

May 2010 Market Update

The Reserve Bank has once again increased the cash rate by 25 basis points taking the average standard variable mortgage rate to about 7.4%. This is the third month in a row that the RBA has increased rates, historically there has never been four rates rises in month to month succession. The playing field remains largely unchanged with the release of the Henry tax review. Quality, well located real estate is continuing to show strong demand. Multiple buyers/bidders continue to attend most of our auctions, some of our results include:

27 Hawthorn Road, Caulfield North
108 Harcourt Street, Hawthorn East
2 Willis Street, Prahran
14 Wheatland Road, Malvern
20 Central Park Road, Malvern East
439 St Kilda Street, Elwood

Rentals

The residential rental market remains strong with vacancy rates still below 1%.

To learn more about the Abercromby's advantage and our five star property management service please call Warren Smith on 9864 5353.