

ABSTRACT

The present paper entitled “**Factors Affecting Housing Prices In India**” is an attempt to reveal the issues concerned with real estate investment sector in India. This paper is concerned with the investment on real estate in India and the trends in the concerned industry. The paper has been divided into three sections. Section one deals with the fundamental factors affecting the real value like demand, supply, property, restrictions to use and site characteristics. Section two explains the Residex values that have been calculated for the major cities in India. Section 3 is a regression analysis of various variables like wholesale price index, GDP, money supply over a dependent variable which is the Affordability Index of India. The paper also presents the suggestions and future prospects of real estate in the country.