



DISS600: Dissertation

The Effects of Immigration on Real Estate Prices in Cyprus.

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Summary

The aim of this study is to explore the effects of immigration on residential real estate prices in Cyprus. This aim has been addressed by the methods of multiple regression analysis, correlation analysis, Granger Causality Testing among other tests. These methods have been applied to quarterly data on immigration inflow rate, real estate prices and macroeconomic factors including the construction cost index, GPD, interest rates and consumer price index. The results revealed slightly positive correlation between immigration and real estate prices. The Granger Causality Test revealed that the direction of causation was from real estate prices to Gross Domestic Product and interest rate, implying that the former influenced the latter. The research, however, has limitations such as small sample size and further expansion of the study is required.

Table of Contents

1. Introduction	5
1.1 Background.....	5
1.2 Rationale for Research	6
1.3 Aim and Objectives.....	6
1.4 Outline of Chapters	6
2. Literature Review	7
2.1 Determinants of House Prices.....	7
2.2 Immigration and House Prices.....	9
2.3 Summary	13
3. Data and Descriptive Statistics	14
3.1 Data	14
3.2 Descriptive Statistics.....	16
4. Methodology	19
5. Presentation of Data and Results	20
5.1 Graphical Analysis.....	21
5.2 Stationarity Analysis	27
5.3 Correlation Analysis.....	28
5.4 Multicollinearity Analysis	29
5.5 Regression Analysis.....	30
5.6 Spherical errors	33
5.6.1 Breusch-Pagan test.....	33
5.6.2 Durbin-Watson test.....	34
5.7 Jarque-Bera test.....	34
5.8 Granger Causality test	35
6. Discussion and Limitations	37
6.1 Limitations.....	39
7. Conclusion and Policy Implications	40
7.1 Policy Implications and Recommendations.....	41
References	43

List of Tables

Table 1: Descriptive Statistics of Variables	17
Table 2: Stationarity Tests at level without Intercept	28
Table 3: Correlation Matrix of the Variables	28
Table 4: Variance Inflation Factors (VIF) of the Regressors	30
Table 5: Multivariate Regression results of the model	31

Table 6: Breusch-Pagan-Godfrey Test.....	33
Table 7: Granger Causality Test.....	35

List of Figures

Figure 1: Long-term immigrants (IML) rate in Cyprus during 2009 - 2017.....	21
Figure 2: Long-term immigrants in Cyprus during 2009 - 2017.....	21
Figure 3: Gender Composition of Immigrant in Cyprus during 2009 - 2017.....	22
Figure 4: Residential Property Price Index in Cyprus during Q1/2006 and Q1/2019	22
Figure 5: Residential Property Price Growth Rate during Q1/2007 and Q1/2019	23
Figure 6: Residential House Price growth rate and long-term immigrants in Cyprus during Q1/2009 and Q4/2017.....	24
Figure 7: Consumer Price Index in Cyprus during Q1/2009 and Q4/2017.....	24
Figure 8: Gross Domestic Product during Q1/2009 and Q4/2017.....	25
Figure 9: Unemployment during Q1/2009 and Q4/2017	26
Figure 10: Construction Cost Index 2015 to 2017.....	26
Figure 11: Interest rates 2009 to 2017	26
Figure 12: Normality test for residuals	34