Financial Executive Summary

Initial Cash without remodeling expense is *«IC».*

*Initial Cash with remodeling expense is «ICR».*

*Hint: Remodeling expense is only applied to the flipping scenario according to your assumptions.*

*Zillmeter’s approach* is to compare the Net Profit of investing in this home vs. investing in a benchmark option.

|  |  |  |  |
| --- | --- | --- | --- |
|  |  |  | Max Yield: «MIRR» annually  *If used for «MSC» Scenario* |
| «IC» |  |  |  |
|  |  |  | Yield: «BR» annually |

*Benchmark\** is assumed to be equal to historical return of “S&P 500 over 10 years”, which is «BR» annually (before tax).

|  |  |  |
| --- | --- | --- |
| Net Profit of investment over **«HP» years** (Adjusted for inflation) | | |
|  | Before Tax | After Tax |
| Benchmark | **«BBPV»** | **«ABPV»** |
| Vacation Rental | «BVRPV» | «AVRPV» |
| Rental | «BRPV» | «ARPV» |
| Primary Residence | «BPPV» | «APPV» |
| Budget Residence | «BBRPV» | «ABRPV» |
|  | | |
| Net Profit of investment over **less than 1 year** (Adjusted for inflation) | | |
|  | Before Tax | After Tax |
| Benchmark | «BSBPV» | «ASBPV» |
| Fix and Flip | «BFPV» | «AFPV» |