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# EV sales saw surge in FY26 on strong year-end push

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India's electric vehicle (EV) market witnessed a strong surge in financial year 2025-26 (FY26), driven by robust growth in both two- and four-wheeler (e2W and e4W) segments, and a sharp year-end push, according to Vahan portal data on vehicle registrations.

e4W registrations nearly doubled, surging 91.3 per cent year-on-year (Y-o-Y) to 193,633 units in FY26, compared with 101,205 units in FY25. In FY24, there were registrations of 80,495 units.

e2Ws grew 21.8 per cent to 1.40 million units in FY26, up from 1.15 million units in FY25. The figure was 948,586 units in FY24.

The growth momentum accelerated in the fourth quarter (Q4), between January and March 2026. e4W sales rose from 14,177 units in February to 21,716 units in March, a 53.2 per cent month-on-month (M-o-M) increase, while e2W sales surged 70.1 per cent to 184,300 units from 108,357 units in the same period.

January had already set a strong base, with 18,875 e4Ws and 119,195 e2Ws sold, highlighting sustained demand through the quarter before a sharp March spike.

Experts believe the surge in FY26 was underpinned by multiple structural factors, including a steady expansion of charging infrastructure, a wider range of feature-rich models launched across price segments, and improved supply chains that enabled faster deliveries.

Financing options have also become more accessible, lowering entry barriers for first-time EV buyers, while reduced battery costs and localisation efforts have supported competitive pricing. In

addition, year-end dispatches and dealer-level incentives typically seen in Q4 further amplified volumes.

The strong momentum comes amid rising global uncertainties, particularly tensions in West Asia, which have pushed fuel prices, perhaps prompting consumers to consider EV options.

Industry experts say the e2W segment is entering a more mature phase. "The e2W market share for FY26 is around 9 per cent, up roughly 1.4 times from about 6.3 per cent in FY25. The market has entered the next phase of maturity despite subsidies reducing, and sales have continued to grow," said Anurag Singh, managing director at Primus Partners.

