

2015

# Real Estate Investment Trust (REITS): How it will give solutions in Cyprus real estate problem

Siomin, Alexandros

Real Estate Program, School of Architecture, Land and Environmental Sciences, Neapolis  
University Pafos

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**REAL ESTATE INVESTMENT TRUST (REITS).  
HOW IT WILL GIVE SOLUTIONS IN CYPRUS REAL ESTATE PROBLEM**

**By**

**SIOMIN ALEXANDROS**

**Bachelor In Real Estate Valuation and Development**

**Neapolis University Pafos**

**School of Architecture, Land and Environmental Sciences**

**The requirements for**

**The Degree of**

**BACHELOR IN REAL ESATE VALUATION AND DEVELOPMENT**



**REAL ESTATE INVESTMENT TRUST (REITS).  
HOW IT WILL GIVE SOLUTIONS INCYPRUS REAL ESTATE PROBLEM**

**Dissertation**

**Advisor**

**Dr. George Mountis**

**Dean**

**Dr. Petros Sivitanides**

## CONTENTS

INTRODUCTION.....	5
CHAPTER 1 .....	6
ECONOMY OF CYPRUS .....	6
1.1. The Cypriot economy in numbers.....	6
1.2. The future of Cypriot economy.....	10
CHAPTER 2 .....	15
REAL ESTATE INVESTMENT IN CYPRUS .....	15
2.1. The effects at construction industry by economic crisis in Cyprus.....	15
2.2. The trend in real estate after the economic crisis.....	18
2.3. Prices of Real Estate's Index .....	26
2.4. Real Estate Market in Cyprus in 2015 .....	26
2.5. Immediate measures .....	29
2.6. Concurrently measures.....	31
CHAPTER 3- REAL ESTATE INVESTMENT TRUST (REITS).....	33
HOW IT WILL GIVE SOLUTIONS INCYPRUS REAL ESTATE PROBLEM .....	33
3.1. The importance of real estate investment in the economy .....	33
3.2. Strong links between the banking sector and the real sector .....	36
CHAPTER 4- METHODOLOGY .....	38
4.1. Introduction .....	38
4.2. Explanation of the data collection and analysis, and justification.....	38
4.3. Sample of Data.....	40
4.4. Evaluation and Analysis .....	40
CHAPTER 5- ANALYSIS OF THE RESULTS .....	41
5.1. Advantages of REIT .....	41
5.2. Attractiveness of REIT .....	42
5.3. How REITS work .....	43
CHARTER 6-CONCLUSIONS.....	44
REFERENCES.....	47

## INTRODUCTION

The relevant decisions of the Eurogroup led the Cypriot society in a collective shock, surprising the political system, razing the country's economic prospects and overthrowing the lifestyle of the average Cypriot. Cyprus is in recession since mid-2011 with the turmoil in the banking and financial sector, which led to lower investment and consumption. Since March 2013 the Cyprus enjoys an Economic Adjustment-Scheduled agreement with the troika (IMF, European Commission and European Central Bank), which aims to restore confidence, to correct fiscal imbalances and to strengthen competitiveness in economy. The GDP growth rate in real terms during the first quarter of 2014 was negative, estimated at -4.0% compared to the corresponding quarter of 2013. Based on seasonally and working day adjustments to the GDP growth in real terms is estimated at -4, 1%. Negative growth rates were recorded by the secondary sector of the economy (industry, construction) and in the fields of banking, tourism, transport and other services. The Cyprus has returned to international markets after a three-year blockade. Nobody expected the government to regain access so soon after the signing of the Memorandum and the haircut of deposits - was the most rapid return to the markets of a country embedded in an assistance program. The resolute implementation of the memorandum, positive quarterly reviews by the Troika, the best results from it indicators of public finances all contributed to a successful bond issue to € 750.000.00.

In the recent study is examined how real state investment trust can help the Cyprus economy.