



# HOME789 MARKET UPDATE ISSUE 14.

## Sydney is at greatest risk of an undersupply of new apartments

By Michael Bleby



### Not Enough New Apartments to meet the country's still-growing population



The likelihood of **insufficient new housing** increases triggered by a pullback underway by investors and developers on new apartment projects.

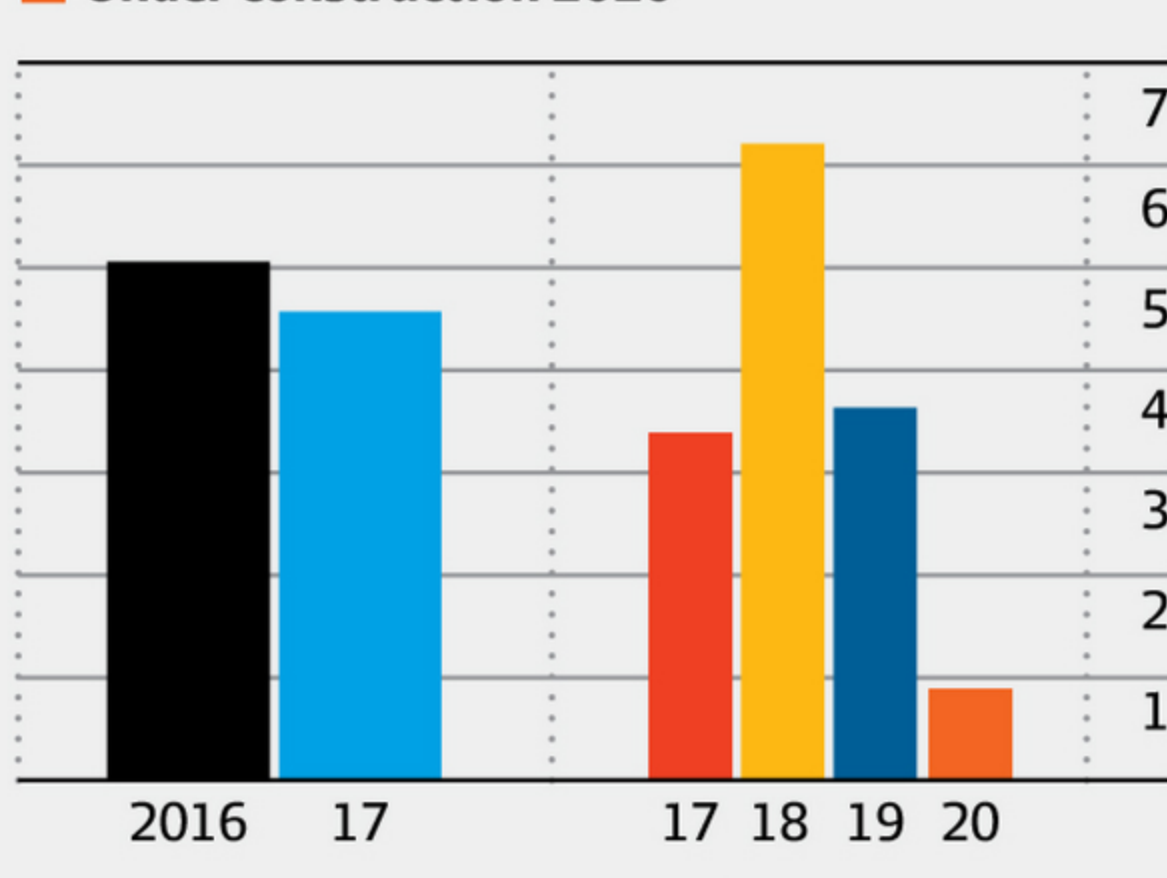
— JLL Apartment Market Indicators



## An undersupply of accommodation WILL HIT SYDNEY HARDEST in coming years

Sydney new apartment supply ('000s)

- Completed 2016
- Completed 2017
- Under construction 2017
- Under construction 2018
- Under construction 2019
- Under construction 2020



Apartments under construction do not equate to expected completions, as some projects not yet commenced will proceed and complete, particularly beyond 2018. However, they provide an indicator of the likely trend in completions.

SOURCE: JLL



There's a risk of [undersupply] and that's a rising risk. I think it still is **highest in Sydney.**

— Leigh Warner

JLL Australia head of residential research



Source: [afr.com/real-estate/sydney-to-be-hit-hardest-by-apartment-investor-development-pullback-jll-says-20171024-gz7ew5](http://afr.com/real-estate/sydney-to-be-hit-hardest-by-apartment-investor-development-pullback-jll-says-20171024-gz7ew5)



## REAL ESTATE WEEKLY MARKET UPDATE

Saturday 28th Oct 2017

### Sydney Auction Results

Scheduled  
Auctions

992

Clearance  
Rate

65%

Source: [domain.com.au/auction-results/sydney/](http://domain.com.au/auction-results/sydney/)