

USA REALTY

Cost of Appreciation

Your selling a \$200,000 home and your next purchase is a \$300,000 home.

You wait 9 months because your in a appreciating market and get you purchase price of \$240,000. So you have made \$40,000. Right / Wrong

Now it's 9 months later and the new home is not at \$300,000 it is priced at \$360,000 because of appreciation.

The Loss is \$20,000