



Discussion

Whether India's Export Diversification is happening?

Data Source

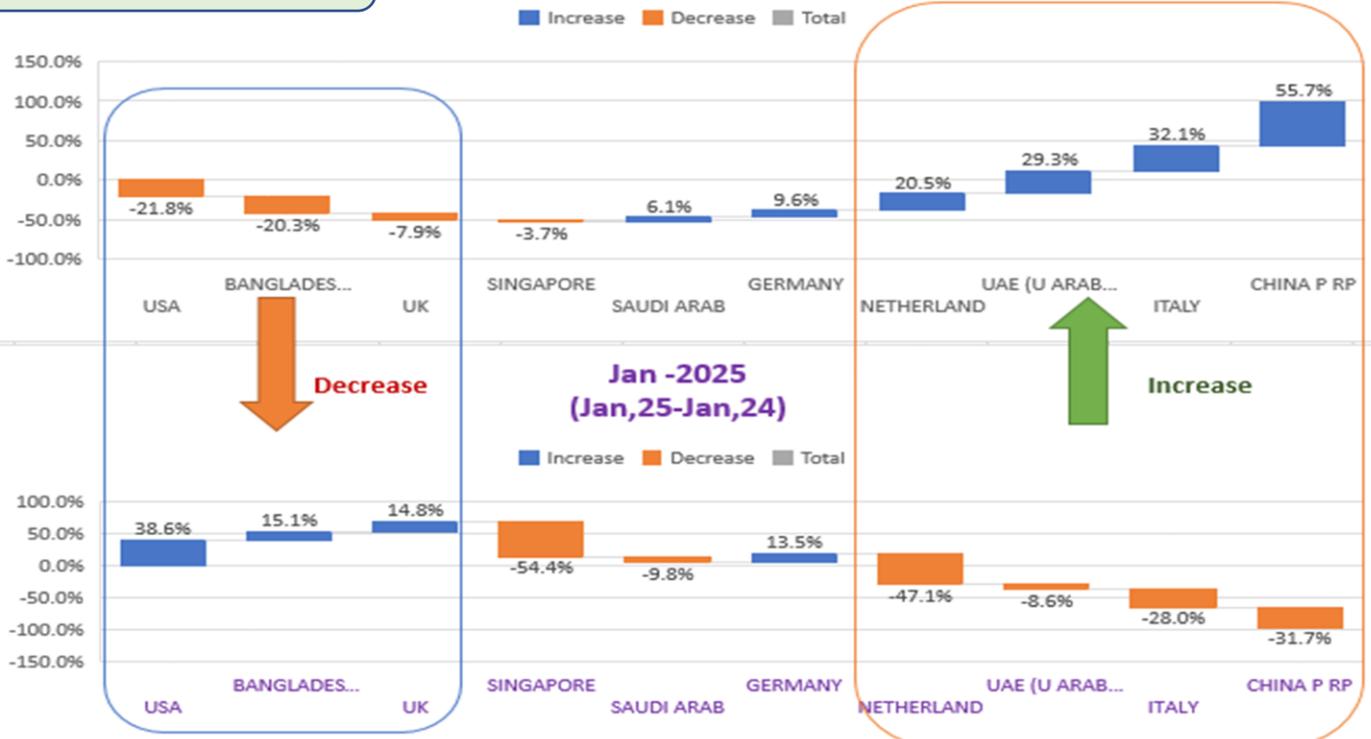
Ministry of Commerce & Industry , Own analysis

Reflections

- ✓ There is a clear shift in India's export pattern between Jan-2025 and Jan-2026 – from growth in traditional markets to recovery in select markets driven by engineering goods, petroleum products, and commodity demand.
- ✓ Export to major developed markets (USA, UK, Bangladesh) witnessed sharp slowdown/decline
- ✓ Engineering goods emerge as the core growth driver.
- ✓ Traditional exports (gems, jewellery, and rice) show weakness.
- ✓ Energy/commodity-driven markets are showing strong recovery.
- ✓ India's export growth is shifting from traditional sectors to manufacturing and commodity-linked exports.

Country Wise India's Export (Y-o-Y, % Growth)

Jan-2026 (% Increase/Decrease) (Jan,26- Jan,25)



Reason of Change ( +/-)

USA	Bangladesh	UK	Singapore	Saudia Arabia	Germany	Netherland	UAE	Italy	China Republic
Gems& Jewellery down by (-22.96%)	Rice export down by (-24.78%)	Lack of external Demand	Surge in Engineering Goods by (+10.37%)	Engineering Goods and Petroleum Products (+8.55%)	Surge in demand of Engineering goods	Surge in demand demand for petroleum products	high-growth Meat, dairy & poultry products (+17.92%)	Surge in Engineering Goods and Coffee exports (+36.03%)	Sharp rise in Iron Ore demand (+31.54%)

Key Takeaway:

India's exports in Jan-2026 show a structural shift from traditional exports toward engineering goods and commodity-driven markets, with weak demand in advanced economies but strong recovery in energy and emerging trade partners.