

REGULATORY AGREEMENT COMPUTATION SHEET

Rents Entered Into the Regulatory Agreement (Paragraph One) When Established In Accordance with The Following Formula:

- | | | |
|-------|--|----------------------|
| 1. a. | The estimated annual operating expense and taxes after rehabilitation | \$ 2242 |
| b. | The annual principal and interest payments on preexisting mortgage debt, but only if the original term was at least 10 years. | \$ 1266 |
| c. | The annual principal and interest payments on the Section 312 loan. | \$ 3852 |
| d. | The annual principal and interest payments on other rehabilitation financing, but only if the term is at least 10 years. | \$ 0 |
| e. | An amount equal to 20 % of the as-is value of the property prior to rehabilitation minus any preexisting mortgage debt with an original term of at least 10 years. | \$ 3970 |
| f. | Total Amount (a+b+c+d+e) | \$ 11330 |
| 2. | Divide the amount 1.f by .93 in order to establish the gross annual rental which produces that sum at 93% occupancy - | \$ 12182.79 |
| | $.93 / \underline{11330}$ | |
| 3. | In order to establish the gross monthly rents on the basis of item 2 above that item shall be divided by 12 | \$ 1015
per month |
| | $12 / \underline{12182.79}$ | |

0892

4328 RV-2