

# House Price Index

## Scotland

Under embargo until 00:01

Friday 20th October 2017

AUG | Average House Price  
2017 | in Scotland

£176,876

AVERAGE MONTHLY CHANGE: 0.5%

AVERAGE ANNUAL CHANGE: 4.8%

## Scotland leads UK house price growth

- Annual house price growth highest in UK at 4.8%
- More than double the growth rate in England and Wales
- Transactions also up on 2016 and 2015
- Scottish Borders lead monthly growth and grow 9.7% annually

### Headline findings

The market in Scotland continues to defy the slowdown elsewhere in Britain. Prices grew for the seventh month in a row in August – rising strongly by 0.5%. Annual growth in Scotland now stands at 4.8%, compared to 2.1% in England and Wales.

The Scottish market is outpacing every other region in Britain. Only the East of England, up 4.5% annually, comes close to growth seen in the north of the UK. While prices in London are down 0.7% on an annualised basis.

The changes leave the average house price in Scotland at the end of August at £176,876, up from £168,726 in the same month last year.

### Quick Quotes

**Christine Campbell, Your Move managing director in Scotland, said:** “Housing in Scotland continues to shake off the uncertainty we’re seeing elsewhere in the UK economy. Here, low interest rates, high employment and prices that are still affordable are supporting continued robust growth.”

**Alan Penman, business development manager for Walker Fraser Steele, one of Scotland’s oldest firms of chartered surveyors and part of the LSL group of companies, said:** “Scotland’s housing market is now leading Britain and that simply reflects very strong fundamentals. It’s always dangerous to speak too soon but the market currently looks in good shape.”

### Key Insights

On a monthly basis, Scotland’s local authority areas continue to see mixed fortunes. Exactly half the 32 areas saw price rises in August, headed by the Scottish Borders, up by 5.0%, taking the average price there to £187,879. West Dunbartonshire, where prices are just £115,208, was next, with the average up 4.2%.

At the other end of the scale on the mainland, prices in Angus were down 4.7%. The Shetland Islands saw a bigger fall -5.1%, but low transaction volumes there often mean big swings in monthly prices.

On an annual basis, though, there’s much more consistency: only four areas have seen prices drop, with the biggest fall just 2.7% – in Inverclyde, following a strong 2016 as a result of sales of new build detached houses.

By contrast, there’s been good growth across a number of areas. Prices are up 8.8% in the City of Edinburgh (the most expensive area in Scotland,

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### Key Insights continued...

with an average price of £262,092); up 9.7% in the Scottish borders; 8% in the Orkney Islands and South Lanarkshire; and 20.5% in Clackmannanshire, although that again reflects the fact the area has few sales. A number of others also saw growth significantly above the average, including North Lanarkshire and East Ayrshire (both up 7.8%) and Midlothian (up 7.6%).

Low interest rates and unemployment at a 42-year low are supporting a market that doesn't suffer from the same

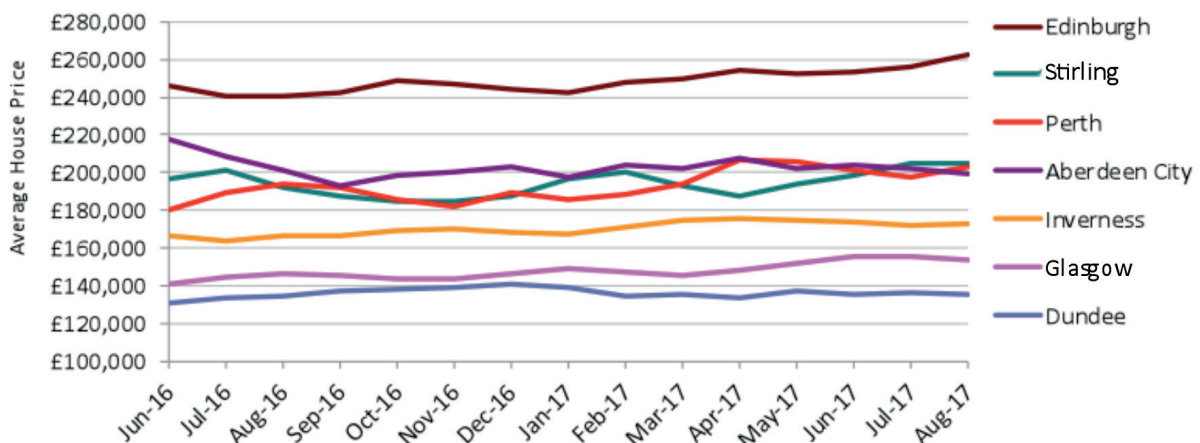
affordability problems of London and the South East, which both lower the average in England and Wales.

To date, Scotland has also avoided a slowdown in transactions: May, the latest month for which we have ONS figures, shows 8,241 properties sold in Scotland. That means sales for the first five months are 2% higher in 2017 than the same period last year and up by 6% on 2015.

### Average House Prices in Scotland for the period August 2016 - August 2017

MONTH	YEAR	HOUSE PRICE	MONTHLY CHANGE %	ANNUAL CHANGE %
August	2016	£168,726	0.1	n/a
September	2016	£168,104	-0.4	n/a
October	2016	£169,383	0.8	n/a
November	2016	£169,745	0.2	n/a
December	2016	£170,013	0.2	n/a
January	2017	£169,020	-0.6	n/a
February	2017	£170,017	0.6	n/a
March	2017	£170,865	0.5	n/a
April	2017	£174,026	1.8	n/a
May	2017	£174,575	0.3	n/a
June	2017	£175,280	0.4	n/a
July	2017	£175,969	0.4	4.4
August	2017	£176,876	0.5	4.8

### Average house prices for Scotland's seven cities from June 2016 - August 2017

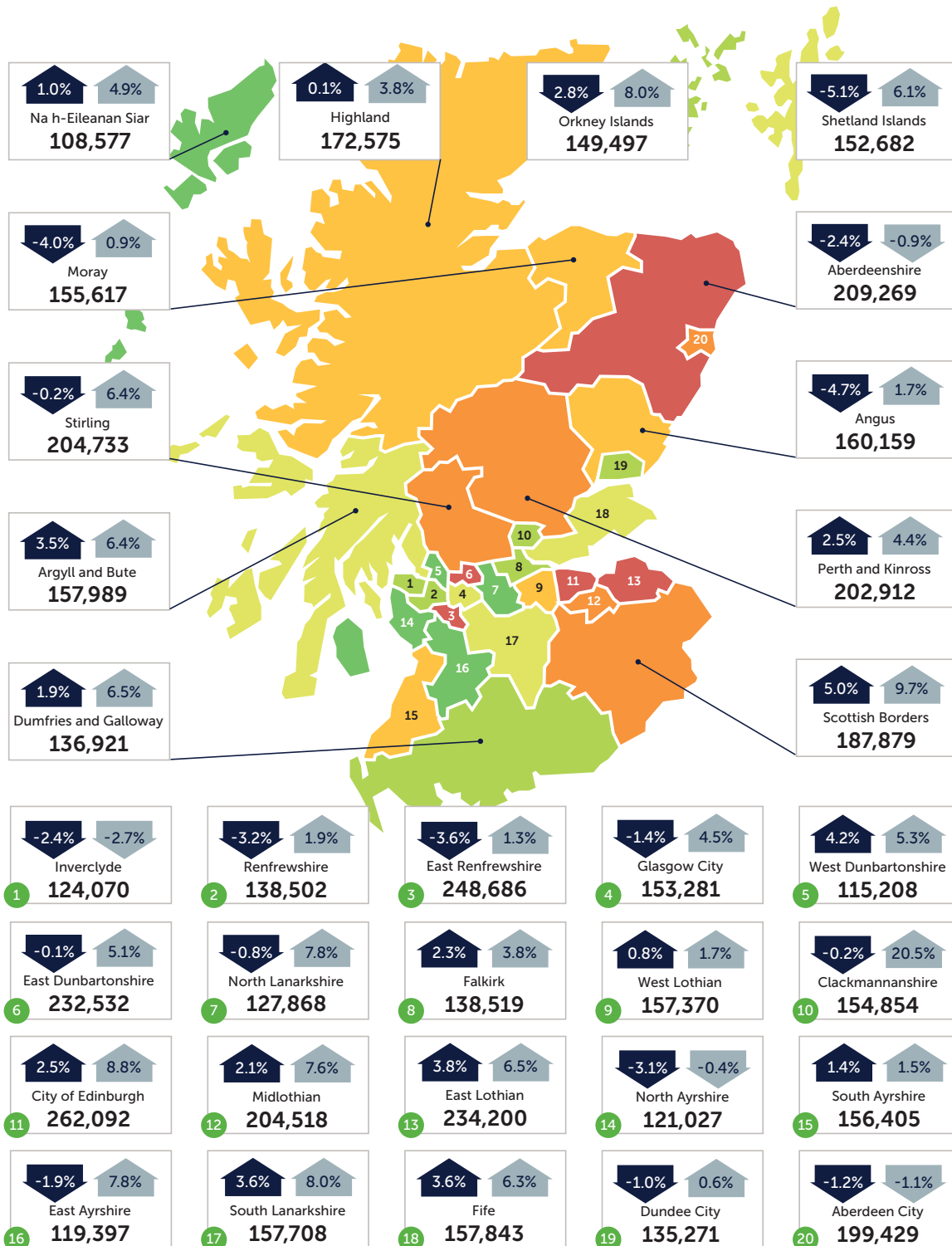


Please note that the Registers of Scotland (RoS) who supply monthly housing data for this Index has experienced technical problems which has had an impact on the methodology and the information provided. Full details can be found at <http://www.acadata.co.uk/acadataHousePrices.php>

# Regional update

Average House Prices in Scotland, by local authority area, comparing August 2016 and July 2017 with August 2017.

AVERAGE MONTHLY CHANGE AVERAGE ANNUAL CHANGE



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For downloads see: <https://www.your-move.co.uk/media-centre>  
 For full report and methodology see: <http://www.acadata.co.uk/acadataHousePrices.php>