NORTH EAST HOUSE PRICES TO GROW 12% BY 2017
-Uk market has reached a turning point-

House prices in the North East are set to rise by a cumulative 12% between 2007 and the end of 2017, according to the latest research by BNP Paribas Real Estate. The North East has an annualised growth figure of 4.1% and growth this year of 0.8%.

The leading international real estate adviser, which has an office in Newcastle, has published its latest Housing & The Economy report - its annual house price forecasts put together with Professor Patrick Minford, a former economics adviser to Margaret Thatcher and the current Professor of Economics at Cardiff Business School.

The UK picture overall is also positive with 33% cumulative growth expected between 2007 and 2017. UK house prices are forecast to grow by a modest 2.5% this year; a significant improvement on 2012 when prices fell -0.9%. In the North West, cumulative price growth is predicted at 13%.

Growth last year in London was 1.6%, growth this year will be 6.8%, but in 2014 it is forecast to rise to 8.6%, BNP Paribas Real Estate predicts. This means that in the decade from 2007 to 2017, London house prices will have grown by an impressive 69%.

BNP Paribas Real Estate’s David Furniss commented: “Finally there is there is some positivity in the northern markets, with house prices forecast to grow in the North East, North West and Yorkshire. Growth will be somewhat slow this year, with prices forecast to rise by less than 1% in all northern regions - but from 2014 onwards, the pace will pick up. The improving housing market conditions in the North are positively impacting the whole market and not just benefiting one group, such as first time buyers. This is encouraging the development of a cross section of housing units, which is what the market needs to help solve the housing crisis.”

BNP Paribas Real Estate is a major player in the residential real estate market: £1.2bn in Land; £12bn GDV; and 35,000 units in the last 12 months.

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About BNP Paribas Real Estate

BNP Paribas Real Estate, leading international real estate provider, offers to its clients a comprehensive range of services that span the entire real estate lifecycle: property development, transaction, consulting, valuation, property management and investment management.

BNP Paribas Real Estate has local expertise on a global scale through its presence in 34 countries with more than 180 offices and 3,300 employees (17 wholly owned subsidiaries and 17 by its Alliance network, that represents today more than 3,000 people).

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