

# With 6.7% growth rate, India to be 3rd-largest economy by FY31: S&P

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Riding on structural reforms and investment, India is poised to become the third-largest economy and transition to the upper-middle-income category by FY31 if it is able to clock a growth of 6.7 per cent per year till then, S&P Global said on Thursday.

“The continuation of structural reforms to facilitate business transactions and improve the logistics sector will support private sector investment, making growth less dependent on public capital expenditure,” read the first edition of the report by the global rating agency titled

“India Forward: Emerging Perspectives”. The rating agency forecasts the Indian economy to grow at 6.8 per cent in FY25. Douglas L Peterson, president & CEO, S&P Global, said that India’s medium-term prospects are

healthy and poised to deliver sustained growth, buoyed up by likely structural reforms, opportunities within the AI sector, and more efficient agriculture.

The report noted that government infrastructure buildouts and household investments have supported India’s post-pandemic recovery and continued reforms are necessary to boost private investment and reduce reliance on public capital.

