

## **The Financial Implications of Buying 2 The Cedars, Cedars Village, Chorleywood, Rickmansworth, Hertfordshire, WD3 5GL**

Set out below are worked examples of the financial implications of buying the above property. Created on 10/06/2025.

**Note: These worked examples are for guidance only. Please discuss your individual circumstances and financial commitments with your solicitor, other legal or financial adviser.**

This illustration is not a forecast and, like any other investment, the value of properties in the village could go down as well as up.

### **EXAMPLE 1: TYPICAL ANNUAL COSTS**

This first example deals with the annual costs of buying a retirement property. **It excludes:**

- The cost of any **mortgage** you may have, and;
- The **personal monthly bills** for which you would be liable, such as council tax, electricity, gas, water, telephone rates and charges, (if applicable), contents insurance, television licence, broadband / satellite / cable subscriptions and any other bills.

The costs shown are based upon the purchase cost and Management Fee costs for single or double occupancy of a 1 bedroom Apartment, 2 The Cedars, Cedars Village, Chorleywood, Rickmansworth, Hertfordshire, WD3 5GL, purchased for **£310,000.00 Three Hundred and Ten Thousand Pounds**.

As a leasehold owner, you will be responsible for the following costs, which are applicable from: January 2025 to December 2025 and annually thereafter.

| <b>Costs (for both single and double occupancy)</b>             | <b>Monthly</b> | <b>Annual</b>    |
|---|----------------|------------------|
| <b>Management Fee</b><br>Increasing each year in line with CPIH | £722.72        | £8,672.68        |
| <b>Ground Rent</b><br>Not applicable                            | N/A            | N/A              |
| <b>Total</b>  | <b>£722.72</b> | <b>£8,672.68</b> |

### **EXAMPLE 2: A SALE (Otherwise known as assignment) of your property.**

This second example deals with some of the one-off costs if you were to sell (otherwise known as to assign) your property. **It excludes:**

- Any outstanding **Management Fee** that you owe;
- Any **mortgage costs**, including the cost of paying off (sometimes referred to as redeeming) your mortgage;
- The costs of any **solicitor**, conveyancer or legal advisor you appoint to deal with the sale/assignment;
- Any **estate agent fees**; (1.5% when RV Property Holdings Limited undertake sales and marketing or sellers choice of agent)
- Any **tax** which you may have to pay, including stamp duty;
- Any **costs of moving**
- The **cost of ensuring the property is in good decorative order prior to the resale.**

***The assignment fee, which is payable to the landlord, RV Property Holdings Limited, provides a return on the original investment in developing the communal facilities in the Village. It does not contribute towards the costs of any services that are provided or to a sinking fund and accordingly is not held in trust for its residents.***

If you purchase the property for **£310,000.00** and in the future sell/assign it for the sale prices below, examples of the corresponding assignment fees incurred on the sale/assignment of the property are indicated underneath the sale prices:-

**The proportion of the sales price payable changes: it is 4% for a sale in the first year, 8% for a sale in the second year, and 12% for a sale in the third year, 16% for a sale in the fourth year and 20% thereafter of the sales price when the property is re-sold.**

|  |                    |                   |             |                       |
|--|--------------------|-------------------|-------------|-----------------------|
| Example A: If you sell the property After 6 years and the property has increased in value by 3.0% per annum. |                    |                   |             |                       |
| Sale Price   |                    |                   | £370,156.21 |                       |
| The Assignment Fee if paid on sale   | 20.0%              | of the sale price | £74,031.24  | Payable when you sell |
| Fee  | Calculation Method |                   | Cost        |                       |
| Example B: If you sell the property After 6 years and the property has decreased in value by 3.0% per annum. |                    |                   |             |                       |
| Sale Price   |                    |                   | £258,221.32 |                       |
| The Assignment Fee if paid on sale   | 20.0%              | of the sale price | £51,644.26  | Payable when you sell |
| Fee  | Calculation Method |                   | Cost        |                       |
| Example C: If you sell the property After 4 years and the property has increased in value by 3.0% per annum. |                    |                   |             |                       |
| Sale Price   |                    |                   | £348,907.73 |                       |
| The Assignment Fee if paid on sale   | 20.0%              | of the sale price | £69,781.55  | Payable when you sell |
| Fee  | Calculation Method |                   | Cost        |                       |
| Example D: If you sell the property After 4 years and the property has decreased in value by 3.0% per annum. |                    |                   |             |                       |
| Sale Price   |                    |                   | £274,440.77 |                       |
| The Assignment Fee if paid on sale   | 16.0%              | of the sale price | £43,910.52  | Payable when you sell |
| Fee  | Calculation Method |                   | Cost        |                       |
| Example E: If you sell the property After 3 years and the property has increased in value by 3.0% per annum. |                    |                   |             |                       |
| Sale Price   |                    |                   | £338,745.37 |                       |
| The Assignment Fee if paid on sale   | 16.0%              | of the sale price | £54,199.26  | Payable when you sell |
| Fee  | Calculation Method |                   | Cost        |                       |
| Example F: If you sell the property After 3 years and the property has decreased in value by 3.0% per annum. |                    |                   |             |                       |
| Sale Price   |                    |                   | £282,928.63 |                       |
| The Assignment Fee if paid on sale   | 12.0%              | of the sale price | £33,951.44  | Payable when you sell |
| Fee  | Calculation Method |                   | Cost        |                       |
| Example G: If you sell the property After 2 years and the property has increased in value by 3.0% per annum. |                    |                   |             |                       |
| Sale Price   |                    |                   | £328,879.00 |                       |
| The Assignment Fee if paid on sale   | 12.0%              | of the sale price | £39,465.48  | Payable when you sell |
| Fee  | Calculation Method |                   | Cost        |                       |
| Example H: If you sell the property After 2 years and the property has decreased in value by 3.0% per annum. |                    |                   |             |                       |
| Sale Price   |                    |                   | £291,679.00 |                       |
| The Assignment Fee if paid on sale   | 8.0%               | of the sale price | £23,334.32  | Payable when you sell |
| Fee  | Calculation Method |                   | Cost        |                       |
| Example I: If you sell the property After 1 year and the property has increased in value by 3.0% per annum.  |                    |                   |             |                       |
| Sale Price   |                    |                   | £319,300.00 |                       |
| The Assignment Fee if paid on sale   | 8.0%               | of the sale price | £25,544.00  | Payable when you sell |
| Fee  | Calculation Method |                   | Cost        |                       |
| Example J: If you sell the property After 1 year and the property has decreased in value by 3.0% per annum.  |                    |                   |             |                       |
| Sale Price   |                    |                   | £300,700.00 |                       |
| The Assignment Fee if paid on sale   | 4.0%               | of the sale price | £12,028.00  | Payable when you sell |
| Fee  | Calculation Method |                   | Cost        |                       |
| Example K: If you sell the property within 1 year and the property has not changed in value.                 |                    |                   |             |                       |
| Sale Price   |                    |                   | £310,000.00 |                       |
| The Assignment Fee if paid on sale   | 4.0%               | of the sale price | £12,400.00  | Payable when you sell |
| Fee  | Calculation Method |                   | Cost        |                       |