U.S. Economic and Housing Conditions

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August 2008
Contributions to GDP

Quarterly (Annualized) % Change


Source: Bureau of Economic Analysis
As of 2Q 2008
GDP: Gross Domestic Product
PCE: Personal Consumption Expenditures
Payrolls are Shrinking

Source: Bureau of Labor Statistics
As of July 2008
Source: Bureau of Economic Analysis & Conference Board
As of June 2008
PCE: Personal Consumption Expenditures
Inflation Rising

Source: Bureau of Labor Statistics
As of July 2008
CPI: Consumer Price Index
U.S. Housing Conditions
Home Construction—Near Bottom

Source: U.S. Census Bureau
As of June 2008
New Home Sales Stabilizing

New Home Sales, Months of Supply and Recessions

New Home Sales - New One-Family Houses Sold
Mos. Supply at Current Sales Rate; Ratio of houses for sale to houses sold.
Recession

Source: U.S. Census Bureau
As of June 2008
Supply Outstrips Demand

Source: REALTOR.org
As of June 2008
Mortgage Interest Rates

Source: Freddie Mac
Mortgage Loan-to-Value Ratio

Source: FHFB
Prime, Alt-A & Subprime
30, 60 & 90+ Days Delinquent

Source: Loan Performance
As of 1999 – June 2008
Prime, Alt-A & Subprime Foreclosure

Source: Loan Performance
As of 1999 – June 2008

% of Monthly Balance
14.00%
12.00%
10.00%
8.00%
6.00%
4.00%
2.00%
0.00%
Prime Alt-A Subprime

Subprime
Alt-A
Prime
12.00%
4.95%
1.11%

Source: Loan Performance
As of 1999 – June 2008

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S&P/Case-Shiller Home Price Indices

Year-Over-Year Percent Change

Source: Standard & Poor's and Fiserv
As of 1988 – May 2008
Treasury Yield Curves

Source: BLOOMBERG, L.P. as of August 8, 2008
30-Year FNMA vs. 10-Year Note

High 238 bps 3/06/08
Low 87 bps 1/21/05
Average 121 bps

Source: Bloomberg, LP
As of May 1, 2003 – August 8, 2008
3-Month LIBOR vs. 3-Month T-Bill

High: 240 bps on 8/20/07
Low: 36 bps on 7/24/07
Average: 119 bps

Source: Bloomberg, LP
As of June 1, 2007 – August 8, 2008