Tel Aviv is Israel’s economic hub, home of the Tel Aviv Stock Exchange, many corporate offices and research and development centers.

- Real estate market activity in Tel Aviv continues to show significant growth. The commercial market has prospered as a result of the increase in the economic activity in the country.

- For the past two years the office rent in Tel Aviv has increased by almost 50% due to the lack of new construction. In addition, the development of Israel’s high-tech sector has generated a high demand of manpower and office space.

- The retail sector remains strong with growing demand for space. Rental rates for downtown Tel Aviv have increased by almost 50-70%. Demand is so strong that existing tenants in shopping centers are being offered an evacuation fee up to US $150,000 to give up their space and pass their lease agreement to a new tenant.

- In the logistics sector, sales and leasing has increased due to the rise in economic activity and imported products. Technology and the transition to automated warehouses have forced companies to relocate.

- REITs are enabling a large number of insurance companies as well as financial institutions to invest in the purchase of assets. These activities result in Class A offices renting to AAA tenants with yields above 7%. There is strong demand from foreign investors to acquire profitable assets in the country, with the assumption that the value will rise.