

Commercial vehicle vol to grow in FY26

Domestic commercial vehicle industry's wholesale volumes are expected to grow 3-5% year-on-year in the financial year 2026, rating firm Icra said in a statement on Monday.

This follows a flat volume movement estimated in the financial year 2025, marred by the demand slowdown in the first half of the fiscal due to the general elections, it said in a statement.

“Resumption of construction and infrastructure activities, steady rural demand along with higher replacement sales stemming out of ageing fleets and government mandates are the likely driving factors to propel the said volume expansion towards the end of FY2025 and through FY2026,” Icra senior vice president and co-Group head Kinjal Shah said.

The sustained push in infrastructure development, a steady increase in mining activities and the improvement in roads/highway connectivity are expected to support volumes going forward, she added.