7 reasons why the Australian property market is not going to crash

Leading property expert explains whatâ€™s ahead for home buyers and property investors.

There is a property debate raging at present - is thefuture for property bright or is the bubble about to burst?

Obviously if you are considering of investing inproperty, or about to buy a home, it would be good to know who's right.

In his latest market update, leading propertyexpert Michael Yardney, CEO of Metropole Property Strategists gives 7 reasonswhy Australias property markets are not going to crash.

You can read it here:

http://propertyupdate.com.au/7-reasons-australian-property-wont-crash.html

He explains the 11 thatthere are a number of reasons why we wont see major falls in home pricesin our capital cities any time soon. We have:

1. Robust population growth fuelled by immigration and to a lesser extent strong natural populationgrowth. While immigration levels have dropped, were still growing at a fasterrate than any other country in the developed world.

2. A healthy economy that will continue to perform at a level that is the envied by of muchof the Western world and will create jobs for anyone who wants one.

3. A sound banking system withreasonable interest rates, tight lending practices and low default rate.

4. A shortage of properties in some locations, which means rents will rise.

5. Difficultly getting finance fornew developments and rising construction costs, which meansnew developments will be more expense and underpin the value of establishedhomes.

6. A healthy level of household debt.Sure we are borrowing more, but the debt tends to be in the hands of those whocan afford it. Many Australians are savingmore, taking on less credit card debt and paying off their mortgages fasterthan they need to which improves the state of their personal finances. This inturn reduces the risk of house prices collapsing if interest rates rise or theeconomy hits a speed bump.

7. A culture of home ownership -seventy per cent of us own or are paying off our homes. In contrast to someoverseas markets Australians have high equity in their properties and aconservative debt position. In fact half of all homes have no debt againstthem.

You can view MichaelYardneys latest video blog, where he explains whats ahead for property here:
http://www.propertyupdate.com.au/video-market-update.html

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