

# **THE GLOBAL FINANCIAL CRISIS AND THE HOUSING MARKET IN BULGARIA**

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## **Abstract**

The article presents a study of the dynamics of housing prices in Bulgaria in the context of the presence or absence of a price bubble during the period 1998 - 2010.

The proposition is that during that period there was observed price deformation of the property market. There was formed a price bubble, which burst in 2009 as a result of the global financial and economic crisis of 2007. In order to prove that thesis there have been used the following indicators: the dynamics of real housing prices, the relationship between the price of a home and the income and the relationship between the price of a home and the rent for it.