Industrial & Logistics

H1 2022

savills

Key Statistics

Key Statistics – Overall (Tier I, Tier II & Tier III)	Key Statistics Tier I cities	Key Statistics Tier II & III cities
Supply **20.2** mn sq. ft	Supply **14.7** mn sq. ft	Supply **5.4** mn sq. ft
Absorption **20.9** mn sq. ft	Absorption **16.8** mn sq. ft	Absorption **4.1** mn sq. ft

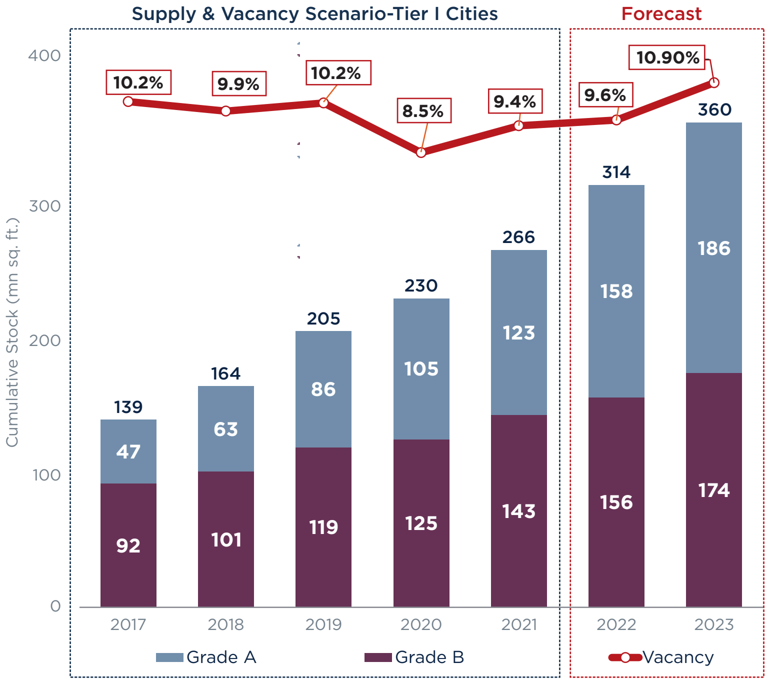
Source: Savills India Industrial Research

Key Trends

- The market witnessed absorption of 20.9 mn sq. ft. in H1-2022 including 16.8 mn sq. ft. from Tier I cities and 4.1 mn sq. ft. from Tier II & III cities
- India witnessed a fresh supply of 20.2 mn sq. ft. in H1-2022 including 14.7 mn sq. ft. from Tier I cities and 5.4 mn sq. ft. from Tier II & III cities.
- 3PL and e-commerce sectors together accounted for 50% of total absorption in H1-2022 followed by manufacturing at 17%.
- NCR accounted for 19% of absorption followed by Bengaluru (13%) and Pune (12%). Tier II & tier III cities together accounted for 20% of the total absorption witnessed in H1-2022.
- Rental values increased marginally across the cities due to escalation in raw material costs and increased demand for compliant and graded buildings.

Source: Savills India Industrial Research

Supply & Vacancy Scenario



Source: Savills India Industrial Research

Logistics Sector Performance

Absorption & Supply in H1-2022 (city-wise share)

Absorption | Supply

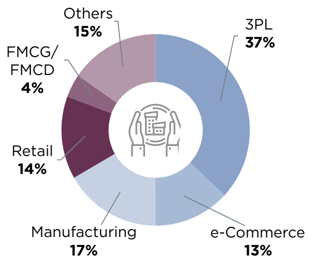
Bengaluru	Chennai	Pune	Mumbai	Delhi-NCR	Hyderabad	Kolkata	Ahmedabad	Tier II & Tier III
13% | 9%	11% | 6%	12% | 9%	9% | 16%	19% | 24%	9% | 3%	3% | 3%	4% | 3%	20% | 27%

Supply & Absorption by Grade H1-2022

	Grade A	Grade B
Absorption	36%	64%
Supply	35%	65%

Source: Savills India Industrial Research

Absorption by Sector in H1-2022



Source: Savills India Industrial Research

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