Vision Property Investment

🌟 50:50 - What Is It and How Does It Work? 🌟

📘 Understanding the 50:50 Model 📘

The **50/50 model** is a straightforward partnership where one party provides 100% of the funding, and the other party contributes 100% of the work. The profits are then shared equally between the two parties. This ensures a balanced distribution of responsibilities and rewards.

📊 Example Scenario 📊

Consider a property purchase and refurbishment scenario with the following details:

- **Purchase and refurbishment cost:** £130,000
- **Selling price:** £210,000
- **Profit:** £80,000

In this example:

1. 💰 **One party provides** the £130,000 needed to purchase and refurbish the property.

2. 🛠 **The other party handles** all aspects of the project, including buying the property, organizing tradesmen, and eventually selling it.

3. 💸 **The profit** of £80,000 is shared equally between the two, resulting in £40,000 for each party.

This partnership ensures that both the investor and the project manager benefit equally, creating a win-win situation.

🏡 Joint Ownership Variation 🏡

An alternative to the 50:50 profit-sharing model is **joint ownership**. Here's how it works in the same property example:

1. 💵 **One party invests** the £130,000 to purchase the property.

2. 🔄 **The property is owned jointly** by both parties on a 50:50 basis.

According to the agreement:

- 📑 **When the property is sold***, the initial £130,000 investment is returned to the investor first.
- 💵 Any remaining **profit, rental income, and equity** are shared equally between the two parties.

This structure allows for flexibility and ensures that the investor's initial capital is protected, while both parties still benefit from any additional gains. Get in touch info@visionpropertyinvestment.co.uk

Company No: 15659381
Property Redress Scheme: 045529
ICO Ref No: ZB684201