



I SHOULD BUY AN INVESTMENT PROPERTY

This comes up a lot. Buying an investment property is a massive decision, and not one to be taken lightly.

The first thing you should do when considering this investment option is determine what your goals are. Ask yourself, 'what is the objective of this investment?'. If you don't have a really good answer to that question, then honestly you may be getting into something that you're really not prepared for. Due to the significant rise in property values over the past 20 years just getting into the market is a huge outlay.

There are many investment theories involved here that need to be explored and understood. Many people believe that having an investment property is a great way to reduce tax, however, in the current low interest environment it's difficult to create deductions at a reasonable and tax effective level. Whilst interest rates stay low, that situation won't change.



There are reasonable risks involved in the investment property market, and like any investment, these risks can be managed with appropriate strategies. The benefits can be great, but again these are not achieved by being complacent. This is where we can help you understand how suitable an investment property can be for your situation.