

# Cash-on-Cash Return

- Net Cash Flow / Equity Invested

	<u>Acquisition</u>	<u>Year 1</u>	<u>Year 2</u>	<u>Year 3</u>	<u>Year 4</u>	<u>Year 5</u>
Purchase Price	(\$4,000,000)					-
Cash Flow		\$300,000	\$309,000	\$318,270	\$327,818	\$337,653
Net Sale Proceeds						\$4,000,000
<b>Total Cash Flow</b>	<b>(\$4,000,000)</b>	<b>\$300,000</b>	<b>\$309,000</b>	<b>\$318,270</b>	<b>\$327,818</b>	<b>\$4,337,653</b>
<i>Cash-on-Cash Return</i>		7.50%	7.73%	7.96%	8.20%	8.44%

<b>Average Cash-on-Cash</b>	<b>7.96%</b>
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