

Welcome back to the next instalment in the IDentity Property Buyers Newsletter series. Today's chat is surrounding the biggest lever you can pull on when we are talking about investment. This is relevant to both the home owner and the investor so read on and

get your mind around this one, as it has the ability to supercharge your financial performance. Leverage! Leverage! Leverage!



maximise your capital gains over the course of a 10 year period. Lets consider 2 options for investing and play this one out. Option 1 - Shares (No Lending / No Leverage)

Picture this, you have 100k to invest and you are looking to try and

Option 2 - Property (Lending & Sensible Leverage)

So let's take a deeper look into both of these scenarios and plot out the difference in gains made on your investment.



10% compound returns for this investment. So essentially you let this one ride out and after the term is up you will see where it all ends up.

We are going to assume no costs are involve in this share portfolio. Option 2 Invest 100k in property and secure a 500k property with a Loan to Value Ratio just above 80% (Assume only 7% Compounding Returns). So in this

instance you are borrowing 400k from the bank. We are going to assume it

costs you 25k in acquisition fees and 10k per year after rental income and

So we are going to invest 100k directly in a share portfolio and assume

tax to hold this asset.

Normalised Capital Growth Comparison 450000 400000 350000 300000

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Time is Ticking...

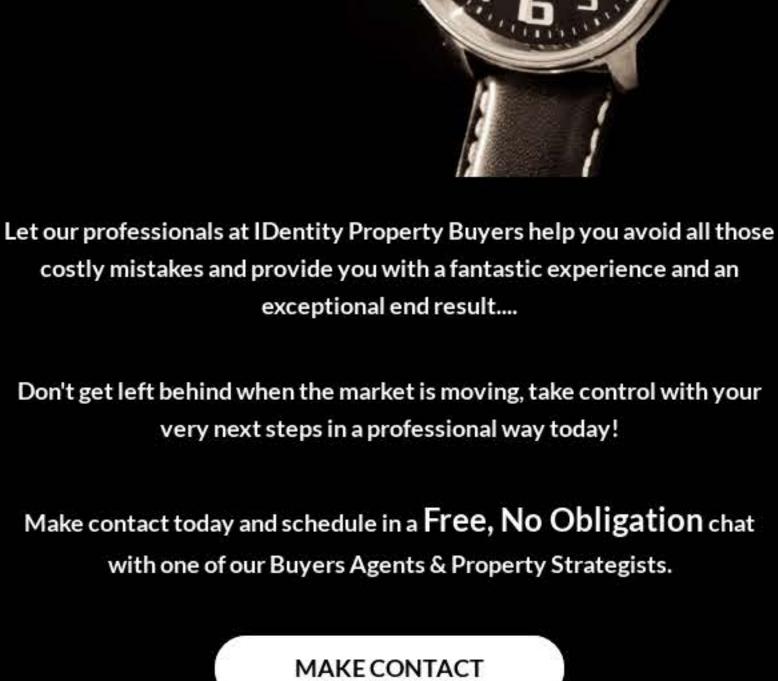
This is definitely easier said than done but the compounding returns

warrant a professional approach wouldn't you think?

most likely use leverage to secure your family home. If you strategically

select based on data and science a quality location and property you can

achieve supercharged returns.



At IDentity Property Buyers we build Investment Portfolio Plans for

clients who want exceptional results.

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