

## What Capital Homesteading Would Mean to the Average Citizen

### Projected Tax-Sheltered Wealth Accumulations and Pre-Tax Income Under Capital Homesteading

#### Assumptions:

1	0	Accumulation Beginning at Birth
2	2.00%	One-Time Discount Rate (Assumes Immediate Rediscounting at Central Bank)
3	4.50%	One-Time Initial Risk Premium (Capital Credit Insurance and Reinsurance)
4	\$ 7,000.00	Annual Capital Credit Allocation
5	8	Term of Acquisition Loan in Full Years
6	15.00%	Pre-Tax ROI

#### Calculations from Assumptions:

7	\$ 140.00	Commercial Bank Discount Amount
8	\$ 315.00	Capital Credit Insurance Premium Amount
9	\$ 6,545.00	Cash Available to Homesteader Each Year to Purchase New Shares
10	\$ 981.75	Annual Earnings Per Loan
11	7.1301	Payback Period (In Years)
12	\$ 981.75	Annual Payment of Principal per Loan

### Capital Homesteading Wealth Accumulation Projections

A Age	B Cap. Homestead Accumulation	C Annual Earnings	D Debt Service Payment	E Acquisition Debt Balance	F Annual Net Income	G Aggregate Dividends
0	\$ 6,545.00	\$ 981.75	\$ 981.75	\$ 6,018.25	\$ -	\$ -
1	13,090.00	1,963.50	1,963.50	11,054.75	-	-
2	19,635.00	2,945.25	2,945.25	15,109.50	-	-
3	26,180.00	3,927.00	3,927.00	18,182.50	-	-
4	32,725.00	4,908.75	4,908.75	20,273.75	-	-
5	39,270.00	5,890.50	5,890.50	21,383.25	-	-
6	45,815.00	6,872.25	6,872.25	21,511.00	-	-
7	52,360.00	7,854.00	7,000.00	21,511.00	854.00	854.00
8	58,905.00	8,835.75	7,000.00	21,511.00	1,835.75	2,689.75
9	65,450.00	9,817.50	7,000.00	21,511.00	2,817.50	5,507.25
10	71,995.00	10,799.25	7,000.00	21,511.00	3,799.25	9,306.50
<b>18</b>	<b>124,355.00</b>	<b>18,653.25</b>	<b>7,000.00</b>	<b>21,511.00</b>	<b>11,653.25</b>	<b>75,043.50</b>
19	130,900.00	19,635.00	7,000.00	21,511.00	12,635.00	87,678.50
20	137,445.00	20,616.75	7,000.00	21,511.00	13,616.75	101,295.25
<b>21</b>	<b>143,990.00</b>	<b>21,598.50</b>	<b>7,000.00</b>	<b>21,511.00</b>	<b>14,598.50</b>	<b>115,893.75</b>
30	202,895.00	30,434.25	7,000.00	21,511.00	23,434.25	291,459.00
40	268,345.00	40,251.75	7,000.00	21,511.00	33,251.75	579,797.75
50	333,795.00	50,069.25	7,000.00	21,511.00	43,069.25	966,311.50
<b>65</b>	<b>431,970.00</b>	<b>64,795.50</b>	<b>7,000.00</b>	<b>21,511.00</b>	<b>57,795.50</b>	<b>1,730,160.25</b>
70	464,695.00	69,704.25	7,000.00	21,511.00	62,704.25	2,033,864.00