

## Footnotes and Explanations

**Please explain any discrepancies and note any additional information relating to the data provided on this report in the space below. Attach additional pages if needed.**

On January 30, 2013, the mortgage loan with Capital Funding Group was paid off and refinanced through a new Capital Funding HUD-insured mortgage in the amount of \$8,717,700.

Calculating allowable interest. The interest income recorded will be used to offset against interest expense.

Interest Expense	211,037
Amort of Deferred Financing	<u>3,034</u>
Total Interest Expense	214,071
Allowable Percentage	<u>75.59%</u>
Net Claimed Mtg Interest	161,816
Less: Interest Income Recovery	(392)
Plus: Mortgage Insurance Premiums	<u>39,477</u>
Total shown on Page 7, L/T Interest Claimed	<u>200,901</u>