

MONTHLY

ENGINEERING

EXPORT & IMPORT MONITOR

FEBRUARY 2022

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ANALYSIS OF INDIAN ENGINEERING EXPORTS AND IMPORTS FOR FEBRUARY 2022

Engineering exports most likely to meet the target of US\$ 107 billion by the end of FY 2022 as in April – February 2021-22, total engineering export has crossed US\$ 101 billion

Trade Flow	Export figures (in \$ billion)			% Growth	
	Feb 2021	Feb 2022	Apr- Feb 21-22	Feb 2022 Over Feb 2021	Apr- Feb 21-22 Over Apr- Feb 20-21
Engineering exports	7.05	9.41	101.07	33.31%	49.92%
Overall exports	27.63	34.57	374.81	25.10	46.09%
Share of engineering (%)	25.5%	26.97%	26.94%	-	-

Source: DGCI&S and EEPC Analysis

HIGHLIGHTS

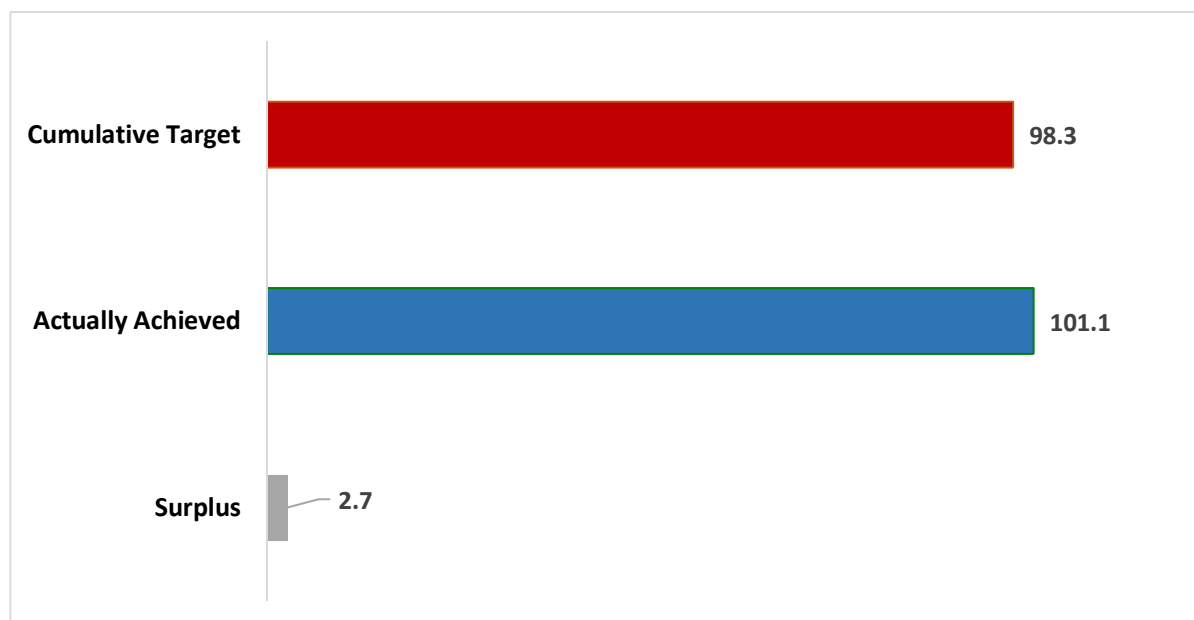
- ✚ India's engineering exports recorded 33.31% percent YoY growth in February 2022 by climbing up to USD 9.4 billion from USD 7.05 billion in February 2021.
- ✚ Exports during April-February 2021-22 stood at USD 101.7 billion, registering 49.9 percent growth over the same period last year.
- ✚ In April – February 2021-22, share of engineering in total merchandise export was 26.94%
- ✚ 31 out of 34 engineering product panels witnessed positive YoY growth during February 2021.
- ✚ Only 'Ships, boats and floating structures', 'Project Goods' and 'Industrial Machinery like Boilers, parts, etc' conceded decline in YoY exports during February 2022.
- ✚ Export to all the regions grew YoY in February 2022 other than Sub-Saharan Africa.
- ✚ India's engineering imports recorded a positive growth of 7% during February 2022 by increasing to US\$ 9.40 billion
- ✚ Negative import growth was witnessed by engineering product categories including iron & steel, non-ferrous metals, machine tools, machinery, electrical & non-electrical, etc.

EXPORT TARGET

India on track to achieve overall export target of US\$ 400 billion and engineering export target of US\$ 107 billion

Engineering exports crossed the \$100 billion mark in the last 11 months and achieved to the extent of 92 percent of the total target.

Fig1: Engineering Export Target for April-February 2021-22



Values in US\$ Billions

ENGINEERING EXPORTS: MONTHLY TREND

The monthly engineering figures for 2021-22 vis-à-vis 2020-21 are shown below as per the latest DGCI&S estimates:

Table 1: Engineering Exports: Monthly trend in 2021-22
(US\$ million)

Month	2020-21	2021-22	Growth (%)
April	2366.25	7993.75	237.82
May	5645.80	8505.13	50.65
June	6077.85	9204.19	51.44
April-June	14089.90	25703.07	82.42
July	6697.14	9575.93	42.99
August	6065.65	9649.56	59.09
September	6896.27	9344.24	35.50
July-September	19659.06	28569.74	45.33
October	6229.91	9481.88	52.20
November	5896.67	8118.44	37.68
December	7072.63	10456.37	47.84
October-December	19199.21	28056.69	46.13
January	7413.15	9338.38	25.97

Month	2020-21	2021-22	Growth (%)
February	7059.91	9411.43	33.31
April-February	67421.24	101079.30	49.92

Source: DGCIS, Govt. of India.

EXPORT PERFORMANCE OF MAJOR ENGINEERING SECTORS

According to the trade data obtained from DGCI&S, metal and metal products had registered notable growth of export during the said period. Industrial machinery, auto and auto components also had registered noteworthy export figures during February 2022 as well as in April – February 2022. Following table depicts broad category wise India's engineering exports.

Table2: Broad category wise India's engineering exports

US\$ Million

Engineering Major Sectors	February 2021	February 2022	Growth	April' 20 -Feb'21	April' 21- Feb'22	Growth
Iron and Steel and Products made of Iron and Steel	1672.5	2570.0	54%	16248.8	28867.1	78%
Non-Ferrous Metals and Products made of Non-Ferrous Metals	798.6	1285.1	61%	7868.2	13646.2	73%
Industrial Machinery	1249.8	1472.9	18%	11070.7	15581.5	41%
Electrical Machinery and Equipment	712.7	958.2	34%	7284.4	9188.9	26%
Auto and Auto component parts (including Auto Tyres)	1436.2	1852.8	29%	12448.4	18440.6	48%
Aircrafts and Spacecraft parts and products	77.3	105.2	36%	1059.7	1041.3	-2%
Ships Boats and Floating products and parts	251.0	81.4	-68%	3840.7	3277.4	-15%
Project Goods	0.38	0.20	-48%	2.08	3.65	75%
Other engineering products	861.4	1085.6	26%	7598.3	11032.6	45%
India's Engineering Exports - Total	7059.9	9411.4	33%	67421.2	101079.3	50%

Source: DGCI&S

TOP 25 ENGINEERING EXPORT DESTINATIONS IN FEBRUARY 2022

We now look at the export scenario of the top 25 nations that had highest demand for Indian engineering products during February 2022 over February 2021. The data clearly shows that top 25 countries contribute to more than 75% of total engineering exports.

Table3: Engineering exports country wise
US\$ million

Countries	February 2021	February 2022	Growth (%)	April-February 2021	April-February 2022	Growth (%)
U S A	1025.9	1501.3	46.3	10078.8	15346.4	52.3
China	244.4	290.7	18.9	4314.1	5154.6	19.5
UAE	244.0	429.4	76.0	2891.0	5039.0	74.3
Italy	198.8	306.7	54.3	1648.7	3725.0	125.9
Germany	289.7	369.3	27.5	2539.2	3473.6	36.8
Nepal	290.6	259.8	-10.6	2122.3	3166.4	49.2
Turkey	126.9	302.2	138.1	1057.2	3021.5	185.8
Korea RP	140.1	240.8	71.9	1766.8	2794.6	58.2
U K	198.6	264.1	33.0	1698.7	2732.7	60.9
Bangladesh	196.8	264.3	34.3	1835.1	2628.1	43.2
Mexico	146.2	221.5	51.5	1760.0	2504.1	42.3
Singapore	217.4	240.1	10.4	2479.4	2441.9	-1.5
Vietnam	119.8	241.5	101.7	1613.4	2369.8	46.9
South Africa	130.6	170.2	30.3	1457.6	2256.2	54.8
Thailand	197.2	200.8	1.8	1529.6	2233.0	46.0
Belgium	138.5	154.9	11.9	895.2	2159.6	141.2
Indonesia	165.7	147.2	-11.1	1273.9	1933.0	51.7
Netherland	139.9	275.4	96.9	923.9	1745.4	88.9
Saudi Arabia	123.2	184.3	49.7	1631.0	1680.5	3.0
Japan	103.7	142.8	37.8	921.9	1613.6	75.0
Brazil	128.9	137.8	6.9	982.5	1608.5	63.7
France	130.4	180.9	38.8	1218.1	1605.8	31.8
Sri Lanka	74.3	98.0	31.9	879.6	1543.2	75.4
Spain	103.2	170.8	65.5	775.2	1416.2	82.7
Poland	109.5	158.2	44.4	591.6	1354.8	129.0
Total engineering exports to top 25 countries	4984.05	6953.13	39.5	48884.52	75547.44	54.5
Total engineering exports	7059.91	9411.43	33.3	67421.24	101079.30	49.9
Share (%)	70.6	73.9		72.5	74.7	

Source: DGCI&S

REGION WISE INDIA'S ENGINEERING EXPORTS

The following table depicts region wise India's engineering exports for April-February 2021-22 as opposed to April-February 2020-21.

Table 4: Region wise engineering exports in April-February 2021

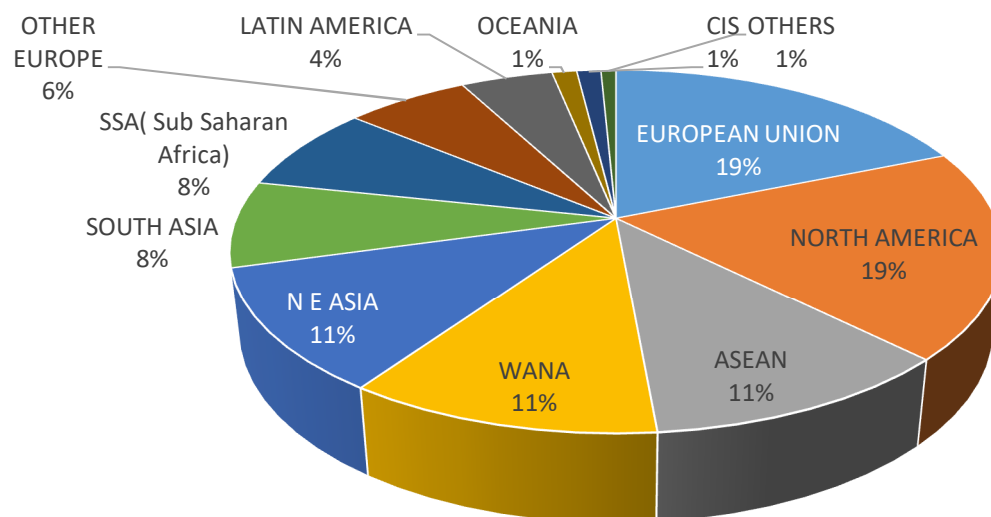
US\$ million

Regions	February 2021	February 2022	Growth (%)	April-February 2020-21	April-February 2021-22	Growth (%)
European Union	1406.2	1993.7	41.8	10900.6	18998.2	74.3
North America	1252.3	1838.8	46.8	12600.8	18843.6	49.5
ASEAN	910.6	1020.0	12.0	9860.7	11260.9	14.2
WANA	827.4	1122.4	35.7	7708.4	11185.0	45.1
N E Asia	580.2	817.7	40.9	7949.0	11140.9	40.2
South Asia	613.7	654.9	6.7	5254.4	7768.4	47.8
SSA (Sub Saharan Africa)	573.9	669.1	16.6	5486.9	7736.8	41.0
Other Europe	348.3	594.8	70.8	2993.2	6254.8	109.0
Latin America	372.0	423.6	13.9	2782.9	4654.4	67.2
Oceania	84.9	137.9	62.4	862.7	1254.6	45.4
CIS	89.0	136.4	53.3	833.8	1218.8	46.2
Others	1.3	2.2	70.6	187.8	763.2	306.4
Grand total	7059.9	9411.4	33.3	67421.2	101079.3	49.9

Source: DGCI&S

Note: *Figures have been rounded off. Source: DGCI&S; **Myanmar has been included in ASEAN and not in South Asia, since ASEAN is a formal economic grouping.

Fig 2: Region-wise shares of India's engineering exports during April-February 2021-22



PRODUCT PANEL WISE ENGINEERING EXPORTS

We begin by looking at the Engineering Panel wise exports for the month of February 2022 vis-à-vis February 2021 as well as the cumulative exports during April- February 2021-22 vis-à-vis April- February 2020-21. These are indicated in the tables below:

Table 5a. Trend in exports of iron and steel and its products

US\$ Million

Product panels	February 2021	February 2022	Growth	April'20 - Feb'21	April'21- Feb'22	Growth
Iron and Steel	995.7	1773.7	78%	10410.5	21010.2	102%
Products of Iron and Steel	676.8	796.3	18%	5838.2	7856.9	35%
Sub Total	1672.5	2570.0	54%	16248.8	28867.1	78%

Source: DGCI&S

Table 5b. Trend in exports of Non-Ferrous Metals and Products

US\$ Million

Product panels	February 2021	February 2022	Growth	April'20 - Feb'21	April'21- Feb'22	Growth
Copper and products	128.6	159.2	24%	1159.1	2212.2	91%
Aluminium and products	506.5	881.5	74%	5152.1	9276.1	80%
Zinc and products	64.0	94.7	48%	675.9	839.9	24%
Nickel and products	5.1	24.2	373%	51.0	99.4	95%
Lead and products	30.2	53.8	78%	320.4	470.6	47%
Tin and products	0.6	2.4	314%	7.8	17.8	128%
Other Non-Ferrous Metals	63.5	69.3	9%	501.8	730.2	46%
Sub Total	798.6	1285.1	61%	7868.2	13646.2	73%

Source: DGCI&S

Table 5c. Trend in exports of Industrial Machinery

US\$ Million

Product panels	February 2021	February 2022	Growth	April'20 - Feb'21	April'21- Feb'22	Growth
Industrial Machinery like Boilers, parts, etc.	45.8	43.9	-4%	480.1	537.4	12%
IC Engines and Parts	254.9	313.9	23%	2201.7	3042.9	38%
Pumps of all types	80.4	100.8	25%	780.9	1117.8	43%
Air condition and Refrigerators	103.7	137.7	33%	945.5	1298.5	37%
Industrial Machinery for dairy, food processing , textiles etc	569.5	652.9	15%	4845.6	7224.0	49%
Machine Tools	45.5	54.9	21%	383.5	617.0	61%
Machinery for Injecting moulding, valves and ATMs	150.1	168.8	13%	1433.3	1743.7	22%
Sub Total	1249.8	1472.9	18%	11070.7	15581.5	41%

Source: DGCI&S

Table 5d. Trend in exports of Electrical Machinery and Equipment

US\$ Million

Product panels	February 2021	February 2022	Growth	April'20 - Feb'21	April'21- Feb'22	Growth
Electrical Machinery	712.7	958.2	34%	7284.4	9188.9	26%

Source: DGCI&S

Table 5e. Trend in exports of Auto and auto parts
US\$ Million

Product panels	February 2021	February 2022	Growth	April'20 - Feb'21	April'21- Feb'22	Growth
Motor Vehicle/cars	437.0	740.5	69%	4571.4	6845.5	50%
Two and Three Wheelers	243.1	259.8	7%	1789.5	2717.0	52%
Auto Components/Part	557.7	607.4	9%	4341.6	6240.5	44%
Auto Tyres and Tubes	198.4	245.1	24%	1746.0	2637.6	51%
Sub Total	1436.2	1852.8	29%	12448.4	18440.6	48%

Source: DGCI&S

Table 5f. Trend in exports of aircraft, spacecraft and parts and ships, boats and floating structures

US\$ Million

Product panels	February 2021	February 2022	Growth	April'20 - Feb'21	April'21- Feb'22	Growth
Aircrafts and Spacecraft parts and products	77.3	105.2	36%	1059.7	1041.3	-2%
Ships Boats and Floating products and parts	251.0	81.4	-68%	3840.7	3277.4	-15%

Source: DGCI&S

Table 5g. Trend in exports of other engineering products
US\$ Million

Product panels	February 2021	February 2022	Growth	April'20 - Feb'21	April'21- Feb'22	Growth
Medical and Scientific instruments	124.7	154.7	24%	1238.4	1557.8	26%
Railway Transport	21.2	53.8	154%	135.0	373.0	176%
Hand Tools & Cutting Tools	72.5	84.8	17%	635.0	901.0	42%
Bicycle & Parts	35.9	37.9	6%	309.4	417.7	35%
Cranes Lifts & Winches	44.2	54.2	23%	418.8	589.2	41%
Office Equipment	18.1	22.2	23%	131.4	190.0	45%
Other Construction Machinery	130.6	188.2	44%	1079.2	1920.3	78%
Prime Mica & Mica Products	1.7	2.0	18%	21.7	30.2	39%
Project Goods	0.38	0.20	-48%	2.08	3.65	75%
Other Rubber Product Except Footwear	131.5	147.6	12%	1116.6	1547.5	39%
Other Misc. Items	281.1	340.2	21%	2512.8	3505.8	40%

ENGINEERING PRODUCT PANELS – COUNTRY-WISE ANALYSIS

We now analyze the performance of some of the important products during February 2022. We have taken the major panels and computed the top importers to get an idea of the current trade pattern.

Table 6: Export of Different Panels
US\$ Million

Product panels	Top 5 nations	Apr – Feb 2020-21	Apr – Feb 2021-22	Growth (%)
Iron and Steel	Italy	697.4	1948.7	179%
	UAE	691.9	1468.7	112%
	Vietnam	909.8	1386.8	52%
	China	2392.2	1379.7	-42%
	Belgium	371.1	1373.2	270%
Products of Iron and Steel	U S A	1308.1	2362.1	81%
	Germany	283.4	415.3	47%
	U K	234.3	387.2	65%
	UAE	284.9	369.3	30%
	Netherland	149.1	269.8	81%
Industrial Machinery	U S A	1775.2	2962.9	67%
	Thailand	684.0	960.5	40%
	Germany	567.6	803.2	42%
	China	518.8	755.0	46%
	Bangladesh	446.4	554.2	24%
Automobiles (Motor Vehicles/Cars and Two and Three Wheelers)	South Africa	497.7	1079.4	117%
	Mexico	887.8	1033.9	16%
	Nigeria	421.0	559.4	33%
	Nepal	304.6	506.5	66%
	Saudi Arab	483.9	503.2	4%
Non-Ferrous metals	China	894.7	2318.6	159%
	Korea Rp	1184.6	1725.7	46%
	U S A	723.7	1203.4	66%
	Turkey	40.2	751.9	1771%
	Italy	71.8	445.7	521%
Electrical Machinery and Components	U S A	2306.7	2722.8	18%
	Germany	594.6	582.1	-2%
	Poland	180.4	510.6	183%
	U K	256.3	456.2	78%
	France	255.6	425.9	67%

Product panels	Top 5 nations	Apr – Feb 2020-21	Apr – Feb 2021-22	Growth (%)
Aircrafts and Space crafts	U S A	364.8	353.4	-3%
	France	176.3	193.1	10%
	U K	77.0	98.1	27%
	Singapore	104.1	71.3	-32%
	Germany	42.7	59.4	39%
Ships, Boats and Floating Structures and parts	UAE	393.9	1022.3	160%
	Singapore	1132.2	673.9	-40%
	Sri Lanka	269.9	481.6	78%
	Malaysia	244.0	362.0	48%
	Indonesia	414.5	258.2	-38%
Auto Components(including Auto Parts and Auto Tyres)	U S A	1281.5	1992.0	55%
	Germany	358.8	506.0	41%
	Bangladesh	318.7	461.6	45%
	Brazil	227.9	421.8	85%
	Turkey	274.1	344.4	26%

Source: DGCI&S

- ✚ Italy, UAE and Vietnam were the top three importers of Indian Iron and Steel during April - February 2022 whereas USA, Germany and UK were the top three importers of India's 'Products of Iron & Steel' during the same period as compared to April - February 2021.
- ✚ USA was the largest importer of Indian 'Industrial machinery' during April- February 2021 in India's global import of the product group. Thailand and Germany were the two immediate followers of USA.
- ✚ South Africa, Mexico and Nigeria were top three importers of India's Automobiles during April- February 2021 in India's global exports respectively over the same period last fiscal.
- ✚ China, South Korea and USA were the top three importers of India's Non-ferrous metals and products' during April- February 2021 whereas USA, Germany and Poland were the three top importers of Indian Electrical Machinery & Components during the same period.
- ✚ USA, France and UK were the top three importers of India's 'Aircrafts and Spacecrafts' during April- February 2021 in India's total global exports of the product followed by Singapore and Germany.
- ✚ UAE, Singapore and Sri Lanka became the largest importer of ships, boats and floating structures followed by Malaysia and Indonesia. While for the auto components' product

group, USA remained the top importer in April- February 2021 followed by Germany, Bangladesh, Brazil and Turkey.

CORRELATION BETWEEN MANUFACTURING PRODUCTION AND ENGINEERING EXPORTS

Engineering sector is an important component 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 looked 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 exports 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 the ongoing fiscal, engineering export growth and manufacturing growth moved in the same direction in 6 out of 11 months till February 2022.

The link between these two may not be established on a monthly basis, but a positive correlation may be seen if medium to long term trend is considered.

Table 7: Engineering exports growth vis-à-vis manufacturing growth from April 2020

Months/ Year	Engg. Export Growth (%)	Manufacturing Growth (%)
April 2020	-63.05	-66.6
May 2020	-22.17	-37.8
June 2020	-5.18	-17.0
July 2020	10.56	-11.4
August 2020	-7.01	-7.6
September 2020	4.09	-0.4
October 2020	-5.01	4.5
November 2020	-8.37	-1.6
December 2020	-0.93	2.7
January 2021	16.66	-0.9
February 2021	-4.94	-3.4
March 2021	67.75	28.3
April 2021	237.82	196.0
May 2021	50.65	32.1
June 2021	51.44	13.2
July 2021	42.99	10.5
August 2021	59.09	11.1
September 2021	35.50	4.3

Months/ Year	Engg. Export Growth (%)	Manufacturing Growth (%)
October 2021	52.20	3.3
November 2021	37.68	0.8
December 2021	47.84	0.2
January 2022	25.97	1.1
February 2022	33.31	N A

(Source: Department of Commerce and CSO)

IMPACT OF EXCHANGE RATE ON INDIA'S EXPORTS

How did the exchange rate fare during February 2022 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 February 2022, but also considered monthly average exchange rate of Rupee vis-à-vis the US Dollar for each month of fiscal 2021-22 as well as 2020-21 as mere one month figure does not reflect any trend. Later on, we would also provide the monthly trend of Re-dollar for each month of 2021-22 as we move forward with time. The following table clearly depicts the short-term trend:

Table 8: USD-INR monthly average exchange rate in 2021-22

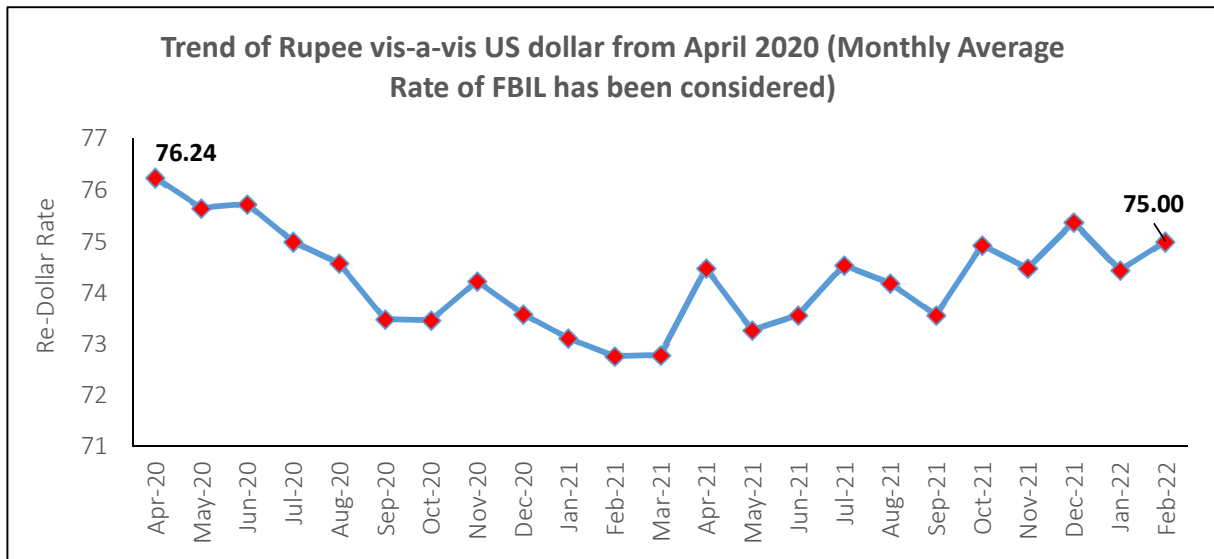
(As per latest data released by FBIL)

Monthly Average Exchange Rate (1 USD to INR)			Year-on-Year Change (%)	Direction	Month-on-Month Change (%)	Direction
Month	2020-21	2021-22				
April	76.24	74.47	-2.32	Appreciation	2.31	Depreciation
May	75.66	73.27	-3.16	Appreciation	-1.61	Appreciation
June	75.73	73.56	-2.87	Appreciation	0.40	Depreciation
July	74.99	74.63	-0.48	Appreciation	1.45	Depreciation
August	74.67	74.19	-0.64	Appreciation	-0.59	Appreciation
September	73.48	73.56	0.11	Depreciation	-0.85	Appreciation
October	73.46	74.92	1.99	Depreciation	1.85	Depreciation
November	74.22	74.47	0.34	Depreciation	-0.60	Appreciation
December	73.59	75.37	2.42	Depreciation	1.21	Depreciation
January	73.11	74.44	1.82	Depreciation	-1.23	Appreciation
February	72.76	75.00	3.08	Depreciation	0.75	Depreciation

Source: FBIL, EEP Research

Fig 3: Trend of Rupee vis-a-vis US dollar from April 2020

(Monthly Average Rate of FBIL has been considered)



Source: FBIL

Rupee in February 2022 depreciated vis-à-vis the US Dollar both on a on a month-on-month as well as year-on-year basis: War between Russia and Ukraine resulted in sudden rise in crude prices and rupee depreciated in February 2022 as India is a net importer of crude oil.

ANALYSIS OF INDIA'S ENGINEERING IMPORTS

India's Engineering imports during February 2022 were valued at US\$ 9408.10 million compared to US\$ 8789.56 million in February 2021 registering a positive growth of 7.0 percent in dollar terms.

All the engineering panels barring transport equipment, like iron & steel, non-ferrous metals, machine tools, machinery, electrical & non-electrical, medicinal & pharmaceutical products and professional instrument, optical goods witnessed an increase in import during February 2022 compared to February 2021.

The share of engineering imports in India's total merchandise imports has dropped during February 2022 in comparison to February 2021 which has been estimated at 17%.

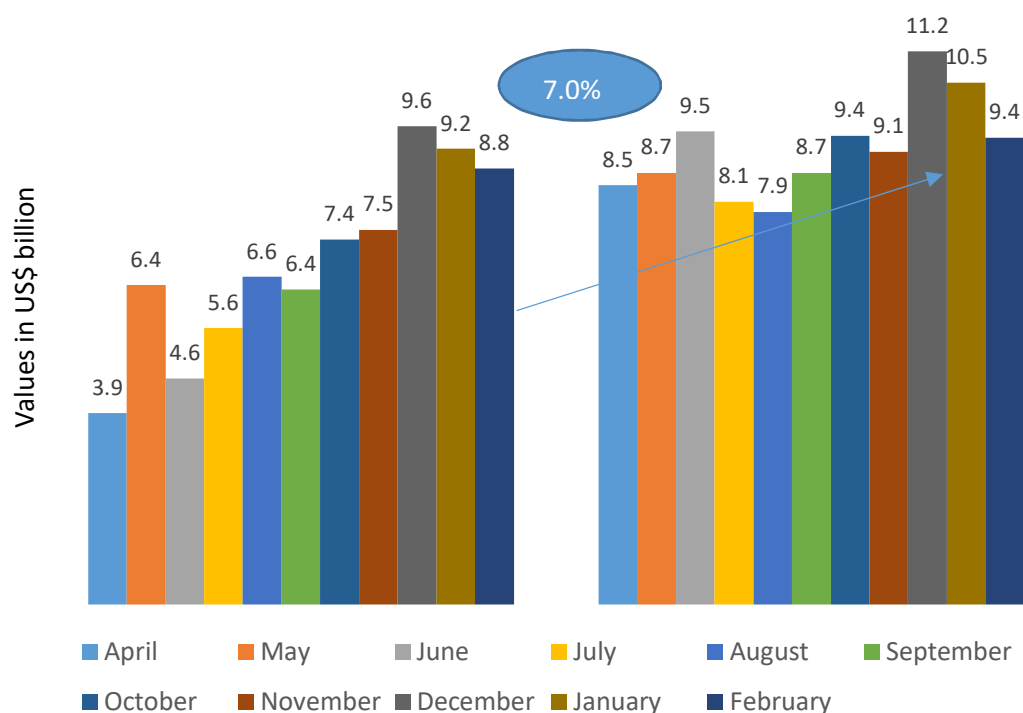
The monthly engineering import figures for fiscal April- February 2022 vis-a-vis April- February 2021 is depicted below as per the latest availability of figure:

Table 9: Monthly engineering Imports
US\$ Million

Months	2020-21	2021-22	Growth (%)
April	3858.97	8454.25	119.1
May	6433.42	8697.51	35.2
June	4558.01	9533.91	109.2
July	5571.34	8119.31	45.73
August	6599.67	7908.45	19.8
September	6350.82	8697.24	36.9
October	7353.21	9444.26	28.4
November	7549.27	9121.54	20.8
December	9633.12	11150.29	15.7
January	9180.59	10514.78	14.5
February	8789.56	9408.10	7.0

The figure below depicts engineering imports for April-February 2021 compared to April-February 2020

Fig 4: Monthly Engineering Imports for April-February 2021 vis-a-vis April-February 2020



Source: EEPC India analysis

TREND IN ENGINEERING TRADE BALANCE

We now present the trend in two way yearly trade for the engineering sector for this current fiscal 2020-21 (April-February) depicted in the table below:

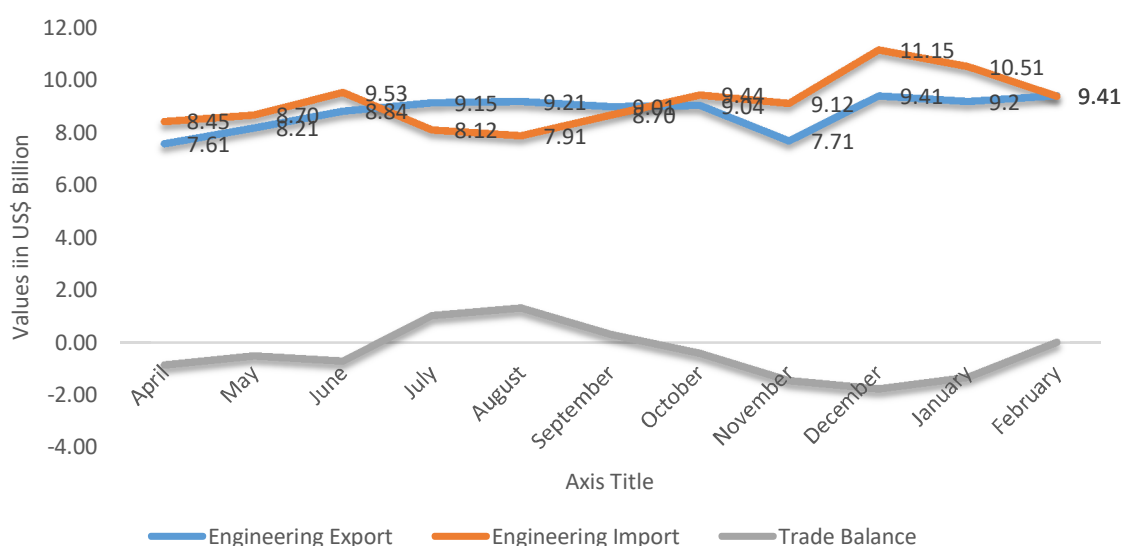
Table 9: Monthly Trend in Engineering Trade Balance for the current FY
(US\$ Billions)

Trade Flow	Apr	May	June	July	Aug	Sep	Oct	Nov	Dec	Jan	Feb
Engineering Export	7.61	8.21	8.84	9.15	9.21	9.01	9.04	7.71	9.41	9.2	9.41
Engineering Import	8.45	8.70	9.53	8.12	7.91	8.70	9.44	9.12	11.15	10.51	9.41
Trade Balance	-0.85	-0.49	-0.70	1.03	1.30	0.31	-0.40	-1.42	-1.74	-1.29	0.00

Source: DGCI&S, EEPIC India Analysis

Figure 4 below depicts the yearly trend in engineering trade for this current fiscal 2020-21 (April-February)

Fig 5: Trend in Yearly Engineering Trade



CONCLUSION

India's engineering export growth registered a 33.3 percent year-on-year in February 2022. Engineering exports continued to remain at the USD 9 billion mark. Of the USD 107 billion target set for engineering exports in FY 2021-22, the industry has already achieved more than 94 percent. At present one month is still left for the last quarter of 2021-22. Given the fact that export generally exhibit an upward trend in the last quarter of any financial, engineering exports is expected to overachieve its target within stipulated time.

Global trade is also exhibiting an upward trend. As per UNCTAD Global trade in 2021 reached a record high figure of USD 28.5 trillion, which is almost 13 percent higher than even the pre-pandemic levels. However, experts are of the opinion that global factors such as the current Russia-Ukraine conflict, inflation pressure in the US and real estate instability in China would have a dampening impact on trade growth. Additionally resurgence of COVID cases in China in the recent month is expected to create further disruption in global supply chains. Given the above forecast, India needs to practice caution and increase its export competitiveness in

areas which drive the global supply chains. This will enable the country to plug in the supply chain gap created by China and enhance our presence in global trade platform.
