

Buying your own home cenario

	7%	Interest Rate	Interest Paid	Principle paid
Year 1		\$400,000.00	\$28,000.00	\$ 10,000.00
Year 2		\$390,000.00	\$27,300.00	\$ 10,000.00
Year 3		\$380,000.00	\$26,600.00	\$ 10,000.00
Year 4		\$370,000.00	\$25,900.00	\$ 10,000.00
Year 5		\$360,000.00	\$25,200.00	\$ 10,000.00
Year 6		\$350,000.00	\$24,500.00	\$ 10,000.00
Year 7		\$340,000.00	\$23,800.00	\$ 10,000.00
Year 8		\$330,000.00	\$23,100.00	\$ 10,000.00
Year 9		\$320,000.00	\$22,400.00	\$ 10,000.00
Year 10		\$310,000.00	\$21,700.00	\$ 10,000.00

\$248,500.00

Property Value if sold after 10 years \$800,000.00

Minus Interest **-\$248,500.00**

Minus owing to bank **-\$310,000.00**

You would have profited \$241,500.00