

SHARED APPRECIATION EQUITY CALCULATION		
Assumptions for the example:		
Max HLPR Loan Amount		\$ 25,000.00
Original Fair Market Value (FMV) when the Borrower Purchased the Home		\$ 500,000.00
Purchase Price when the Borrower Purchased the Home		\$ 500,000.00
Current Fair Market Value (FMV) at the time of Loan Payoff		\$ 600,000.00
PROPORTIONATE SHARED APPRECIATION EQUITY CALCULATION:		
Max HLPR Loan Amount at 0% Interest, No Monthly Payments		\$ 25,000.00
Divided by Original FMV		\$ 500,000.00
Proportionate Share		5%
Current FMV		\$ 600,000.00
Minus Original FMV		\$(500,000.00)
Difference between Original FMV and Current FMV		\$ 100,000.00
Multiplied by Proportionate Share		5%
Proportionate Shared Appreciation		\$ 5,000.00
Max HLPR Loan Amount		\$ 25,000.00
Plus Proportionate Shared Appreciation		\$ 5,000.00
<b>AMOUNT DUE TO HHOC MORTGAGE</b>		<b>\$ 30,000.00</b>