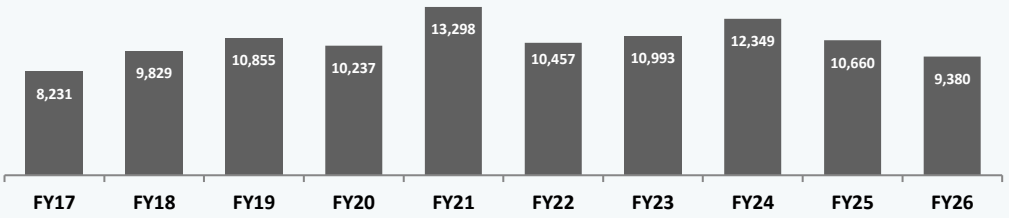
ROADS

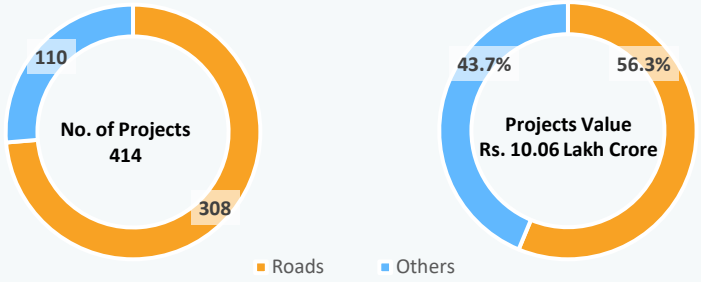
MARKET SIZE

Highway Construction in India (kilometres)



SECTOR COMPOSITION

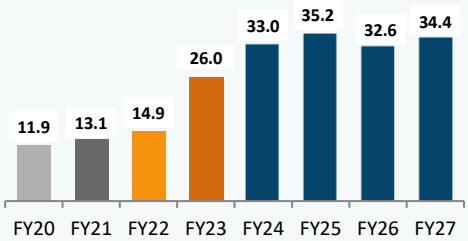
Public Private Partnership Appraisal Committee (PPPAC) Projects Summary



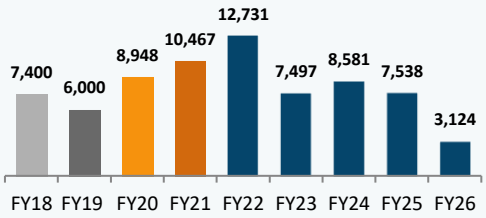
Source: Department of Economic Affairs

KEY TRENDS

Outlay for Roads under the respective Union Budget (US$ billion)



Projects Awarded by NHAI (in kilometres)



***Note:** NHAI - National Highways Authority of India*

GOVERNMENT INITIATIVES

National Investment and Infrastructure Fund (NIIF)

Central Road Fund (CRF)

Pradhan Mantri Gram Sadak Yojana

ADVANTAGE INDIA

- **Robust demand:** Domestic automobile sales reached a record 28.27 million units in FY26, comprising 21.71 million two-wheelers, 4.64 million passenger vehicles, 1.08 million commercial vehicles and 0.84 million three-wheelers, reflecting sustained demand for road-based mobility and freight transportation.
- **Higher Investments**: In September 2025, the government announced a massive Rs. 11 lakh crore (US$ 125 billion) initiative to build 17,000 km of high-speed, access-controlled expressways by 2033. The government is also developing 35 multimodal logistics parks as part of Bharatmala Pariyojana with an investment of about Rs. 46,000 crore (US$ 5.21 billion) to handle around 700 million metric tonnes of cargo.
- **Policy support**: 100% Foreign Direct Investment (FDI) is allowed under the automatic route in the road and highways sector, subject to applicable laws and regulations. The Government strengthens the National Highways network through flagship programmes such as Bharatmala Pariyojana (including the subsumed NHDP), SARDP-NE, LWE Road Development Programme (including the Vijayawada–Ranchi Road), and Externally Aided Projects (EAP).
- **Attractive opportunities**: Private investment in India's highway sector is expected to approach Rs. 1 lakh crore (US$ 10.60 billion) in FY27, supported by the revival of the Build-Operate-Transfer (BOT) model. MoRTH has also identified a 13,400-km PPP project pipeline worth Rs. 8.30 lakh crore for development over three years.

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