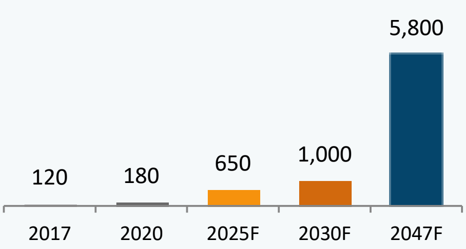
August 2025

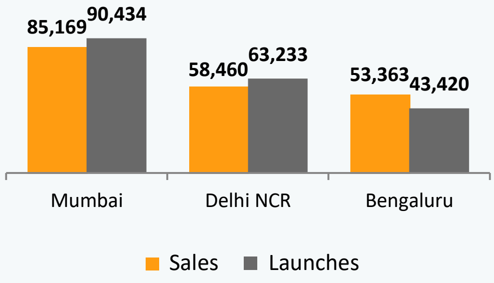
REAL ESTATE

MARKET SIZE

Market size Of Real Estate in India (US$ bn)

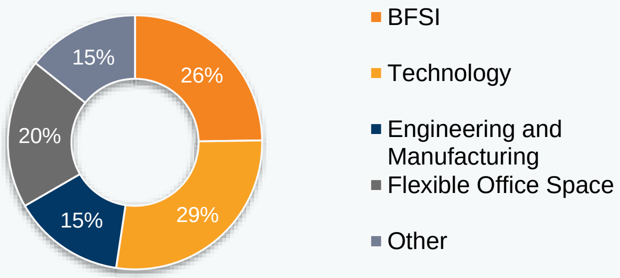


Cumulative Housing Sales and Launches in Top 3 Cities (no. of units in 2024)



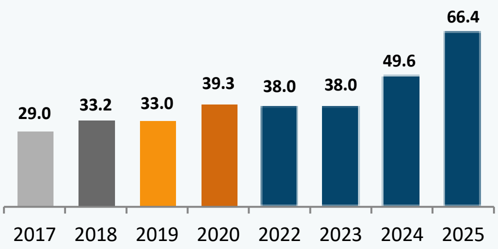
SECTOR COMPOSITION

Industry Wise Office Space (2025E)

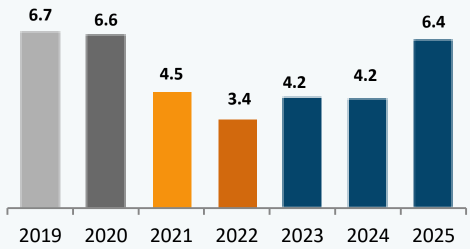


KEY TRENDS

Demand for Commercial Space In Top 8 cities (mn sq ft)



PE/VC Investments in Indian Real Estate (US$ billion)



GOVERNMENT INITIATIVES

RERA

Real Estate Regulatory Act

Goods and Services Tax

Benami Transactions Act

ADVANTAGE INDIA

- **Robust demand:** India's housing market is shifting as more buyers seek larger, premium homes. The Anarock H1 2025 survey shows 36% now prefer properties priced between Rs. 90 lakh-1.5 crore (US$ 1,02,052-1,70,087), up from 18% before Covid-19.
- **Increasing Investments**: Construction is one of the largest sector in terms of FDI inflow. FDI in the sector Construction Activities stood at Rs. 323,987 crore (US$ 36.85 billion) and Construction Development stood at Rs. 239,261 crore (US$ 27.21 billion) from April 2000-June 2025.
- **Policy support**: The National Real Estate Policy 2025 introduced a major reform with a unified single-window clearance system for real estate projects, aimed at streamlining approvals and reducing project delays by up to 40%. The policy also incentivizes green-certified developments with tax benefits and subsidies to promote sustainable construction.
- **Attractive opportunities:** The real estate sector shows promise with a projected 9.2% CAGR from 2023 to 2028. Private market investor, Blackstone, which has significantly invested in the Indian real estate sector worth Rs. 3.8 lakh crore (US$ 50 billion), is seeking to invest an additional Rs. 1.7 lakh crore (US$ 22 billion) by 2030. ICRA expects new project launches across the top seven cities to rise by 6-9% in FY26. The Reserve Bank of India cut the repo rate by 50 basis points in June 2025, significantly reducing home loan EMIs and boosting real estate demand and buyer confidence.