	64%
	Singapore	1111.2	1004.4	-10%
	Germany	635.7	710.9	12%
	Korea RP	491.1	559.2	14%
Aircrafts and Space crafts	USA	298.0	323.5	9%
	France	434.5	202.8	-53%
	U K	99.7	122.3	23%
	Germany	49.6	62.2	25%
	Singapore	63.0	51.9	-18%
Ships, Boats and Floating Structures and parts	UAE	830.2	890.7	7%
	Singapore	1651.5	838.4	-49%
	Sri Lanka	134.0	289.0	116%
	Indonesia	289.5	99.4	-66%

Product panels	Top 5 nations	April-November 2024-25	April-November 2025-26	Growth
	Oman	10.0	87.4	778%
Auto Components (including Auto Parts and Auto Tyre)	USA	1532.8	1437.1	-6%
	Germany	399.9	514.1	29%
	Brazil	411.9	481.1	17%
	UAE	251.2	392.7	56%
	Bangladesh	293.6	350.3	19%

Source: DGCI&S

- In April-November 2025, Italy, USA and Belgium ranked as the top three importers of Indian Iron and Steel, while the USA, UAE and Germany lead in import of products of Iron & Steel.
- The USA stood out as the primary importer of Indian 'Industrial machinery,' making up 20% of India's global exports in this category, followed by UAE and Germany with 6% and 4% shares, respectively during April-November 2025.
- South Africa, Saudi Arabia, Mexico, Japan and UAE were top importers of India's Automobiles during April-November 2025 in India's global exports respectively over the same period previous fiscal.
- USA, South Korea, Saudi Arab, China and Vietnam were the top importers of India's Non-ferrous metals and products during April-November 2025.
- USA, UK, Singapore and Germany were the top importers of Indian Electrical Machinery & Components during the same period with 20%, 10%, 10% and 7% shares respectively.
- USA, France, UK, Germany and Singapore were the top importers of India's Aircrafts and Spacecraft during April-November 2025, making up to 70% of India's total export of Aircrafts and Spacecraft.
- UAE, Singapore and Sri Lanka became the largest importer of ships, boats and floating structures followed by Indonesia and Oman during April-November 2025.
- For the auto components' product group, USA remained the top importer in April-November 2025 followed by Germany, Brazil, UAE and Bangladesh, making up to 41% of India's total export under this category.