Understanding the relationship between construction costs and selling prices with specific reference to housing projects in the Klang Valley

Nobli, R.A. B., Haydn, S.P. B.
Department of Quantity Surveying, Measurement and Project Delivery Systems Research Unit, Faculty of Architecture and Environmental Design, International Islamic University, Malaysia.

Abstract

Despite an overall increase in the selling price of houses, there has been a marked decline in construction costs for housing since 2010. The study examines the relationship between these two variables. The data were collected from a sample of housing projects in the Klang Valley over the period 2010 to 2015. The data were analyzed using regression analysis. The results show a significant relationship between the construction costs and selling prices of housing projects. The study provides insights into the factors affecting the relationship between construction costs and selling prices, which can be useful for stakeholders in the housing industry.

Keywords: Housing projects, Klang Valley, Construction costs, Selling prices.