

PROPERTY / CONSTRUCTION

Demand for shared office spaces hits a new high in FY23; Tech cities top charts



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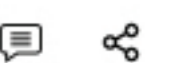
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Synopsis

Corporate demand for flexible space has driven enterprise leases of co-working facilities to 103,665 seats in FY23, a significant increase from the previous year's 87,345 seats, largely due to softening economic conditions, as per an industry report. The leasing of flexible seats reached a record high in FY23, experiencing 20% year-on-year growth and doubling its growth compared to FY21, according to data from Cushman & Wakefield.

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The tech cities of Bengaluru, Hyderabad and Pune accounted for a significant 78% share of the flex seat leases in FY23, said the study.

To meet the increasing demand, companies including Smartworks, WeWork, Awfis, Skootr, Urban Vault, Vatika Business Centre and The Executive Centre are actively expanding their operations.

"More and more companies are realising the benefits of managed office spaces that can be customised to their specific needs and provide value-added services," said Vineet Taing, chief executive officer, Vatika Business Centre.

Logging In

Enterprise/Occupier Demand Trends	FY21	FY22	FY23
Pan-India enterprise leasing*	46,946	87,345	103,665
Mumbai	9,186	4,638	4,879
Delhi NCR	6,371	7,787	5,297
Bengaluru	14,666	36,564	42,870
Chennai	2,307	2,809	6,909
Pune	7,467	16,417	19,290
Hyderabad	6,939	13,029	17,781



*No. of seats

Source: Cushman & Wakefield



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