

Property Address

837 E. Philadelphia St., York, PA 17403

Turnkey Rental Pro Forma

Income and Expenses

Input:	Resale Price	\$96,000.00	
	Down Payment	\$19,200.00	20% Bank's Equity
	Mortgage Loan	\$76,800.00	
	Mortgage Terms	4.75%	30 Years
	Owner's Tax Bracket	30.0%	
	Cost Recovery	27.5 Years	
	Land Value	\$9,600.00	10% Percent of Total Value
	Closing Costs	\$4,416.00	5%

Projected First-Year Operating Statement

Potential Annual Gross Ir Current		\$13,140
	\$1,095.00 House	
Less: Estimated Vacancy Factor/Rental Loss	5.0%	-\$657
Potential Annual Effective Gross Income		\$12,483
Less: Annual Operating Expenses		
Property Taxes	\$2,699	
Insurance	425	
Water & Sewer		
Electric trash	0 tenant	
Replacement/Reserves	657	5.0% of annual effective income
Management	788	6.0%
Total Expenses	\$4,569	
ESTIMATED ANNUAL NET OPERATING INCOME		\$7,914
Less: Annual Dept Service		-\$4,808
	<i>\$401 Monthly mortgage payment</i>	
Cash Flow Before Taxes		\$3,106
Cash Flow Per Month		\$259
Add: Principal for year (Equity Build-up)		\$1,185
Debt to Credit Ratio		1.646094009
Less: Cost Recovery	Tax deductible depreciation	-\$3,142
CAP Rate	(NOI/Purchase Price)	8.24%
Gross Rent Multiplier	(Purchase Price/Gross Inc)	7.31
Cash on Cash Rate of Return	(Cash Before Taxes/Down	13.2%
Equity Yield Rate	(Assumes 3% Appreciator	35.55%
Net Spendable Rate of Return	(Cash Flow & Tax Savings/Dn.	11.7%