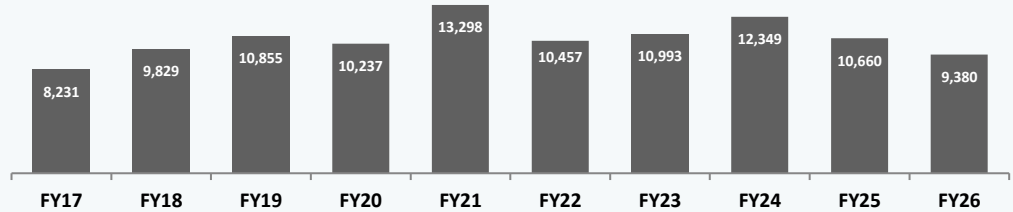


ROADS



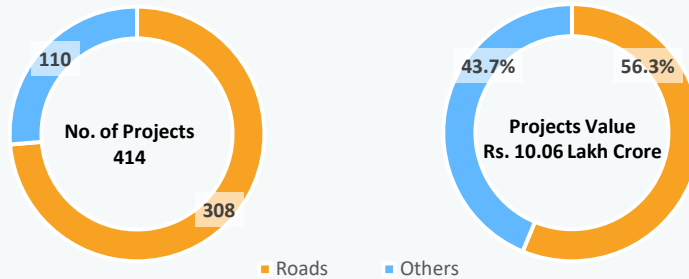
MARKET SIZE

Highway Construction in India (kilometres)



SECTOR COMPOSITION

Public Private Partnership Appraisal Committee (PPPAC) Projects Summary

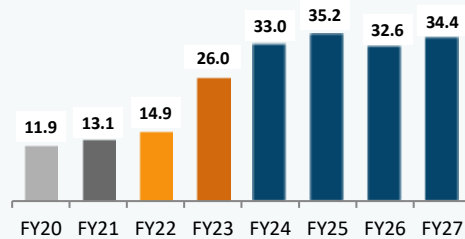


Source: Department of Economic Affairs

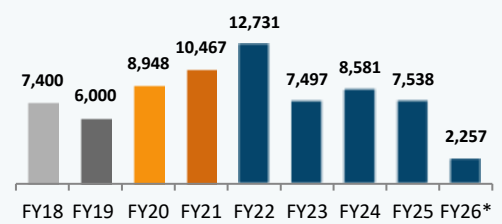


KEY TRENDS

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



Projects Awarded by NHAI (in kilometres)



Note: NHAI - National Highways Authority of India, *Until December 2025



GOVERNMENT INITIATIVES

National Investment and Infrastructure Fund (NIIF)



Central Road Fund (CRF)



Pradhan Mantri Gram Sadak Yojana



ADVANTAGE INDIA

- Robust demand:** The vehicle demand during FY26, with domestic automobile sales reaching 28.27 million units. Two-wheelers accounted for 21.71 million units, followed by passenger vehicles (4.64 million units), commercial vehicles (1.08 million units) and three-wheelers (0.84 million units).
- 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, driven by the revival of the Build-Operate-Transfer (BOT) model and increased participation from private developers.