

## Herbal Extract Products Industry Report 2025: Dynamics, Demand & Investment

Surge in demand for natural and organic products across food, cosmetics, and pharmaceutical industries.

WILMINGTON, DE, UNITED STATES, July 25, 2025 /EINPresswire.com/ -- Driven by rising consumer demand for natural solutions and sustainable living, the global <u>herbal extract products market</u> is set for robust expansion. According to a recent report published by Allied Market Research, titled "Herbal Extract Products Market by Type, Raw



Herbal Extract Products Market, by Type

Materials, End-use Industry, and Region: Global Opportunity Analysis and Industry Forecast, 2023–2032", the market was valued at \$27.95 billion in 2022 and is projected to reach \$85.12 billion by 2032, growing at a CAGR of 11.9%.

Key Market Drivers:

- Surge in demand for natural and organic products across food, cosmetics, and pharmaceutical industries.

- Innovations in extraction and processing technologies enhancing quality, efficiency, and scalability.

- Growing investment in R&D to improve formulations, bioavailability, and standardization of herbal extracts.

Challenges:

- Delayed therapeutic outcomes in medicinal applications can limit rapid adoption in some sectors.

However, continuous technological advancements and sustainable farming practices are expected to bridge this gap, offering lucrative opportunities for growth.

Market Breakdown:-

By Type: Oil-Based Extracts Lead the Way:

Oil-based extracts accounted for nearly half of the market share in 2022, driven by their versatile applications in:

- Dietary supplements
- Functional food & beverages
- Organic cosmetics and personal care

Their rising use in flavoring, aromatherapy, and natural formulations positions this segment for sustained dominance through 2032.

By Raw Material: Leaves Dominate the Supply Chain:-

The leaves segment held the largest share in 2022, contributing over one-fourth of global revenue. Key trends include:

- Rising demand for organically sourced, pesticide-free leaves
- Focus on clean-label products and transparency
- Surge in bioactive compound research driving innovation in product development

By End-Use Industry: Food & Beverage Tops the Chart:-

The food & beverage industry captured more than two-fifths of the market share in 2022, with herbal extracts increasingly used for:

- Enhancing taste and functional value
- Creating novel beverages and nutritional products
- Catering to health-conscious and plant-based consumers

Mixologists are also exploring herbal infusions for unique cocktails and mocktails, reflecting a growing appetite for experiential dining.

Regional Outlook: Asia-Pacific Emerges as a Powerhouse:-

With the highest market share and fastest growth rate (CAGR of 13.1%), Asia-Pacific is poised to remain the leading region throughout the forecast period. Factors fueling growth:

- Rapid digital adoption and e-commerce penetration
- Rich traditional knowledge of herbal remedies
- Technological upgrades in extraction and standardization

Leading Market Players:

- BIO-BOTANICA
- DKSH Holding Ltd.
- Hunan NutraMax Inc.
- Mane Kancor Ingredients Pvt. Ltd.
- Martin Bauer
- Nexira
- Organic Herb Inc.
- Ozone Naturals
- Sabinsa
- Vidya Herbs Pvt. Ltd.

These companies are actively investing in product innovation, strategic partnerships, and global expansion to strengthen their market presence.

## About Us

Allied Market Research provides global enterprises as well as medium and small businesses with unmatched quality of "Market Research Reports" and "Business Intelligence Solutions." AMR has a targeted view to provide business insights and consulting to assist its clients to make strategic business decisions and achieve sustainable growth in their respective market domain.

Pawan Kumar, the CEO of Allied Market Research, is leading the organization toward providing high-quality data and insights. We are in professional corporate relations with various companies and this helps us in digging out market data that helps us generate accurate research data tables and confirms utmost accuracy in our market forecasting. Each and every data presented in the reports published by us is extracted through primary interviews with top officials from leading companies of domain concerned. Our secondary data procurement methodology includes deep online and offline research and discussion with knowledgeable professionals and analysts in the industry.

David Correa Allied Market Research + 1 800-792-5285 email us here Visit us on social media: LinkedIn Facebook YouTube X

This press release can be viewed online at: https://www.einpresswire.com/article/833863529

EIN Presswire's priority is source transparency. We do not allow opaque clients, and our editors try to be careful about weeding out false and misleading content. As a user, if you see something we have missed, please do bring it to our attention. Your help is welcome. EIN Presswire, Everyone's Internet News Presswire™, tries to define some of the boundaries that are reasonable in today's world. Please see our Editorial Guidelines for more information. © 1995-2025 Newsmatics Inc. All Right Reserved.