

User Manual for a Term Loan Payment Schedule

This is a decision aid to help facilitate estimation of a term loan repayment schedule with equal annual total payments of interest and principal.

This should not be viewed as a substitute for the lender payment schedule because calculation and payment procedures make this decision aid only an approximation of the actual lender repayment schedule.

Input and Report Data Definition

Total investment is the total capital requirement under consideration.

Equity in total investment is the portion of the owner's capital expected as down payment. The remaining would be the **amount of the initial loan**.

The terms of the loan are expressed in the **length of the note** and the **annual interest rate**.

The information provided by the report includes the total interest cost for the duration of the note; **interest principal** and **total payments** by year and the **remaining principal balance** for each year of the loan.