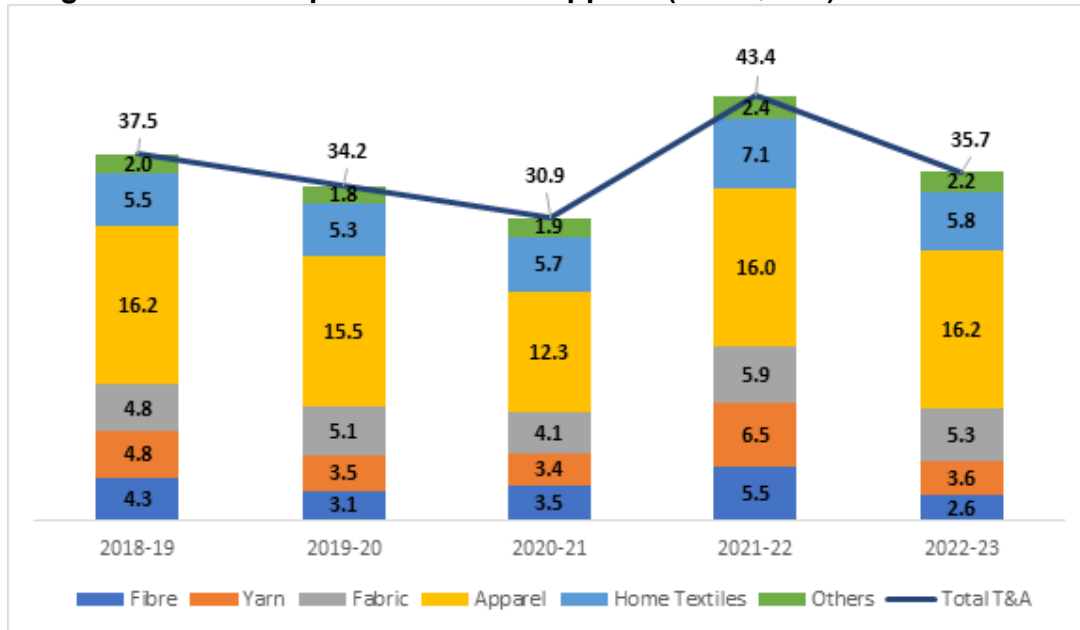


## India's Exports of Textile & Apparel

As a result of the proactive policy support from the Government, India achieved its highest ever T&A exports of US\$ 43.4 Bn during 2021-22 which was about 41% higher than exports of US\$ 30.9 bn during 2020-21. However, owing to certain socio-economic reasons and also due to declined demand of T&A products worldwide, India's T&A exports declined to US\$ 35.7 bn during 2022-23. The major decline in exports was shown by exports of fibre and yarn (mainly cotton) which declined by about 53.5% and 44.5% (values ~6 bn) and was majorly due to the high volatility in cotton prices which have eroded the cost competitiveness of India's fibre and yarn and also other downstream products.

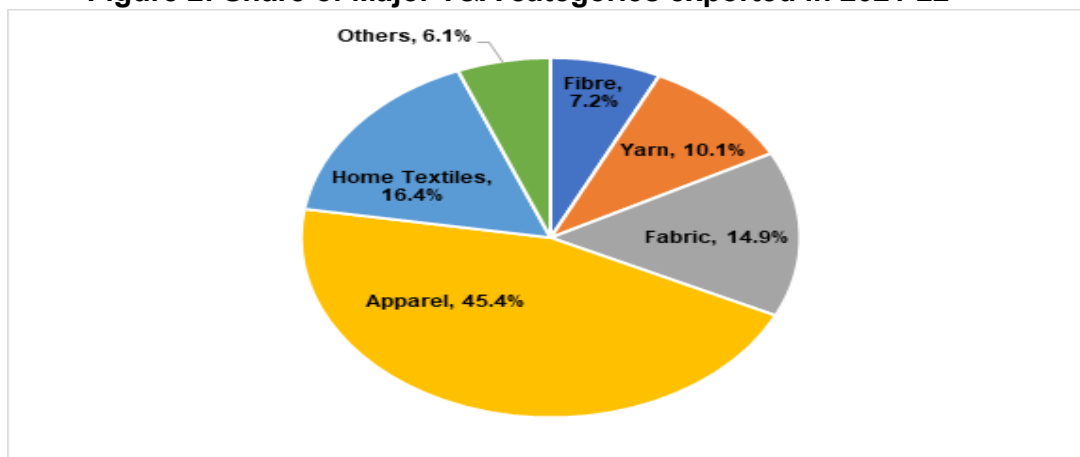
**Figure 1: India's Export of Textile & Apparel (in US\$ Bn.)**



Source: DGCI&S & CITI Analysis

Apparel is the largest exported T&A category from India with a share of about 45.4% in total T&A exports followed by Home Textiles and Fabric with a share of 16.4% and 14.9% respectively. Category-wise share of exports of T&A commodities is shown in figure 2.

**Figure 2: Share of Major T&A categories exported in 2021-22**



Source: DGCI&S & CITI Analysis

- **Top 20 categories exported in 2021-22**

The top 20 commodities (HS-4) have a share of about 71.8% in total textile and apparel exports from India. The exports of these top 20 commodities are given in table 1:

**Table 1: India's Top 20 Exported Textile & Apparel Categories (US\$ Million)**

S No	HS Code	Commodity	2017-18	2021-22	CAGR	% Share
1	6204	Women's Or Girls' Suits, Ensembles, Jackets, Blazers, Dresses, Skirts, Divided Skirts, Trousers, Bib And Brace Ove	2472.88	3139.78	8.8%	6204
2	5205	Cotton Yarn (Other than Sewing Thread) Contaning 85% or more By Wt. Of Coton Not Put Up For Retail Sale	3805.84	2559.93	7.2%	5205
3	6109	T-Shirts, Singlets and Other Vests, Knitted/Crocheted	2541.97	2393.58	6.7%	6109
4	6302	Bed Linen, Table Linen, Toilet Linen and Kitchen Linen	1583.83	1905.19	5.3%	6302
5	6304	Other Furnishing Articles, Excluding Those of Heading 9404	1821.12	1775.39	5.0%	6304
6	5208	Woven Fabrics Of Coton Containing >=85% By Wt Of Coton Weighing not More Than 200 G/M2	1122.42	1307.23	3.7%	5208
7	6305	Sacks And Bags, Of A Kind Used for The Packing Of Goods	928.7	1112.69	3.1%	6305
8	6203	Men's Or Boys Suits, Ensembles, Jackets Blazers, Trousers, Bib And Brace Overalls Breeches And Shorts(Other Than Swimwear)	1110.26	1107.04	3.1%	6203
9	6206	Women's Or Girls Blouses, Shirts and Shirt-Blouses	1228.75	1092.24	3.1%	6206
10	6205	Mens' Or Boys Shirts	1118.36	1083.64	3.0%	6205
11	6111	Babies Garments and Clothing Accessories, Knitted or Crocheted	870.28	997.46	2.8%	6111
12	6211	Track Suits, Ski Suits and Swimwear, Other Garments	1178.02	992.24	2.8%	6211
13	5407	Woven Fabrics of Synthetic Filament Yarn Incl Woven Fabrics Obtained from Materials Of Heading No.5404	944.29	936.49	2.6%	5407
14	5402	High Tenacity Yarn of Nylon or Other Polyamides, Whether or Not Textured	1236.72	914.04	2.6%	5402
15	6105	Men's/Boys Shirts, Knitted/Crocheted	682.05	740.05	2.1%	6105
16	5201	Cotton, Not Carded or Combed	2002.58	678.75	1.9%	5201
17	6104	WomenS Or Girls Suits, Ensembles, Jackets, Blazers, Dresses, Skirts, Divided Skirts, Trousers, Bib and Brace Ove	586.33	656.17	1.8%	6104
18	5702	"Carpets and other Textile Floor	565.16	639.43	1.8%	5702

S No	HS Code	Commodity	2017-18	2021-22	CAGR	% Share
		Covering, Woven Not Tufted				
19	6107	Mens'/Boys Underpants, Briefs, Nightshirts, Pyjamas, Bathrobes etc, Knitted/Crocheted	587.09	626.08	1.8%	6107
20	5703	Carpets And Other Textile Floor Coverings (Including Turf), Tufted, Whether or Not Made Up	563.11	605.55	1.7%	5703

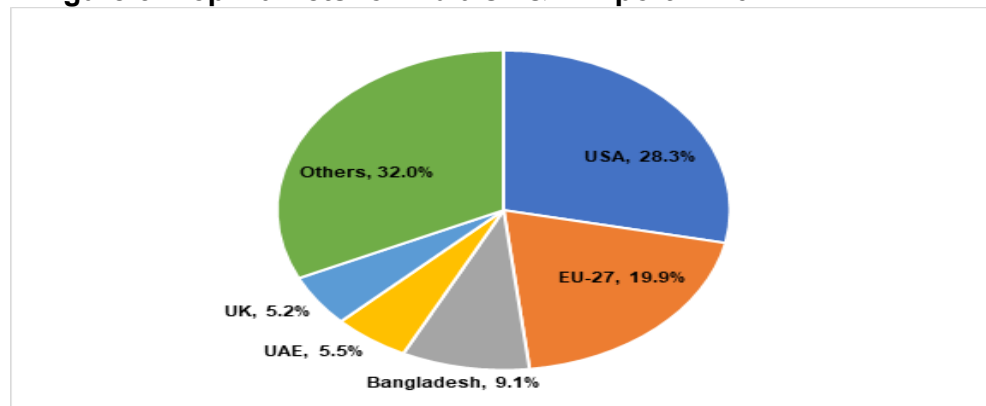
Source: DGCI&S & CITI Analysis

#### a. Top Markets for India's Textile & Apparel Exports

During 2022, the USA with a share of about 28.3% was the largest market for the Indian textiles and apparel products followed by EU-27 and Bangladesh with a share of 19.9% and 9.1% share respectively as shown in figure 3.

During 2022, China, which accounted for about 5% of India's total T&A exports, lost its position of 5<sup>th</sup> largest destination for Indian Textile & Apparel products and United Kingdom with about 5.2% share emerged as the 5<sup>th</sup> largest T&A destination for India.

**Figure 3: Top Markets for India's T&A Export in 2021**



Source: ITC Trade Map & CITI Analysis

Among the top 5 export destinations, India's T&A exports to Bangladesh have shown the maximum CAGR of 8.7% during 2017-2022 followed by USA and EU-27 with CAGR of 7.5% and 0.9% respectively. India's total exports of T&A to world have increased by a CAGR of 0.8% during the same time frame. Though India has entered into Comprehensive Economic Partnership Agreement (CEPA) with UAE on 1<sup>st</sup> May 2022, however, the positive effect of the same is yet to be seen in India's T&A exports to UAE which declined to US\$ 2.1 bn during 2022 as compared to export of US\$ 2.7 bn in 2021.

**Table 2: Last 5 years exports to top markets (in US\$ Bn.)**

Country	2018	2019	2020	2021	2022	CAGR
USA	8.1	8.5	7.5	10.8	10.8	7.5%
EU-27	7.3	6.9	5.5	7.0	7.6	0.9%
Bangladesh	2.5	2.1	2.1	4.3	3.5	8.7%
UAE	2.5	2.4	2.1	2.7	2.1	-4.1%
UK	2.2	2.2	1.6	2.0	2.0	-2.2%
Others	14.5	13.5	10.9	14.7	12.3	-4.1%
<b>World</b>	<b>37.1</b>	<b>35.5</b>	<b>29.6</b>	<b>41.5</b>	<b>38.3</b>	<b>0.8%</b>

Source: ITC Trade Map & CITI Analysis