

# Industry Insight

## Indian Auto logistics

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# Cygnus

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## SYNOPSIS

Global and Indian auto and auto components industry is increasingly focusing on innovative supply chain and logistics practices to balance costs, improve service levels and increase product diversity amid the growing global competition. Global auto components logistics is estimated to be around USD51.38 billion in 2006, which is 2.45% of the sales and is likely to increase to USD91.58 billion in 2015.

In India, logistics cost in automobiles industry accounts for 2-3% of sales whereas in auto components industry it's around 3-4%. Indian auto logistics industry is estimated to be at INR34.71 billion in 2006-07. Reverse logistics cost in Indian auto and auto components industry is estimated to be around 0.5-1% of auto and auto components industry. About 90% of the auto component Industry outsources their logistics requirement to 3PLs.

This report provides an overview of global auto and auto components markets as well as the auto logistics market in terms of their size, growth, regional distribution of automobile and auto components industry. The report also gives an insight into Indian auto and auto components industry, logistics in the industry, reverse logistics issues and distribution of Indian auto and auto components manufacturing hubs.

It also give an overview of supply chain management in Indian auto and auto components industry , issues and challenges, critical success factors, future growth prospects of the industry and best practices followed . The report also profiles the major players in Indian auto and auto components logistics industry.

This report was prepared using secondary research of various published information supplemented by surveys of Indian automobile companies with specific reference to logistics.

This report is useful to industry professionals from automobile industry as well as logistics industry, banks, management and SCM consultants and business schools.

**No of Pages: 65**

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