

# **Rental Property #2 Rowan University**

**Monthly Income: Monthly Cash Flow:** Pro Forma Cap Rate: **Monthly Expenses:** \$2,200.00 \$1,635.35 \$564.65 8.85% NOI **Total Cash Needed Cash on Cash ROI Purchase Cap Rate** \$15,040.00 \$38,480.00 17.61% 8.85%

# **Property Information**

Purchase Price: \$169,900.00 **Purchase Closing Costs:** \$4,500.00 **Estimated Repair Costs:** \$0.00 **Total Cost of Project:** \$174,400.00 After Repair Value \$169,900.00

### **Property Description**

Fantastic hard to find four bedroom home in the Chestnut Ridge section of Glassboro. This home was remodeled and updated just a couple years ago. You will be hard pressed to find something like this here on the market.

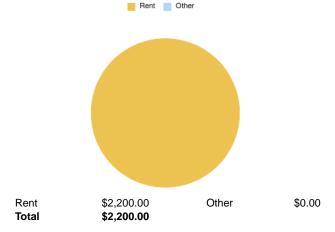
\$33,980.00 Down Payment: \$135,920.00 Loan Amount: Loan Points: \$0.00

Loan Fees:

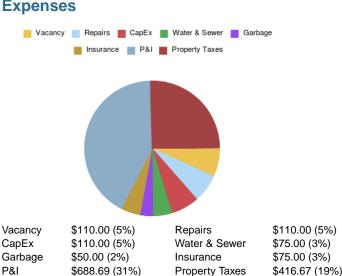
Amortized Over: 30 years Loan Interest Rate: 4.500% \$688.69 Monthly P&I:



#### Income



## **Expenses**



\$1,635.35 (74%)

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.

Total

# **Financial Projections**

Total Initial Equity: \$33,980.00
Gross Rent Multiplier: 6.44
Income-Expense Ratio (2% Rule): 1.26%
ARV based on Cap Rate:

### 50% Rule Cash Flow Estimates

Total Monthly Income: \$2,200.00 x50% for Expenses: \$1,100.00 Monthly Payment/Interest Payment: \$688.69

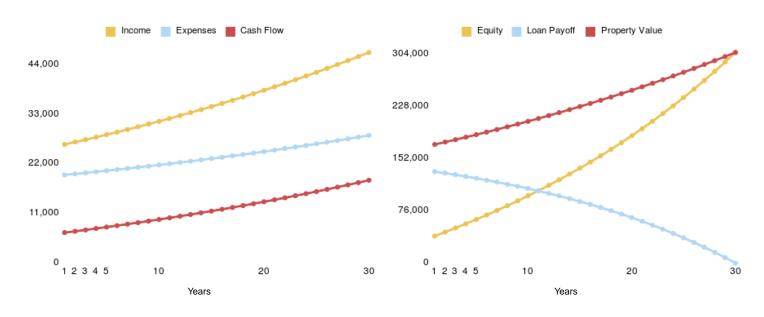
Total Monthly Cashflow using 50% Rule: \$411.31

### **Analysis Over Time**

Annual Growth Assumptions	2% Expenses		2% Income		2% Property Value		
	Year 1	Year 2	Year 5	Year 10	Year 15	Year 20	Year 30
Total Annual Income	\$26,400	\$26,928	\$28,576	\$31,550	\$34,834	\$38,460	\$46,882
Total Annual Expenses	\$19,624	\$19,851	\$20,561	\$21,840	\$23,254	\$24,814	\$28,438
Total Annual Cashflow	\$6,776	\$7,077	\$8,016	\$9,710	\$11,581	\$13,646	\$18,444
Cash on Cash ROI	17.61%	18.39%	20.83%	25.23%	30.10%	35.46%	47.93%
Property Value	\$173,298	\$176,764	\$187,583	\$207,107	\$228,663	\$252,462	\$307,750
Equity	\$39,571	\$45,330	\$63,681	\$98,250	\$138,638	\$186,012	\$307,750
Loan Balance	\$133,727	\$131,434	\$123,902	\$108,858	\$90,025	\$66,451	\$0
Total Profit if Sold	\$7,866	\$20,702	\$62,149	\$141,811	\$236,287	\$347,679	\$631,487
Annualized Total Return	20%	24%	21%	17%	14%	12%	10%

#### Income, Expenses and Cash Flow (in \$)

### Loan Balance, Value and Equity (in \$)



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