

As of Q1 2022, Construction loans increased by 21.5%, real estate by 37.2%, compared to Q1 2021

As of the first quarter of 2022, commercial banks have provided approximately 15,967.91 billion riels of loans for the construction sector which represents an increase of 21.5% compared to the first quarter of 2021, according to the Quarter 2022 Cambodian Economic and Financial Statistics Bulletin. Meanwhile, loans for real estate trading have been provided for about 15,867.03 billion riels, an increase of 37.2%. Home loans by commercial banks also increased with a total loan of 23,564.66 billion riels, an increase of 29.9%. Separately, loans provided by microfinance institutions in the construction sector have a total amount of 1,503.87 billion riels, an increase of 39.8% compared to the first quarter of 2021. As of the first quarter of 2022, Cambodia imported construction with a total amount of US\$471.92 million, an increase of 18.1% compared to the first quarter of 2021.

Learnt from: Construction-Property (27th June, 2022)

Condo prices and rents in Q3 increase as supply increases by 32% Q-O-Q

The sale prices and rental rates on the condominium market in Cambodia during Q3 of 2022 have increased significantly compared to the previous quarter due to the easing of the COVID-19 pandemic while condo supply increased by 32%. According to CBRE Cambodia, sale prices increased by 0.7%, 2.7%, and 1.4% for affordable, mid-range, and high-end types respectively. Meanwhile, rental prices also increased by 1.2%, 3.3 %, and 2.3% respectively for the three types. During this Q3, more than 4700 units of the condominium were completed, accounting for 34% of the total expected supply in 2022, while more than 1200 units of deferred projects were resumed and relaunched.

Learnt from: Construction-Property (11th July, 2022)

By Q2 2022, landed property prices fall, compared to Q1 of 2022

As of the second quarter of 2022, the property prices of four types of houses have decreased compared to the first quarter of 2022, according to the CBRE Cambodia. In the second quarter, flat house prices fell by 2.7% with average prices of between US\$500 to US\$1,000 per square meter. The price of link houses fell by 2% with average prices of between US\$500 to US\$1,000 per square meter. Meanwhile, shophouse prices fell by 1.7% with an average price of between US\$1,000 to US\$1,500 per square meter. Lastly, twin villas prices fell by 4.9% with an average price of between US\$1,000 to US\$1,500 per square meter. However, more than 1,700 houses in Phnom Penh were completed in Q2, accounting for 37% of the total expected supply in 2022.

Learnt from: Construction-Property (11th July, 2022)

Sokha Hotel Company Expands Investment on Over 10,000 Hectares on Bokor Mountain

The Sokha Hotel Company of Oknha Sok Kong has proposed expanding its investment on 11,177 hectares located in the Monivong Bokor National Park, according to a decision of the Ministry of Land Management, Urban Planning and Construction. The inter-ministerial working group, with members from MLMUPC, Environment, Tourism and other stakeholders, are studying, checking and evaluating the expansion proposal project. Following the study, the working group will report to the leadership of the ministries to review and decide whether to approve the investment. Sokha Hotel had already leased over 30,000 hectares in the Monivong Bokor National Park to invest in, and some infrastructure has already been built.

Learnt from: Construction-Property (12th July, 2022)

Rental Rates of Serviced Apartment Increase as Supply Increases by 21% in H1 of 2022

In the first half of 2022, rental rates for serviced apartments increased slightly, while supply also increased by 21% compared to the second half of 2021, according to CBRE Cambodia. Rental prices of

serviced apartments increased by 2.4% for Grade A (half price) and by 1.5% for Grade B (medium price). For the supply in H1 this year, more than 400 units were completed and operated, equivalent to 21% of the total supply of Grade A and Grade B apartments, compared to H2 of 2021, which are operated by international operators. Over the last six months, three serviced apartment projects were completed, including the Citadines Flatiron Phom Penh in Daun Penh district and the Jasmine Residence in Boeung Keng Kang district, both of which are Grade A. In addition, TK Central is a Grade B Project in Toul Kork district. According to CBRE Cambodia, both condo and serviced apartment rents gradually recover as the former occupiers return. For the serviced apartment market trend, international operators also plan to operate at least 500 units in the following quarters.

Learnt from: Construction-Property (13th July, 2022)

Cambodia attracts almost US\$3 billion in investment projects in the first half of this year

The council for the Development of Cambodia has approved new investment projects and production expansion projects with a total investment of US\$2,998 billion, an increase of 23.4 percent over the same period last year. Of all the new investment projects, domestic investments ranked first, accounting for more than 53 percent or US\$ 1,595 of total investment. Chinese investment accounted for 43.02 percent or US\$1.28 billion of total investment in the first half, ahead of investment from Thailand, Samoa, Britain, Virgin Islands, Korea, Singapore, Cayman Islands, Malaysia, Japan and Australia.

Learnt from: Construction-Property (25th July, 2022)