

Hotels to see 11-13 per cent growth in room revenue over 5 years: CARE

The hotel industry is expected to see room revenue rising at about 11-13 per cent CAGR over the next five years, mainly on the back of economic growth.

According to the study by CARE Ratings, the industry is expected to register an overall healthy increase in revenue on back of economic growth and consistently growing middle-class along with rising disposable income. Domestic travellers continue to be the majority generators of room night demand in India. Foreign demand, on the other hand, has remained stable. Foreign tourist arrivals are expected to reach 12-13 million by 2020-end, mainly on the back of increasing international trade, multinational companies setting up their operations in India, more airports and connectivity, among others.