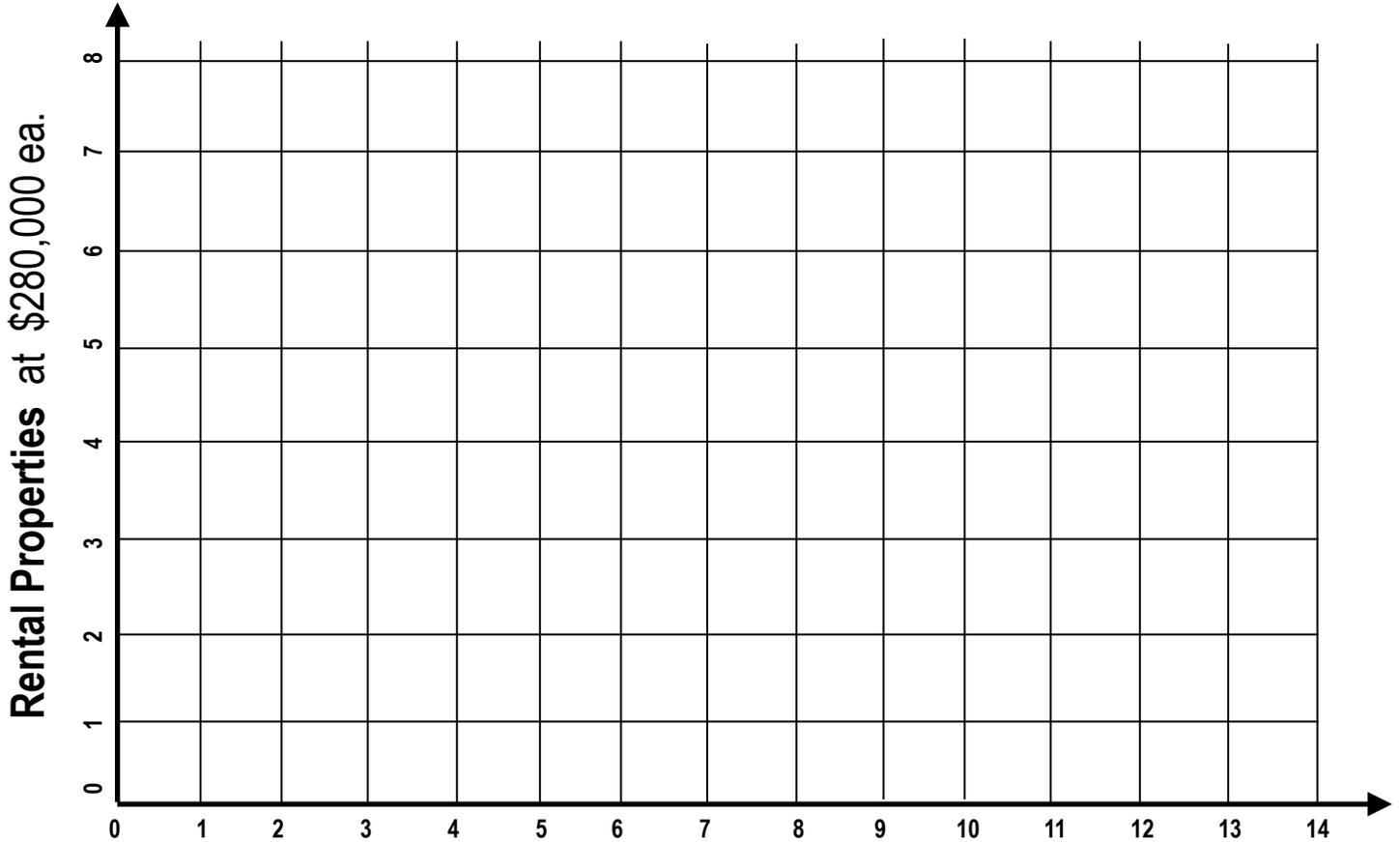


Name: \_\_\_\_\_

## Production Possibilities Curve

### Real Estate Investment Budget: \$1,500,000

*You may use a calculator to determine the breakdown of investment possibilities. Remember, you cannot buy half a property, so if the investor doesn't have enough money to add another property, mark the number of properties she can pay for completely.*



**Properties to Flip at \$210,000 ea. including renovations**

1. The investor can purchase \_\_\_\_\_ ready-to-go rental properties with her budget of \$1,500,000. Mark this point on the graph above if she buys NO flip properties.
2. The investor can purchase \_\_\_\_\_ fixer-upper properties and flip them for the same \$1,500,000 budget. Mark that point on the graph above if she buys NO rental properties.
3. The investor wants two rental properties to help pay for repairs on the flip properties. How many flip properties can the investor get if she first buys 2 rental properties? Mark the point that where two rental properties meet the resulting number of flip properties she could buy.
4. Mark the point showing how many flip properties she could buy if she buys 4 rental properties.
5. Mark the point showing how many rental properties she could buy if she buys 5 flip properties.
6. Mark the point showing how many rental properties she could buy if she buys 2 flip houses.