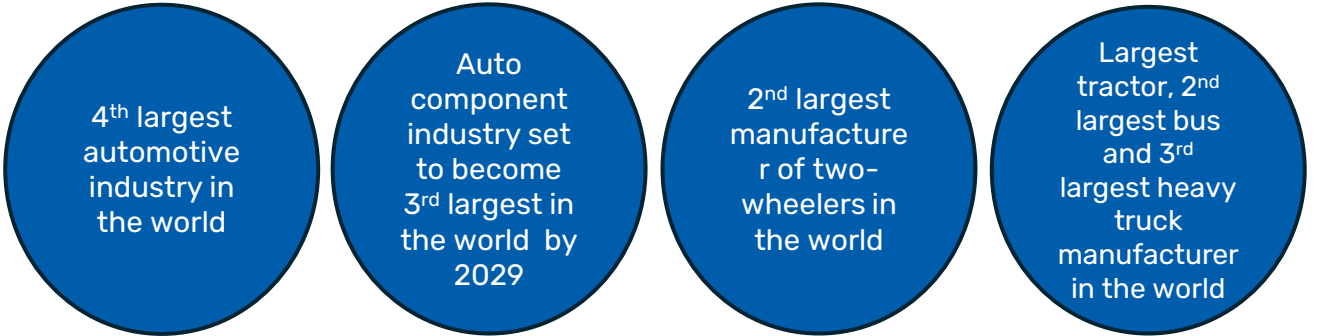
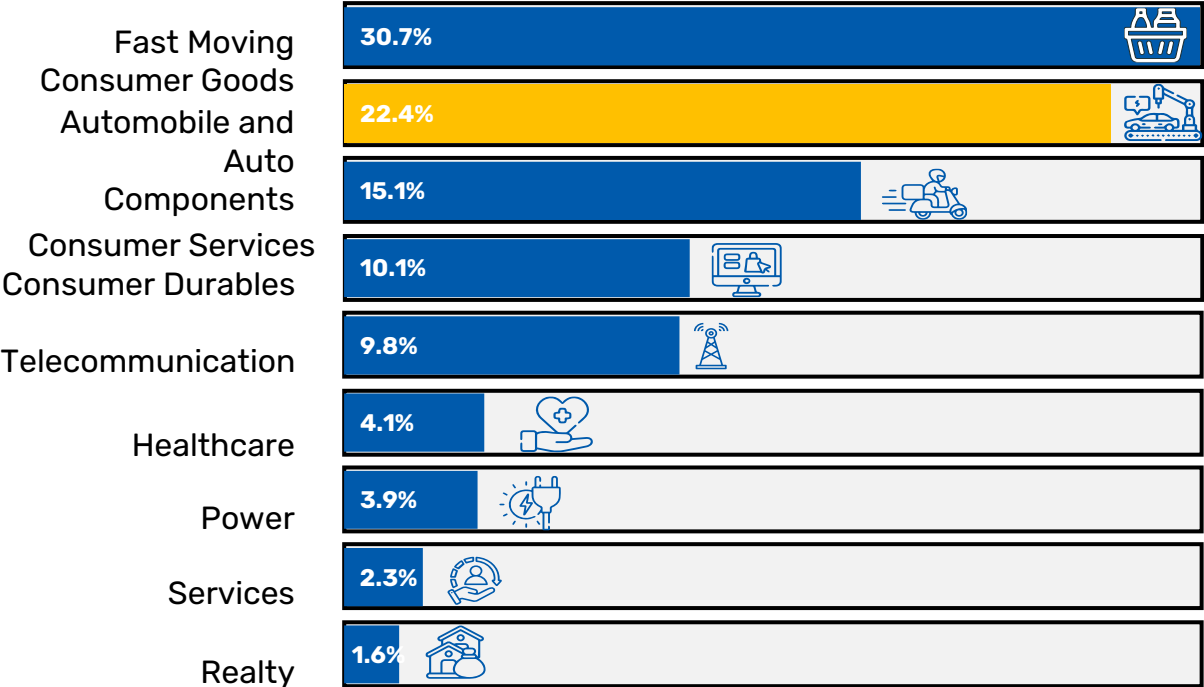


Driving Consumption: Powered by Automobiles

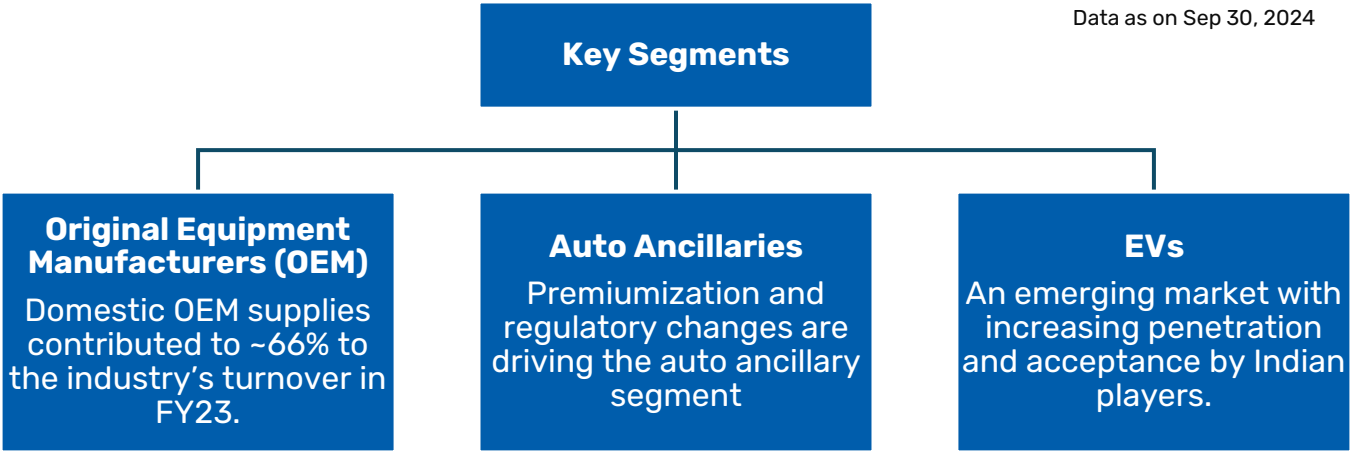


Sector Allocation of Nifty India Consumption TRI

Automobile and Auto Components comprises a significant 22.40% of the Index.



Data as on Sep 30, 2024



Source: IBEF, NSE India

- Within manufacturing, auto and auto component players account for ~7% of the GDP.
- Major OEMs in India are expanding production to make the country an export hub for Africa, the Middle East, and Asia, aided by PLI (Production Linked Incentive) policies boosting EV manufacturing and exports.

Surging EV demand, gearing up for a green future

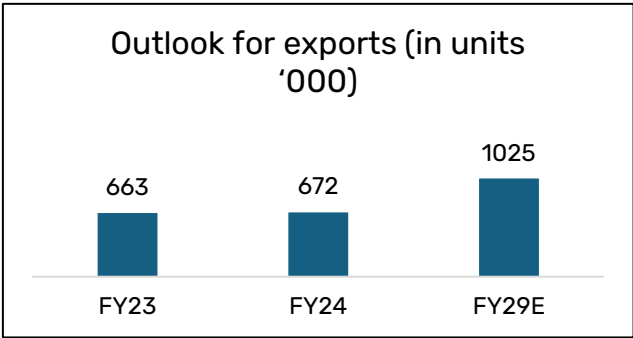
- India is on track to become the largest EV market by 2030 , with rise in investment over the next 8 -10 years .
- Electric vehicle sales in FY24 witnessed a robust growth of over 41%. The total EV registrations in FY24 surpassed 1.6M, significantly higher than last year’s 1.1M.This has pushed the EV penetration in India to 6.8% against 5.3% in FY23.
- Furthermore, the GST on electric vehicles has been lowered from 12% to 5%, and the GST on chargers and charging stations for electric vehicles has been decreased from 18% to 5%.

Boosting EV Innovation: Companies are ramping up investments in India

- In March 2024, Ola Electric announced the making of a consumer-focused electric autorickshaw named Raahi.
- Hyundai Motor intends to invest US \$ 2.45 billion in Tamil Nadu over the next decade to enhance its electric vehicle initiatives in India.
- Mahindra Last Mile Mobility partnered with Ecofy, a green NBFC backed by Eversource Capital, to accelerate electric three-wheeler adoption in India..

Source: IBEF

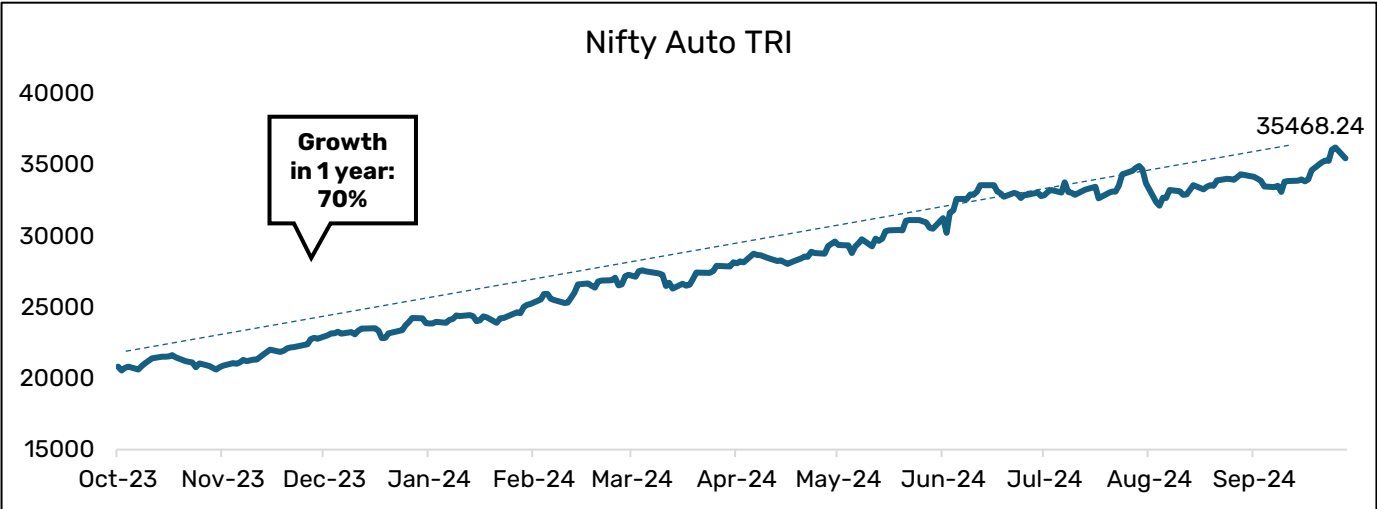
India’s Automobile Export Market



Source: IBEF, MFI Explorer

Anticipated economic stability and growth, increased push from OEMs and India’s trade agreements are expected to boost India’s overall exports by FY29.

Nifty Automobile TRI



Source: IBEF, MFI Explorer

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Mutual Fund investments are subject to market risks, read all scheme related documents carefully.