



“Expansion Always, In All Ways”

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Rent Vs Buy: Explained



Claiming a house is commonly the fantasy of the vast majority over the world. Be that as it may, high property costs, particularly in the metro urban communities in India have been guiding countless individuals to choose leasing as opposed to claiming a home. In any case, this pattern currently is by all accounts evolving quick, especially after the spread of Coronavirus.

High property costs particularly in the metro urban areas in India have been guiding an enormous number of individuals to pick leasing instead of claiming a home. Be that as it may, this pattern currently is by all accounts evolving quick, especially after the spread of Coronavirus.

An analysis by us states that millennials are presently progressively intrigued by homeownership post-COVID-19. Along these lines, it merits ascertaining what works better for most in the current conditions.





Our data indicates that rental over five years for those renting homes within city limits amounts to be between 27%-52%, which is equal to the cost of piece of property in far suburbs of Bengaluru, NCR and MMR. It also includes yearly rental increase of 3.5%.

For Instance, the average monthly outgo for rents in Bengaluru is Rs 18,500. For 5 years, it is close to Rs 11.57 lakhs which includes rental escalation for this period, which is almost equal to 27% cost of a property in peripheral areas.

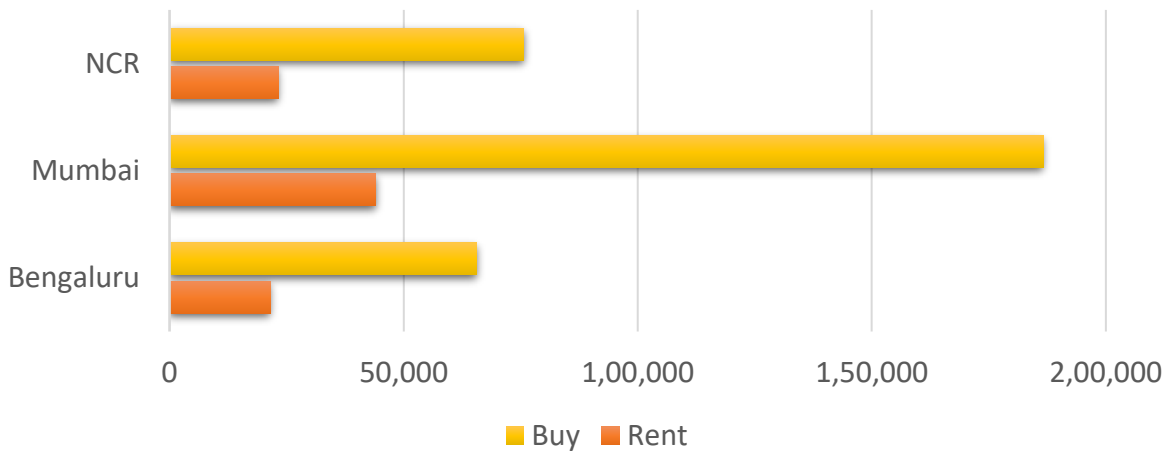
Additionally, the average month to month rental outgo in city-limit regions in the Mumbai Metropolitan Region (MMR) is Rs 45,800. For 5 years, this equivalents near Rs 28.66 lakh including standard rental acceleration for this period, which is about 52% of the complete normal expense of a property in MMR's fringe territories.

The average month to month rental outgo in city-limit zones in the National Capital Region (NCR) is Rs 22,000. For 5 years, this equivalents near Rs 13.77 lakh including standard rental acceleration for this period, which is about 37% of the complete normal expense of a property in the NCR's peripheral area.

In terms of most affordable cities to buy a property, Bengaluru comes in 8th place whereas NCR and Mumbai come in 11th and 12th place in the list. In terms of rental, Bengaluru comes in 10th place followed up by NCR and Mumbai.

In 53 percent of the country's housing markets, you're better off buying than renting. Generally speaking, in dense metropolitan regions, it's cheaper to rent. If an area's less populated, it's better to buy.

UTB Ratio



Above data will help people to decide whether to buy or rent. The UTB ratio shows whether rental yields are in line with property prices

The average monthly cost of renting is derived from the sum of rents and maintenance costs whereas monthly cost of buying is calculated by adding maintenance costs to EMI. A high ratio indicates buying as the best option.

In short, this indicates that buying a home in the peripheries rather than renting one in the city centres makes a lot of sense.

Additionally, home loan interest rate, accessible somewhere in the range of 7.15% and 7.8% are as of now at their absolute bottom and may diminish further on the rear of the ongoing repo rate cuts by the RBI. This is another factor which works for purchasing a home in current occasions.





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About DEB Infra Homes

We are DEB Infra Homes, a young Property service provider company that caters services across all verticals of real estate namely Residential, Commercial, Rental & Investments not only in India but abroad too. We proudly say we are powdered by customer service. We believe real estate is not just buying and selling but it's about building relationships. Our homebuyers are verified and properties are handpicked. Our India's services apart from Home Buying include aiding in procuring commercial properties, assisting Home Loans, Interior Designing, Tenant and Property Management, Project Mandate Marketing, legal services, documentation and investment instruments too. We provide hassle-free personalized

services throughout the Housing Experience. DEB Infra Homes engages with buyers and sellers across India connecting them on a holistic realty network. Initially, our team takes a careful note of a home buyer's requirements. After a detailed and thorough understanding of the various criteria, our professional consultants carefully list a variety of suitable options. From then until the moment our clients live in their new abodes, our customers are assured of a stress-free process. Providing value added services such as Home loan assistance, Interior consultation, Property Rental management services, Reselling have been our latest initiatives along with commercial strata sales.