

# Realty sector may hit \$1-trn mark driven by luxury housing demand

NEW DELHI

INDIA's real estate sector requires nearly Rs 50,000 billion of capital over the next decade as the sector is expected to grow to a \$1 trillion market by 2030, a report said.

The report from Brickwork Ratings (BWR) forecasted revenue growth to recover to 5.5 per cent in FY27, supported by strong demand for luxury housing.

The credit outlook for the real estate sector remains stable, even as revenue growth eases to -0.2 per cent in FY26 from 15.8 per cent in FY25.

The sector continues to benefit from a 31 per cent YoY increase in residential sales across leading cities and 10 per cent-12 per cent luxury housing price appreciation in FY25.

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income housing are weighing on near-term revenue growth. Operating margins are ex-

pected to improve to 32 per cent in FY26 from 30.1 per cent in FY25, before stabilising at 33.3 per cent in FY27. The improvement is expected to be supported by inventory clearance and a greater contribution from higher-margin premium residential projects, data centres and warehousing spaces.