

Financing Amount Example:

Maximum Borrowing Amount		
	Building 1	Building 2
Property Value	\$200,000	\$200,000
Value of Improvements	30,000	30,000
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“New” Value	\$230,000	\$230,000
10% of Value =	\$23,000	\$23,000
Mortgage =	\$200,000	\$210,000
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Equity =	\$30,000	\$20,000
Maximum borrowing =	\$23,000	\$20,000

Maximum = lesser of Equity or 10%