

3 Unit College Rental - Needs Some Work

Monthly Income: Monthly Cash Flow: Pro Forma Cap Rate: **Monthly Expenses:** \$1,700.00 \$1,269.10 \$430.90 10.90% NOI **Total Cash Needed Cash on Cash ROI Purchase Cap Rate** \$9,045.00 \$29,250.00 17.68% 10.90%

Property Information

MLS Number: 3978823

Purchase Price: \$83,000.00
Purchase Closing Costs: \$3,500.00
Estimated Repair Costs: \$5,000.00

Total Cost of Project: \$91,500.00

After Repair Value \$83,000.00

Property Description

Been thinking of ways to earn income? Stop the search, as this 3 unit may be just for you! Already fully rented with all tenants having access to the yard.

 Down Payment:
 \$20,750.00

 Loan Amount:
 \$62,250.00

 Loan Points:
 \$0.00

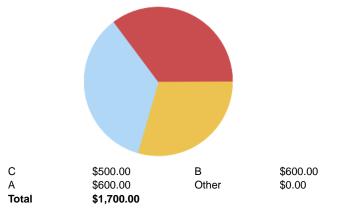
Loan Fees:

Amortized Over: 30 years
Loan Interest Rate: 4.700%
Monthly P&I: \$322.85

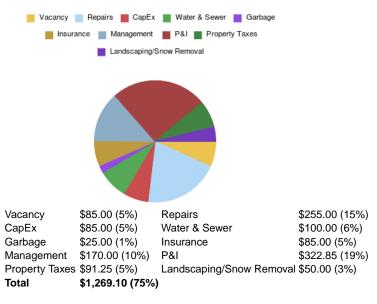
C B A Other



Income



Expenses



Calculations based on a 31-day month. The calculators found on BiggerPockets are designed to be used for informational and educational purposes only, and when used alone, do not constitute investment advice. BiggerPockets recommends that you seek the advice of a real estate professional before making any type of investment. The results presented may not reflect the actual return of your own investments. BiggerPockets is not responsible for the consequences of any decisions or actions taken in reliance upon or as a result of the information provided by these tools. Furthermore, BiggerPockets is not responsible for any human or mechanical errors or omissions.

Financial Projections

Total Initial Equity: \$20,750.00
Gross Rent Multiplier: 4.07
Income-Expense Ratio (2% Rule): 1.86%
ARV based on Cap Rate:

50% Rule Cash Flow Estimates

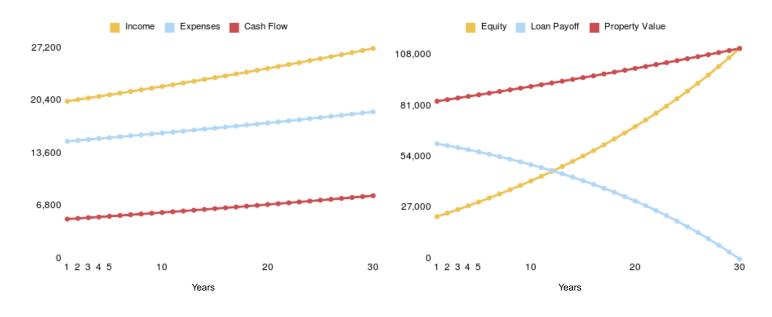
Total Monthly Income: \$1,700.00 x50% for Expenses: \$850.00 Monthly Payment/Interest Payment: \$322.85 Total Monthly Cashflow using 50% Rule: \$527.15

Analysis Over Time

Annual Growth Assumptions	1%		1%		1%		
	Expenses		Income		Property Value		
	Year 1	Year 2	Year 5	Year 10	Year 15	Year 20	Year 30
Total Annual Income	\$20,400	\$20,604	\$21,228	\$22,311	\$23,449	\$24,645	\$27,224
Total Annual Expenses	\$15,229	\$15,343	\$15,690	\$16,293	\$16,927	\$17,592	\$19,028
Total Annual Cashflow	\$5,171	\$5,261	\$5,538	\$6,018	\$6,523	\$7,053	\$8,196
Cash on Cash ROI	17.68%	17.99%	18.93%	20.57%	22.30%	24.11%	28.02%
Property Value	\$83,830	\$84,668	\$87,234	\$91,684	\$96,360	\$101,276	\$111,871
Equity	\$22,549	\$24,403	\$30,318	\$41,512	\$54,716	\$70,412	\$111,871
Loan Balance	\$61,281	\$60,265	\$56,916	\$50,172	\$41,645	\$30,864	\$0
Total Profit if Sold	-\$9,075	-\$2,035	\$19,984	\$59,899	\$104,276	\$153,724	\$270,956
Annualized Total Return	-31%	-4%	11%	12%	11%	10%	8%

Income, Expenses and Cash Flow (in \$)

Loan Balance, Value and Equity (in \$)



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