

reasonably be expected here in Frederick?

A You should have 10% to take care of taxes, water rent and insurance and upkeep, and I judge out of that you would have--

Q I mean what is the usual return on an investment in an apartment house. If, in other words, this building is put in proper condition as an apartment house, would there be any reason why it shouldn't produce the ordinary usual rate on an investment in an apartment house?

A Well as I said, those apartments are rather small, and I don't believe you would be able to get much more than \$20 a month for them.

Q Would the 3% be about the normal net return on an investment in property that has been converted into an apartment house?

A I judge so. That would be the normal return you would get.

Q I say net return?

A Net return.

(No Cross Examination)

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