

India, EU reach landmark trade deal

India and the European Union have signed the “mother of all deals”, a huge trade pact to create a market of two billion people, reached after two decades of negotiations



Benefits for Indian exporters

EU to scrap tariffs on **90%** of Indian goods, extended to **93%** within seven years

Partial cuts and quotas for about **6%** of goods, bringing EU's average tariff rate down from **3.8%** to **0.1%**

Tariffs to drop to zero

Key sector	Current rate (%)
Marine products	26
Leather/footwear	17
Chemicals	12.8
Textiles	12
Base metals	10
Plastics/rubber	6.5

Autos and agriculture kept out of full tariff elimination

Overall, **99.5%** of bilateral trade will benefit from some form of tariff concession

Total number of EU services sub-sectors opened to Indian firms

144

Benefits for EU exporters

Indian tariffs on **30%** of goods imported from EU to fall to zero immediately

Tariffs to be eliminated or reduced on **96.6%** of EU exports, saving up to **€4bn** (\$4.7bn) a year

Tariffs to drop to zero

Key sector	Current rate (%)
Machinery	44
Chemicals	22
Iron and steel	22
Plastics	16.5
Pharmaceuticals	11
Aircraft/spacecraft	11

Tariffs on EU cars to fall from **110%** to **10%** over five years*

Easier access to Indian services market. Simpler customs rules and stronger IP protection

Total number of Indian services sub-sectors opened to EU firms

102

*Annual quota of 250,000 vehicles. Cars priced below €15,000 (\$17,800) are excluded from deal and will remain subject to higher tariffs