

# Assessment-1

The factors that could influence residential home prices across the United States over the next decade

Done by :-

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# Introduction

This report describes in a **mutually exclusive and collectively exhaustive** format all the factors that could influence residential home prices across the United States over the next 10 years.

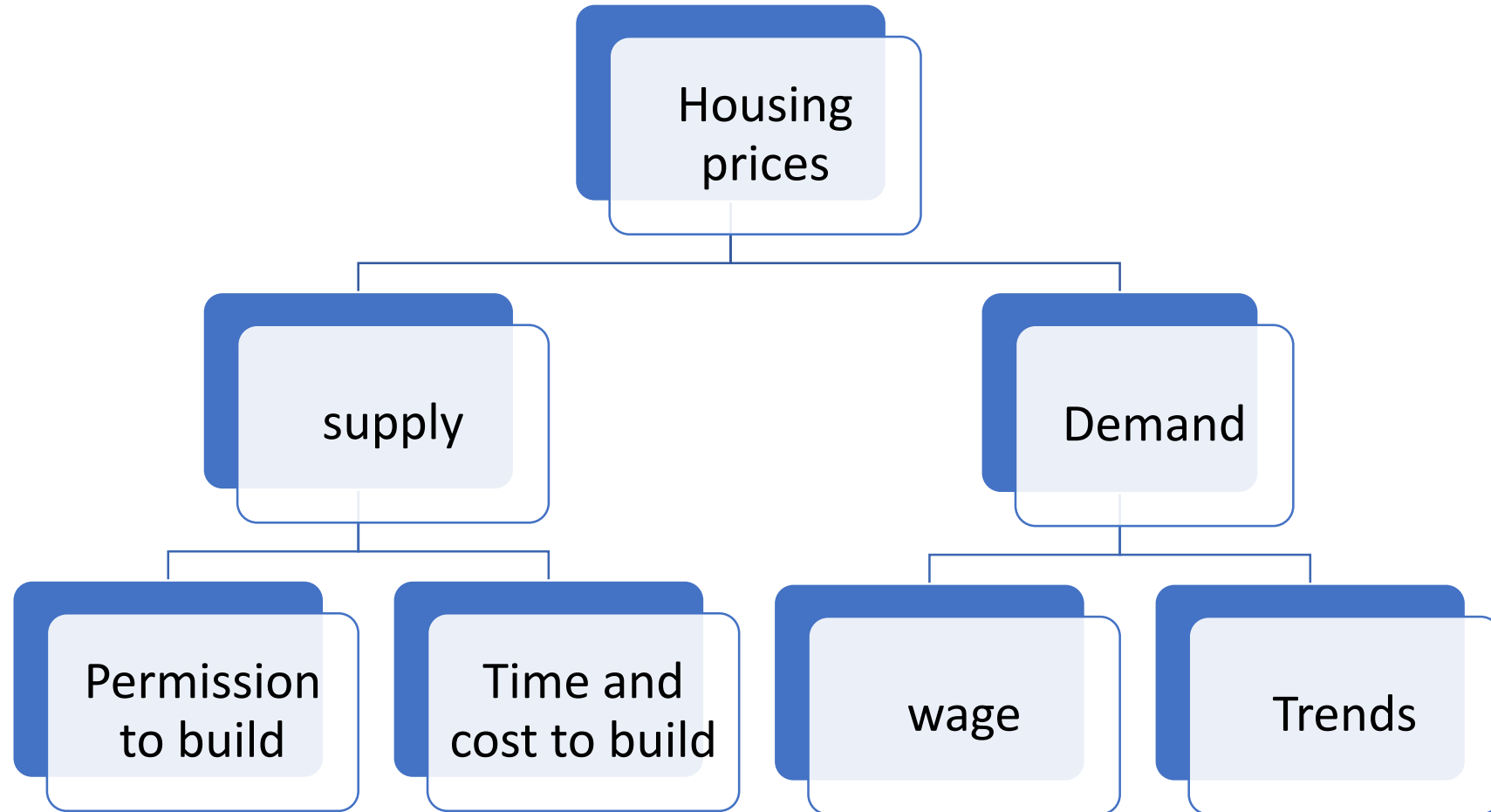
## **4 Factors that Influence Prices of residential homes in the United States**

**1.Income**

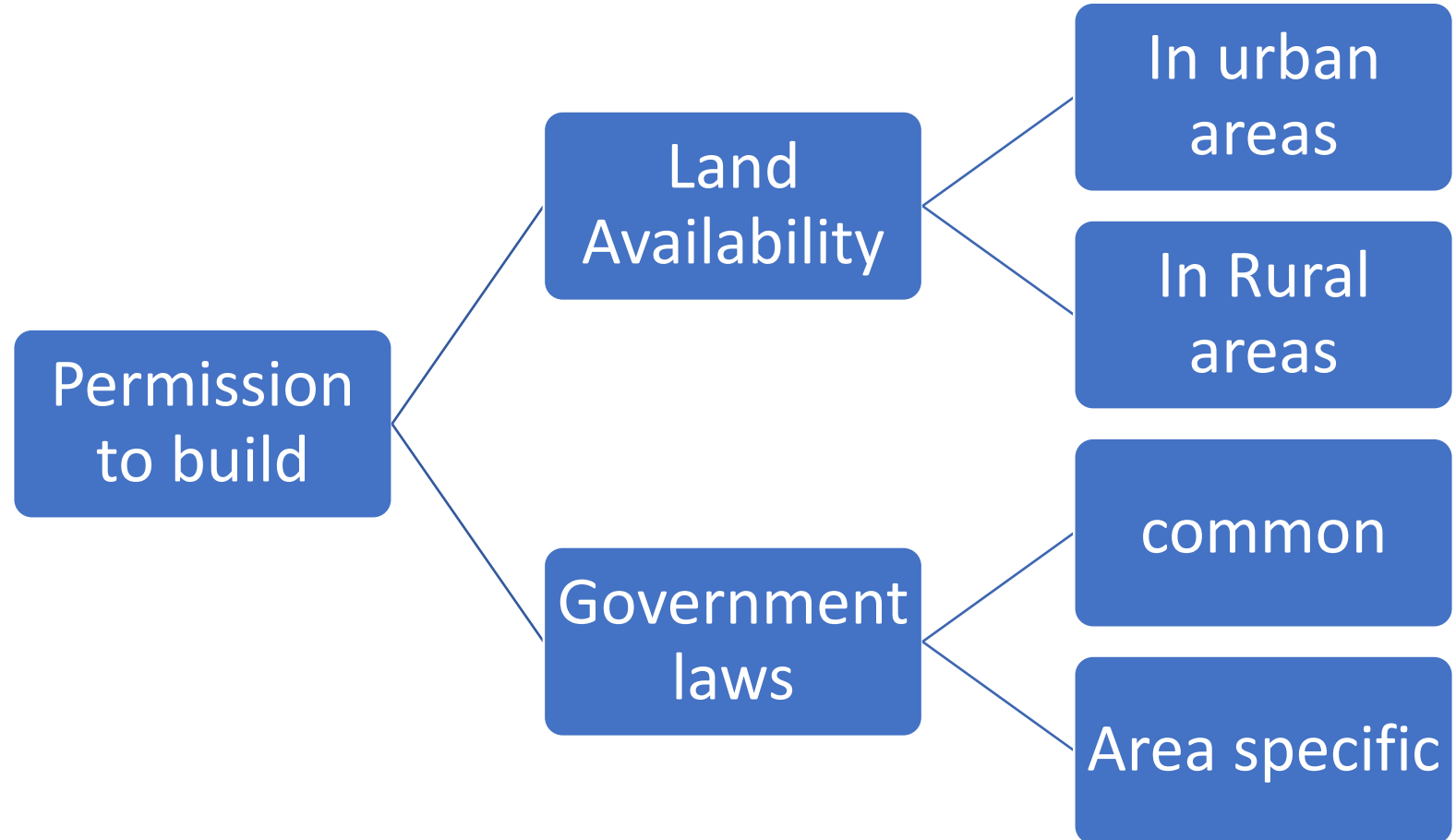
**2.Location**

**3. Number and sizes of rooms**

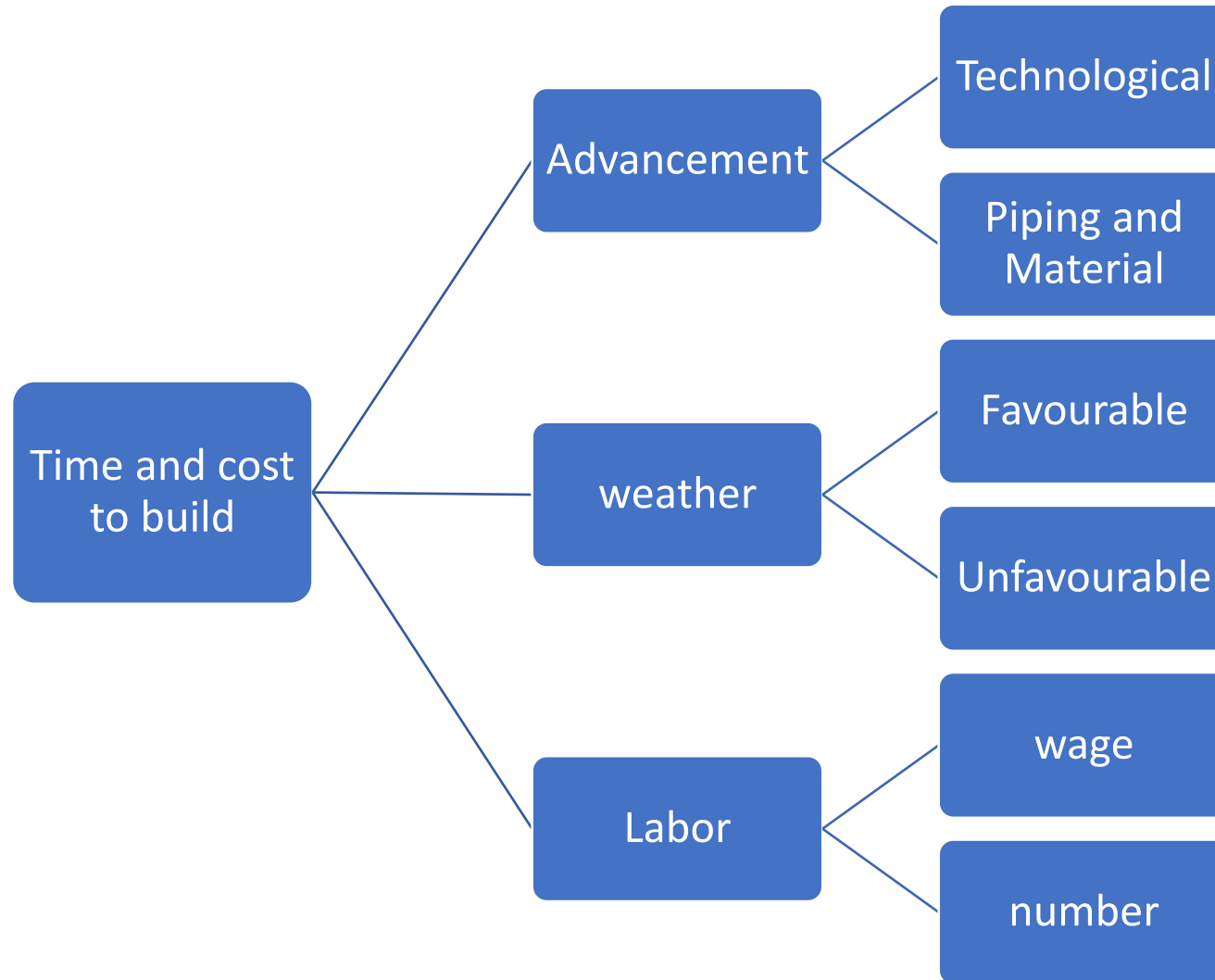
**4.Age and state of the house**



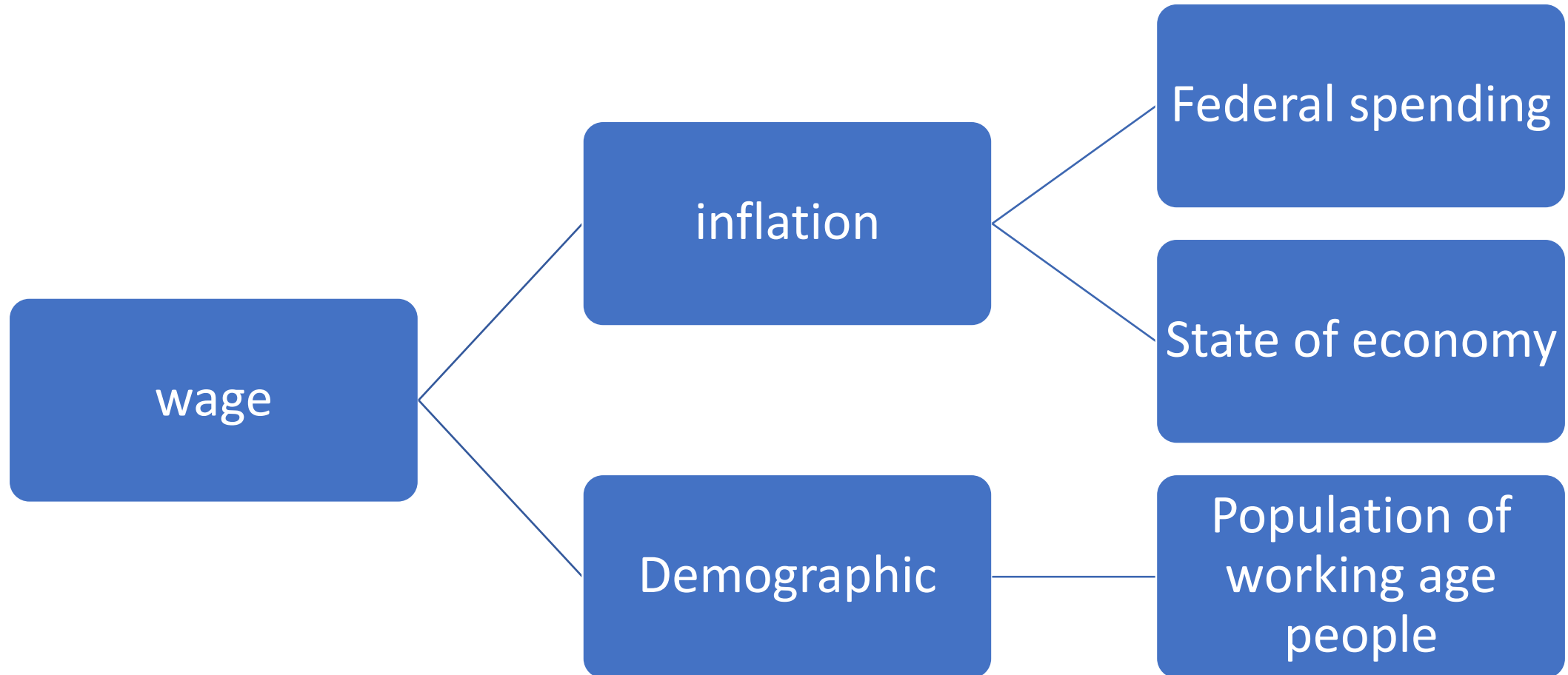
# supply



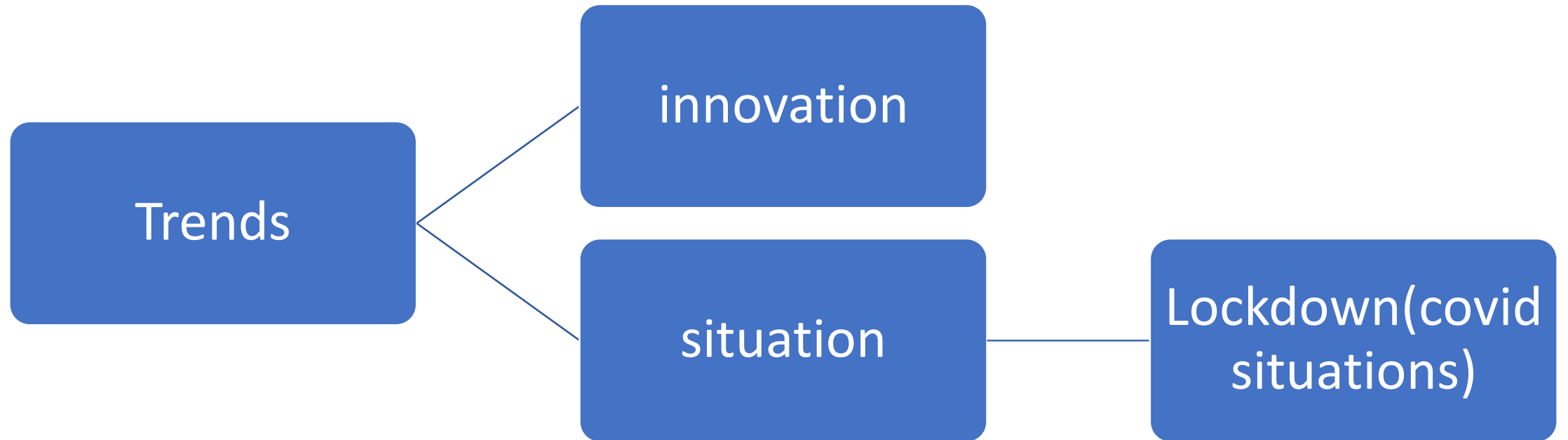
# supply



# Demand



# Demand



# Market Equilibrium

Price(\$)	Market Supply	Market Demand
10,000	5	95
50,000	25	75
1,00,000	50	50
2,00,000	100	0

Table1:- An example of market equilibrium.



# Key Factors

- The primary factor influencing demand for housing is the price of housing. By the law of demand, as price decreases, the quantity of housing demanded increases.
- The primary factor influencing supply of housing is the price of housing. As price increases, the quantity supplied also increases.
- The quantity and price of housing traded is determined by the equilibrium of the housing market.