

Country Dossier

Taiwan

2025





Country Dossier – Taiwan

Over the past year, Taiwanese companies have significantly increased their investments in India, reflecting a strategic shift in global supply chains. Approximately 250 Taiwanese firms have collectively invested around USD 4 billion, creating over 170,000 jobs across various sectors. Key sectors attracting Taiwanese investment include electronics, electric vehicles (EVs), footwear manufacturing, and semiconductors. Notable companies such as Foxconn, Delta Electronics, Wistron, Pou Chen Group, and Pegatron have expanded their operations in India, establishing manufacturing facilities and research centers in states like Tamil Nadu, Telangana, and Karnataka.

Overview

- Tata Electronics and Taiwan's Powerchip Semiconductor Manufacturing Corporation (PSMC) announced plans to establish India's first 12-nanometer semiconductor fabrication plant in Dholera, Gujarat. This initiative is part of India's USD 11 billion "Chips for Viksit Bharat" program and is expected to generate approximately 20,000 skilled jobs.
- The Telangana government has partnered with Taiwanese entities to create "Formosa Town," an industrial zone within the state's "Future City" project. This zone aims to attract Taiwanese Foreign Direct Investment (FDI), offering land ownership and incentives to Taiwanese firms.
- Taiwan opened its third representative office in India, located in Mumbai. This expansion complements existing offices in New Delhi and Chennai, reflecting Taiwan's commitment to enhancing economic and trade relations with India.
- Taiwanese Banks such as Taipei Fubon Bank and CTBC Bank are planning to establish branch offices in Gujarat, India, to strengthen financial ties and collaboration between Taiwan and India.
- Taiwan has expressed strong support for finalizing an FTA with India, Taiwan's Deputy Trade Representative, Yen Huai-shing, highlighted that such an agreement would enhance bilateral economic and technological cooperation, particularly in critical sectors like semiconductors, information security, and artificial intelligence.

Sectoral Synergies



Manufacturing

- Foxconn has significantly expanded its operations in India, aligning with Apple's strategy to diversify manufacturing outside China. In the fiscal year 2024–25, Foxconn's revenue in India more than doubled to over USD 20 billion, driven by increased iPhone production. The company also expanded its workforce by over 65%, reaching approximately 80,000 employees.
- In Telangana, Foxconn invested USD 400 million to produce AirPods for export markets. Additionally, a joint venture with HCL in Uttar Pradesh is establishing a semiconductor assembly and testing facility with an investment of USD 435 million, expected to generate around 4,000 jobs.
- Wistron: Allocated ₹1,000 crore to establish a new production unit in Telangana, focusing on non-iPhone hardware, following the sale of its Karnataka facility to Tata Electronics.
- QCY: Plans to set up a manufacturing facility in Manesar, targeting a market value share of USD 75–100 million by 2026, contributing to India's wearable tech sector.
- Pou Chen investing around USD 280 million to build a facility that would create approximately 20,000 jobs.

Sectoral Synergies



EVs

- The Federation of Indian Chambers of Commerce and Industry (FICCI) projects a USD 15 billion investment opportunity for Taiwanese companies in India's electronics and EV sectors. These sectors, valued at USD 60 billion, are expected to grow to USD 170 billion by 2030, driven by demand for components like PCBs, semiconductors, electric motors, and smart healthcare devices.
- Gogoro - Battery-Swapping & Scooter Manufacturing received approval from the Maharashtra government to invest USD 1.5 billion—USD 500 million for electric two-wheeler manufacturing and USD 1 billion to build a battery-swapping infrastructure across the state by 2032.



Footwear Industry

- Taiwanese footwear giant Hong Fu Industrial Group has initiated construction of a INR 1,500 crore non-leather footwear manufacturing facility at the SIPCOT Industrial Park in Panapakkam, Tamil Nadu. The project, expected to commence operations by January 2026, aims to generate 25,000 jobs, with 85% of the workforce being women.
- Phoenix Kothari Footwear - A joint venture between India's Kothari Industrial Corporation and Taiwan's Evervan Group, Phoenix Kothari is investing INR 5,000 crore in two non-leather footwear manufacturing sites in Eraiyur and Karur, Tamil Nadu. Additionally, an INR 1,760 crore investment is being made in a Crocs production facility in Perambalur through a partnership with Taiwan's Shoetown Group.



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