

# MBA Mortgage Finance Forecast

July 22, 2015

	2014				2015				2016				2014	2015	2016
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	2014	2015	2016
<b>Housing Measures</b>															
Housing Starts (SAAR, Thous)	934	984	1,029	1,055	978	1,145	1,160	1,160	1,190	1,240	1,270	1,310	1,001	1,111	1,253
Single-Family	610	624	654	700	643	704	740	760	790	820	860	900	647	712	843
Two or More	324	360	375	356	335	441	420	400	400	420	410	410	354	399	410
Home Sales (SAAR, Thous)															
Total Existing Homes	4,677	4,887	5,057	5,060	4,973	5,300	5,286	5,303	5,392	5,477	5,528	5,555	4,920	5,216	5,488
New Homes	424	425	439	472	520	541	537	541	551	569	587	599	440	533	577
FHFA US House Price Index (YOY % Change)	5.3	6.0	5.8	5.6	5.5	5.3	5.2	5.0	4.8	4.6	4.4	4.2	5.6	5.0	4.2
Median Price of Total Existing Homes (Thous \$)	191.0	211.8	216.4	207.6	203.4	228.0	223.7	217.8	216.5	224.0	224.3	221.7	206.7	218.1	221.6
Median Price of New Homes (Thous \$)	273.5	282.4	277.9	301.4	291.3	288.3	284.6	290.8	291.6	292.8	294.3	295.8	283.8	288.7	293.6
<b>Interest Rates</b>															
30-Year Fixed Rate Mortgage (%)	4.4	4.2	4.1	4.0	3.7	3.8	4.2	4.4	4.7	4.9	5.1	5.3	4.2	4.0	5.0
10-Year Treasury Yield (%)	2.8	2.6	2.5	2.3	2.0	2.2	2.4	2.6	2.8	3.0	3.2	3.4	2.5	2.3	3.1
<b>Mortgage Originations</b>															
Total 1- to 4-Family (Bil \$)	247	297	300	278	330	395	344	283	273	346	355	291	1,122	1,352	1,264
Purchase	124	179	185	150	155	225	236	185	175	250	260	200	638	801	885
Refinance	123	118	115	128	175	170	108	98	98	96	95	91	484	551	379
Refinance Share (%)	50	40	38	46	53	43	31	35	36	28	27	31	43	41	30

**Notes:**

Housing starts and home sales are seasonally adjusted at annual rate.

Total existing home sales include condos and co-ops.

Mortgage rate forecast is based on Freddie Mac's 30 Yr fixed rate which is based on predominantly home purchase transactions.

Total 1-to-4-family originations and refinance share are MBA estimates. These exclude second mortgages and home equity loans.

The FHFA US House Price Index is the forecasted year over year percent change of the FHFA All Transactions House Price Index.

Refinance share is percent of total dollar volume of closed loans.

Copyright 2015 Mortgage Bankers Association. All rights reserved.

THE HISTORICAL DATA AND PROJECTIONS ARE PROVIDED "AS IS" WITH NO WARRANTIES OF ANY KIND.



MORTGAGE BANKERS ASSOCIATION