

Auto firms outline capex plans of over ₹1 lakh cr

AKBAR MERCHANT
Mumbai, February 18

BUOYED BY THE sharp rise in demand after the implementation of Goods and Services Tax (GST) 2.0 and rising opportunities for exports due to trade deals, top auto companies have capex plans of over ₹1 lakh crore in the next few years. This includes Tata Motors, Maruti Suzuki, Mahindra and Mahindra, Toyota Kirloskar and others.

Tata Motors has announced one of the most aggressive capex roadmaps of ₹33,000–35,000 crore in its passenger vehicle business between FY26–30. This will include ₹16,000–18,000 crore for the electric vehicle portfolio. A new facility at Ranipet in Tamil Nadu, with eventual capacity of 250,000–300,000 units, will support EV production and deeper localisation of Jaguar Land Rover models.

Maruti Suzuki has formalised a ₹35,000 crore investment agreement with the Gujarat government for a greenfield plant at Khoraj, with capacity of up to 1 million units by FY29. It also plans to expand its Hansalpur and Kharkhoda facilities.

Mahindra & Mahindra has committed a ₹15,000 crore investment over the next

FOOT ON THE PEDAL

(in mn)	Current capacity	Expansion plan	Timeline
Maruti Suzuki	2.6	Khoraj 1 ; 0.25 at Hansalpur, 0.5 at Kharkhoda	FY29
Hyundai India	0.99	.08 at Talegaon	2028
Tata Motors PV	0.9	0.25 at Ranipet	Phased rollout
Mahindra	1	Chakan and Nagpur greenfield	2026–28
Toyota Kirloskar	.34	0.4 at (Sambhajinagar); Bidadi Plant 3 (0.1)	2026–28



decade to set up its largest integrated automobile and tractor manufacturing facility near Nagpur, with production scheduled from 2028. From a current capacity of about 820,000 units, Mahindra expects to cross 1 million units within two years, aided by debottlenecking at Chakan and Nashik to unlock additional monthly volumes.

Others like Hyundai Motor and Toyota Kirloskar Motor are also ramping up their capacities.

Hyundai's plans include reaching 250,000 units in its

Talegaon plant by 2028, pushing the total capacity in India beyond the 1 million-unit mark while Toyota Kirloskar's is activating its third plant at Bidadi, adding 100,000 units annually at an investment of about ₹3,300 crore.

It has also signed an MoU for a greenfield facility at Chhatrapati Sambhajinagar in Maharashtra with proposed capacity of 400,000 electric and hybrid vehicles at an estimated investment of around ₹20,000 crore.