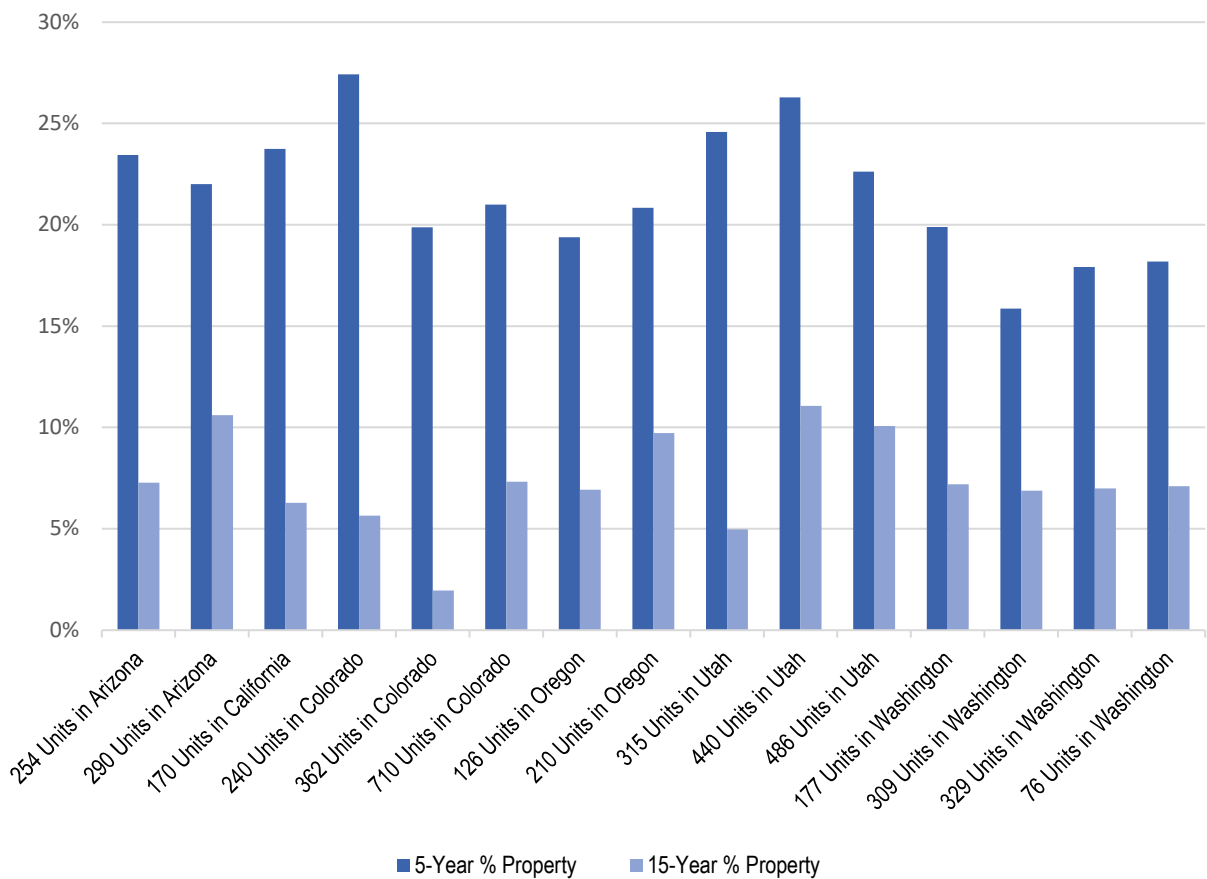


# Cost Segregation Case Study

## Multifamily Portfolios

Results of Cost Segregation Analysis of \$700 Million Multifamily Portfolio

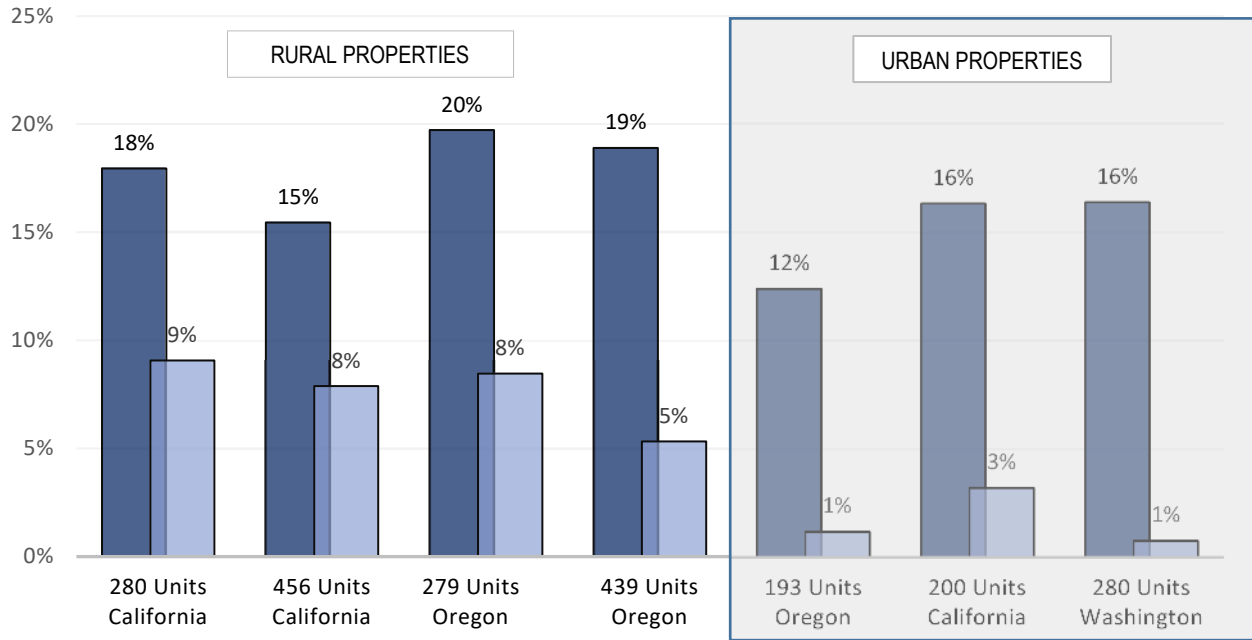


This portfolio of 15 multifamily properties in six states had a great variety of property construction with different levels of amenities and improvements as well as land area per unit.

Our cost segregation analysis of the subject properties resulted in an allocation of 29% of the tax basis (purchase price less the value of the underlying land) into personal property - over \$175 Million. The savings to the investors as a result of the accelerated depreciation was significant.

## Results of Cost Segregation Analysis \$500 Million Multifamily Portfolio: Rural vs. Urban Complexes

■ 5-Year % Property    ■ 15-Year % Property



This portfolio represents results that differ greatly in the amount of 15-year property. The key to the difference is Urban properties with minimal grounds vs. Rural properties that have multiple buildings spread over tens of acres of land improved with lots of open space with a substantial investment in greenery, walk ways, swimming pools, and ground level parking.

For more information about Marshall & Stevens  
Cost Segregation or Real Estate Valuation services, please contact:



**Anthony Vu**  
Director  
Cost Segregation  
213.233.1517  
avu@marshall-stevens.com



**Ralph Consola**  
Principal  
213.233.1511  
rconsola@marshall-stevens.com



**Caroline Burnham**  
Director  
Business Development  
212.897.9477  
cburnham@marshall-stevens.com



**James Nutter, ASA**  
Director – National Practice Leader  
Machinery & Equipment  
312.223.8477 x1907  
jnutter@marshall-stevens.com



**Patrick T. Craig, MAI, MRICS**  
Principal and National Practice Leader  
Real Estate Valuation  
212.897.9481  
pcraig@marshall-stevens.com



**Robert Owens, ASA**  
Director  
Machinery & Equipment  
813.345.5307  
rowens@marshall-stevens.com