

## NEWSLETTER

### MACHINERY & AUTOMOTIVE

22 - 28 December 2025



#### **Machinery and electronic products accounted for over 60% of exports in the first 11 months**

According to data from the General Administration of Customs in December, mechanical and electronic products exports rose 12.1% year-on-year. The general machinery exports surged 29% year-on-year, +16.6% month-on-month. From January to October, the construction machinery import-export reached \$50.718 billion (+11.5%), exports \$48.526 billion (+12%), maintaining 4-year consecutive growth. **(Yicai Global)**

#### **The machine tool industry has stabilized and rebounded**

According to data from the China Machine Tool & Tool Builders' Association, from January to September 2025 industry operating revenue 764.7 billion yuan (\$108.1 billion, +1.6% YoY), profit 24.7 billion yuan (\$3.48 billion, +28.0% YoY). The average profit margin increased to 3.2%. It ended over two years of decline, returned to growth, with emerging industries driving high-end machine tool demand. **(Sohu)**

#### **China's share of the international construction machinery market is increasing rapidly**

Per People's Daily (15 December 2025), China's construction machinery saw steady growth during "14th Five-Year" (2021-2025). The exports increased from \$20.9 billion in 2020 to nearly \$52.9 billion in 2024. It is expected to be more than \$59 billion in 2025, covering the market for over 210 countries. The high-end equipment advanced, digital and intelligent upgrading progressed. **(China Internet Information Center)**

#### **Auto sector set for healthier growth with new pricing rules**

China's top market regulator released a draft auto pricing guide covering production, sales and services, regulating automaker-dealer relations, bans unfair practices like below-cost sales. In the first half of 2025, 52.6% of dealers lost money, 74.4% faced price inversion. Major automakers comply, with 173 models (January-November) cut prices (45 fewer than last year), cooling competition. **(China Daily)**

#### **China welcomes EU talks on setting price of electric vehicles**

China's Ministry of Commerce welcomes the EU restarting talks on price undertakings for Chinese battery electric vehicles, appreciating dialogue to resolve differences. Price undertakings may replace the EU's extra tariffs from late 2024. The two sides held trade remedy dialogues, China noted its chamber proposed an industry solution and warned separate EU-company talks harm trust. **(China Daily)**