

Rental range is the lowest observed rent charged by BWN on Property24 for a particular bedroom type. **(see appendix)**

Scenario

- **Worst case**- lowest rental observed being charged for a bedroom type on Property24
- **Best case**- highest rental observed being charged for a bedroom type on Property24

Estimated monthly levies and rates is estimate of the property taxes, sewage, water, maintenance, security and other costs of running the estate per rental unit.

Monthly operating profit is the monthly surplus of deduction levies and rates, interest from the rental income per apartment.

Annual operating profit is the Monthly operating profit multiplied by 12.

Estimated income taxes-an estimate of the tax liability per rental unit and calculated as follows:

Annual operating profit less 5% section 13 sex allowance and then multiplied by 28%.

Section 13 sex 5% allowance- allowance under the Income tax where the owner of more than 5 new residential units can claim 5% of each cost as a tax deduction.

Net-income return as percentage of cost of apartment is the Annual operating profit after tax divided by the cost of the property.