

Algarve Property Market Update February 2025

Welcome to the latest insights into the Algarve's dynamic property landscape. This edition covers recent trends, notable developments, and key statistics shaping the region's real estate market.



Market Overview

The Algarve property market continues its robust performance into 2025, driven by sustained demand and limited supply. Recent data indicates a 10.1% yearover-year increase in average property prices, reaching €2,321 per square meter as of October 2024. This upward trajectory is expected to persist, with forecasts suggesting a 4% rise in house prices throughout the year.



Key Trends

There's a growing emphasis on eco-friendly constructions, with a 12% increase in such projects in 2024. Features like energy-efficient designs and sustainable materials are becoming standard, appealing to environmentally conscious buyers.



Diverse Buyer Demographics

The luxury real estate segment is witnessing a shift, with millennials and women playing increasingly significant roles in shaping investment trends and property values.

Economic Indicators

Portugal's economy is projected to grow by 1.9% in 2025, providing a stable backdrop for real estate investments. Interest rates are expected to stabilize around 2.75%, which, coupled with the country's economic resilience, supports continued demand in the property sector.



Investment Opportunities

Rental yields in the Algarve average around 5%, making it an attractive option for investors seeking steady income streams. Notably, 20% of property buyers in the region are purchasing with the intent of generating rental income, capitalizing on the area's strong tourism industry.



Spotlight on Sustainable Living

The Algarve is leading the way in sustainable real estate, with a notable 12% increase in eco-friendly property developments in 2024. This trend reflects a growing demand for homes that prioritize energy efficiency and environmental responsibility.



Conclusion

The Algarve's property market remains vibrant and resilient, offering diverse opportunities for buyers and investors alike. With rising property values, a swift sales environment, and a focus on sustainability, the region continues to solidify its reputation as a prime real estate destination.



Lifestyle and Investment, all wrapped up !

Properties Of The Week

Beautiful 4 bedroom villa in Vilamoura



Nestled in a private and serene setting, just moments away from both the bustling Vilamoura marina and convenient access to N125 road, this 4-bedroom, 4-bathroom villa is a haven of tranquility, showcasing classic elements and that beautifully embody traditional Portuguese style.

Ref. <u>OH2883</u> Price €995,000 REDUCED PRICE

Modern, Luxurious and Peaceful 5 bedroom Villa with South Facing Pool in Vila Sol Resort



We are delighted to present a newly built, stunning villa in an exclusive elevated location within the prestigious Vila Sol resort. Nestled in a tranquil cul-de-sac, this magnificent five-bedroom modern villa defines luxury living. Thoughtfully designed for both comfort and style, the property sits on an expansive plot, featuring a large, south-facing heated swimming pool with electric cover, a fully equipped outdoor kitchen and BBQ area, and a stylish terrace with an electric awning—perfect for alfresco dining and relaxation.

Ref. <u>OH2879</u> Price €2,850,000



Testimonial Of The Week

I spent two years searching Algarve region for a property meeting my

expectations and in the process met with many agencies and Real Estate Agents. Olive Homes I found to be most professional and trustworthy, leading me to purchase without an inspection, just based on trust.

Tore Husmo - Palmyra





Copyright © 2022 OliveHomes.com, All rights reserved. You are receiving this email because you opted in via our website.

> Our mailing address is: OliveHomes.com Urb. Al-Sakia, LHM10, Loja 12 Fonte Santa Quarteira 8125-020 Portugal

Add us to your address book

Want to change how you receive these emails? You can <u>update your preferences</u> or <u>unsubscribe from this list</u>.